

Fiscal Year 2020-21  
Budget Overview  
Special Needs Advisory  
Committee Meeting  
July 28, 2020

# Budget Themes

- Conservative budget planning due to novel coronavirus (COVID-19) economic uncertainty
- CARES\* Act funds available for transit operations programs
- Demand-based approach to restore up to 1.6 million hours of OC Bus Service
- Continuation of Measure M2 Next 10 Plan
- Three-month extension for Metrolink Service
- 91 Express Lanes anticipate a reduction in trips to 10.9 million
- No new positions or new initiatives added to budget

\*Coronavirus Aid, Relief, and Economic Security Act

# Budget Sources & Uses

In Millions	FY 2019-20	FY 2020-21	Change	Change
Sources	Approved Budget	Approved Budget	\$	%
Revenues	\$ 1,159.8	\$ 1,004.2	\$ (155.6)	-13.4%
Use of Prior Year Designations	365.4	423.4	58.0	15.9%
<b>Total Revenue / Use of Designations</b>	<b>\$ 1,525.2</b>	<b>\$ 1,427.6</b>	<b>\$ (97.6)</b>	<b>-6.4%</b>
Uses				
Salaries and Benefits	\$ 169.7	\$ 169.9	\$ 0.2	0.1%
LOSSAN Salaries and Benefits	2.7	2.7	-	0.0%
Services and Supplies	373.6	407.9	34.3	9.2%
Contributions to Other Agencies	169.7	172.3	2.6	1.5%
Interest/Debt Service	59.0	66.1	7.1	12.0%
Capital	667.8	549.9	(117.9)	-17.7%
Designations	82.7	58.8	(23.9)	-28.9%
<b>Total Expenditures / Designations</b>	<b>\$ 1,525.2</b>	<b>\$ 1,427.6</b>	<b>\$ (97.6)</b>	<b>-6.4%</b>

# Transit Assumptions

- Bus Program

- Local Transportation Fund sales tax revenue is anticipated to decrease by 6.6 percent
- Demand-based restoration of up to 1.6 million hours, consistent with current year budget
- Paratransit trips to decrease by 2 percent to 1.7 million driven by demand
- Continuation of OC Flex service with revenue hours of 23,640
- Budget for purchase of ten battery-electric buses and up to 165 compressed natural gas 40-foot buses

- Rail Program

- Three-month extension of the current contract and service is currently running at reduced levels
- Advances OC Streetcar construction, vehicle delivery, and operations and maintenance contract

# Measure M2 Program Assumptions

- Sales Tax Revenue
  - Local Transportation Authority sales tax forecasted to decrease by 7.1 percent
- Expenditures
  - Freeway Mode expenditures in the amount of \$417.7 million, primarily driven by right-of-way, design, and construction efforts for the I-405 Improvement, South County I-5 Improvement and SR-55 Improvement Projects
  - Streets and Roads Mode expenditures in the amount of \$145.8 million, driven by contributions to the cities to support the Local Fair Share, Regional Capacity and Traffic Signal Synchronization Programs
  - Transit Mode expenditures in the amount of \$59.9 million primarily to support Metrolink operations and construction of the OC Streetcar

# 91 Express Lanes Program Assumptions

- Revenue

- Toll revenue: Decrease from \$54.4 million in current year budget to \$32.7 million driven by 10.9 million trips
- Other revenue: Decrease from \$11.7 million in current year budget to \$5 million

- Expenditure

- Primary operating cost consists of the toll road management contract budgeted at \$7.2 million
- Contribution to SR-91 Riverside Freeway improvements between SR-55 and SR-57 (M2 Program Project I) of \$29.6 million and SR-91, SR-241 to SR-71 (Project J) \$12.1 million

# Questions

