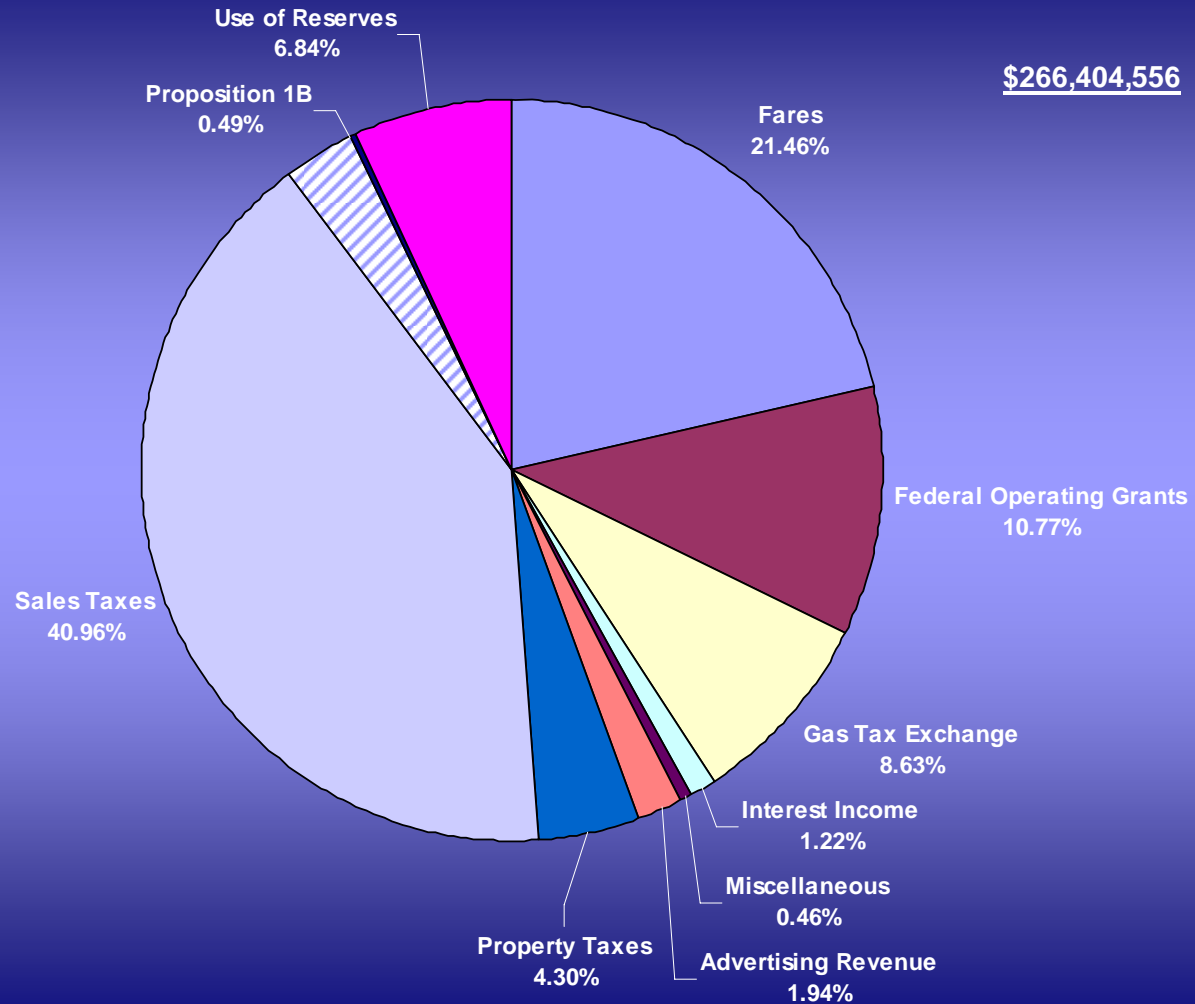


Public Hearing for Fare Adjustment

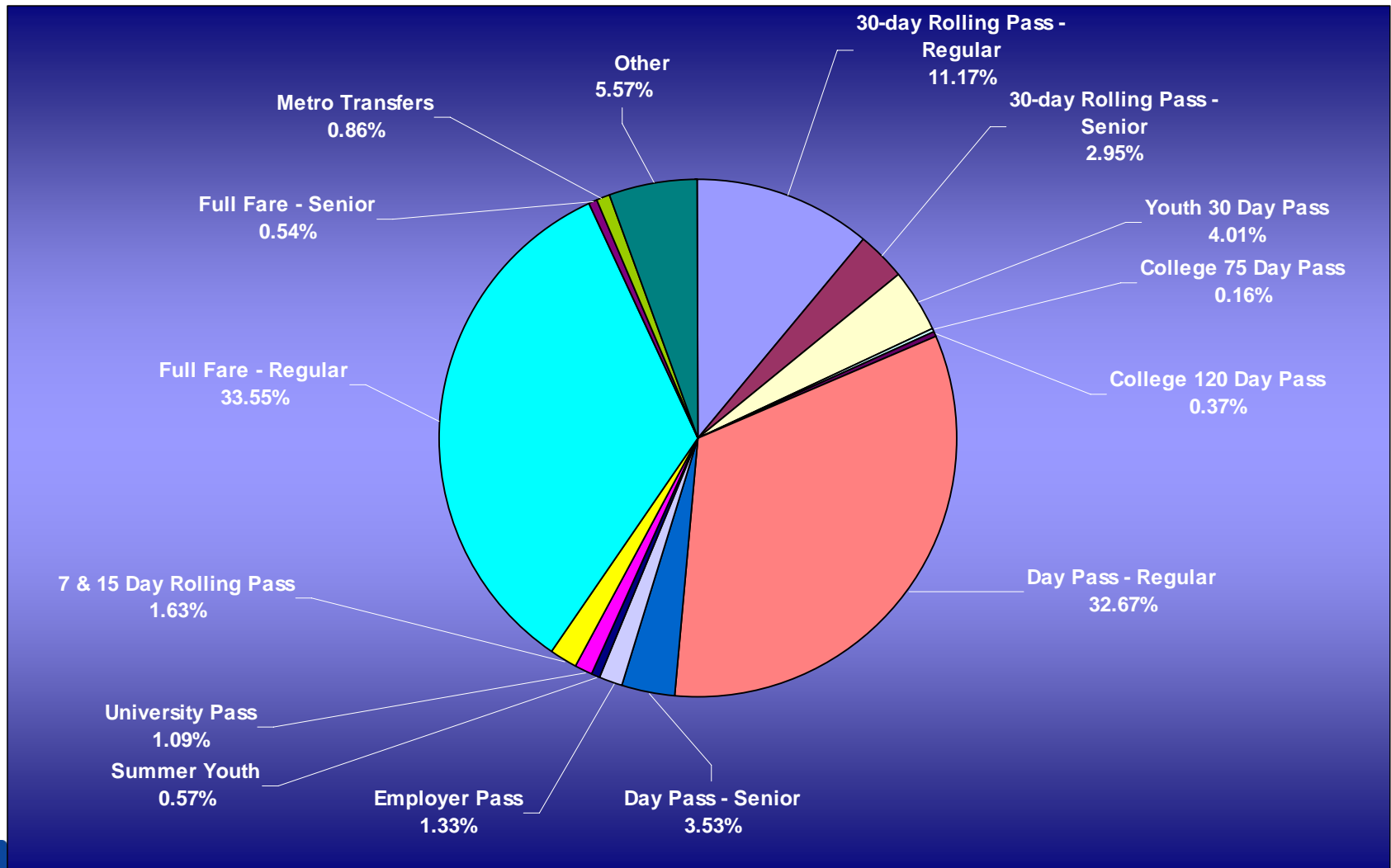


Orange County Transportation Authority
Board of Directors
October 27, 2008

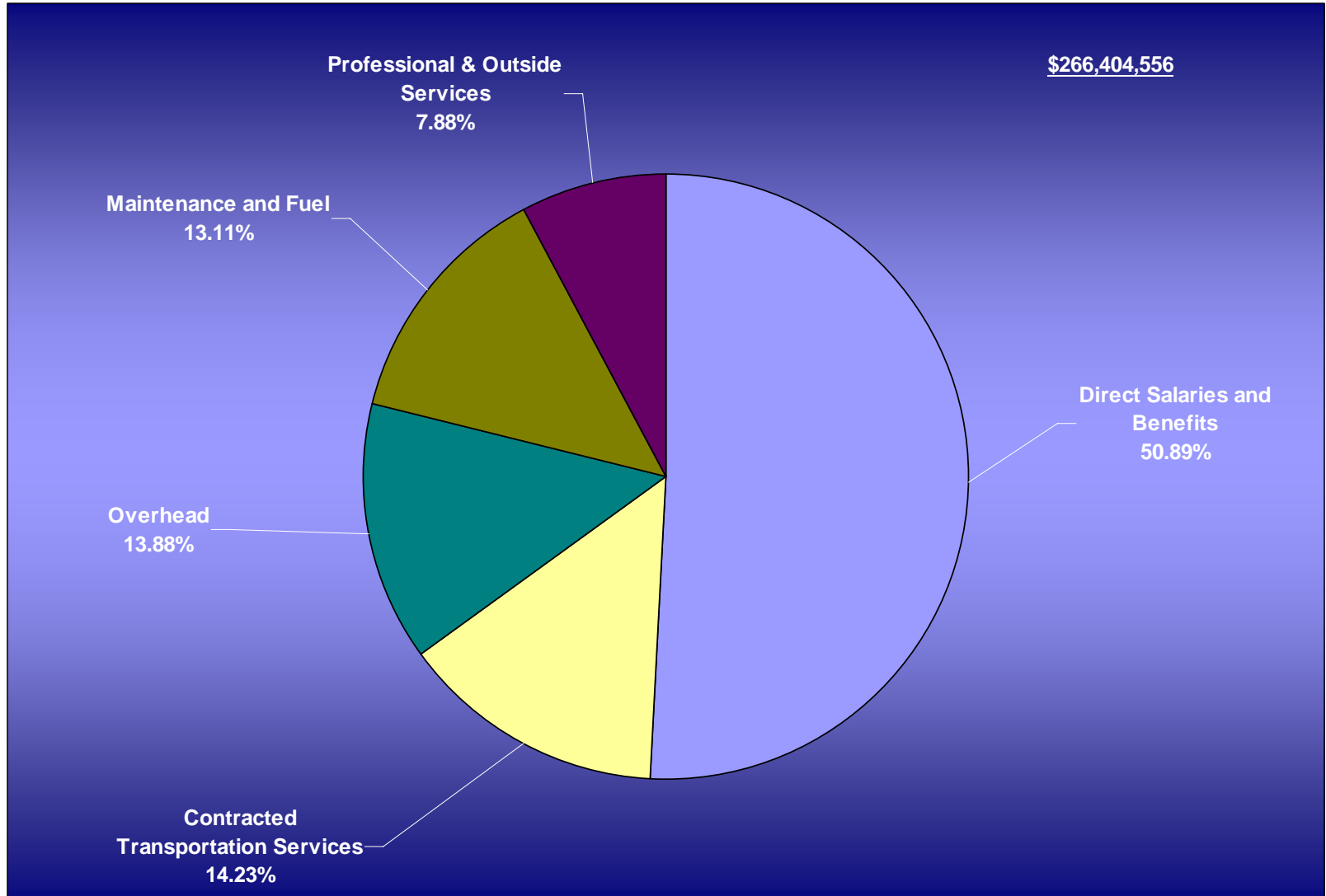
FY2008-09 Budget Bus Transit Operating Revenues



Fare Revenue Composition by Category



FY2008-09 Budget Bus Transit Operating Expenses



Bus Transit Operations

FY2008-09 Performance Measures

	Directly Operated	Paratransit	Contract Fixed Route	Total System
Boardings	64,793,852	1,387,530	1,261,504	67,442,886
Boardings per Revenue Hour	35.58	2.07	10.25	25.78
Boardings per Revenue Mile	2.89	0.13	0.69	1.95
Vehicle Hours	2,008,404	764,653	153,104	2,926,161
Vehicle Miles	26,973,245	12,984,996	2,865,154	42,823,395
Revenue Hours	1,821,090	671,927	123,063	2,616,080
Revenue Miles	22,434,344	10,328,195	1,817,006	34,579,545
Fare Revenues	\$ 51,846,071	\$ 4,311,835	\$ 1,009,417	\$ 57,167,323
Operating Costs	\$ 218,711,761	\$ 39,902,886	\$ 7,789,909	\$ 266,404,556
Farebox Recovery	23.71%	10.81%	12.96%	21.46%
Subsidy per Boarding	\$ 2.58	\$ 25.65	\$ 5.37	\$ 3.10
Cost per Vehicle Hour	\$ 108.90	\$ 52.18	\$ 50.88	\$ 91.04
Cost per Vehicle Mile	\$ 8.11	\$ 3.07	\$ 2.72	\$ 6.22
Cost per Revenue Hour	\$ 120.10	\$ 59.39	\$ 63.30	\$ 101.83
Cost per Revenue Mile	\$ 9.75	\$ 3.86	\$ 4.29	\$ 7.70
Fare Revenue per Boarding	\$ 0.80	\$ 3.11	\$ 0.80	\$ 0.85

Need for Fare Adjustment

- Rising Costs
 - Fuel, wages, benefits, etc.
 - ACCESS service
- Declining Farebox Recovery
 - Transportation Development Act - 20% mandate
- Revenue Enhancement
 - Declining Sales Tax revenue
 - Necessary to meet operating expenses
 - Balance the FY2008-09 budget
 - Support long term service viability

Rising Costs

Description	2005	2009	% Inc
Pension-OCERS			
Administrative	\$ 2,141,963	\$ 3,608,132	68.4%
Union	6,053,687	12,115,404	100.1%
Pension Total	\$ 8,195,650	\$ 15,723,536	91.9%
Health Care			
Administrative/TCU	\$ 5,330,000	\$ 6,523,470	22.4%
Coach Operators	9,200,000	11,635,344	26.5%
Maintenance	2,028,000	2,955,744	45.7%
Health Care Total	\$ 16,558,000	\$ 21,114,558	27.5%
Fuel			
Diesel Fuel	\$ 4,693,135	\$ 7,975,083	69.9%
Compressed Natural Gas ('07)*	417,588	6,972,024	1569.6%
Liquefied Natural Gas*	3,394,018	7,430,225	118.9%
Gasoline	217,250	1,918,056	782.9%
Fuel Total	\$ 8,504,741	\$ 24,295,388	185.7%

* Alternative Fuel Credit not included.

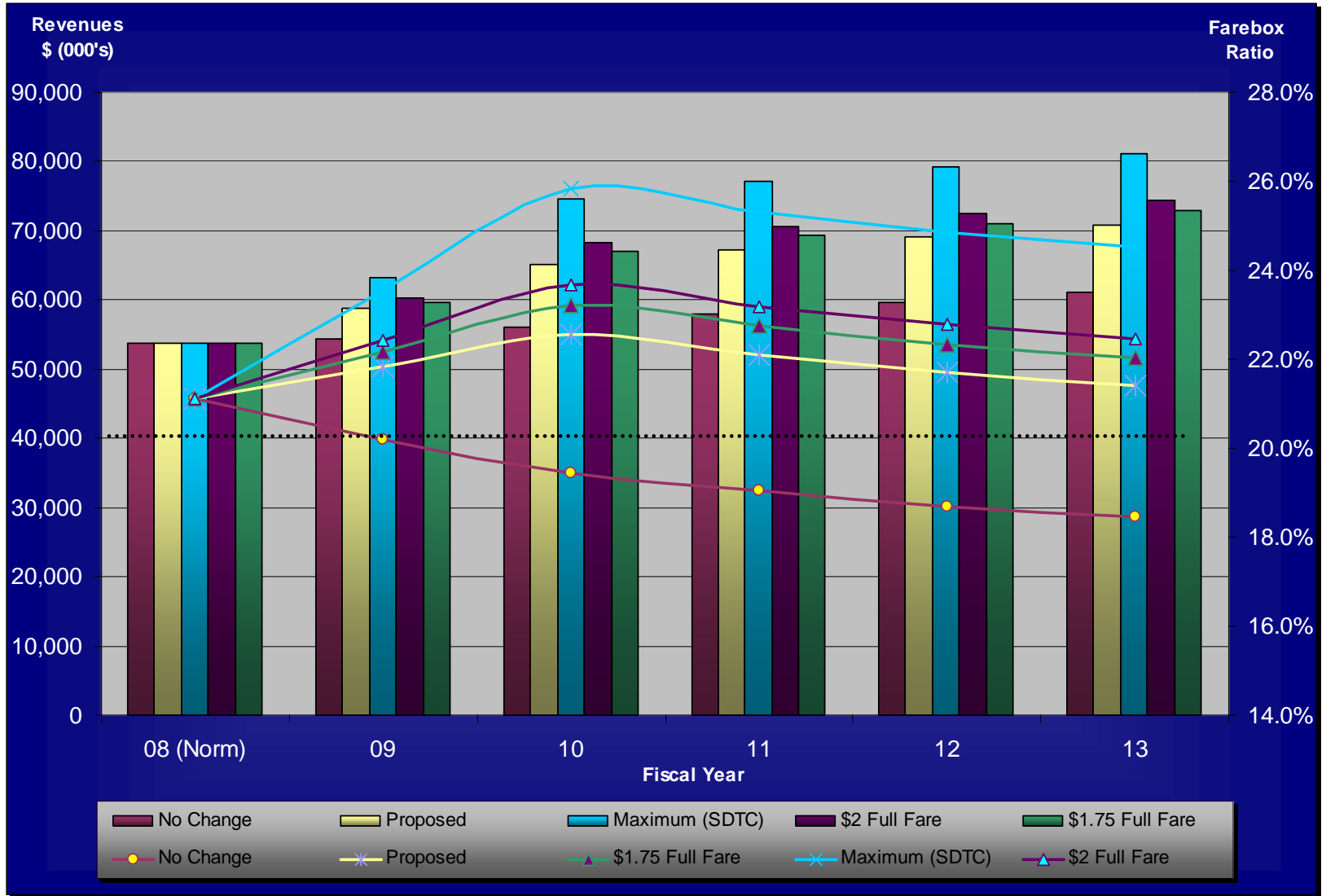
OCTA Proposals vs. Other Agencies

City	Transit Agency	Cash		30-Day Pass	Farebox Recovery Ratio *
		Fare	Day Pass		
Los Angeles	LACMTA	\$ 1.50	\$ 5.00	\$ 62.00	29%
Oakland	AC Transit	1.75		70.00	19%
San Diego	San Diego Transit	2.00	5.00	64.00	25%
San Jose	VTA	1.75	5.00	61.25	14%
Long Beach	Long Beach Transit	0.90	2.50	50.00	22%
Riverside	RTA	1.25	3.75	43.00	21%
San Bernardino	Omintrans	1.35	3.50	45.00	21%
San Francisco	MUNI	1.50		45.00	27%
Sacramento	RTD	2.00	5.00	85.00	22%
Average		\$ 1.56	\$ 4.25	\$ 58.36	22%
Orange County	OCTA (current fares)	\$ 1.25	\$ 3.00	\$ 45.00	
Orange County	OCTA (Proposed fares)	\$ 1.50	\$ 4.00	\$ 55.00	

OCTA Senior/Disabled Proposals vs. Other Agencies

City	Transit Agency	Cash Fare	Day Pass	30-Day Pass	Farebox Recovery Ratio *
Los Angeles	LACMTA	\$ 0.55	\$ 1.80	\$ 14.00	29%
Oakland	AC Transit	0.85		20.00	19%
San Diego	San Diego Transit	1.00	5.00	16.00	25%
San Jose	VTA	0.75	2.00	20.00	14%
Long Beach	Long Beach Transit	0.45	1.50	19.00	22%
Riverside	RTA	0.60	1.85	21.00	21%
San Bernardino	Omintrans	0.55	1.60	22.50	21%
San Francisco	MUNI	0.50		10.00	27%
Sacramento	RTD	1.00	2.50	42.50	22%
Average		\$ 0.69	\$ 2.32	\$ 20.56	22%
Orange County	OCTA (current fares)	\$ 0.50	\$ 1.00	\$ 15.00	
Orange County	OCTA (Proposed fares)	\$ 0.60	\$ 1.25	\$ 18.00	

Fare Adjustment Scenarios



OCTA Proposed Fare Matrix

Fare Type	Fare Structure	
	Current	Proposed
Adult (Fixed Route and Bus Rapid Transit)		
Cash Fare	\$ 1.25	\$ 1.50
Day Pass	\$ 3.00	\$ 4.00
Prepaid Day Pass (pack of 10)	\$ 27.00	\$ 36.00
7 Day Pass	\$ 15.00	\$ 20.00
15 Day Pass	\$ 26.00	\$ 35.00
30 Day Pass	\$ 45.00	\$ 55.00
Intracounty express (cash)	\$ 2.50	\$ 3.00
Intercounty express (cash)	\$ 3.75	\$ 4.50
OC express 30 day pass	\$ 86.00	\$ 100.00
Intercounty express 30 day pass	\$ 128.00	\$ 150.00

OCTA Proposed Fare Matrix

Fare Type	Fare Structure	
	Current	Proposed
Senior and Disabled (Fixed Route and Bus Rapid Transit)		
Senior and Disabled Cash Fare peak/off-peak service	\$ 0.50	\$ 0.60
Senior and Disabled Day Pass	\$ 1.00	\$ 1.25
Prepaid Senior and Disabled Day Pass (pack of 10)	\$ 9.00	\$ 11.25
Senior and Disabled 7 Day Pass	\$ 5.00	\$ 6.50
Senior and Disabled 15 Day Pass	\$ 9.00	\$ 12.00
Senior and Disabled 30 Day Pass	\$ 15.00	\$ 18.00
Senior and Disabled Intracounty Express Cash	\$ 2.25	\$ 2.70
Senior and Disabled Intercounty Express Cash	\$ 3.35	\$ 4.00

OCTA Proposed Fare Matrix

Fare Type	Fare Structure	
	Current	Proposed
ACCESS		
ACCESS standard service (curb)	\$ 2.25	\$ 2.70
Companion of ACCESS rider	\$ 2.25	\$ 2.70
Personal care attendant of ACCESS rider	free	free
ACCESS premium service [door]	\$ 5.00	\$ 5.00
ACCESS eligible Fixed Route Cash Fare peak/off-peak service	\$ 0.25	\$ 0.25

OCTA Proposed Fare Matrix

Fare Type	Fare Structure	
	Current	Proposed
Student and Employee		
College Semester Pass	\$ 120.00	\$ 150.00
College Quarter Pass	\$ 75.00	\$ 95.00
University Pass (per boarding)	\$ 0.75	\$ 1.00
University Pass Student (cap)	\$ 30.00	\$ 37.00
University Pass Faculty (cap)	\$ 45.00	\$ 55.00
University Pass Intracounty premium (per boarding)	\$ 1.25	\$ 1.50
University Pass Intracounty premium (cap)	\$ 86.00	\$ 100.00
University Pass Intercounty premium (per boarding)	\$ 2.50	\$ 3.00
University Pass Intercounty premium (cap)	\$ 128.00	\$ 150.00
Employer Pass (per boarding)	\$ 0.75	\$ 1.00
Employer Pass (cap)	\$ 45.00	\$ 55.00
Employer Pass Intracounty premium (per boarding)	\$ 1.25	\$ 1.50
Employer Pass Intracounty premium (cap)	\$ 86.00	\$ 100.00
Employer Pass Intercounty premium (per boarding)	\$ 2.50	\$ 3.00
Employer Pass Intercounty premium (cap)	\$ 128.00	\$ 150.00

OCTA Proposed Fare Matrix

Fare Type	Fare Structure	
	Current	Proposed
Youth and Child		
Youth (age 7 - 18) 30 Day Pass	\$ 26.00	\$ 33.00
Summer Youth Pass	\$ 40.00	\$ 50.00
Child (age 6 and under)	free	free
Other		
Any peace officer, firefighter, military	free	free

Comparisons to 91 Express Lanes and Metrolink

- 91 Express Lanes
 - No taxpayer subsidies – operating surplus will fund improvements
 - Annual cost of living adjustments
 - Congestion pricing – possible rate adjustments every 6 months
 - More than 36% increase in peak rate since January 2005
- Metrolink
 - Approximately 45% of operating costs taxpayer subsidized
 - Annual fare increases of 3.5% to 5.5%
 - More than 20% cumulative fare increase since January 2005
- OCTA Bus Service
 - Approximately 80% of operating costs taxpayer subsidized
 - No fare increase since January 2005
 - Average 25% fare increase proposed for January 2009

Goals for Fare Adjustment

- Increase Revenue
 - Necessary to meet operating expenses
 - Help balance FY 2008-2009 budget
 - Support long term service viability
- Minimize impact to customers
- Maintain farebox recovery
 - Transportation Development Act - 20% mandate
- Avoid un-planned Use of Reserves

Ongoing Public Outreach

- 32,000 brochures on buses
- 20,000 mailers to customers & stakeholders
- 6 ads with 1.2 million impressions
- 2 community open houses
- 1,900 people viewed information online
- 844 response cards generated
 - 378 understand need for fare adjustment
 - 448 do not support fare adjustment
- Online survey
 - 34 understand need
 - 59 do not support

PUBLIC COMMENTS

Proposed Fare Adjustment

*Public Hearing
Oct. 27, 2008
9:00 a.m.
600 S. Main Street
Orange, CA 92863*

Propuesta para el Ajuste de Tarifas en los Pasajes

*Conferencia Pública
27 de Octubre de 2008
9:00 a.m.
600 S. Main Street
Orange, CA 92863*

OCTA



Results: 45% understand need 55% do not support

Next Steps

- Conduct Public Hearing today
- Finance and Administration Nov 12, 2008
- Board Action Nov 24, 2008
- Implement fare adjustment
per Board direction