



# Fiscal Year 2010-11 Budget Workshop

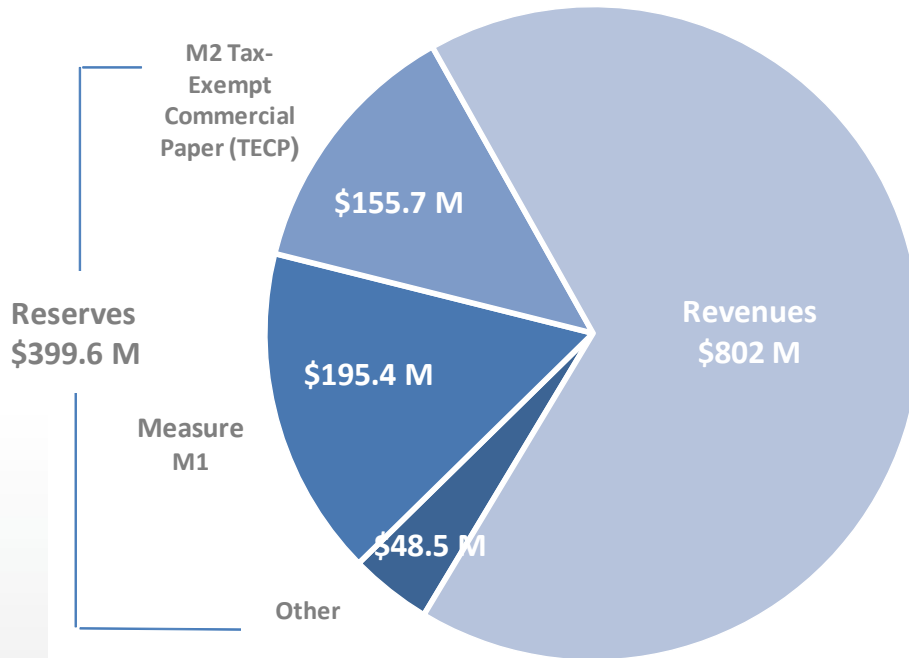
Board of Directors' Meeting  
May 10, 2010



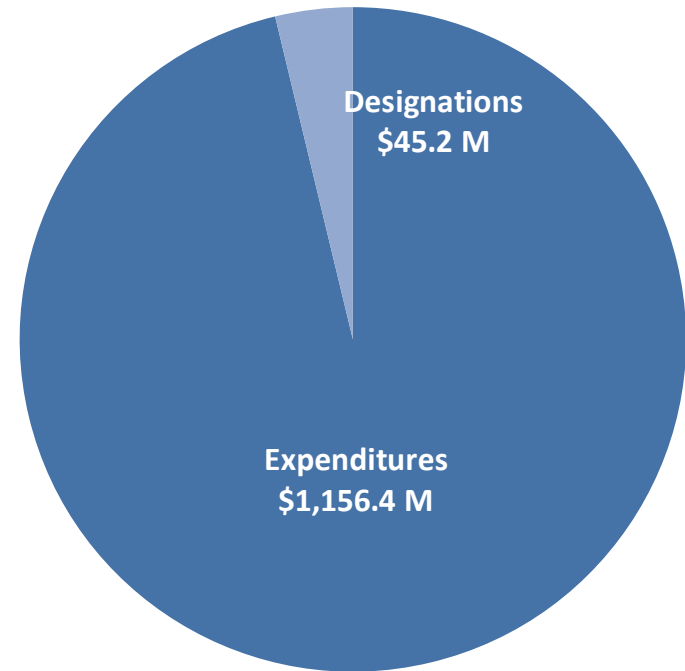
# FY 2010-11 Budget Overview



## Source of Funds \$1,201.6 million



## Use of Funds \$1,201.6 million



# Budget Sources & Uses



In Millions Sources	FY 2009-10	FY 2010-11	Change	
	Approved	Proposed	\$	%
Revenues	\$708.2	\$802.0	\$93.8	13%
Reserve Utilization	\$505.6	399.6	(106.0)	-21%
<b>Total Revenue/Reserves</b>	<b>\$1,213.8</b>	<b>\$1,201.6</b>	<b>(\$12.2)</b>	<b>-1%</b>

## Uses

Services and Supplies	\$775.1	\$759.0	(\$16.1)	-2%
Capital Expenditures	266.0	250.8	(15.2)	-6%
Salaries and Benefits	153.2	146.6	(6.6)	-4%
Designations	19.5	45.2	25.7	132%
<b>Total Expenditures / Designations</b>	<b>\$1,213.8</b>	<b>\$1,201.6</b>	<b>(\$12.2)</b>	<b>-1%</b>

# Revenues



In Millions Revenue By Source	FY 2009-10	FY 2010-11	Change	
	Approved	Proposed	\$	%
Measure M Local Transportation Authority 1/2 Cent Sales Tax	\$234.7	\$213.4	(\$21.3)	-9%
Federal Grants	144.2	179.9	35.7	25%
State Grants	45.4	133.0	87.7	193%
Local Transportation Fund 1/4 Cent Sales Tax	89.6	74.6	(15.1)	-17%
Passenger Fares	63.4	53.1	(10.4)	-16%
91 Express Lanes Revenues	41.9	44.0	2.1	5%
Gas Tax Exchange	23.0	23.0	-	0%
Gas Tax	23.0	23.0	-	0%
State Transit Assistance	-	22.0	22.0	N/A
Property Tax	11.4	10.7	(0.7)	-6%
Other	12.2	10.2	(2.0)	-16%
Interest	17.0	11.4	(5.6)	-33%
Advertising	2.4	3.6	1.2	51%
<b>Subtotal Sources</b>	<b>\$708.2</b>	<b>\$802.0</b>	<b>\$93.8</b>	<b>13%</b>
Reserve Utilization	505.6	399.6	(106.0)	-21%
<b>Total Revenues / Reserves</b>	<b>\$1,213.8</b>	<b>\$1,201.6</b>	<b>(\$12.2)</b>	<b>-1%</b>

# Sales Tax Calculation



## Local Transportation Authority Fund (LTA) - Measure M

In Millions Revenue	FY 2009-10 Budget	FY 2009-10 Estimate	% Difference from FY 2009-10 Budget	FY 2010-11 Budget	Difference from FY 2009-10 Estimate	
					\$	%
LTA	\$ 234.7	\$ 211.1	-10.1%	\$ 213.4	\$ 2.3	1.1%

## Local Transportation Fund (LTF)

In Millions Revenue	FY 2009-10 Budget	FY 2009-10 Estimate	% Difference from FY 2009-10 Budget	FY 2010-11 Budget	Difference from FY 2009-10 Estimate	
					\$	%
LTF	\$ 127.6	\$ 111.3	-12.8%	\$ 112.6	\$ 1.2	1.1%
OCTA Share	89.6	73.3	-18.2%	74.6	1.2	1.7%
County Diversion	38.0	38.0	0.0%	38.0	-	0.0%

# FY 2010-11 Sales Tax Growth Rate



<b>The 3 Universities</b>	<b>Growth Rate</b>
Chapman University *	5.1%
California State University, Fullerton **	5.1%
University of California, Los Angeles *	8.2%
<b>Blended rate *</b>	<b>6.1%</b>

\* Per May 2010 forecast

\*\* Per May 2009 forecast

<b>Alternate Sources</b>	<b>Growth Rate</b>
Board of Equalization ***	4.7%
MUNI ****	-1.5%

\*\*\* Board of Equalization estimate from January 2010

\*\*\*\* Muni Services - 4th Quarter 2009

<b>Growth rate utilized for budget</b>	<b>1.1%</b>
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# Planned Use of Reserves



In Millions	FY 2009-10 Approved Budget	FY 2010-11 Proposed Budget
<b>Planned Use of Reserves By Fund</b>		
<b>M1 Local Transportation Authority</b>	\$301.2	\$195.4
Freeway	77.5	37.8
Streets & Roads	36.8	24.6
Transit	186.9	133.0
<b>M2 Local Transportation Authority</b>	118.7	155.7
Tax Exempt Commercial Paper		
<b>Commuter and Urban Rail Endowment</b>	34.6	30.1
Metrolink Operations and Capital		
<b>Orange County Transit District</b>	31.3	0.3
Fixed Asset Reserve		
<b>Bus Operations Fund</b>	13.7	13.4
Transportation Development Act Diversion Backfill		
<b>Internal Service Funds</b>	-	1.0
<b>Local Transportation Fund</b>	5.3	3.4
Bikeway & Pedestrian Facilities		
<b>Service Authority for Freeway Emergencies</b>	0.7	0.2
<b>Capital Projects Fund</b>	-	0.1
<b>Total Use of Reserves</b>	<b>\$505.6</b>	<b>\$399.6</b>

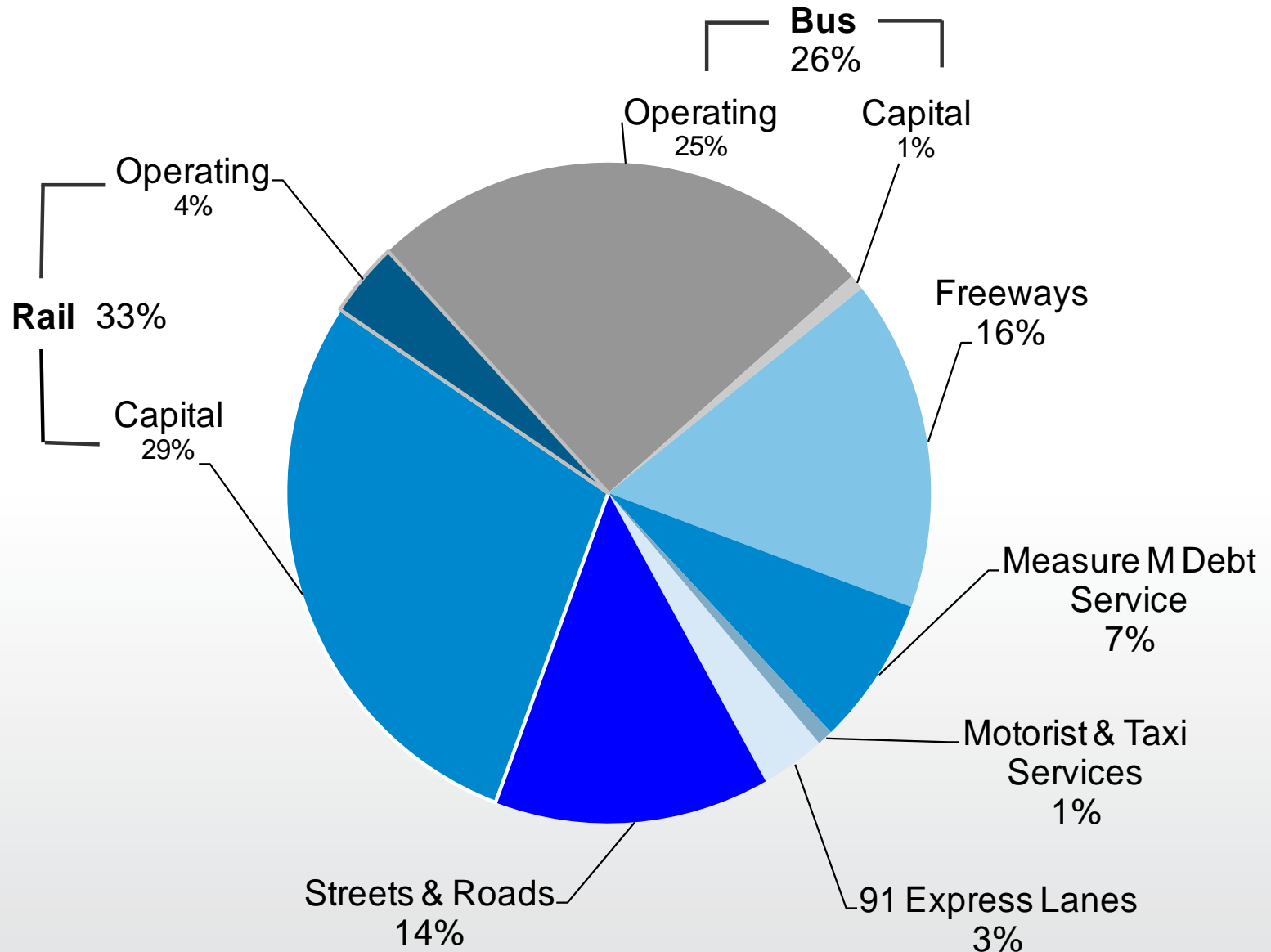
# Expenditures



In Millions Expenditures	FY 2009-10	FY 2010-11	Change	
	Approved Budget	Proposed Budget	\$	%
Contributions to Other Agencies	\$296.9	\$312.9	\$16.0	5%
Capital Expenditures	266.0	250.8	(15.2)	-6%
Salaries & Benefits	153.2	146.6	(6.6)	-4%
Professional & Outside Services	145.5	145.1	(0.4)	0%
Measure M1 Turnback / Competitive	99.2	65.1	(34.0)	-34%
Measure M2 Local Fair Share/Regional Capacity	-	14.0	14.0	0%
Long Term Debt Principal Payments	78.4	82.8	4.4	6%
Contract Transportation Services	59.1	56.3	(2.8)	-5%
Maintenance Parts & Fuel	24.4	18.6	(5.8)	-24%
Gas Tax Exchange	23.0	23.0	-	0%
Interest Expense	20.9	17.2	(3.7)	-18%
General & Administration	16.0	12.4	(3.6)	-22%
Insurance Claims / Premiums	10.9	10.9	0.1	1%
Other Operating Expense	0.9	0.7	(0.1)	-17%
<b>Subtotal Expenditures</b>	<b>\$1,194.3</b>	<b>\$1,156.4</b>	<b>(\$37.9)</b>	<b>-3%</b>
Designations	19.5	45.2	25.7	132%
<b>Total Expenditures / Designations</b>	<b>\$1,213.8</b>	<b>\$1,201.6</b>	<b>(\$12.2)</b>	<b>-1%</b>



# Expenditures by Program



# Designations



<b>In Millions</b>	<b>FY 2009-10 Approved Budget</b>	<b>FY 2010-11 Proposed Budget</b>
<b>Designation of Funds</b>		
Orange County Transit District - Fixed Asset Reserve	\$ 4.2	\$ 32.2
91 Express Lanes - Repayment of Internal Borrowing / Capital Reserves	10.5	8.6
OCUTT & Miscellaneous Other Funds - Future Projects	0.2	3.3
Measure M Bond Debt Service	1.9	-
ARBA Trust Fund - Contributions	1.0	1.1
M1 Local Transportation Authority - Senior and Disabled Fare Stabilization	1.0	-
Service Authority for Abandoned Vehicles - Operational Support	0.6	0.1
Local Transportation Fund	0.1	-
<b>Total Designations</b>	<b>\$19.5</b>	<b>\$45.2</b>

ARBA – Additional Retiree Benefit Account

OCUTT – Orange County Unified Transportation Trust

# Capital & Services



Fund	Item	Cost	Description
General Fund	Bristol Street Widening Project	\$ 10,000,000	Between 17th Street and Warner Avenue
	Office Space Leases	4,502,663	Lease for all OCTA locations
	Software Maintenance & Support	1,675,000	Annual maintenance cost of software and hardware
	SR-55 PSR/PDS 19th Street to Industrial Way	1,000,000	SR-55 Project Study Report
Measure M1	Metrolink Service Expansion Program	\$ 197,479,300	Details on Slide 29
	Measure M1 Competitive Grants	42,000,000	Competitive funding for local agency streets & roads projects
	I-5 Gateway Project	37,805,100	Details on Slide 24
	Anaheim Regional Transportation Intermodal Center	29,240,557	Construction and Environmental Clearance
	Measure M1 Turnback	23,112,918	14.6% of LTA sales tax for streets & roads
	West County Connectors	19,933,161	Details on Slide 24
	Go Local Fixed Guideway and Consultant Support	8,186,700	Anaheim and Santa Ana Fixed Guideway projects and consultant services
	State Route 22	4,223,500	Construction services and ROW related to soundwalls
On-Call Traffic Engineering Services	2,993,000	3 signal timing projects on La Palma Ave., Katella, & Yorba Linda/Weir Canyon	
Local Transportation Fund	Bikeway and Pedestrian Facilities	\$ 3,166,229	Comprised of nine cities and the County of Orange
	Senior Mobility Program	2,052,081	Provide local transit options for seniors within 20 cities and 4 senior centers
Motorist Services Funds	Motorist Services	\$ 8,697,658	Taxi, FSP, callbox, and abandoned vehicle programs
Measure M2	Grade Separations	\$ 86,597,000	Orangethorpe, Tustin, Lakeview, Placentia, Kraemer, & Sand Canyon
	SR-57 Northbound Widening Project	55,607,000	Details on Slide 27
	Metrolink Service Expansion Program	49,060,516	Details on Slide 29
	Environmental Mitigation	25,500,000	Comprehensive mitigation to environmental impacts of freeways improvements
	Measure M2 Freeway projects	19,459,000	Details on Slide 27
	Regional Capacity Program	9,498,460	Competitive funding for local agency streets and roads projects
	Local Fair Share	4,500,000	18% of LTA sales tax for streets and roads projects
	Go Local Shuttle Service Concepts	2,350,000	Bus shuttle call for projects
	On-Call Traffic Engineering Services	2,004,000	Reimbursement to city agencies for Project P - Reg. Traffic Signal Synchronization
	Interest on Tax-Exempt Commercial Paper	1,250,000	Interest on debt and associated financial fees is approximately 0.30 percent

# Capital & Services, continued



Fund	Item	Cost	Description
Transit	ACCESS	\$ 38,224,942	587k revenue hours and 101k taxi service trips
	Contracted Fixed Route Service	6,337,923	Revenue hours: fixed route - 58.2k, StationLink - 15.7k, Express - 10.6k
	Maintenance Parts	4,913,102	Parts for general maintenance of bus fleet
	Transit Security Services	3,828,303	Security services for Orange County Transit District
	Liquefied Natural Gas	2,910,207	Average cost of \$0.61 per gallon equivalent net 1/2 year fuel tax credit
	Gasoline Fuel	2,884,830	Average cost of \$2.45 per gallon
	Compressed Natural Gas	2,503,285	Average cost of \$0.56 per therm net 1/2 year fuel tax credit
	On Board Video Surveillance	2,428,300	Installation on 209 fixed route buses & 8 transit police vehicles
	Diesel Fuel	2,206,203	Based on an average cost of \$2.21 per gallon
	CNG Equipment Operations & Maintenance	2,097,907	Maintenance for Anaheim, Garden Grove, Irvine and Santa Ana fueling facilities
	Implementation of the Traffic Signal Synchronization (TSS)	2,006,933	Consultant services to implement TSS along BRT corridors
	Utilities	1,928,400	Utilities for all locations except headquarters
	Vanpool Program	1,597,265	Subsidy for Employer Commuter Program
	5317 New Freedoms Initiative	1,488,932	Public transportation alternatives beyond Americans with Disabilities Act
	Customer Information Center	1,345,000	Provide transit information to public via the call center at a firm fixed price
91 Express Lanes	91 Express Lanes Operating Expenses	\$ 17,131,876	Contract for toll road operations, and other traffic management expenses
	Interest Expense	11,321,516	Interest payments on outstanding debt and internal borrowing
	SR-91/SR-241 HOV Connector	5,000,000	Consultant services to prepare Environmental Document and Project Report
	Capital Expense	2,950,000	Relocate gantry, variable message signs, & transponders
Local Transportation Authority Debt Service	Principal Payments	\$ 82,795,000	Reduce outstanding debt
	Interest Expense	4,626,904	Interest payments on outstanding debt
CURE	Metrolink On-going Capital	\$ 36,495,463	Details on Slide 30
	Metrolink On-going Operations	27,005,470	Details on Slide 30
	Metrolink Service Expansion Program	2,314,000	Details on Slide 29
Gas Tax	Gas Tax Revenue Exchange	\$ 23,000,004	Continue gas tax exchange program
<b>Total</b>		<b>\$ 941,235,608</b>	<b>These items collectively represent 78.3% of total budget</b>

# Staffing Levels



<b>OCTA Staffing</b>	<b>FY 2009-10 Headcount</b>	<b>FY 2010-11 Headcount</b>	<b>Difference</b>
<b>Administrative</b>	<b>509</b>	<b>465</b>	<b>(44) *</b>
<b>Union</b>	<b>1,349</b>	<b>1,157</b>	<b>(192)</b>
<i>Coach Operator</i>	<i>1,059</i>	<i>903</i>	<i>(156)</i>
<i>Maintenance</i>	<i>242</i>	<i>213</i>	<i>(29)</i>
<i>TCU</i>	<i>48</i>	<i>41</i>	<i>(7)</i>
<b>Total Administrative and Union</b>	<b>1,858</b>	<b>1,622</b>	<b>(236)</b>

\* Total administrative reductions of 46 positions is offset by two new proposed positions:

(1) Department Manager for High Speed Rail

(1) Code Administrator for the Orange County Taxi Administration Program

- Economy stabilizing
- Bus service is sustainable
- Measure M1 ending
- Measure M2 beginning
- Metrolink Service Expansion Program on track
- 91 Express Lanes meeting objectives

# Economy Stabilizing



- Sales tax growth anticipated
- 91 Express Lanes toll lanes usage increasing
- Back-to-back months of job gains in Orange County in February and March
- State Transit Assistance reinstated
- Alternative Fuel Tax Credit extended
- Favorable bidding environment
- Allocation of Proposition 1B and 116 funds by California Transportation Commission
- Over \$500 million in construction projects throughout Orange County creating thousands of jobs

# Managing Through The Recession



## BOARD APPROVES SERVICE REDUCTION PLAN

- Attrition-based plan
- Reductions began December 2008
- Implementation of hiring freeze
- \$63.3 million in budget reductions
  - » Operating reduction of \$5.2 million
  - » Capital reduction/deferral of \$58.1 million
- Increase flexibility of capital grant funds for operations

## AMERICAN RECOVERY AND REINVESTMENT ACT GOES INTO EFFECT

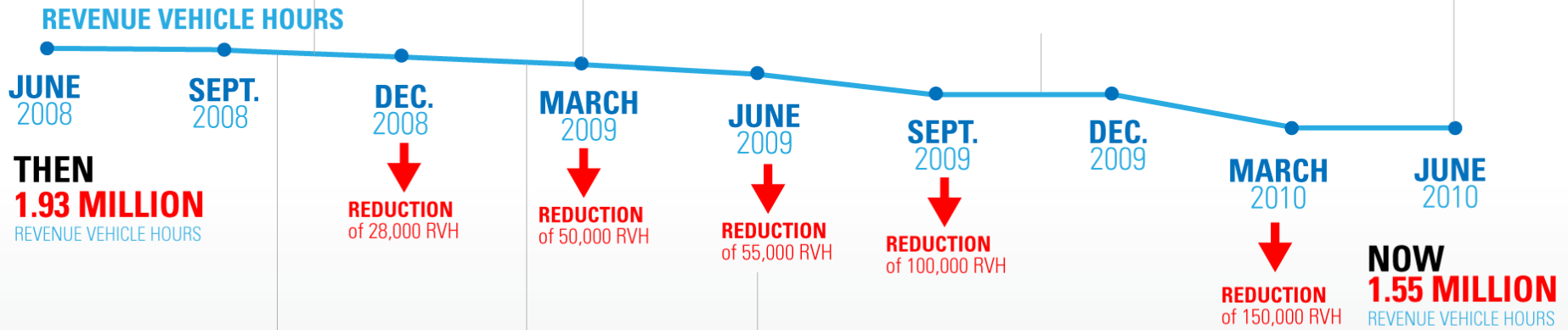
- Provides \$76 million for bus program
- Allocates 10 percent for operations

## BOARD AMENDS SERVICE REDUCTION PLAN AND DEFERS BRT PROGRAM

- Assumed STA to be reinstated
- 150,000 hour reduction in March 2010
- Additional 150,000 hour reduction deferred pending state action
- Defer implementation of BRT on three corridors
- Work with SCAG to add signal synchronization on the three corridors as a substitute control measure

## STATE RESTORES TRANSIT FUNDING

- \$22 million in FY 2010-11
- \$19.25 million STA annually thereafter



## REVENUE FORECASTS DETERIORATE

- Forecasted significant loss of LTF revenue
- Forecasted loss of STAF revenue

## REVENUE LOSSES CONTINUE

- Sales tax and fare revenue receipts further decline
- STA program is eliminated by the state

## BOARD APPROVES ADDITIONAL SERVICE REDUCTIONS

- Service reduction of 400,000 hours
- 100,000 hour reduction per service change beginning in September 2009





# Key Elements of Sustainability Plan



Service reduction of 150k revenue hours effective with the March 2010 service change



Restoration of the State Transit Assistance program eliminates need for September 2010 reduction of 150k revenue hours



Operational efficiencies/budget reductions of \$14 million (details on slide 18)



Study to restructure the bus service delivery model is underway



Implementation of fare increase in January 2011



- Preserve service
- Maximize operational efficiencies
- Minimize layoffs

# Balancing the Budget: Operational Efficiencies



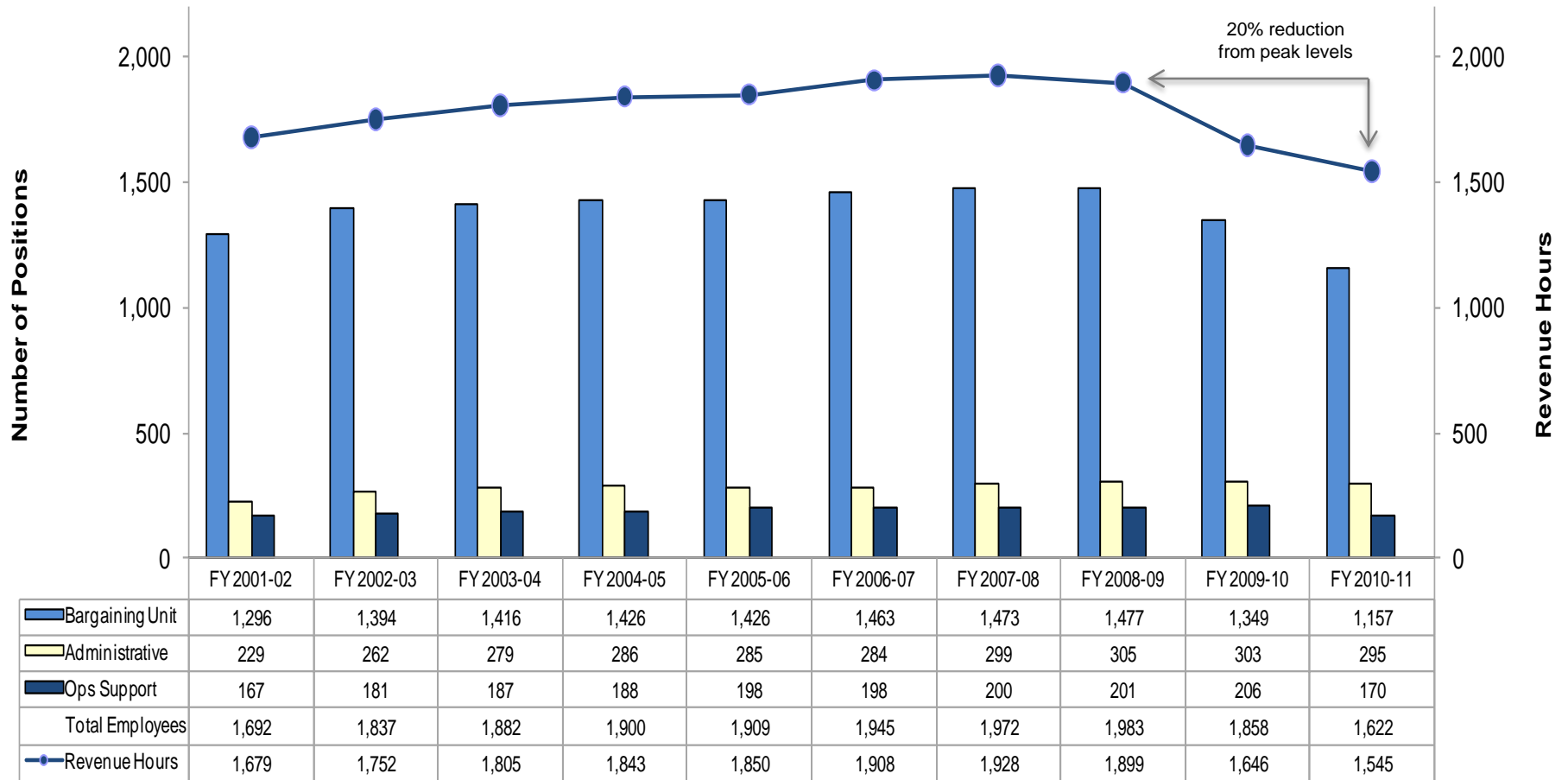
<b>Expenditure</b>	<b>Amount of Reduction</b>
Fuel	\$ 4,400,545
Administrative positions	3,464,241
Leases	1,459,080
Software/PC hardware	1,372,729
Outside services	1,009,633
Unscheduled overtime	888,965
Supplies	457,705
Temporary help	413,800
Travel/mileage/training	258,882
Extra help	174,866
Advertising fees	128,000
Printing	112,780
<b>Total</b>	<b>\$14,141,226</b>

# OCTD Sources & Uses



In Millions	FY 2009-10		FY 2010-11		Change	
	Approved Budget	Proposed Budget	\$	%		
<b>Sources</b>						
Federal Operating Assistance Grants	\$ 58.6	\$ 86.6	\$ 28.0	48%		
TDA sales tax	81.6	66.8	(14.8)	-18%		
Passenger Fares	63.4	53.1	(10.3)	-16%		
Gas Tax Exchange / Bus Operations Fund / CURE	39.2	37.8	(1.4)	-4%		
State Transit Assistance	-	21.8	21.8	-		
Property Taxes	11.3	10.7	(0.6)	-5%		
Proposition 1B	12.7	8.7	(4.0)	-31%		
Federal Capital Assistance Grants	16.8	6.5	(10.3)	-61%		
Miscellaneous revenue	6.8	6.3	(0.5)	-7%		
M1 & M2 fare stabilization	2.2	1.5	(0.7)	-32%		
Reserve Utilization	31.3	0.3	(31.0)	-99%		
<b>Total Revenue/Reserves</b>	<b>\$ 323.9</b>	<b>\$ 300.1</b>	<b>\$ (23.8)</b>	<b>-7.3%</b>		
<b>Uses</b>						
<b>Operating</b>						
Wages, Salaries and Benefits	\$ 122.4	\$ 115.0	\$ (7.4)	-6%		
Purchased Transportation	52.6	49.4	(3.2)	-6%		
Overhead Allocation	31.9	32.1	\$ 0.2	1%		
Professional Services	18.8	24.5	5.7	30%		
Maintenance Parts and Fuel	24.4	18.6	\$ (5.8)	-24%		
Contributions to Other Agencies	7.4	5.4	(2.0)	-27%		
General and Administrative	6.0	3.9	\$ (2.1)	-35%		
<b>Total Operating Expenditures</b>	<b>\$ 263.5</b>	<b>\$ 248.9</b>	<b>\$ (14.6)</b>	<b>-5.5%</b>		
<b>Capital</b>						
Bristol Street Widening Project	\$ 30.7	\$ 10.0	(20.7)	-67%		
Capital Expenditures	25.5	9.0	\$ (16.5)	-65%		
<b>Total Capital Expenditures</b>	<b>\$ 56.2</b>	<b>\$ 19.0</b>	<b>\$ (37.2)</b>	<b>-66.2%</b>		
<b>Designations</b>						
Designations	\$ 4.2	\$ 32.2	28.0	667%		
<b>Total Designations</b>	<b>\$ 4.2</b>	<b>\$ 32.2</b>	<b>\$ 28.0</b>	<b>666.7%</b>		
<b>Total Expenditures</b>	<b>\$ 323.9</b>	<b>\$ 300.1</b>	<b>\$ (23.8)</b>	<b>-7.3%</b>		

# Staffing / Service Trends



# Performance Indicators



	Performance Indicators	Fixed Route	Contracted Fixed Route	ACCESS	ADA/Non-ADA Taxi Service	Partnerships with Outside Agencies	System Total
<b>Service Provided</b>	Vehicle Hours (VH)	1,605,477	113,617	694,460			2,413,554
	Vehicle Miles (VM)	21,634,472	2,079,368	11,245,469			34,959,310
	Revenue Hours (RVH)	1,460,167	84,484	587,000			2,131,651
	Revenue Miles (RVM)	17,957,768	1,252,766	8,873,125			28,083,659
<b>Passenger Usage</b>	Boardings	51,235,835	891,137	1,130,917	123,800	222,951	53,257,888
	Boardings per VH	31.91	7.84	1.63			22.07
	Boardings per VM	2.37	0.43	0.10			1.52
	Boardings per RVH	35.09	10.55	1.93			24.98
	Boardings per RVM	0.35	1.41	7.85			0.53
<b>Operating Costs</b>	Costs	\$185,305,469	\$8,745,197	\$48,290,950	\$3,310,968	\$3,307,729	\$248,960,313
	Cost per VH	\$115.42	\$76.97	\$69.54			\$103.15
	Cost per VM	\$8.57	\$4.21	\$4.29			\$7.12
	Cost per RVH	\$126.91	\$103.51	\$82.27			\$116.79
	Cost per RVM	\$10.32	\$6.98	\$5.44			\$8.86
	Cost per Boarding	\$3.62	\$9.81	\$42.70	\$26.74	\$14.84	\$4.67
<b>Fare Revenues</b>	Revenue	\$47,127,670	\$1,007,002	\$4,930,540			\$53,065,212
	Revenue per VH	\$29.35	\$8.86	\$7.10			\$21.99
	Revenue per VM	\$2.18	\$0.48	\$0.44			\$1.52
	Revenue per RVH	\$32.28	\$11.92	\$8.40			\$24.89
	Revenue per RVM	\$2.62	\$0.80	\$0.56			\$1.89
	Revenue per Boarding	\$0.92	\$1.13	\$4.36			\$1.00
<b>Farebox Recovery Ratio</b>		25.4%	11.5%	10.2%			21.3%

# Managing Through The Recession



## BOARD APPROVES THE M2 EARLY ACTION PLAN

- Freeways
- Metrolink Service Expansion Program

## ENVIRONMENTAL OVERSIGHT COMMITTEE MITIGATION PROGRAM INITIAL EFFORTS

- Allocation of \$80 million in funding
- Baseline property inventory

## BOARD AMENDS ENVIRONMENTAL MITIGATION PROGRAM PROCESS

- Reduction of Early Action Plan funds from \$80 million to \$55 million
- Utilized for property acquisition / restoration

## SR-91 LANE ADDITION PROJECT BIDS OPEN

- Contractor bids came in below original engineer's estimate
- 33 percent savings over the original engineer's estimate
- Bid savings transferred to West County Connectors Project

## STATE AWARDS BOND FUNDS

- Allocation of \$357 million from the California Transportation Commission through Prop. 1B and Prop. 116

## MEASURE M SALES TAX RECEIPTS



**THEN**  
**\$274 MILLION**  
 MEASURE M SALES TAX RECEIPTS

**\$252 MILLION**  
 MEASURE M SALES TAX RECEIPTS

**NOW**  
**\$213 MILLION**  
 MEASURE M SALES TAX RECEIPTS

M2 SALES TAX PROJECTIONS  
**DECREASED BY 40 PERCENT**  
 SINCE EARLY ACTION PLAN APPROVED



## BOARD APPROVES SR-57 FUNDING

- Use of \$22 million of M1 funds for M2 improvements on SR-57

## AMERICAN RECOVERY AND REINVESTMENT ACT GOES INTO EFFECT

- Provides \$65 million for SR-91 eastbound lane addition project
- State funds transferred to SR-57 projects

## REVISION OF METROLINK SERVICE EXPANSION PROGRAM

- Revised plan adds 12 weekday trains for a total of 56
- Initial plan called for adding 32 weekday trains for a total of 76

## BOARD APPROVES EARLY ACTION PLAN REVISION

- Removal of \$22 million intended for the SR-57 and instead use M2 tax-exempt commercial paper



## Projects will be delivered as promised

- I-5 Gateway Freeway project to be completed in Fall 2010
  - Last of the original Measure M Freeway projects
- Close out of Streets & Roads projects
- Metrolink Service Expansion Program projects being completed



# Measure M1 Freeway Projects



## I-5 Gateway

**FY 2010-11**

Widening from SR-91 to LA County Line

Construction	\$29,400,000
Utility Relocation	5,300,000
Right of Way	3,100,000
Meeting/Printing	5,100

**Total \$37,805,100**

## West County Connectors

**FY 2010-11**

Carpool direct ramps from I-405/SR-22

Construction	\$10,094,135
Right of Way	8,312,706
Utility Relocation	710,320
Outreach	405,000
Design	400,000
Other expense	11,000

**Total \$19,933,161**



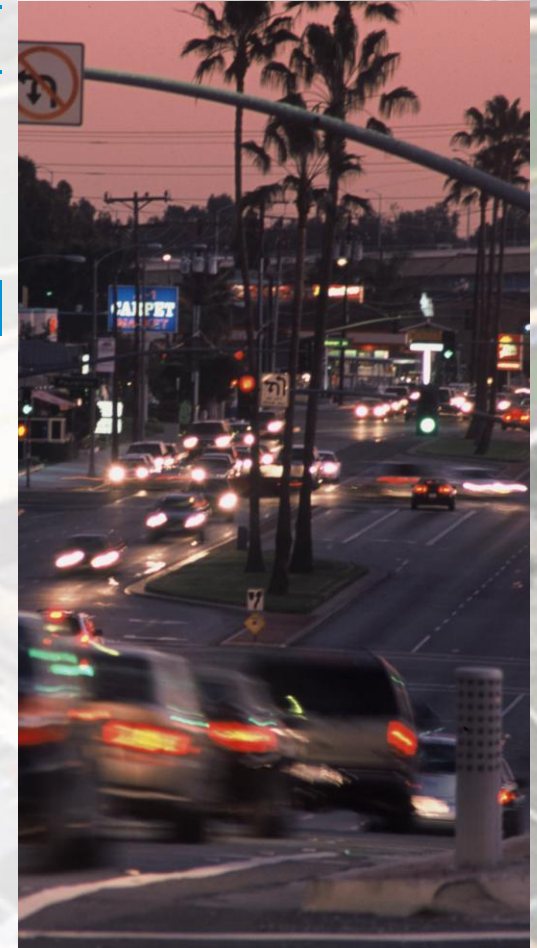
# Measure M1 Streets & Roads



## Major Projects

**FY 2010-11**

Combined Transportation Funding Program	42,000,000
Turnback	23,112,918
Signal Synchronization	2,993,000
Other expense	300,000
<b>Total \$</b>	<b>68,405,918</b>



# Measure M2 Beginning



- Jump starting M2 with the Early Action Plan
  - 3 major projects in construction in fiscal year 2010-11
    - State Route 57 - Orangethorpe to Yorba Linda
    - State Route 57 - Yorba Linda to Lambert
    - State Route 91 – East bound from State Route 241 to State Route 71
  - State Route 91 Westbound Lane Addition
    - Preliminary engineering, ROW acquisition, and utility relocation
- Budget supports conceptual engineering for five M2 projects
- Implement Environmental Mitigation Program
- ARTIC
- Grade Crossing Safety Program

# Measure M2 Freeway Projects



## SR-57 Northbound Widening Project

Orangethorpe Ave. to Yorba Linda Blvd.  
Yorba Linda Blvd. to Lambert Road

**FY 2010-11**

Construction	\$ 49,950,000
Right of Way	3,250,000
Utility Relocation	1,100,000
Design	1,305,000
Other expense	2,000
<b>Total</b>	<b>\$55,607,000</b>

## Other M2 Freeway Projects

**FY 2010-11**

SR-91, I-5 to SR-57	\$ 4,228,000
I-405, SR-55 to I-605	2,425,000
SR-55, I-405 to I-5	3,500,000
I-5 HOV Project, PCH to Pico	3,000,000
I-405, between I-5 to SR-55	1,250,000
Project Management expense	2,600,000
Various PSR/PDS related expenses	1,755,000
Other expense	701,000
<b>Total</b>	<b>\$19,459,000</b>

## Environmental Mitigation

**FY 2010-11**

Property acquisition / restoration	\$25,500,000
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# Measure M2 Streets & Roads

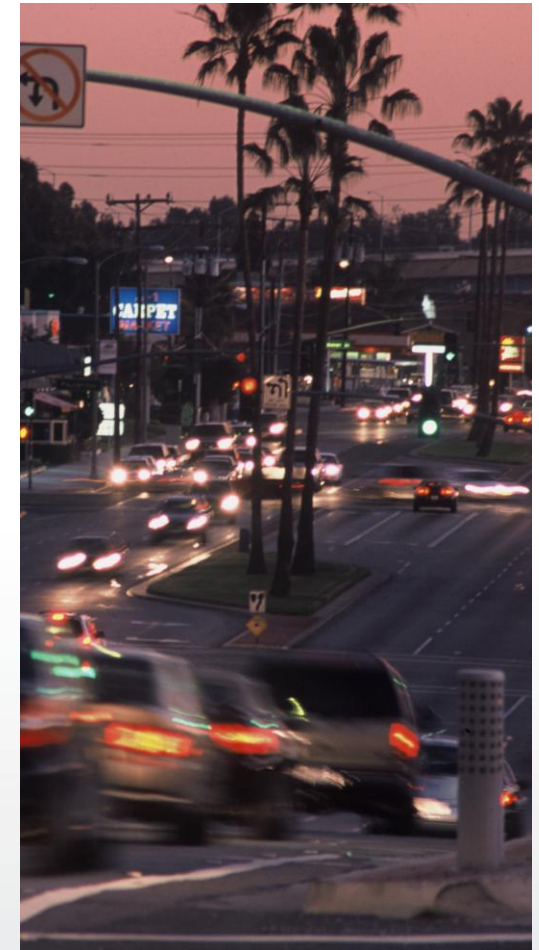


## Major Projects

**FY 2010-11**

Grade Separations	\$ 86,597,000
Local Fair Share	9,498,460
Regional Capacity Program	4,500,000
Signal Synchronization	2,004,000
Miscellaneous - Streets & Roads	45,000

**Total \$ 102,644,460**



# Metrolink Service Expansion Program



<b>Description</b>	<b>Amount</b>
<b>Rolling Stock - Rail Cars and Locomotives</b>	\$ 101,000,000
<b>Track Improvements</b>	
Infrastructure Improvements	\$ 47,577,000
Right-of-Way Acquisition for Metrolink Expansion & Utility Relocation	8,400,000
Project Management Consultant Services	2,200,000
<b>Sub-total</b>	<b>\$ 58,177,000</b>
<b>Grade Separations and Grade Crossings</b>	
Grade Crossing Safety and Quiet Zone Program	\$ 46,458,516
Grade Separations	2,750,000
<b>Sub-total</b>	<b>\$ 49,208,516</b>
<b>Station Improvements</b>	
Tustin Transportation Center Parking Expansion	\$ 16,662,300
Fullerton Transportation Center Parking Expansion	11,580,000
Laguna Niguel/Mision Viejo Parking Expansion	8,250,000
Orange Transportation Center Parking Expansion	1,300,000
<b>Sub-total</b>	<b>\$ 37,792,300</b>
<b>Metrolink Subsidy - New Service</b>	\$ 2,166,000
<b>Outreach</b>	\$ 510,000
<b>Total</b>	<b>\$ 248,853,816</b>

# Metrolink Ongoing Operations



<b>Operating:</b>	<b>Amount</b>
Operations Subsidy	\$ 20,000,000
StationLink	2,153,674
Right-Of-Way Maintenance / Property Management	1,920,000
Transit Police Services	1,223,635
Planning, Engineering & Legal	1,022,000
Bus Shuttle Agreement: Buena Park to Fullerton	204,000
LOSSAN Integration Project Management	190,000
Marketing & Media	150,000
Other expense	142,161
<b>Sub-Total Operating</b>	<b>\$ 27,005,470</b>

<b>Capital:</b>	
Positive Train Control	\$ 15,217,000
Fiber Optics for Metrolink	12,300,000
Video Surveillance Systems	2,250,000
Relocate LA Union Station Mail Dock	2,138,463
Keller Street Yard Storage Facility	1,500,000
Santa Ana Transportation Center Planning	1,500,000
Metrolink Rehab/Renovation	1,300,000
Placentia Metrolink Station - Utility Relocation	250,000
Tustin Eastern Pedestrian Trail	40,000
<b>Sub-Total Capital</b>	<b>\$ 36,495,463</b>

**Total \$ 63,500,933**

# 91 Express Lanes Meeting Objectives



In Millions Sources	FY 2009-10	FY 2010-11	Change	
	Approved	Proposed	\$	%
Tollroad Revenue	\$ 41.9	\$ 44.0	\$ 2.1	5%
Interest Income	0.4	1.0	0.6	150%
<b>Total Revenue/Reserves</b>	<b>\$ 42.3</b>	<b>\$ 45.0</b>	<b>\$ 2.7</b>	<b>6%</b>

## Uses

Contracted Services	\$ 6.5	\$ 6.8	\$ 0.3	5%
Overhead Allocation	2.0	2.4	0.4	20%
Professional Services	6.3	11.3	5.0	79%
Insurance Claims / Premiums	0.8	0.8	-	0%
General and Administrative	0.7	0.6	(0.1)	-14%
Contributions to Other Agencies	0.2	0.2	-	0%
Interest Expense	10.4	11.3	0.9	9%
Transfer To M2	1.6	-	(1.6)	-100%
Capital Expenditures	3.3	3.0	(0.3)	-9%
Designations	10.5	8.6	(1.9)	112%
<b>Total Expenditures / Designations</b>	<b>\$ 42.3</b>	<b>\$ 45.0</b>	<b>\$ 2.7</b>	<b>6%</b>



# Next Steps



**One on One Review with Directors (upon request)      May 11 - June 14**

**Committee Follow-Up:**

Transit Committee      May 13

Highways Committee      May 17

Finance and Administration Committee      May 19

Legislative and Communications Committee      May 20

Transit Committee      May 27

Executive Committee      June 7

Highways Committee      June 7

Transit Committee      June 10

**Conduct Public Hearing      June 14**

**Adopt Budget      Before July 1**