



Public Hearing
Board of Directors
Fiscal Year 2015-16



PROPOSED BUDGET

Orange County Transportation Authority

Budget Themes

- Budget in accordance with the Board Strategic Initiatives and Chief Executive Officer Initiatives
- Budget within the financial constraints of the Comprehensive Business Plan
- Budget in accordance with the objectives of the M2020 Plan
- Budget is balanced

Budget Initiatives

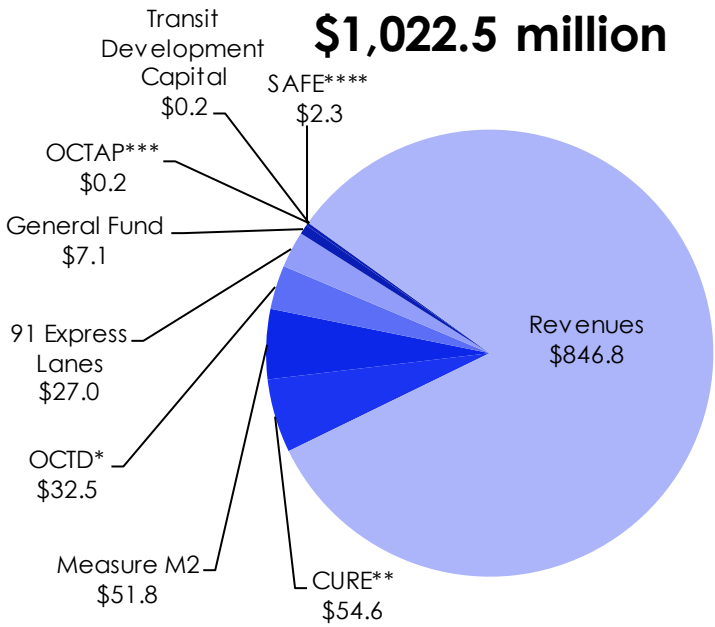
- Measure M2 Delivery
 - Interstate 405
 - OC Bridges
 - OC Streetcar
 - Streets and Roads
- Sustain bus service levels
 - Emphasis on bus ridership
 - Continued outsourcing
- 91 Express Lanes meeting objectives
- Workforce Development

Budget Sources & Uses

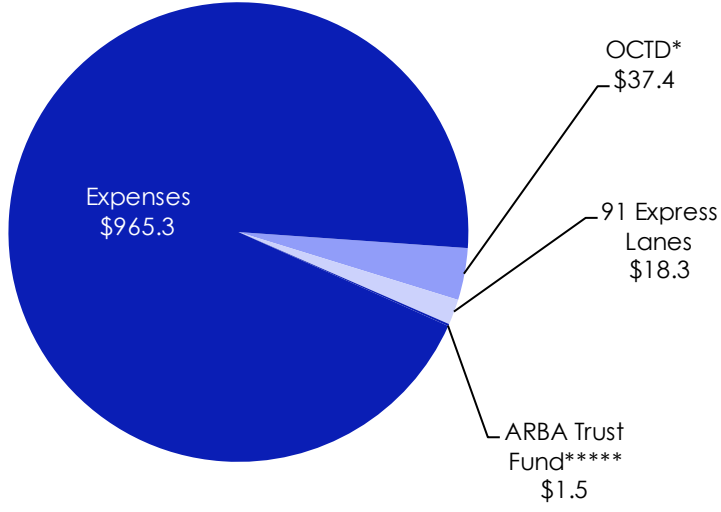
In Millions	FY 2014-15	FY 2015-16	Change	
Sources	Approved Budget	Proposed Budget	\$	%
Revenues	\$ 990.4	\$ 846.8	\$ (143.6)	-14.5%
Use of Prior Year Designations	134.0	175.7	41.7	31.1%
Total Revenue / Use of Designations	\$ 1,124.4	\$ 1,022.5	\$ (101.9)	-9.1%
Uses				
OCTA Salaries and Benefits	\$ 155.7	\$ 158.0	\$ 2.3	1.5%
LOSSAN Salaries and Benefits	-	1.7	1.7	N/A
Services and Supplies	344.1	338.1	(6.0)	-1.7%
Contributions to Other Agencies	243.5	196.5	(47.0)	-19.3%
Debt Service	34.7	34.5	(0.2)	-0.6%
Capital	301.4	236.5	(64.9)	-21.5%
Designations	45.0	57.2	12.2	27.1%
Total Expenditures / Designations	\$ 1,124.4	\$ 1,022.5	\$ (101.9)	-9.1%

Budget Overview

Source of Funds
\$1,022.5 million



Use of Funds
\$1,022.5 million

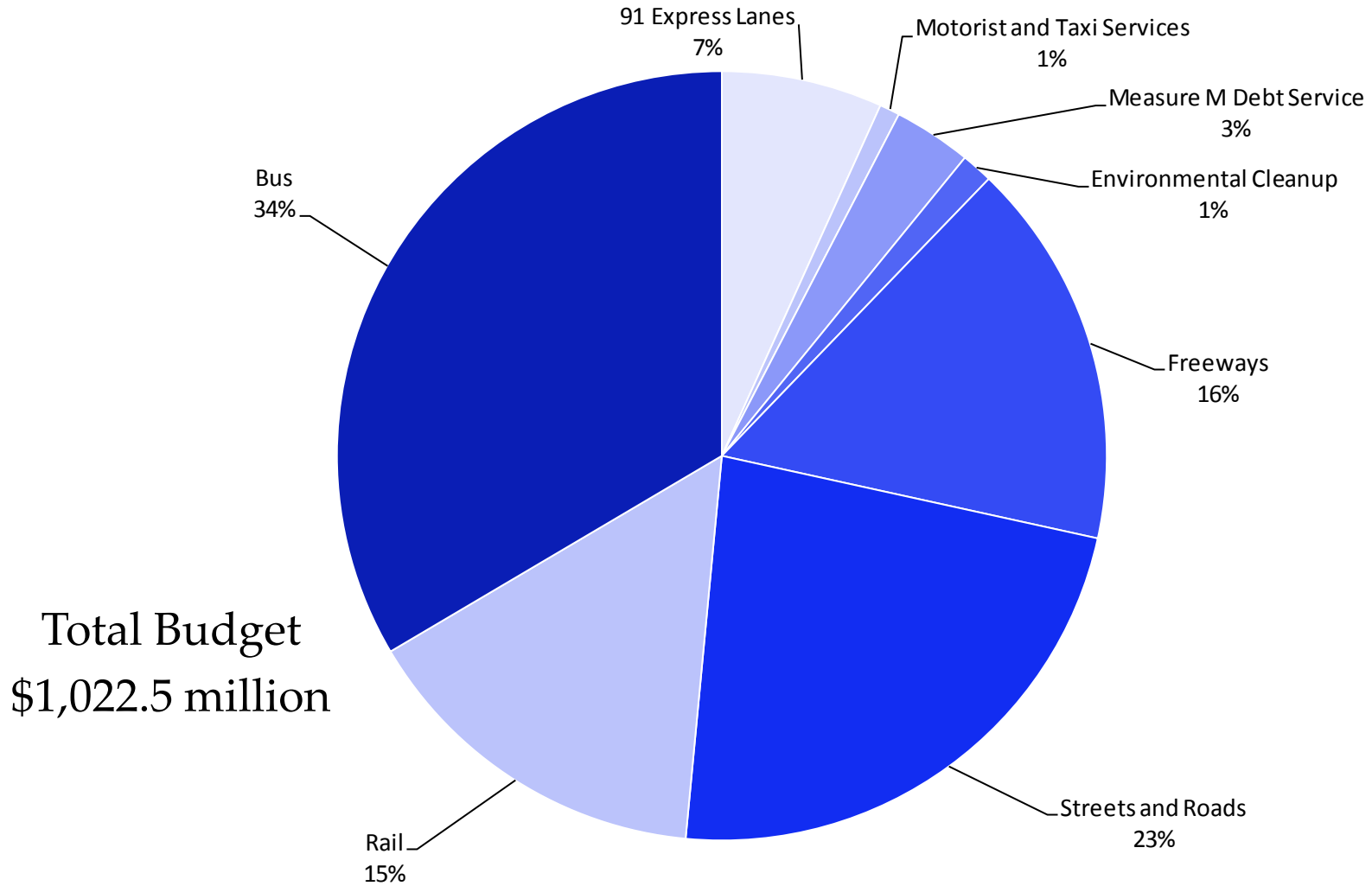


Use of Prior Year Designations
\$175.7

Designations
\$57.2

*Orange County Transit District (OCTD)
 **Commuter and Urban Rail Endowment
 ***Orange County Taxi Administration Program
 ****Service Authority for Freeway Emergencies
 *****Additional Retiree Benefit Account

Total Budget by Program



Staffing Levels

OCTA Staffing	FY 2014-15 Headcount	FY 2015-16 Headcount	Difference
Administrative	472	480	8
Union	991	932	(59)
- Coach Operator	765	713	(52)
- Maintenance	185	180	(5)
- Facility Technicians and Parts Clerks	41	39	(2)
OCTA Positions	1,463	1,412	(51)
LOSSAN	-	9	9
Total Authority Positions	1,463	1,421	(42)

Employee Compensation Assumptions

- Employees Subject to Collective Bargaining Agreement
 - Coach operators
 - Collective bargaining agreement (CBA) is effective through April 30, 2016
 - Maintenance
 - CBA is effective through September 30, 2016
 - Facilities technicians and parts clerks
 - CBA is effective through May 31, 2017
- Administrative Employees
 - Continue pay-for-performance program
 - Employees governed by the Personnel and Salary Resolution (PSR), which is approved annually as part of the budget
 - Merit pool of 4 percent
 - Special performance award pool of 3 percent

Personnel and Salary Resolution

- Incorporates Board-approved action for administrative employees to begin paying 75 percent of employee share of OCERS beginning January 1, 2016
- Incorporates legal recommendations
- Minor clarifications
- Salary range adjustment of 5 percent

Recommendations

- Approve by Resolution the Orange County Transportation Authority's Fiscal Year 2015-16 Budget
- Approve the Personnel and Salary Resolution for Fiscal Year 2015-16
- Authorize the Chief Executive Officer to negotiate and execute the software and hardware licensing, maintenance, and emergency support orders and/or agreements
- Approve fiscal year 2015-16 Orange County Transportation Authority member agency contribution to the Southern California Regional Rail Authority in an amount up to \$26.1 million and authorize the use of Federal Transit Administration funds to fully fund capital rehabilitation projects, in an amount up to \$5.6 million