



Public Hearing on
Orange County Transportation Authority's
Fiscal Year 2012-13
Budget and Personnel and Salary Resolution
June 11, 2012



Fiscal Year 2012-13 Budget Themes



- Budget is consistent with the Strategic Plan, Capital Action Plan, and Comprehensive Business Plan
- Targeted increases in bus service frequency in high demand corridors to begin to address passenger demand and on-time performance
- Cost control
- Financial stability

Revised Balanced Budget

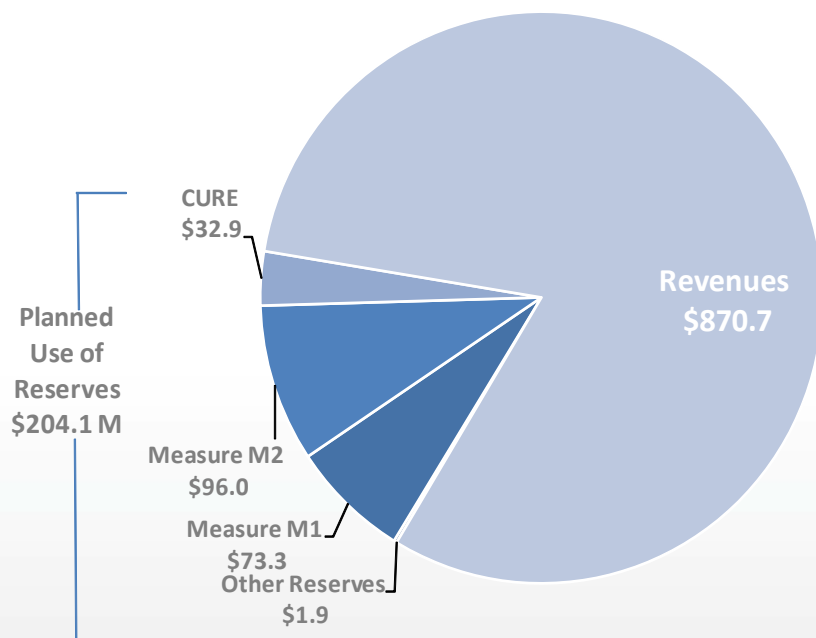


In Millions Sources	FY 2012-13	FY 2012-13	Change	
	Original Budget	Revised Budget	\$	%
Revenues	\$867.5	\$870.7	\$3.2	0.4%
Planned Use of Reserves	213.8	204.1	(9.7)	-4.5%
Total Revenue/Reserves	\$1,081.3	\$1,074.8	(\$6.5)	-0.6%
Uses				
Salaries and Benefits	\$147.9	\$148.0	\$0.1	0.1%
Services and Supplies	286.4	287.2	0.8	0.3%
Contributions to Other Agencies	306.6	299.0	(7.6)	-2.5%
Debt Service	35.2	35.2	-	0.0%
Capital Expenditures	196.1	189.1	(7.0)	-3.6%
Designations	109.1	116.3	7.2	6.6%
Total Expenditures / Designations	\$1,081.3	\$1,074.8	(\$6.5)	-0.6%

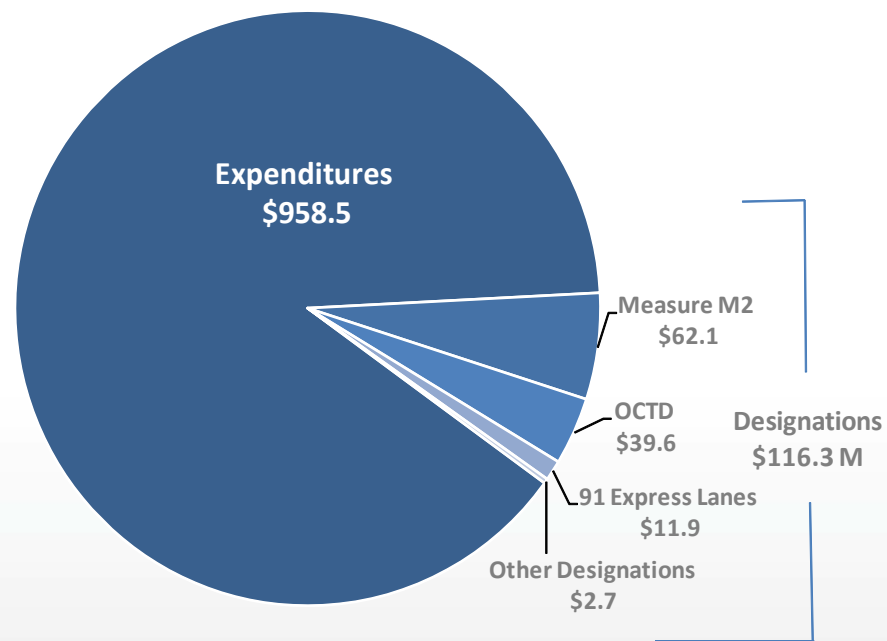
Revised Budget Overview



Source of Funds \$1,074.8 million



Use of Funds \$1,074.8 million



Proposed Budget - Revenue



In Millions	FY 2011-12	FY 2012-13	Change
Revenue By Source	Approved	Proposed	from Prior
	Budget	Budget	Fiscal Year
M2 Local Transportation Authority 1/2 Cent Sales Tax	\$243.1	\$267.2	\$24.1
Federal Grants	207.4	179.6	(27.8)
Local Transportation Fund 1/4 Cent Sales Tax	129.0	144.2	15.2
State Grants	93.2	75.2	(18.0)
Passenger Fares	50.7	55.9	5.2
91 Express Lanes Revenues	41.8	37.1	(4.7)
Gas Tax Exchange	23.0	23.0	-
Gas Tax	23.0	23.0	-
Interest	12.9	20.0	7.1
State Transit Assistance	19.4	21.8	2.4
Property Tax	11.0	11.0	-
Other	10.9	9.3	(1.6)
Advertising	3.2	3.4	0.2
Subtotal Sources	\$868.6	\$870.7	\$2.1
Planned Use of Reserves	236.7	204.1	(32.6)
Total Revenues / Reserves	\$1,105.3	\$1,074.8	(\$30.5)

Proposed Budget - Expenditures



In Millions Expenditures	FY 2011-12 Approved Budget	FY 2012-13 Proposed Budget	Change from Prior Fiscal Year
Capital Expenditures	\$ 226.5	\$ 189.1	\$ (37.4)
Contributions to Other Agencies	196.2	163.2	(33.0)
Professional and Outside Services	138.2	160.3	22.1
Salaries and Benefits	147.3	148.0	0.7
Contract Transportation Services	70.4	74.6	4.2
Measure M2 Local Fair Share/Regional Capacity	63.9	72.8	8.9
Measure M1 Competitive Payments	38.0	40.0	2.0
Interest Expense	29.2	28.8	(0.4)
Maintenance Parts and Fuel	21.9	24.5	2.6
Gas Tax Exchange	23.0	23.0	-
General and Administration	12.8	13.4	0.6
Insurance Claims/Premiums	11.1	13.3	2.2
Long-Term Debt Principal Payments	-	6.4	6.4
Other Operating Expense	0.5	1.0	0.5
Subtotal Expenditures	\$ 979.0	\$ 958.5	\$ (20.5)
Designations	126.3	116.3	(10.0)
Total Expenditures / Designations	\$ 1,105.3	\$ 1,074.8	\$ (30.5)

Staffing Levels



OCTA Staffing	FY 2011-12 Headcount	FY 2012-13 Headcount	Difference
Administrative	466	471	5 *
Union	1,101	1,047	(54)
<i>Coach Operator</i>	<i>854</i>	<i>803</i>	<i>(51)</i>
<i>Maintenance</i>	<i>206</i>	<i>203</i>	<i>(3)</i>
<i>TCU</i>	<i>41</i>	<i>41</i>	<i>-</i>
Total Administrative and Union	1,567	1,518	(49)

* Admin New Hires

- 1) Program Manager – support the I-405 freeway project
- 2) Contract Administrator – support I-405 freeway project procurement efforts
- 3) Business Computing Solutions Specialist – support the implementation of all transit technical applications
- 4) Transit Project Manager – support the implementation of all transit technical projects
- 5) Emergency Management Specialist – support security and emergency preparedness efforts

- Includes minor changes to clarify wording and to reflect new laws or changes to existing laws
- PSR does include a 3% pool for special performance awards for administrative employees
- Language for a potential base building merit increase is included:

“For fiscal year 2012-13, a pool for merit based salary increases may be established for administrative positions based on the availability of financial resources, as approved by the Board of Directors”

Recommendations



- Conduct a public hearing on Orange County Transportation Authority's Fiscal Year 2012-13 Budget
- Approve by Resolution the Orange County Transportation Authority's Fiscal Year 2012-13 Budget
- Approve the Personnel & Salary Resolution
- Authorize the purchasing agent to execute the software and hardware licensing, maintenance, and emergency support purchase orders and/or agreements
- Approve the OCTA member agency contribution to the Southern California Regional Rail Authority Fiscal Year 2012-13 operating budget in an amount up to \$20,383,700 for ongoing and new services and authorize the use of Federal Transit Administration Section 5309 Rail Modernization funds to fully fund capital rehabilitation projects in an amount up to \$2,281,390
- Approve a one-year suspension of the annual 4% increase for permit and inspection fees for the Orange County Taxi Administration Program