

# Revenue Update

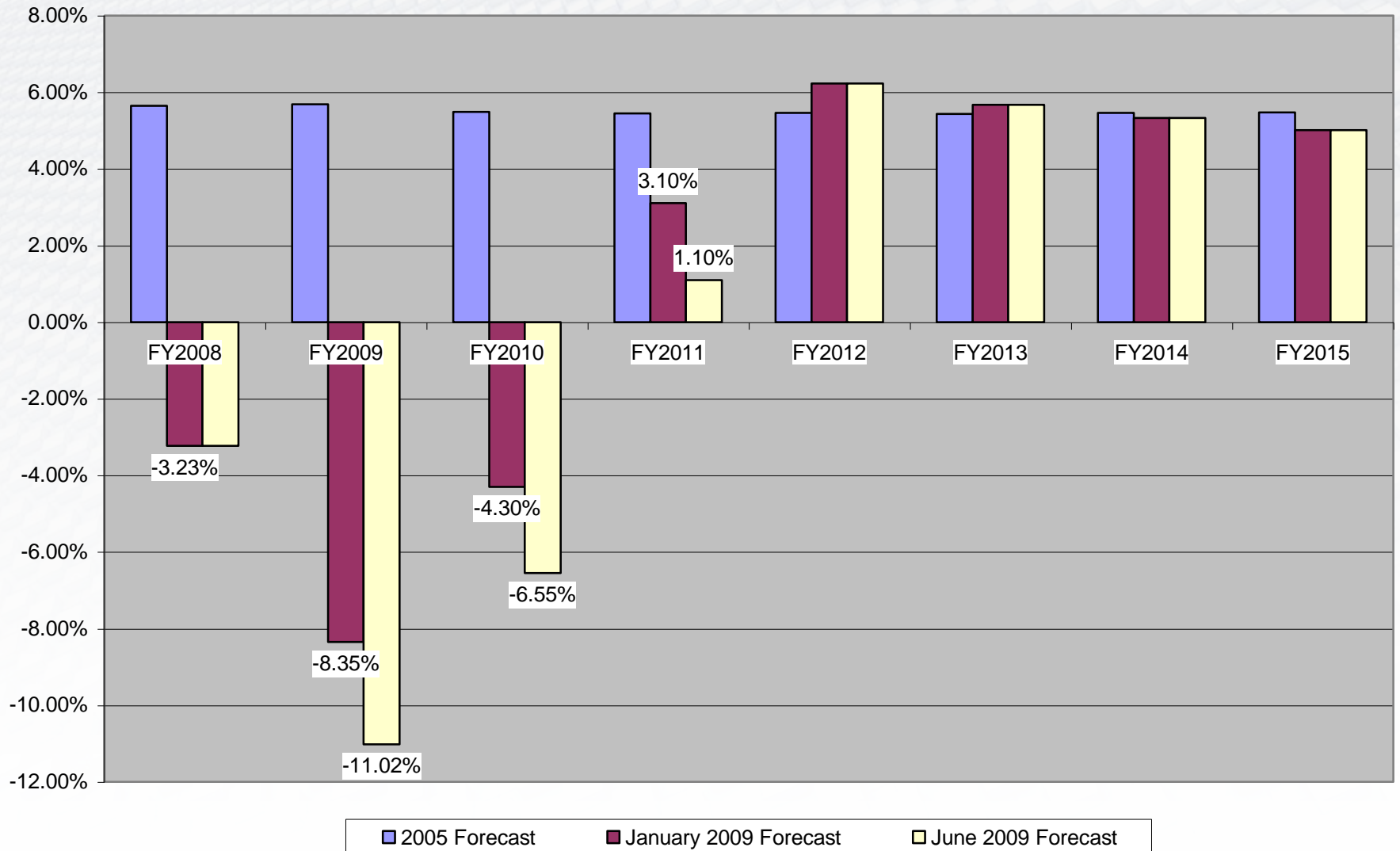
Special Needs Advisory Meeting - August 25, 2009



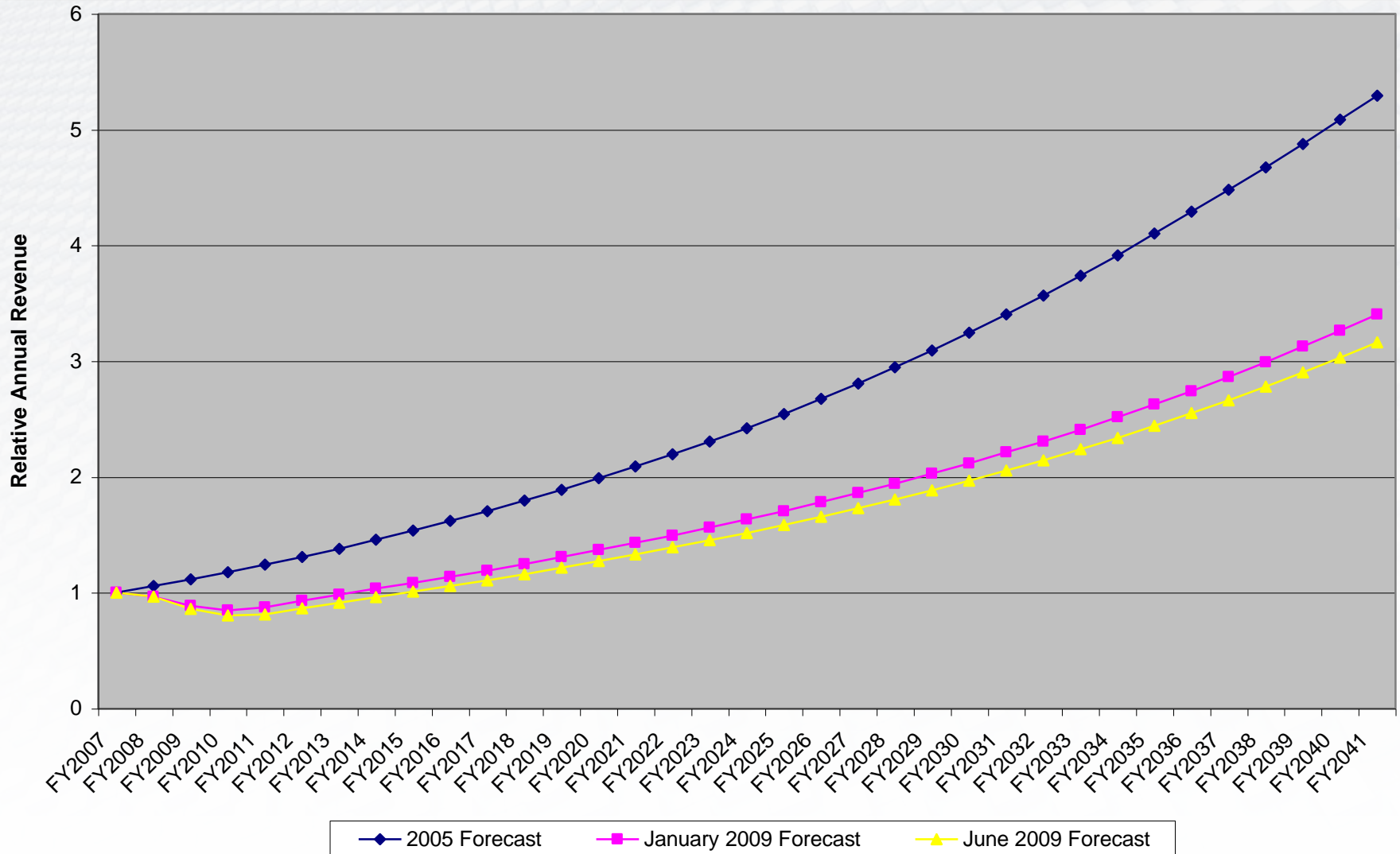
# Sales Tax Forecasts

- M2 Program of Projects based on 2005 Forecast
  - Average growth rate of 5%
  - Nominal Revenues \$24.3 billion
- FY 2010 Budget based on Jan 2009 State Board of Equalization Forecast
  - -8.35% FY2009
  - -4.30% FY2010
- Jun 2009 State Board of Equalization Forecast
  - -11.02% FY2009
  - -6.55% FY2010

# Sales Tax Growth Rates



# Sales Tax Forecasts



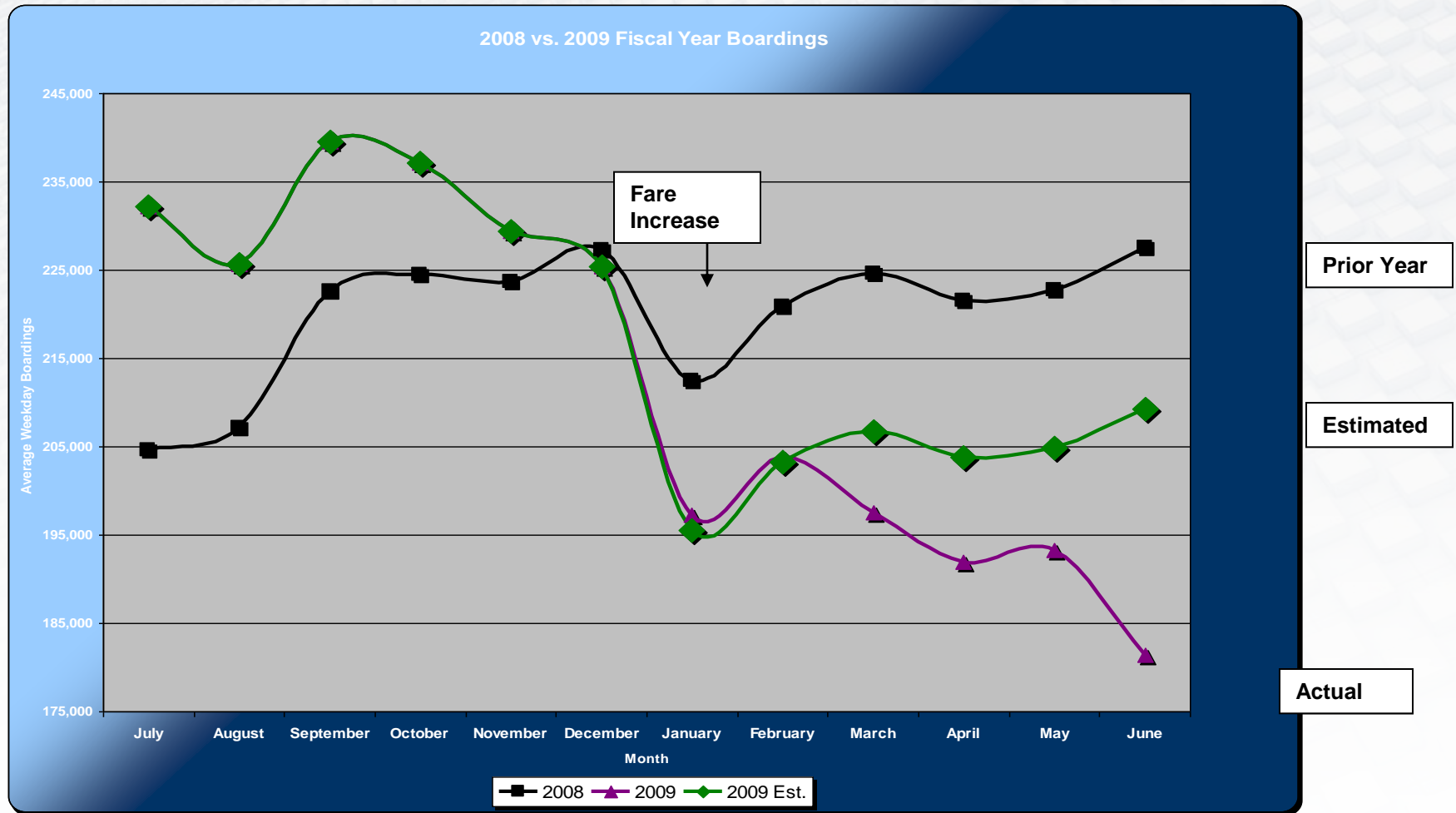
# Impact of Sales Tax Reductions

- Measure M1
  - Freeway Program Balance – (\$9.3 million)
  - Reduced revenue for cities and Metrolink service
- Measure M2
  - Nominal Revenues \$14.7 billion
  - 40% less revenue than 2005 Forecast
- Bus Transit Operations
  - Projected Revenues \$8 million less than budget

# Draft June 30, 2009 M1 Report

Project Description (G)	Net Tax Revenues Program to date Actual (H)	Total Net Tax Revenues (I)	Project Budget (J)	Estimate at Completion (K)	Variance Total Net Tax Revenues to Est at Completion (L)	Variance Project Budget to Est at Completion (M)	Expenditures through June 30, 2009 (N)	Reimbursements through June 30, 2009 (O)	Net Project Cost (P)	Percent of Budget Expended (Q)
<i>(\$ in thousands)</i>										
<b>Freeways (43%)</b>										
I-5 between I-405 (San Diego Fwy) and I-605 (San Gabriel Fwy)	\$ 861,843	\$ 952,364	\$ 810,010	\$ 801,082	\$ 151,282	\$ 8,928	\$ 789,580	\$ 82,716	\$ 706,864	87.3%
I-5 between I-5/I-405 Interchange and San Clemente	61,645	68,120	57,836	59,935	8,185	(2,099)	70,294	10,358	59,936	103.6%
I-5/I-405 Interchange	78,241	86,460	72,802	73,075	13,385	(273)	98,157	25,082	73,075	100.4%
S.R. 55 (Costa Mesa Fwy) between I-5 and S.R. 91 (Riverside Fwy)	52,161	57,640	44,511	50,196	7,444	(5,685)	55,512	6,172	49,340	110.8%
S.R. 57 (Orange Fwy) between I-5 and Lambert Road	45,048	49,780	46,128	44,596	5,184	1,532	25,617	2,859	22,758	49.3%
S.R. 91 (Riverside Fwy) between Riverside Co. line & Los Angeles Co. line	112,620	124,450	116,136	105,666	18,784	10,470	123,995	18,606	105,389	90.7%
S.R. 22 (Garden Grove Fwy) between S.R. 55 and Valley View St.	359,199	396,929	303,297	302,871	94,058	426	609,087	312,132	296,955	97.9%
Subtotal Projects	1,570,757	1,735,743	1,450,720	1,437,421	298,322	13,299	1,772,242	457,925	1,314,317	
Net (Bond Revenue)/Debt Service			307,615	307,615	(307,615)	-	165,883		165,883	
<b>Total Freeways</b>	<b>\$ 1,570,757</b>	<b>\$ 1,735,743</b>	<b>\$ 1,758,335</b>	<b>\$ 1,745,036</b>	<b>\$ (9,293)</b>	<b>\$ 13,299</b>	<b>\$ 1,938,125</b>	<b>\$ 457,925</b>	<b>\$ 1,480,200</b>	
%				43.1%						47.9%
<b>Regional Street and Road Projects (11%)</b>										
Smart Streets	\$ 137,767	\$ 152,238	\$ 149,862	\$ 149,862	\$ 2,376	\$ -	\$ 154,115	\$ 3,489	\$ 150,626	100.5%
Regionally Significant Interchanges	80,364	88,806	88,806	88,806	-	-	61,588	146	61,442	69.2%
Intersection Improvement Program	114,806	126,865	126,865	126,865	-	-	77,437	214	77,223	60.9%
Traffic Signal Coordination	57,403	63,433	63,433	63,433	-	-	46,324	132	46,192	72.8%
Transportation Systems Management and Transportation Demand Management	11,481	12,687	12,687	12,687	-	-	7,461	149	7,312	57.6%
Subtotal Projects	401,821	444,029	441,653	441,653	2,376	-	346,925	4,130	342,795	
Net (Bond Revenue)/Debt Service			2,376	2,376	(2,376)	-	1,281		1,281	
<b>Total Regional Street and Road Projects</b>	<b>\$ 401,821</b>	<b>\$ 444,029</b>	<b>\$ 444,029</b>	<b>\$ 444,029</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 348,206</b>	<b>\$ 4,130</b>	<b>\$ 344,076</b>	
%				11.0%						11.1%

# Ridership Lower Than Anticipated



# Impact of Ridership Reductions

- Bus Transit Operations
  - Projected Fare Revenues \$4 to \$5 million less than budget



# Next Steps

- Track and Report Revenues
  - Sales Taxes
  - Fares
  - Other – advertising, alternative fuel credit, State
- Track and Report Expenses
  - Salaries and benefits – vacancies, collective bargaining
  - Fuel costs
  - ACCESS service
- Potential Mid-year budget amendment