



Budget Workshop
Board of Directors' Meeting
Fiscal Year 2015-16



PROPOSED BUDGET

Orange County Transportation Authority

Fiscal Year 2015-16 Budget Themes

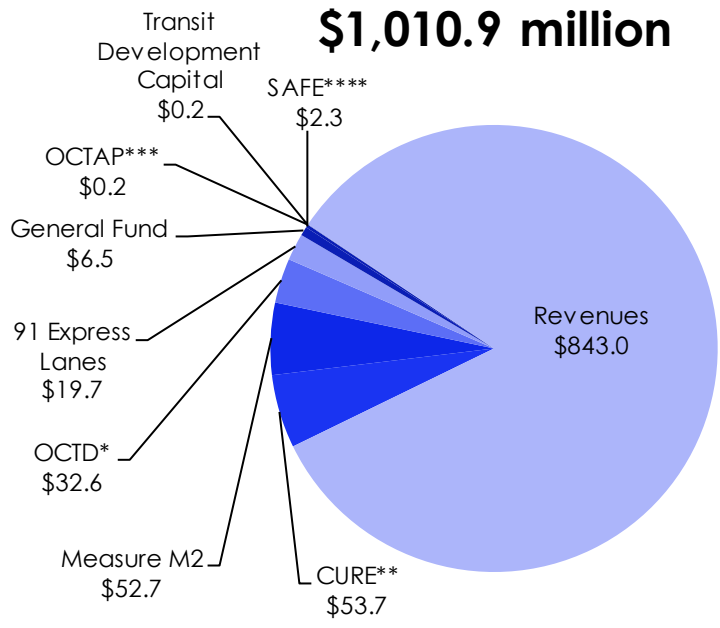
- Budget in accordance with the Board Strategic Initiatives and Chief Executive Officer Initiatives
- Budget within the financial constraints of the Comprehensive Business Plan
- Budget in accordance with the objectives of the M2020 Plan
- Budget is balanced

Fiscal Year 2015-16 Budget Initiatives

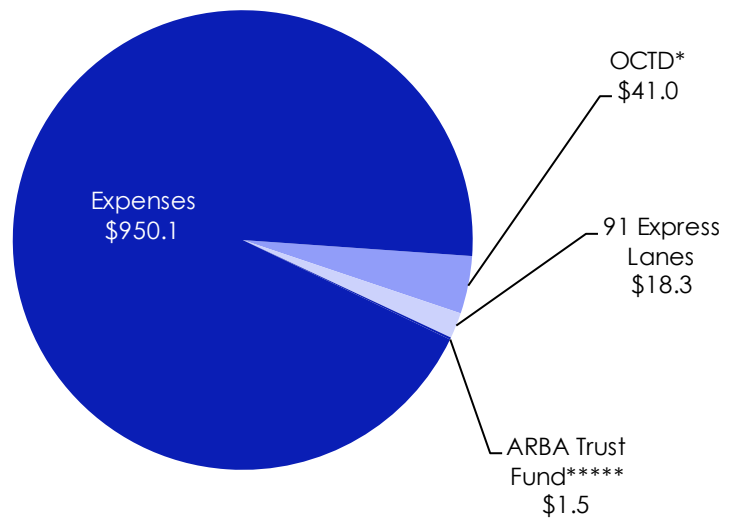
- Measure M2 Delivery
 - Interstate 405
 - OC Bridges
 - OC Streetcar
 - Streets and Roads
- Sustain bus service levels
 - Emphasis on bus ridership
 - Continued outsourcing
- 91 Express Lanes meeting objectives
- Workforce Development

FY 2015-16 Budget Overview

Source of Funds \$1,010.9 million



Use of Funds \$1,010.9 million



**Use of Prior
Year
Designations
\$167.9**

**Designations
\$60.8**

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

Budget Sources & Uses

In Millions	FY 2014-15	FY 2015-16	Change	
Sources	Approved Budget	Proposed Budget	\$	%
Revenues	\$ 990.4	\$ 843.0	\$ (147.4)	-14.9%
Use of Prior Year Designations	134.0	167.9	33.9	25.3%
Total Revenue / Use of Designations	\$ 1,124.4	\$ 1,010.9	\$ (113.5)	-10.1%
Uses				
OCTA Salaries and Benefits	\$ 155.7	\$ 157.7	\$ 2.0	1.3%
LOSSAN Salaries and Benefits	-	1.5	1.5	N/A
Services and Supplies	344.1	356.4	12.3	3.6%
Contributions to Other Agencies	243.5	197.5	(46.0)	-18.9%
Debt Service	34.7	34.5	(0.2)	-0.6%
Capital	301.4	202.5	(98.9)	-32.8%
Designations	45.0	60.8	15.8	35.1%
Total Expenditures / Designations	\$ 1,124.4	\$ 1,010.9	\$ (113.5)	-10.1%

Revenues

In Millions	FY 2014-15 Approved Budget	FY 2015-16 Proposed Budget	Change	
Sources			\$	%
Federal Grants	\$309.6	\$154.0	(\$155.6)	-50.3%
M2 Local Transportation Authority 1/2 Cent Sales	301.8	313.9	12.1	4.0%
Local Transportation Fund 1/4 Cent Sales Tax	159.8	167.3	7.5	4.7%
Passenger Fares	58.6	56.5	(2.1)	-3.6%
State Grants	55.9	43.2	(12.7)	-22.7%
91 Express Lanes Revenues	41.5	42.0	0.5	1.2%
State Transit Assistance	19.8	20.9	1.1	5.6%
Interest	17.7	20.2	2.5	14.1%
Property Tax	12.9	12.4	(0.5)	-3.9%
Other	9.1	9.5	0.4	4.4%
Advertising	3.7	3.1	(0.6)	-16.2%
Subtotal Sources	\$ 990.4	\$ 843.0	\$(147.4)	-14.9%
Use of Prior Year Designations	134.0	167.9	33.9	25.3%
Total Revenues / Use of Designations	\$ 1,124.4	\$ 1,010.9	\$(113.5)	-10.1%

PROPOSED BUDGET

Orange County Transportation Authority

FY 2015-16 Sales Tax Projections

The 3 Universities	2014 Growth Rate	2015 Growth Rate
Chapman University	5.95%	5.68%
California State University, Fullerton	8.32%	TBD
University of California, Los Angeles	6.63%	6.51%
Blended Rate	6.97%	

Planned Use of Prior Year Designations

In Millions	FY 2014-15 Approved Budget	FY 2015-16 Proposed Budget
Planned Use of Prior Year Designations By Fund		
Commuter and Urban Rail Endowment 1	\$ 37.9	\$ 53.7
<i>Metrolink Operations & Capital</i>		
Local Transportation Authority Measure M2	47.5	52.7
<i>Grade Separations, Placentia Metrolink Station</i>		
Orange County Transit District	23.3	32.6
<i>Fixed-Asset Reserve, Bristol Street Widening Project</i>		
91 Express Lanes	-	19.7
<i>Pavement Rehabilitation Project, Placentia Metrolink Station</i>		
General Fund	-	6.5
<i>West County Connectors</i>		
Local Transportation Authority Measure M1	23.9	-
Service Authority for Freeway Emergencies	1.0	2.3
<i>Freeway Service Patrol</i>		
Orange County Taxi Administration Program	0.1	0.2
<i>Ongoing Operations</i>		
Transit Development Capital Project	-	0.2
<i>SR-55/SR-73 Connector B</i>		
Orange County Unified Transportation Trust	0.3	-
Total Use of Prior Year Designations	\$ 134.0	\$ 167.9

Expenditures

In Millions	FY 2014-15 Approved Budget	FY 2015-16 Proposed Budget	Change	
Uses			\$	%
Professional & Outside Services	\$ 203.8	\$ 218.3	\$ 14.5	7.1%
Capital Expenditures	301.4	202.5	(98.9)	-32.8%
OCTA Salaries & Benefits	155.7	157.7	2.0	1.3%
LOSSAN Salaries & Benefits	-	1.5	1.5	N/A
Contributions to Other Agencies	121.7	102.6	(19.1)	-15.7%
Contract Transportation Services	85.1	90.4	5.3	6.2%
Measure M2 Local Fair Share	51.8	52.9	1.1	2.1%
Measure M2 Regional Capacity	50.0	42.0	(8.0)	-16.0%
Interest Expense	27.9	27.3	(0.6)	-2.2%
Maintenance Parts & Fuel	30.3	24.3	(6.0)	-19.8%
General & Administration	10.1	14.4	4.3	42.6%
Insurance Claims/Premiums	14.7	9.0	(5.7)	-38.8%
Long-Term Debt Principal Payments	6.9	7.2	0.3	4.3%
Measure M1 Competitive Grants	20.0	-	(20.0)	-100.0%
Subtotal Uses	\$ 1,079.4	\$ 950.1	\$(129.3)	-12.0%
Designation	45.0	60.8	15.8	35.1%
Total Expenditures / Designations	\$ 1,124.4	\$ 1,010.9	\$(113.5)	-10.1%

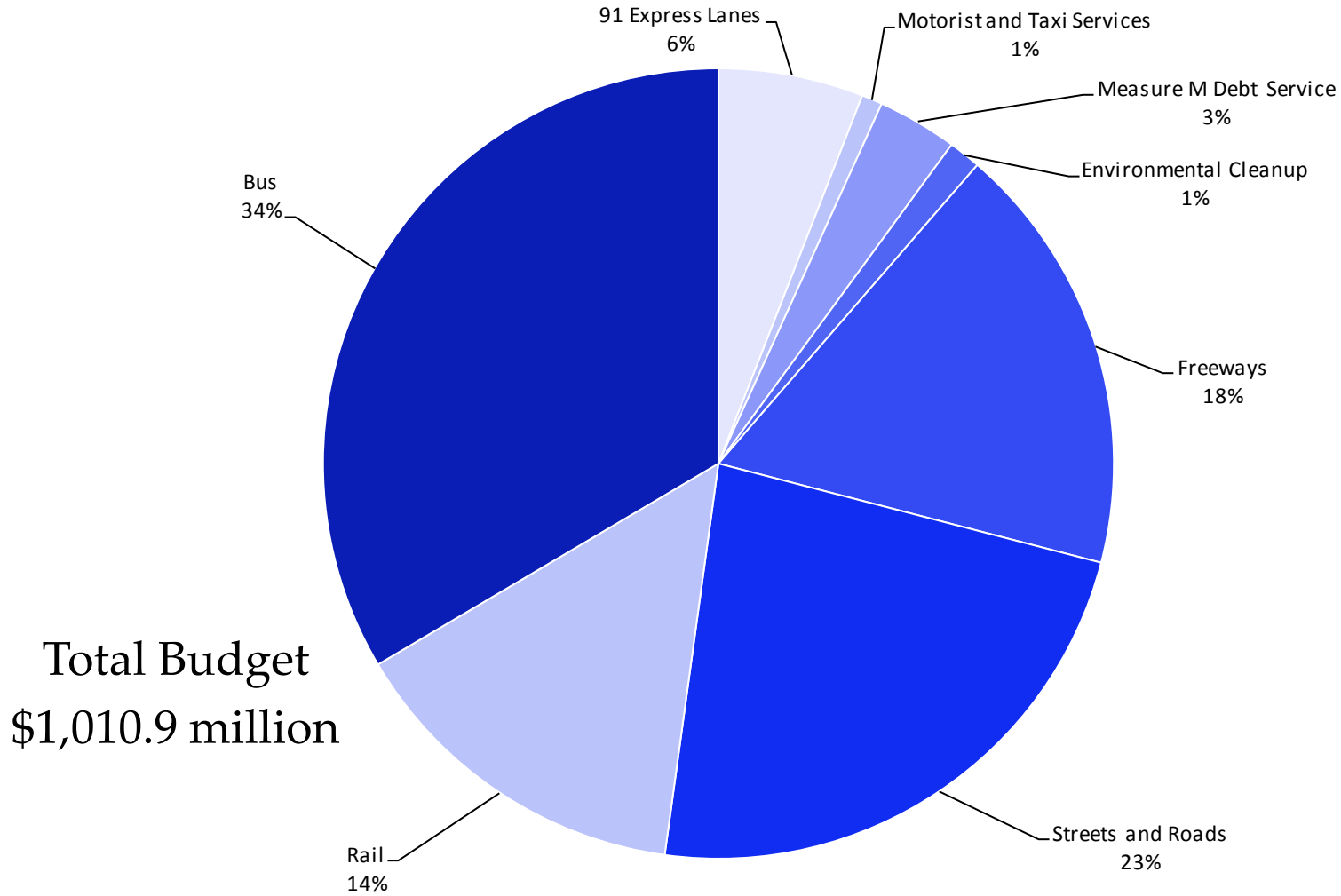
Key Expenditures by Fund

General Fund	Bristol Street Widening Project	\$ 15,000,000	Construction between 17th Street and Warner Avenue.
	Placentia Metrolink Station	13,012,250	Construction, management and design.
	Technical Infrastructure and Business Systems Support	8,432,129	Software and hardware acquisition, maintenance, and licensing.
	West County Connectors	6,930,000	Contract closeout and landscaping.
	Office Space Leases	5,417,970	Leases for the Orange Administration location and Garden Grove Warehouse.
	Transportation Planning and Studies	3,194,000	Various congestion management, long range transportation, choke point studies and plans.
	City of Irvine Proposition 116 Repayment	2,736,246	Contribution to the Irvine iShuttle as part of the repayment of Proposition 116 funds.
	Bikeway and Pedestrian Facilities	1,353,336	Bicycle Corridor Improvement Program.
Measure M2	O.C. Bridges (Project O)	\$ 68,255,000	Cooperative agreement, ROW capital, construction, construction management.
	San Diego Freeway (I-405) Improvements between I-605 and SR-55 (Project K)	55,350,000	ROW capital and utilities, PMC services, design.
	Local Fair Share (Project Q)	53,098,496	18% of net revenues from M2 sales tax for streets and roads.
	Regional Capacity Program (Project O)	42,231,700	Competitive funding for local agency streets and roads projects.
	Go Local Transit Extensions to Metrolink (Project S)	35,240,444	Project management, engineering and final design for OC Streetcar.
	Santa Ana/San Diego (I-5) Freeway Improvements (Projects B,C,D)	33,075,350	Cooperative agreement, ROW capital, environmental and construction management.
	Regional Traffic Signal Synchronization (Project P)	24,472,088	Competitive funds for local agencies for traffic light synchronization improvements.
	Costa Mesa Freeway (SR-55) Improvements (Project F)	18,820,000	Project specifications and estimates; project approval and environmental documents.
	Orange Freeway (SR-57) Improvements (Project G)	13,965,000	Construction, construction management and design.
	Clean-up Highway/Street Runoff (Project X)	11,621,166	Allocations for storm water projects and storm water inserts for local jurisdictions.
	Freeway Environmental Mitigation	9,578,386	Property acquisition, interim land management costs, and funding of restoration projects.
	Riverside Freeway (SR-91) Improvements (Projects H,I,J)	7,930,000	Construction and construction management.
	Senior Mobility and Non-Emergency Medical Programs (Project U)	6,224,295	SMP & SNEMT programs. Each program receives 1 percent of Measure M2 net revenues.
	Grade Crossings & Other Rail Capital Projects (Project R)	5,448,000	Construction of audible warning systems and grade crossings.
	Community Based Transit Circulator (Project V)	4,872,186	Community-Based Transit Circulators Competitive Grant funds.
	State Board of Equalization Fees (LTA)	3,415,340	State fees for the collection and distribution of the 1/2 cent local sales tax.
	Safe Transit Stops (Project W)	1,570,000	Enhancements for lighting, information systems, and easier access to transit stops.
	State College Grade Separation LOSSAN (Project R)	1,380,000	Environmental services, legal, ROW support, PMC support.
I-605 Freeway Access Improvements (Project M)	1,290,000	Project approval and environmental design services.	
Sand Canyon Grade Separation (Project R)	1,025,000	Construction management, construction, ROW utilities, legal.	
Measure M2 Debt	Taxable/Tax-Exempt Bonds	\$ 28,793,588	Interest and principal payment for Measure M2 bonds.

Key Expenditures by Fund, continued

CURE	Southern California Regional Rail Authority (SCRRRA) Budget	\$ 25,589,645	SCRRRA operating subsidy.
	Orange County Metrolink Maintenance Facility Land Purchase	14,200,000	ROW land acquisition for Irvine Rail Maintenance Facility.
	Orange Transportation Center Parking Expansion	6,958,250	Design and outreach for the Orange Station Parking Expansion.
	OCTA Rail Operating Services	3,818,937	LOSSAN ROW maintenance, program management consultant.
	Positive Train Control	3,000,000	Monitoring and controlling train movements to provide increased safety and avoid accidents.
	Laguna Niguel/Mission Viejo Station ADA Ramps	2,920,000	Construction of ADA ramps and other station improvements.
	Metrolink Station Rehabilitation Projects	2,280,000	Projects to keep stations, tracks, signals, and communication systems in good repair.
	Fullerton Elevator Upgrades	1,803,000	Cooperative agreement to fund the City of Fullerton elevator upgrades.
	Laguna Niguel to San Juan Capistrano Passing Siding	1,690,000	ROW support and cooperative agreements for SCRRRA design and design support.
	Rail Transit Police Services	1,466,991	Orange County Sheriff's contract for railroad ROW transit police services.
OCTD	Paratransit	\$ 42,765,106	ACCESS, supplemental taxi, same-day taxi, and special agency services.
	Contracted Fixed Route Services	35,215,083	Fixed and variable costs for contracted fixed-route service.
	Bus Procurement	16,479,652	40-foot CNG buses, heavy-duty midsize buses.
	Fuels	15,574,222	CNG, LNG, diesel and gasoline.
	Maintenance Parts	5,706,221	Parts for general maintenance of the bus fleet.
	Transit Security Services	4,741,173	Orange County Sheriff's Transit Police Services.
	Contracted Special Agency Services	4,629,772	Payments to Adult Day Health and Senior Services programs.
	Mobile Ticketing	3,986,360	Capital expenses for the mobile ticketing project.
	Engine and Equipment Upgrades	3,726,500	Overhaul engine kits for Cummins ISL and C-Gas Engines.
	Bus Base and Transit Center Projects	3,209,000	Bus wash storm water mitigation, architectural/engineering design services .
	CNG Equipment Operations & Maintenance	2,826,055	CNG equipment, maintenance and utility costs.
	Transit Security & Operations Center	2,781,652	Transit Security & Operations Center Design.
	Vanpool Program	2,660,322	Vanpool subsidy and outreach.
	Tires	2,254,612	Tire replacement and leasing for OCTA owned fleet.
	Utilities	1,820,699	Gas, electric, water, waste management for all locations.
	New Freedoms & Job Access and Reverse Commute Programs	1,460,967	Transportation services for persons of low income, seniors, and persons with disabilities.
Radio Communications	1,177,430	Integrated Transportation Management System warranty and radio communications	
Customer Information Center	1,092,000	Public transportation call center.	
Local Transportation Fund	State Board of Equalization Fees (LTF)	\$ 1,819,891	State fees for the collections and distribution of the 1/4 cent state sales tax.
	Contribution to SCAG	1,247,274	SCAG Regional Planning.
	Contribution to Laguna Beach Transit	1,136,060	Laguna Beach Transit funding for operating service
Motorist Services	Motorist Services	\$ 7,464,007	Freeway Service Patrol (Project N) and Orange County Taxi Administration Program.
91 Express Lanes	91 Express Lanes Operating Expense	\$ 15,675,420	91 Express Lanes operations contract, SR-241 Connector design, credit card processing.
	91 Express Lanes Capital Expense	12,500,000	Pavement rehabilitation, leasehold improvements for customer service center.
	91 Express Lanes Interest Expense	5,746,350	Interest expense on outstanding debt.
ARBA	Additional Retiree Benefit Account (ARBA) Payments	\$ 1,145,325	Payments to ARBA Trust Fund.
Internal Service Funds	Workers' Compensation	\$ 7,634,269	Claims expense and liability insurance related to workers' compensation.
	Internal Service Fund - PL & PD	4,618,426	Insurance, fees and claims related to public liability and property damage.
		\$ 758,552,641	These items represent 80% of the FY 2015-16 Proposed Budget Expenditures

Total Budget by Program



Freeways Program Summary

Freeway Program Summary	FY 2015-16 Proposed
General Fund	\$ 7,005,000
Measure M2	141,158,736
Total	\$ 148,163,736

Measure M2 Freeway Program

Measure M2 Program	FY 2015-16 Proposed
San Diego Freeway (I-405) Improvements between I-605 and SR-55 (Project K)	\$ 55,350,000
Santa Ana/San Diego (I-5) Freeway Improvements (Projects B,C,D)	33,075,350
Costa Mesa Freeway (SR-55) Improvements (Project F)	18,820,000
Orange Freeway (SR-57) Improvements (Project G)	13,965,000
Freeway Environmental Mitigation	9,578,386
Riverside Freeway (SR-91) Improvements (Projects H,I,J)	7,930,000
I-605 Freeway Access Improvements (Project M)	1,290,000
San Diego Freeway (I-405) Improvements between SR-55 and I-5 (Project L)	880,000
I-5 Santa Ana Freeway Interchange Improvements (Project A)	270,000
Total	\$ 141,158,736

Streets & Roads Program Summary

Streets and Roads Programs	FY 2015-16 Proposed
Measure M2 Streets and Roads	\$ 188,707,284
Bristol Street Widening Project	15,000,000
Total	\$ 203,707,284

Measure M2 Streets & Roads

M2 Streets and Roads	FY 2015-16 Proposed
O.C. Bridges (Project O)	\$ 68,255,000
Local Fair Share (Project Q)	53,098,496
Regional Capacity Program (Project O)	42,231,700
Regional Traffic Signal Synchronization (Project P)	24,472,088
Yorba Linda Smart Street Project	650,000
Total	\$ 188,707,284

PROPOSED BUDGET

Orange County Transportation Authority

OC Bridges (Project O)

OC Bridges (Project O)	FY 2015-16 Proposed
Raymond Avenue Grade Separation	\$ 23,438,000
State College Boulevard (Fullerton) Grade Separation	13,794,000
Lakeview Avenue Grade Separation	12,854,000
Orangethorpe Avenue Grade Separation	8,351,000
Tustin Avenue/Rose Drive Grade Separation	7,124,000
Placentia Avenue Grade Separation	2,019,000
Kraemer Boulevard Grade Separation	675,000
Total	\$ 68,255,000

Rail Program Summary

Rail Program Summary	FY 2015-16 Proposed
Rail Capital Projects	\$ 95,386,090
Rail Operating Expenses	30,875,573
Total	\$ 126,261,663

Rail Capital Projects

Rail Capital Projects	FY 2015-16 Proposed
Go Local Transit Extensions to Metrolink (Project S)	\$ 35,240,444
Orange County Metrolink Maintenance Facility Land Purchase	14,200,000
Placentia Metrolink Station	13,012,250
Orange Transportation Center Parking Expansion	6,958,250
Grade Crossings & Other Rail Capital Projects (Project R)	5,448,000
Positive Train Control	3,000,000
Laguna Niguel/Mission Viejo Station ADA Ramps	2,920,000
City of Irvine Proposition 116 Repayment	2,736,246
Metrolink Station Rehabilitation Projects	2,280,000
Fullerton Elevator Upgrades	1,803,000
Laguna Niguel to San Juan Capistrano Passing Siding	1,690,000
State College Grade Separation LOSSAN (Project R)	1,380,000
Sand Canyon Grade Separation (Project R)	1,025,000
Anaheim Canyon Station Improvements	994,500
LOSSAN Slope Stabilization	987,400
Fullerton Transportation Center Stair Repair Project	835,000
17th Street Grade Separation (Project R)	751,000
San Clemente Pier Station Lighting	125,000
Total	\$ 95,386,090

Rail Operating Expenses

Rail Operating Expenses	FY 2015-16 Proposed
Metrolink Operating Subsidy	\$ 25,350,000
OCTA Rail Operating Services	5,285,928
Metrolink Angels Express Service	239,645
Total	\$ 30,875,573

Rail Operating Expenditures

OCTA Rail Operating Services	FY 2015-16 Proposed
Right-of-Way Maintenance	\$ 2,187,500
Transit Police Services	1,466,991
Professional Services	1,135,000
Right-of-Way Services	372,500
Legal and Investment Fees	123,937
Total	\$ 5,285,928

91 Express Lanes

In Millions	FY 2014-15	FY 2015-16	Change	
Sources	Approved Budget	Proposed Budget	\$	%
Toll Revenue	\$ 34.5	\$ 34.5	\$ -	0.0%
Non-Toll Revenue	7.0	7.5	0.5	7.1%
Reimbursement from Other Agencies	-	1.2	1.2	N/A
Interest Income	1.0	1.0	-	0.0%
Use of Prior Year Designations	-	19.7	19.7	N/A
Total Revenue / Use of Designations	\$ 42.5	\$ 63.9	\$ 21.4	50.4%

Uses				
91 Express Lanes Management Contract	\$ 8.3	\$ 8.5	\$ 0.2	2.4%
Overhead Allocation	2.5	2.9	0.4	16.0%
Engineering and Other Technical Support	6.6	6.1	(0.5)	-7.6%
Insurance Claims/Premiums	0.8	0.8	-	0.0%
Leases & Other Office Expenses	0.7	0.8	0.1	14.3%
Interest Expense	5.9	5.7	(0.2)	-3.4%
Operating Transfers Out	-	8.3	8.3	N/A
Capital Expenditures	2.0	12.5	10.5	525.0%
Designations	15.7	18.3	2.6	16.6%
Total Expenditures / Designations	\$ 42.5	\$ 63.9	\$ 21.4	50.4%

91 Express Lanes Capital Expenses

	FY 2015-16 Proposed
91 Express Lanes Capital Expense	
Pavement Rehabilitation Project	\$ 8,250,000
Leasehold Improvements for the Anaheim Office and Corona Customer Service Center	1,500,000
Variable Message Signs	1,100,000
Traffic Operations Center Upgrade	1,000,000
Transponders	450,000
PC Components	200,000
Total	\$ 12,500,000

Motorist Services

Motorist Services	FY 2015-16 Proposed
Motorist Services	\$ 7,944,396
Total	\$ 7,944,396

- Orange County Taxi Administration Program (OCTAP) (\$573,722)
 - Salaries and Benefits (\$480,389)
 - Services and Supplies (\$93,333)
- Service Authority for Freeway Emergencies (SAFE) (\$7,370,674)
 - Freeway Service Patrol (FSP) Contracted Service Costs
 - Call Box Equipment Maintenance
 - Call Box Call Center
 - 511 Program

Bus Operations

- No new fixed-route service
- Continue to convert directly operated fixed-route service to contracted service provider
- Fixed-route ridership assumed to remain flat
- Emphasis on ridership

Bus Service Levels

- Fixed-route service levels
 - Base revenue hours – 1,617k
 - Directly operated service revenue hours – 1,034k
 - Contracted service revenue hours – 583k
- ACCESS service
 - Primary service revenue hours – 500k
 - Supplemental service trips – 304k

Cost Summary

	Performance Indicators	Directly Operated Fixed Route	Contracted Fixed Route	ACCESS	ADA Taxi Service	Same Day Taxi Service	Special Agency Services	System Total
Service Provided	Vehicle Hours (VH)	1,130,575	671,417	675,267				2,477,259
	Vehicle Miles (VM)	14,458,147	9,846,823	8,824,380				33,129,350
	Revenue Hours (RVH)	1,033,795	583,090	500,264				2,117,149
	Revenue Miles (RVM)	12,060,811	7,577,256	7,303,658				26,941,725
Passenger Usage	Boardings	37,729,519	10,486,187	916,711	304,154	123,158	272,290	49,832,018
	Boardings per VH	33.37	15.62	1.36				20.12
	Boardings per VM	2.61	1.06	0.10				1.50
	Boardings per RVH	36.50	17.98	1.83				23.54
	Boardings per RVM	0.32	0.72	7.97				0.54
Operating Costs	Costs	\$147,523,226	\$68,037,167	\$45,569,782	\$15,778,419	\$1,559,898	\$6,461,788	\$284,930,280
	Cost per VH	\$130.49	\$101.33	\$67.48				\$115.02
	Cost per VM	\$10.20	\$6.91	\$5.16				\$8.60
	Cost per RVH	\$142.70	\$116.68	\$91.09				\$134.58
	Cost per RVM	\$12.23	\$8.98	\$6.24				\$10.58
	Cost per Boarding	\$3.91	\$6.49	\$49.71	\$51.88	\$12.67	\$23.73	\$5.72
Fare Revenues	Revenue	\$41,237,324	\$12,450,927	\$4,665,816	\$1,152,492			\$59,506,559
	Revenue per VH	\$36.47	\$18.54	\$8.19				\$24.02
	Revenue per VM	\$2.85	\$1.26	\$0.63				\$1.80
	Revenue per RVH	\$39.89	\$21.35	\$11.05				\$28.11
	Revenue per RVM	\$3.42	\$1.64	\$0.76				\$2.21
	Revenue per Boarding	\$1.09	\$1.19	\$6.03				\$1.19
Farebox Recovery Ratio		27.95%	18.30%	10.24%				20.88%

* Taxi Service and Special Agency passenger usage and related metrics are reported in terms of trips.

Ridership Initiatives

- Bus rebranding
- Targeted marketing
- Fare study
- Youth fare subsidy
- Mobile ticketing
- Analyzing service delivery
- American Public Transportation Association (APTA) peer review

OCTD Sources & Uses

In Millions

Sources	FY 2014-15	FY 2015-16	Change	
	Approved Budget	Proposed Budget	\$	%
Sales Tax Transfers	\$ 152.3	\$ 159.2	\$ 6.9	4.5%
Passenger Fares	58.6	56.5	(2.1)	-3.6%
Federal Operating Assistance Grants	61.9	69.9	8.0	12.9%
State Transit Assistance	19.8	20.9	1.1	5.6%
Property Taxes	12.9	12.4	(0.5)	-3.9%
Proposition 1B	1.3	-	(1.3)	-100.0%
Interest Income	3.1	4.3	1.2	38.7%
Federal Capital Assistance Grants	117.5	4.1	(113.4)	-96.5%
Advertising/Rental Income	5.3	3.8	(1.5)	-28.3%
Cities and Other Reimbursements	1.1	3.9	2.8	254.5%
Measure M2 Fare Stabilization	4.7	3.4	(1.3)	-27.7%
Transfers in from CURE for Stationlink	2.2	2.2	-	0.0%
Use of Prior Year Designations	23.3	32.6	9.3	39.9%
Total Revenue / Use of Designations	\$ 464.0	\$ 373.2	\$ (90.8)	-19.6%

Uses	FY 2014-15	FY 2015-16	Change	%
Salaries and Benefits	115.6	115.2	(0.4)	-0.3%
Purchased Transportation Services	76.8	81.8	5.0	6.5%
Overhead Allocation	32.7	35.3	2.6	8.0%
Maintenance Parts and Fuel	30.3	24.3	(6.0)	-19.8%
Professional Services	19.7	21.0	1.3	6.6%
General and Administrative	13.7	9.0	(4.7)	-34.3%
Contributions to Other Agencies	4.1	3.6	(0.5)	-12.2%
Operating Transfers Out	10.0	15.0	5.0	50.0%
Capital Expenditures	133.1	27.0	(106.1)	-79.7%
Designations	28.0	41.0	13.0	46.4%
Total Expenditures / Designations	\$ 464.0	\$ 373.2	\$ (90.8)	-19.6%

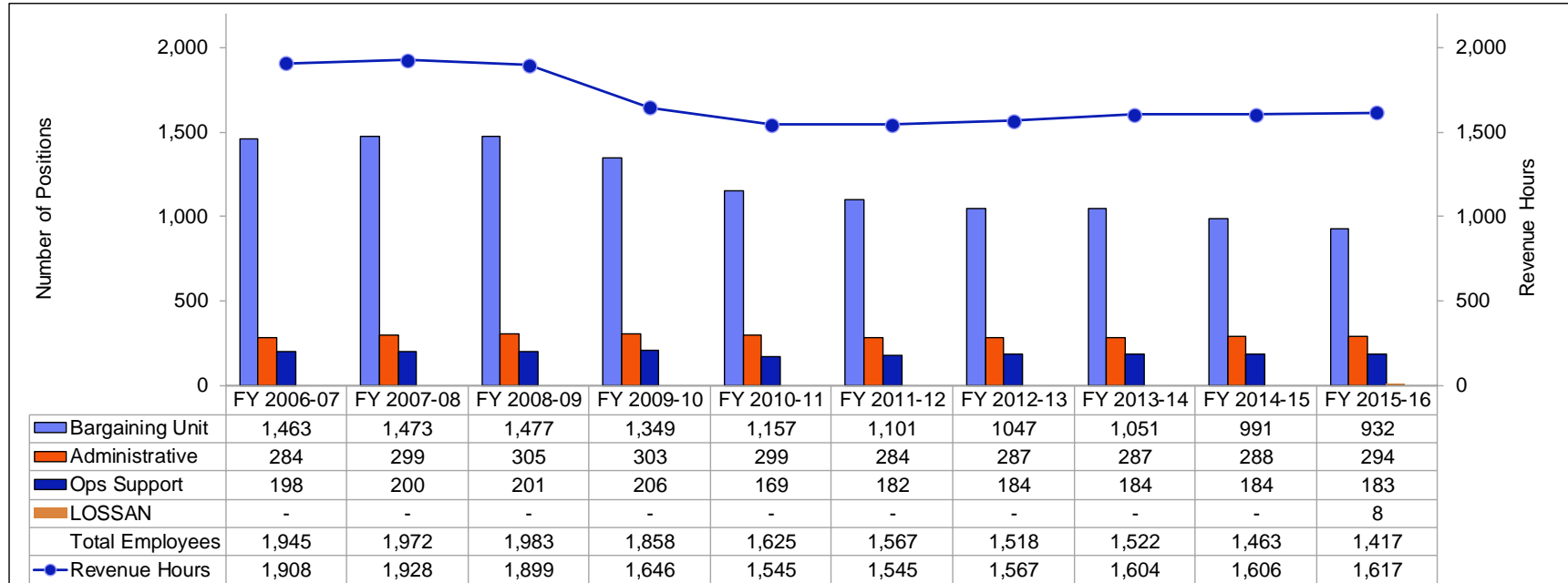
Major Bus Capital Expenditures

Bus Capital	FY 2015-16 Proposed
Bus Procurement	\$ 16,155,500
Mobile Ticketing	3,986,360
Engine and Equipment Upgrades	3,355,000
Bus Base and Transit Center Projects	2,809,000
Transit Capital Equipment and Parts	412,485
Total	\$ 26,718,345

Bus Procurements

Bus Procurements	FY 2015-16 Proposed
40-foot CNG buses	\$ 11,538,402
35-foot CNG buses	4,640,000
22-foot buses quality assurance	200,000
60-foot CNG buses quality assurance	101,250
Total	\$ 16,479,652

Historical Staffing Levels Comparison



Staffing Levels

OCTA Staffing	FY 2014-15 Headcount	FY 2015-16 Headcount	Difference
Administrative	472	477	5
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	1,409	(54)
LOSSAN	-	8	8
Total Authority Positions	1,463	1,417	(46)

Administrative Reductions	Division
Maintenance Supervisor	Transit
Window Dispatcher	Transit

Administrative New Hires	Division
Program Management Analyst, Associate	Planning
Office Specialist, Senior	Human Resources and Organizational Development
Civil Engineer, Senior	Capital Programs
Public Information Specialist	External Affairs
Public Information Specialist	External Affairs
Section Manager (sub-recipient monitoring)	Government Relations
Contract Administrator	Finance and Administration

Union Reductions	Quantity
Coach Operators	52
Maintenance	5
Parts Clerks	2

LOSSAN New Hires

LOSSAN Title

Managing Director

Deputy Director

Senior Transportation Analyst

Senior Administrative Assistant

Operating and Mechanical Officer

Compliance Inspector

Finance and Administration Officer

Marketing Manager

Workforce Development

- Succession Planning
- Staff Development
 - Leadership Development Academy
 - Management Development Academy
 - Internal/External Training
 - Mentor Program
 - Mechanic Apprenticeship Program
 - Educational Reimbursement

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%
 - Special performance award pool of 3%

Personnel and Salary Resolution

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

Next Steps

- Committee meetings and One-on-One meetings with Board Members May 12 – June 7
- Public Hearing Preview – F&A Committee May 27
- Public Hearing – Board (public hearing & approval) June 8
- Back-up Public Hearing – Board (public hearing & approval) June 22