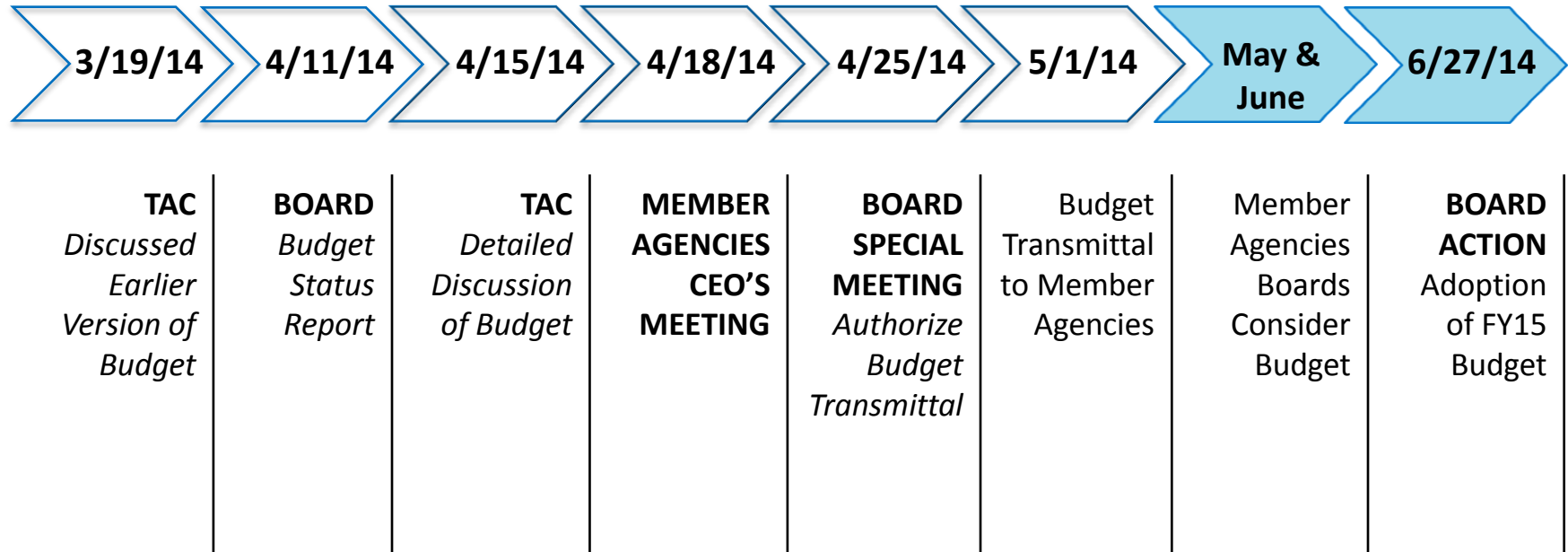




# **Preliminary Fiscal Year 2014- 15 (FY15) SCRRA Budget Transmitted to Members**

**May 12, 2014  
OCTA Board Meeting**





## FY15 Budget Themes

- Improve **safety** with first full year of PTC being operational
- Improve **reliability and on-time performance** by enhancing the rehabilitation program and reducing major failures
  - Increase maintenance effort on locomotives
  - Increase parts and material utilization
- Improve **Security**
  - Increase Sheriff's patrol of trains, stations and Right-of-Way to enhance safety and security and reduce accidents and suicides



## Original Budget Assumptions

- 2% Increase in Ridership
- No Fare Increase
- Diesel Fuel Cost at \$3.16 per gallon + 5% contingency
- The only additional increase in headcount from FY14 Budget
  - 2 positions in Audit (approved by Board); and
  - 4 positions in Finance
- Will continue to lease locomotives for Positive Train Control (PTC) testing
- No reduction in service



## Changes to the Preliminary FY15 Budget

- Certain service requested by member agencies were added (increase net expense by \$1.03m)
  - OCTA one weekday RT – LGNA-LA replacing 2 RT LGNA-FUL
  - RCTC 91 Line - two weekday RT beginning Oct 1, 2014
  - RCTC 91 Line - two weekend RT
- Eastern Maintenance Facility (EMF) is included, starting Oct 1, 2014 (increase expense by \$1.04m)
- Added 4 Deputy Sheriffs (increase expense by \$837k)
- Cost of Living Adjustment to salaries (increase expense by \$191k)
- Reduced PTC budget even further (reduce expense by \$825k)



# Expense Allocation by Member Agency

(\$000s)

	<b>Total FY 14-15</b>	<b>Metro Share</b>	<b>OCTA Share</b>	<b>RCTC Share</b>	<b>SANBAG Share</b>	<b>VCTC Share</b>
<b>Expenses</b>						
Train Operations & Services	\$134,588	\$69,632	\$32,220	\$11,543	\$15,525	\$5,668
Maintenance-of-Way	\$39,926	\$23,201	\$7,962	\$1,251	\$4,894	\$2,617
Administration & Services	\$30,742	\$15,653	\$5,675	\$3,071	\$3,291	\$3,054
Insurance	\$17,678	\$9,431	\$4,197	\$1,263	\$2,201	\$586
<b>Total Expenses Incl. MOW</b>	<b>222,935</b>	<b>\$117,917</b>	<b>\$50,054</b>	<b>\$17,128</b>	<b>\$25,911</b>	<b>\$11,925</b>
<b>FY 2013-14 Budget</b>	211,166	112,606	46,181	15,473	25,607	11,299
<b>Over/(Under)</b>	11,769	5,311	3,873	1,655	304	626
<b>Percentage Change</b>	<b>5.6%</b>	<b>4.7%</b>	<b>8.4%</b>	<b>10.7%</b>	<b>1.2%</b>	<b>5.5%</b>



# Key Drivers for FY15 Expense Budget

(\$000)

Operating Budget	FY14	FY15	Variance	
	Budget	Budget	\$	Percent
Bombardier	17,485	20,191	2,706	15.5%
Amtrak	36,062	38,493	2,431	6.7%
Inventory Materials	6,700	8,437	1,737	25.9%
PTC	7,139	8,581	1,442	20.2%
Mass Electric	12,960	13,900	940	7.2%
LA County Sheriff	4,466	5,303	837	18.7%
Insurance	14,590	15,397	807	5.5%
VTMI	10,663	11,436	773	7.3%
<b>Subtotal</b>	<b>110,066</b>	<b>121,738</b>		
Other expenses	101,101	101,197	96	
<b>Total</b>	<b>211,166</b>	<b>222,935</b>	<b>11,769</b>	<b>5.6%</b>



# Revenue Allocation by Member Agency

(\$000s)

	<b>Total FY 14-15</b>	<b>Metro Share</b>	<b>OCTA Share</b>	<b>RCTC Share</b>	<b>SANBAG Share</b>	<b>VCTC Share</b>
<b>Revenues</b>						
Gross Farebox	\$91,571	\$46,056	\$23,450	\$7,268	\$12,111	\$2,687
Dispatching	\$3,596	\$1,781	\$1,295	\$0	\$56	\$464
Other Operating	\$398	\$191	\$88	\$43	\$53	\$23
Maintenance-of-Way	\$14,974	\$10,206	\$2,955	\$0	\$1,224	\$588
<b>Total Revenues</b>	<b>\$110,539</b>	<b>\$58,235</b>	<b>\$27,787</b>	<b>\$7,311</b>	<b>\$13,444</b>	<b>\$3,762</b>
<b>FY 2013-14 Full Year Forecast</b>	\$104,446	\$54,807	\$26,288	\$6,581	\$13,129	\$3,641
<b>Over/(Under)</b>	\$6,093	\$3,428	\$1,499	\$730	\$315	\$121
<b>Percentage Change</b>	<b>5.8%</b>	<b>6.3%</b>	<b>5.7%</b>	<b>11.1%</b>	<b>2.4%</b>	<b>3.3%</b>

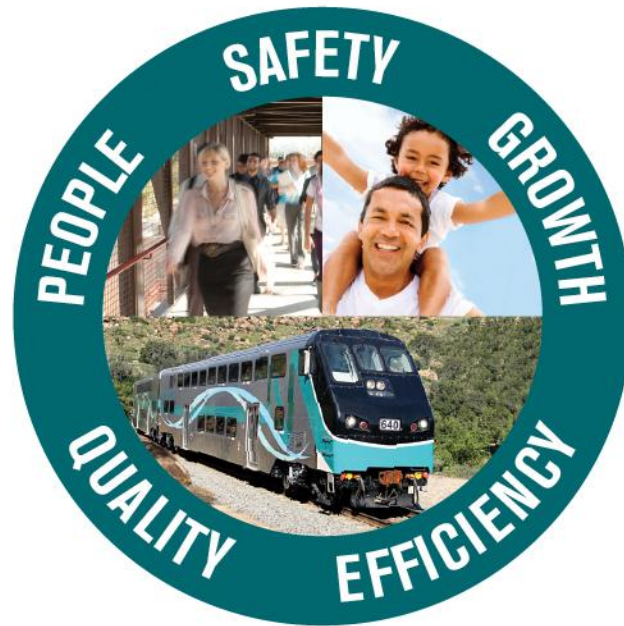




# Subsidy by Member Agency

(\$000s)

	Total FY 14-15	Metro Share	OCTA Share	RCTC Share	SANBAG Share	VCTC Share
<b>Expenses Including MOW</b>	222,935	117,917	50,054	17,128	25,911	11,925
<b>Less: Revenues</b>	(\$110,539)	(\$58,234)	(\$27,787)	(\$7,311)	(\$13,444)	(\$3,762)
<b>Member Agency FY 2014-15 Subsidy</b>	<b>\$112,397</b>	<b>\$59,683</b>	<b>\$22,267</b>	<b>\$9,817</b>	<b>\$12,467</b>	<b>\$8,163</b>
<b>FY 2013-14 Budget</b>	100,803	52,602	20,527	8,609	11,461	7,604
<b>Over/(Under)</b>	11,594	7,081	1,739	1,208	1,006	559
<b>Percentage Change</b>	<b>11.5%</b>	<b>13.5%</b>	<b>8.5%</b>	<b>14.0%</b>	<b>8.8%</b>	<b>7.4%</b>



## The Metrolink Mission Statement

To provide an outstanding passenger experience on every ride with safe, clean, dependable and on-time operations.