

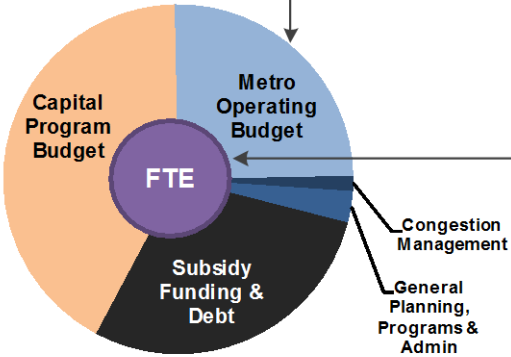
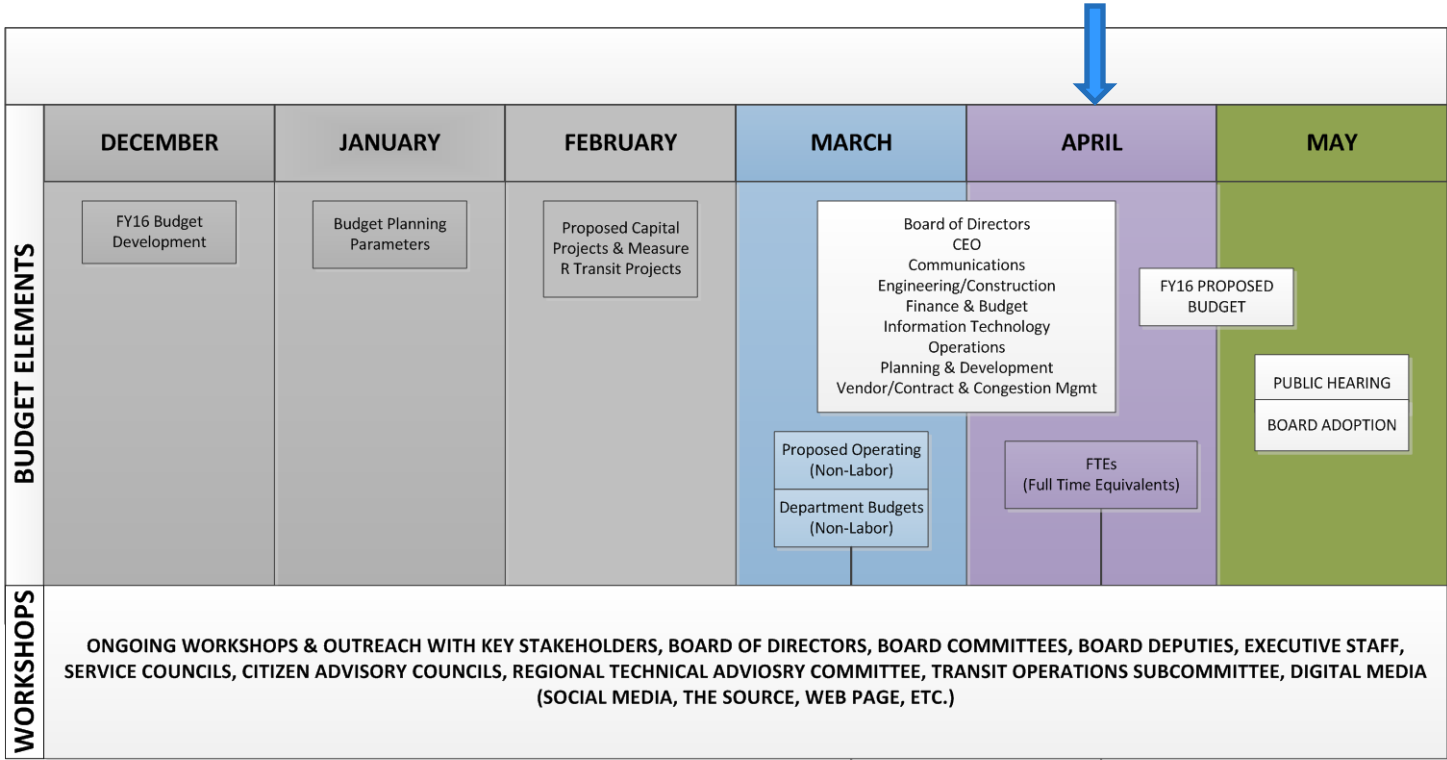
FY16 Budget Development Status Update

Finance, Budget, and Audit Committee
April 15, 2015



Metro

FY16 Budget Development Process



FY16 Budget By Managing Department

(\$ in millions)

	FY16 Budget	FY15 Budget	Increase/ (Decrease)	Pct Change	Remarks
Direct Services					
1 CONGESTION REDUCTION	\$ 103.8	\$ 86.5	\$ 17.4	20.1%	Board Approved 2-year Plan
2 ENGINEERING AND CONSTRUCTION	1,843.2	2,005.5	(162.3)	-8.1%	Conclusion of Goldline Foothill 2A, Expo Line Phase 2, and Division 13 construction
3 OPERATIONS	1,727.4	1,565.2	162.2	10.4%	\$117 M for Light and Heavy Rail car procurement; plus additon for running two new rail ext
4 PLANNING AND DEVELOPMENT	298.8	295.0	3.8	1.3%	Increase in ParkNRide, Bike and Measure R-funded studies
5 Direct Services Subtotal	3,973.2	3,952.2	21.1	0.5%	
Support Services					
6 FINANCE AND BUDGET	1,072.3	1,090.3	(18.0)	-1.6%	Savings from debt refinancing and federally-approved benefit carryovers
7 BOARD OF DIRECTORS	42.6	29.5	13.1	44.4%	County Counsel litigation
8 CHIEF EXECUTIVE OFFICE	297.3	280.2	17.1	6.1%	\$12 M inc for ACCESS Services Inc., \$4.8 in GS to absorb Union Station maintenance in-house
9 COMMUNICATIONS	56.6	50.3	6.3	12.5%	Transit construction outreach; Continuation of FY15 Operating Budget
10 INFORMATION TECHNOLOGY	54.1	49.9	4.2	8.4%	Increased Licensing payment for Microsoft and Oracle servers and business applications
11 VENDOR/CONTRACT MANAGEMENT	72.3	62.7	9.6	15.3%	Absorption of procurement outsourcing contract for transit construction projects
12 Support Services Subtotal	1,595.2	1,562.9	32.3	2.1%	
13 Grand Total	\$ 5,568.4	\$ 5,514.9	\$ 53.4	1.0%	
14 Support Depts Percent of Total Budget	28.6%	28.3%			

FY16 Budget By Spending Category

(In Millions)

Expenditure Account		FY16 Budget	FY15 Budget	Increase / (Decrease)	Pct Change
1	Salary and Benefit	\$ 1,091.5	\$ 1,009.1	\$ 82.4	8.2%
2	Asset Acquisitions for Transit and Highway Projects	1,610.2	1,765.5	(155.3)	-8.8%
3	Subsidies for Regional Transit and Highway	1,378.3	1,288.0	90.3	7.0%
4	Professional Services	438.3	422.9	15.4	3.6%
5	Contracts for Maintenance, Security and Purchased Transportation	337.5	316.2	21.4	6.8%
6	Fuel, Materials, and Supplies	231.2	223.0	8.2	3.7%
7	Insurance/Taxes/PL/PD/Workers' Comp	111.5	106.7	4.9	4.6%
8	Training, Travel, Construction Notices, and Office Set-up	21.8	30.8	(9.0)	-29.2%
9	As Needed/ Intern/ ELTP	13.2	12.5	0.7	5.2%
10	Debt and Federally-Approved Cost Allocation Plan	334.8	340.1	(5.4)	-1.6%
11	Agency Total	\$ 5,568.4	\$ 5,514.9	\$ 53.5	1.0%

FY16 Positions

	Department	FY15 Active Budget	FY16 Addition	FY16 Total	Comments
1	Non-Contract				
2	Board of Directors	36	3	39	Office of the Inspector General - Construction Oversight
3	<i>Chief Executive Office</i>				
4	Chief Executive Office	39	1	40	EEO
5	Chief Policy Office	5	0	5	
6	Enterprise Risk & Safety Mgmt	86	4	90	Construction Safety Inspection
7	Labor/Employee Relations	73	2	75	HR Increased Recruitment Volume
8	LA Metro Protective Svcs	8	0	8	
9	Program Management	38	4	42	Purple Line Extension Budget and Cost Management
10	Chief Executive Office Total	249	11	260	
11	Communications	95	0	95	
12	Congestion Reduction	15	3	18	1 RIITS, 2 ExpressLane Master Plan & Management
13	<i>Engineering & Construction</i>				
14	Highway Project Delivery	24	4	28	I-605, I-5
15	Regional Rail	7	1	8	SCRIP
16	Transit Project Delivery	144	10	154	Transit Construction
17	Engineering & Construction Total	175	15	190	
18	Finance & Budget	142	7	149	Billing, Pension/Benefits, TIFIA, TAP Munis, Online Budgeting, NTD
19	Information Technology	88	3	91	Payroll, PCI, Increase Server Maintenance, Security
20	Operations	285	0	285	
21	Planning & Development	158	3	161	Eastside Phase II, Joint Development, Mesaure R2 Survey
22	Vendor/Contract Mgmt	161	6	167	2 DEOD, 4 Measure R Transit Construction Contract Managers
23	Non-Contract Total	1,404	51	1,455	
24	Contract Total	8,253	0	8,253	
25	Agency Total	9,657	51	9,708	



FY16 Budget Next Steps

- **Budget Public Forum**
Saturday, April 25, 10:00AM-12:00PM
 - To introduce budget process, themes, and highlights for FY16
 - To collect public comments and transportation priorities
- **FY16 Proposed Budget Book available**
Tuesday, May 5
- **Public Hearing**
Wednesday, May 20, 1:00PM
 - Budget, Finance, and Audit Committee members present to receive public comment on the budget
- **Board Adoption**
Thursday, May 28, 9:00AM
 - Changes to the budget as presented on April 15, 2015, will be delineated for consideration by the board as separate budget amendments
- **Ongoing board staff meetings**
 - Three remaining
 - FY16 Budget Expense and Revenue Highlights
 - FY16 Proposed Budget Book