FY18 Proposed Budget: $6.1 Billion

**General Planning & Programming**
- Identify regional mobility needs and solutions

**Congestion Mgmt**
- ExpressLanes, Freeway
- Service Patrol, Call Box

**Subsidy Funding Programs**
- Transit Operators
- Access and Metrolink
- 88 cities and unincorporated areas

**Debt Service**
- Obligations from current and past projects

**Metro Operations**
- Bus and Rail Services as adjusted by Service Councils and Board

**Metro Construction and State of Good Repair**
- New Transit Projects
- Metro State of Good Repair
- Highway Projects
- Regional Rail Projects

- General Planning & Programming: 6.3%
- Congestion Mgmt: 24.7%
- Subsidy Funding Programs: 36.3%
- Debt Service: 27.9%
## High level summary of Budget

<table>
<thead>
<tr>
<th>Program Type ($ in millions)</th>
<th>FY17 Budget</th>
<th>FY18 Proposed</th>
<th>Variance $</th>
<th>Variance %</th>
<th>% of Total</th>
<th>FY18 Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>Metro Operations</td>
<td>$ 1,607.8</td>
<td>$ 1,706.0</td>
<td>$ 98.2</td>
<td>6.1%</td>
<td>27.9%</td>
<td>27.9%</td>
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<tr>
<td>Metro Construction and SGR</td>
<td>2,511.9</td>
<td>2,215.7</td>
<td>(296.2)</td>
<td>-11.8%</td>
<td>36.3%</td>
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<tr>
<td>Subsidy Funding Programs</td>
<td>1,305.1</td>
<td>1,509.9</td>
<td>204.9</td>
<td>15.7%</td>
<td>24.7%</td>
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<tr>
<td>Congestion Management</td>
<td>112.9</td>
<td>97.7</td>
<td>(15.2)</td>
<td>-13.5%</td>
<td>1.6%</td>
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<tr>
<td>General Planning and Programs</td>
<td>170.0</td>
<td>199.1</td>
<td>29.1</td>
<td>17.1%</td>
<td>3.3%</td>
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<tr>
<td>Debt Service</td>
<td>320.1</td>
<td>383.2</td>
<td>63.1</td>
<td>19.7%</td>
<td>6.3%</td>
<td></td>
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<tr>
<td>Grand Total</td>
<td>$ 6,027.8</td>
<td>$ 6,111.6</td>
<td>$ 83.8</td>
<td>1.4%</td>
<td>100.0%</td>
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</tbody>
</table>

- Targeting a balanced budget for FY18
- Net $83.1M increase, at 1.4%, is lower than CPI while absorbing cost increases, new Measure M initiatives, increased security and state of good repair improvements
- Subsidy funding and Planning costs increase due to Measure M
- Debt service increase to fund Measure R/Measure M construction projects
- Performance Measures to ensure accountability
Revenue Assumptions

• FY18 sales tax growth increase of 2.8%, total sales tax revenue is estimated at $3.6 billion
  – Includes new funding from Measure M
  – Only 38% or $1.4 billion is eligible for Metro Operations and State of Good Repair

• Federal CMAQ and State Cap-and-Trade funds continue for Gold Line Foothill Extension 2A and Expo Phase II operations

• Federal Grants and TIFIA loans for Crenshaw/LAX, Regional Connector and Purple Line Extension construction

• CPI of +1.75% based on Beacon Economics forecast
FY18 Capital Program

Deliver Transit Expansion Projects and Support State of Good Repair

1) Transit Expansion:
   • **Design and construction:** Continued progress for Crenshaw/LAX, Regional Connector & the Westside Subway Purple Line Ext (PLE) Sections 1 and 2; Advancement of PLE Sec 3 for Full Funding Grant Agreement; Airport Metro Connector; Gold Line Foothill Extension 2B.

2) State of Good Repair:
   • **Facility, System and Maintenance of Way:** Bus, Blue, Gold, Green, Red & Purple projects that focus on reliability improvements. Includes rail communications, systems, stations and trackwork.
   • **Vehicle Maintenance / Acquisitions:** New articulated bus and zero emission bus acquisition, bus midlife, engine replacements, continue light rail delivery & heavy rail acquisitions / component / midlife overhauls.
   • **Technology Improvements:** TAP/Bike Share integration, connected buses web infrastructure, tablet POS system, software/hardware refresh, mobile phone validator app.
Planning and Engineering

Projects Under Planning/Engineering in FY18

**TRANSIT**
- East San Fernando Valley Transit Corridor
- South Bay Metro Green Line Extension
- West Santa Ana Branch
- Eastside Extension Phase II
- Crenshaw Northern Extension
- Orange Line grade separation operational improvements
- Sepulveda Pass Transit Corridor

**ACTIVE TRANSPORTATION/JOINT DEVELOPMENT PROJECTS**
- Bikeshare and Bike program
- Parking program
- Willowbrook/Rosa Parks Station improvements
- Rail to River Active Transportation Corridor
Metro Bus and Rail Services

What’s Happening in FY18?

BUS
- No change in overall Revenue Service Hours from the FY17 Budget
- 7,005,960 Bus Revenue Service Hours scheduled
- Although there is no increase in Revenue Service hours, service has been right-sized to increase peak frequencies on priority bus lines, improve efficiency of our Owl Network, maximize the amount of Revenue Service Miles run, and incorporate service support for rail line maintenance and special events
- Initiate manufacture and delivery of ten Electric Zero Emission Buses for demonstration on the Orange and Silver lines, as well as initiation of a procurement for additional electric and ultra low emission CNG Buses

RAIL
- Revenue Vehicle Service Hours are increasing 129,031 (11.0%)
- Vehicle availability will allow us to meet demand during all hours of service
- Includes the necessary service to accommodate requirements needed to support sporting events and other public service needs
- Service maximized while maintenance crews perform necessary repair work on the Rail lines
Subsidy Funding Passed to Cities

About 25% goes to cities to improve transit and mobility (Local Return Money)

Public Transit
Dial-A-Ride
Paratransit
Shuttle Service

Fare Subsidy Programs
Youth and Senior Recreational Transit
Taxi subsidies

Bus Stop Improvements/Maintenance
Bus Shelters
Safety Improvements
Transit Center Parking

Bikeways, Bike trails, lanes, boulevards
Bicycle parking and lockers
Citywide Bikeshare programs
Subsidy Funding Passed to Cities

Many projects are underway by each of the cities to improve transit and mobility

Pedestrian Improvements
Crosswalk programs
Traffic signals near schools
Safe Routes to school

Street Repair and Maintenance
Street Lighting Projects
Complete Streets Projects
Pavement Rehab
Streetscape Improvements

Traffic Signal Enhancements & Installations
Traffic Signal Synchronization
Bicycle Infrastructure
Congestion Management

Freeway Operations

- ExpressLanes - Toll operations
- Caltrans Operations and Maintenance
- California Highway Patrol (CHP)
- Freeway Service Patrol
- Call Box Program
- Regional Integration of Intelligent Transportation System

OTHER CORRIDOR FUNDED PROGRAMS

- Bus service enhancement (Metro, Foothill Transit, Gardena Transit, Torrance Transit)
- Net Toll Revenue Reinvestment Grant Program
- Marketing and Outreach
- Professional services contracts to support existing and evaluate new ExpressLanes
Public Engagement in Budget

We want your input... GET INVOLVED!

- Public comments can be submitted by mail or email
- Deadline for written comments is Friday, May 12 at 5pm
- Submit to
  budgetcomments@metro.net
  or
  Attn: FY18 Budget
  Metro
  One Gateway Plaza, 99-24-1
  Los Angeles, CA 90012

- Public Hearing: Wednesday, May 17 at 1pm
  Metro Headquarters Board Room
  One Gateway Plaza,
  Los Angeles CA 90012