

Santa Barbara Metropolitan Transit District

Adopted Budget

Fiscal Year

July 1, 2015 through June 30, 2016



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Budget Summary

Service

- Service hours are budgeted to increase by 3,466 or 1.7% to 210,326 annually. The result is an increase of 9,242 or 4.6% higher than two years ago.
- Ridership is projected to increase slightly.
- The additional service is comprised largely of expansion of Lines 12x & 24x and supplementary AM Peak service on the Lines 1 & 2.
- Funding provided by Caltrans & SBCAG for the Coastal Express Limited was exhausted and the service is scheduled for termination effective June 12, 2015.

Revenues

- Estimated Federal 5307 formula operating assistance of \$4,943,999 for fiscal year 2015-16 is equal to what was budgeted in the prior fiscal year.
- Staff estimates that Transportation Development Act – Local Transportation Fund (TDA-LTF)¹ sales tax revenue generated in fiscal year 2015-16 will be approximately \$7,437,215. The estimated amount represents a 2% increase over the current year estimate.
- Passenger Fare revenue of \$8,318,556 is -1% versus the estimated figure for the current fiscal year. The budgeted amount includes an estimated amount of additional SBCC contract revenue associated with a new second summer session being offered by the college. However, the lost passenger fare revenue associated with the Coastal Express Limited service offsets the new revenue.

Expenses

- Operating expense of \$25,122,302 is projected to increase by \$919,537 or 3.8% over the prior year budget and by \$1,544,539 or 6.6% from the prior year estimate.
- Wages & Benefits are budgeted to increase by \$945,635 or 5.5% over the prior year budget and by \$1,257,724 or 7.5% from the prior year estimate.
- Fuel/Electric Bus Power cost of \$2,179,974 reflects a \$136,301 or 5.9% decrease versus the prior year budget. Staff has assumed an average price of \$2.74 per gallon for diesel fuel. The price per gallon includes delivery expense but not taxes.

Net Position – Unrestricted

- Staff is recommending the use of unrestricted net assets in the amount of \$219,307 to balance the budget in fiscal year 2015-16.² The amount is less than 1% of the approved operating budget for the year.

¹ Transportation Development Act - Local Transportation Fund (TDA-LTF) sales tax revenue is used to balance the District's operating budget. TDA-LTF sales tax revenue not applied to either operating or capital activities is reported as Net Position – Unrestricted.

² Annually the estimated unfunded OPEB liability is expected to result in the use of approximately \$200,000 in unrestricted net assets at the end of the year once the actuarially derived estimate is posted.

Operating & Capital Budgets

	Adopted Budget 2015-16	Final Budget 2014-15	Final Estimate 2014-15	Actual 2013-14	Change from Estimate
Operating Budget					
Total Operating Revenue	\$25,122,302	\$24,202,765	\$23,577,763	\$22,825,243	7%
Sales Tax Revenue (TDA-LTF)	\$7,437,215	\$7,086,422	\$7,275,000	\$5,958,218	2%
Passenger Fares	8,318,556	8,374,757	8,365,394	8,127,766	-1%
Local Operating Assistance	419,322	76,091	104,815	93,848	300%
Federal Operating Assistance	4,943,999	4,943,999	4,943,999	4,943,999	0%
Measure A	2,021,193	1,977,464	1,974,000	1,890,866	2%
Property Tax	975,000	965,000	973,085	985,328	0%
Other Sources	787,710	779,032	734,709	825,218	7%
Net Assets - Unrestricted	219,307	0	(793,238)	0	n/a
Total Operating Expense	\$25,122,302	\$24,202,765	\$23,577,763	\$22,825,243	7%
Wages & Benefits	\$18,020,305	\$17,074,670	\$16,762,581	\$16,082,857	8%
Workers Compensation	862,095	1,044,964	594,392	1,014,525	45%
Materials/Supplies	1,130,146	1,142,646	1,069,416	1,097,131	6%
Services/Utilities/Misc	2,104,271	1,993,700	2,180,586	1,805,262	-3%
Fuel/Electric Bus Power	2,179,974	2,316,275	2,341,724	2,251,057	-7%
ADA Paratransit	825,511	630,511	629,064	574,411	31%
Farebox Recovery Ratio	33.1%	34.6%	35.5%	35.6%	-7%
Capital Budget					
Total Capital Revenue	\$13,305,000	\$15,437,577	\$3,563,337	\$4,988,891	
(TDA-LTF) Current Year (applied to Capital)	\$0	\$0	\$0	\$0	
(TDA-STA) State Transit Assistance - Current Year	350,000	1,713,738	0	0	
(TDA-STA) State Transit Assistance - Prior Year	3,244,897	5,645,113	1,688,225	123,878	
Measure A - Capital Replacement Fund	1,787,715	2,204,579	1,286,112	190,276	
Local Capital Assistance	0	0	0	108,635	
Federal Capital Assistance	1,815,007	2,796,554	20,000	23,212	
Prop 1B - Capital Assistance Funds	6,107,381	3,077,593	569,000	4,542,890	
Total Capital Expense	\$13,305,000	\$15,437,577	\$3,563,337	\$4,988,891	
Land & Buildings	\$2,045,000	\$1,900,000	\$90,000	\$114,410	
Buses	6,215,000	9,031,750	2,768,337	4,591,303	
Service Vehicles	0	0	0	918	
Management Information Systems	90,000	80,000	0	12,294	
Intelligent Transportation Systems	4,280,000	3,735,837	569,000	119,365	
Bus Stops	500,000	501,990	30,000	79,806	
Other Capital Items	175,000	188,000	106,000	70,795	

Fund Balances & Posted Unfunded Liabilities

	Adopted Budget 2015-16	Final Estimate 2014-15	Actual 2013-14
<u>Net Position - Unrestricted</u>			
Beginning Balance:	\$9,720,316	\$9,133,078	\$7,921,369
Net Gain/Loss from Operating Activities	(219,307)	793,238	1,362,709
*Post-Retirement Benefits - Retiree Health Care	(206,000)	(206,000)	(151,000)
Ending Balance:	\$9,295,009	\$9,720,316	\$9,133,078

Capital Account Reserves

Proposition 1B - PTMISEA

Beginning Balance:	\$2,242,556	\$2,572,002	\$6,977,085
Net Activities	(\$2,241,029)	(\$329,446)	(\$4,405,083)
Ending Balance:	\$1,527	\$2,242,556	\$2,572,002

Proposition 1B - Transit Security

Beginning Balance:	\$525,138	\$764,692	\$611,809
Net Activities	(\$501,316)	(\$239,554)	\$152,883
Ending Balance:	\$23,822	\$525,138	\$764,692

Measure A - Transit Capital

Beginning Balance:	\$1,383,130	\$1,808,142	\$1,126,521
Net Activities	(\$851,165)	(\$425,012)	\$681,621
Ending Balance:	\$531,965	\$1,383,130	\$1,808,142

State Transit Assistance - (TDA-STA)

Beginning Balance:	\$7,450,847	\$9,139,072	\$7,549,211
Net Activities	(\$3,594,897)	(\$1,688,225)	\$1,589,861
Ending Balance:	\$3,855,950	\$7,450,847	\$9,139,072

Other Post Employment-Retirement Benefits Liability (OPEB)

OPEB

Beginning Accumulated Liability:	(\$2,949,000)	(\$2,743,000)	(\$2,592,000)
Net Activities	(\$206,000)	(\$206,000)	(\$151,000)
Ending Accumulated Liability:	(\$3,155,000)	(\$2,949,000)	(\$2,743,000)

*The Post-Retirement figure represents the estimated annual unfunded liability associated with retiree health insurance commitments. Consistent with Generally Accepted Accounting Principals (GAAP) Statement No. 45, MTD books the estimated unfunded liability at the end of the fiscal year.

Ridership & Service Levels

	Adopted Budget 2015-16	Final Estimate 2014-15	Actual 2013-14
Ridership			
Regular	5,741,678	5,688,002	5,729,168
Shuttles	386,482	382,656	421,254
Express	1,447,261	1,432,931	1,427,716
Regional	0	42,656	45,707
Total Ridership	7,575,421	7,546,245	7,623,845
Service Miles			
Regular	1,747,338	1,767,173	1,752,334
Shuttles	83,380	81,673	83,268
Express	672,548	665,056	640,469
Regional	0	72,108	80,431
Total Service Miles	2,503,266	2,586,010	2,556,502
Service Hours			
Regular	164,155	160,942	155,530
Shuttles	15,672	15,238	15,433
Express	30,499	28,654	28,120
Regional	0	2,026	2,001
Total Service Hours	210,326	206,860	201,084
Passengers per Mile	3.0	2.9	3.0
Passengers per Hour	36.0	36.5	37.9

Executive Summary

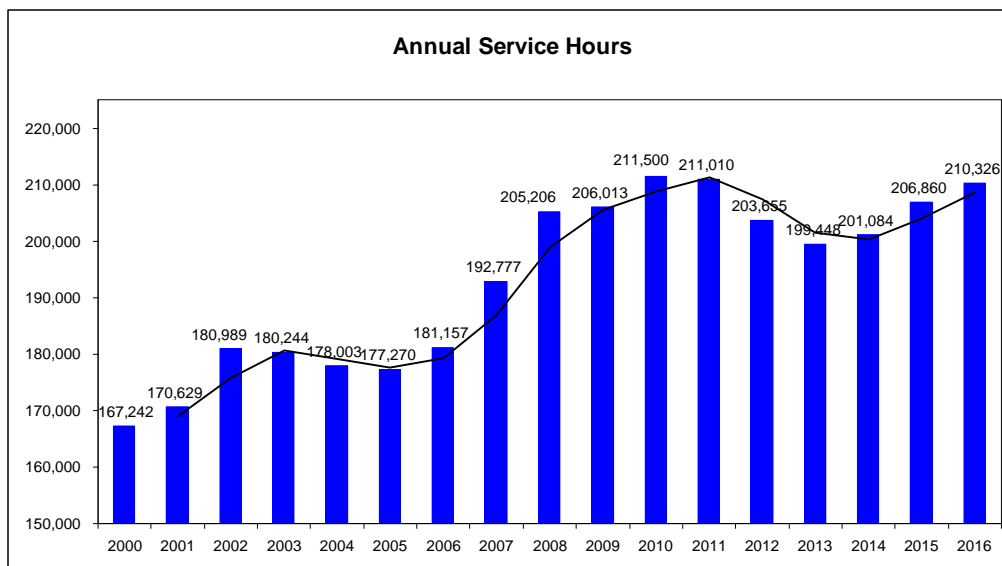
Santa Barbara Metropolitan Transit District’s (District) adopted operating budget of \$25,122,302 for fiscal year 2015-16 is \$919,537 or 3.8% greater than the prior year budget and \$1,544,539 or 6.6% higher than prior year *estimated* expenditures. Typically, the District manages to balance growth in wages, fringe benefits, diesel fuel costs and other operating expenses with annual sales tax revenue growth. This year staff is proposing the use of \$219,307 of reserves to balance the adopted operating budget for fiscal year 2015-16. The amount is less than 1% of the total adopted operating budget.

This year’s discussion focuses on service changes that have been implemented in fiscal year 2014-15 and those scheduled for implementation in the coming year. Additionally, complementary ADA paratransit service demand is on the rise and some background pertaining to the District’s responsibility is included. The conversation will close with an overview of capital projects completed, in progress and others in the pipeline.

Service Levels

Two years ago the Board of Directors chose to eliminate a route that had under performed for many years and to increase service hours to lines that were experiencing schedule adherence issues such as the interlined 1 & 2 serving the East and West sides of Santa Barbara. Additionally, the Board supported staff’s recommendation to implement a mid-year service change to extend the Line 3, Oak Park, to serve the newly opened Sansum Medical Clinic on Foothill Road.

For the new fiscal year, the Lines 12x & 24x will be expanded with operating assistance provided by UCSB to mitigate the impact of the San Joaquin Housing Project. Additional AM peak service increasing the frequency of Lines 1 & 2 for a few hours each weekday is being funded with new State of California (Cap-and-Trade) revenue. Finally, the aforementioned Line 3, Oak Park, service will be in place for the entire year. As the graph below illustrates, with new operating funding available the Board of Directors has authorized increasing service hours back to historic highs.



Historically, significant increases in service hours were implemented with the infusion of new operating assistance such as those discussed previously. As an example, the rise in service hours in 2006 from 181,157 to 205,206 in 2008 was funded, in large part, by the County and local City's in response to demands from the public for enhanced public transit service. Similarly, much of the underlying growth in service hours between 2001 and 2011 was associated with the gradual implementation of public transit service associated with the South Coast Transit Priorities plan developed in the late 1990's. Those projects were funded with federal Congestion Mitigation and Air Quality (CMAQ) funds that are no longer available to the County.

ADA Complementary Paratransit Service

This year's budget also includes a significant increase in the subsidy paid to Easy Lift for their services. MTD has provided service that is accessible to persons with disabilities throughout the life of the District. The picture at right shows a passenger utilizing a lift-equipped MTD bus in the 1970s.



Since 1990, the federal Americans with Disabilities Act (ADA) requires public transit operators to provide "complementary paratransit service" for persons who cannot utilize fixed-route bus service due to a disability. MTD must ensure that paratransit service (i.e., door-to-door transit service) is available

for such persons whenever and wherever the District provides bus service. From the passage of the ADA to the present, the District has complied with this unfunded mandate by providing a financial subsidy to Easy Lift for the paratransit service they provide.

About Easy Lift



Easy Lift provides a variety of specialized transportation services in the South Coast. Easy Lift was created in 1979 as a special project of the local Easter Seal Society. The agency began operation with one converted motor home, one driver, and an on-board hostess. In 1981, Easy Lift incorporated as its own nonprofit charitable agency focused on promoting independence and dignity by providing transportation for people with limited mobility.

Fixed-route and ADA Complementary Paratransit Service

The District operates a great deal of public transit service throughout the South Coast, providing excellent coverage to most social service facilities and other popular destinations. Coupled with Easy Lift's complementary paratransit service, the South Coast benefits significantly from a robust choice of public transit options. The partnership between the District and Easy Lift has worked well for both agencies and the community.



Capital Activities



The District successfully introduced three 60' articulated buses to the community in fiscal year 2014-15. The buses were allocated to the Line 15x serving Isla Vista to and from SBCC.

The acquisition of the buses were initially approved by the Board of Directors in 2012 as a means of providing additional capacity to the Line 15x. The route had experienced significant growth in demand over a number of years. The District had been allocating additional 40' buses to boost trips that were severely impacted. The introduction of the articulated buses has freed the District to utilize some of the 40' buses that had been allocated to the 15x elsewhere within the South Coast.

Plans to rehabilitate the Transit Center on Chapala Street will be submitted to the City of Santa Barbara this summer. The plans have been vetted with the Facilities Committee, management and Transit Center supervisors over the past year. The project has its limitations, as the amount of space to work with is unchanged. Nonetheless, management is confident that customers and employees alike will take pleasure in the improvements.



Technological advancements in the way the District interacts with its customers are on the horizon. The Automated Vehicle Location System project (AVL), which includes onboard security cameras, is expected to be implemented in the second half of fiscal year 2015-16. The project will allow the District to share real-time passenger information with its customers.

Conclusion

These are exciting times for South Coast public transit customers as capital projects such as the articulated buses, Transit Center Rehabilitation and AVL project enhance public transit equipment, facilities and information sharing. In the pipeline are the Smartcard and Photovoltaic projects as well.

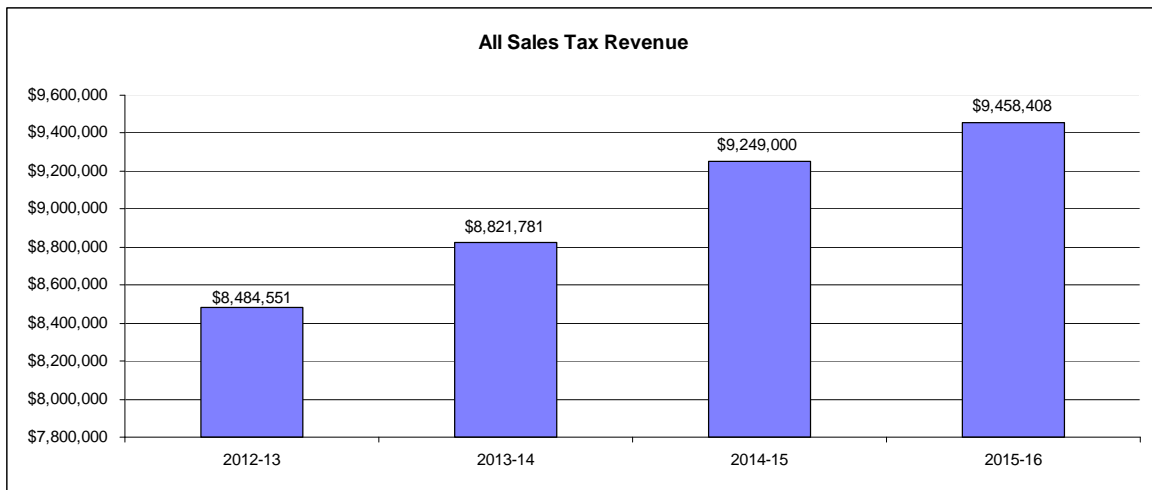
As noted last year, the District's agreement with the University of California Santa Barbara (UCSB) will result in the availability of enhanced public transit service to all South Coast residents within and adjacent to the UC campus. The first of these enhancements is scheduled for implementation in August 2015 and the new Line 38 serving UCSB and the City of Goleta is tentatively anticipated to arrive in August of 2016.

Operating Budget

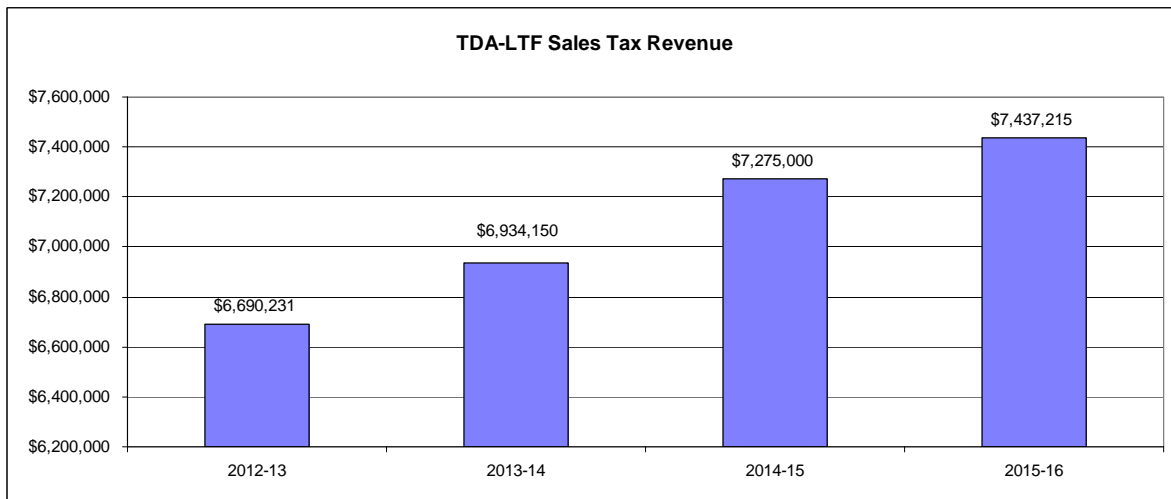
Operating Revenue

Operating revenue of \$25,122,302 is budgeted to increase by \$919,537 or 4% greater than the prior year budget. Use of \$219,307 in Net Assets-Unrestricted is necessary to balance the budget.

Sales tax revenue of \$9,458,408 accounts for 37.6% of total operating revenues in fiscal year 2015-16. The figures included in the chart below are comprised of TDA-LTF and Measure A – Operating sales tax revenue. While the upward trend is projected to continue it is also anticipated to slow somewhat.



TDA-LTF sales tax revenue of \$7,437,215 accounts for 29.6% of the District’s operating revenue in fiscal year 2015-16. Below is a chart of the increased TDA-LTF activity level over the past several years.

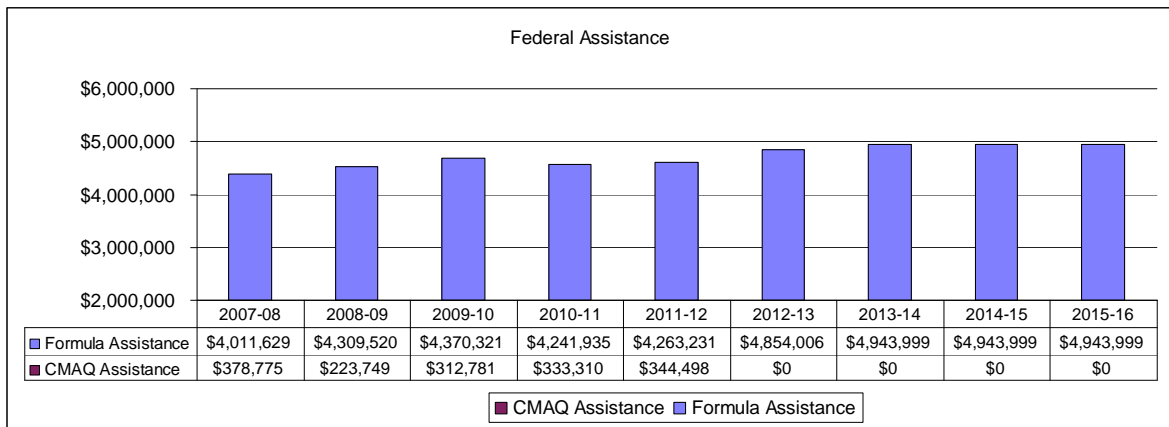


The basis for the budgeted TDA-LTF and Measure A – Operating sales tax figures are based on allocations to the District by SBCAG. The growth estimates were provided by the County Auditor-Controller’s office.

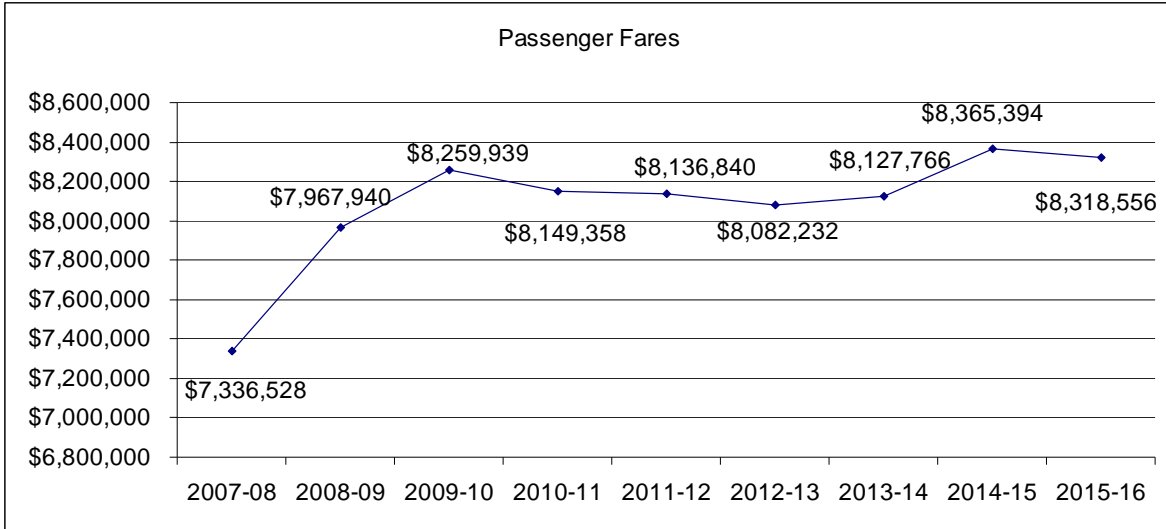
With service levels increasing, Local Operating Assistance is projected to increase by \$343,231 or 451% over prior year’s budget. UCSB’s contribution for the expanded service on Lines 12x/24x (UCSB Express) accounts for approximately \$298,000 of the increase. Lines 1/2 (East/West) expansion is funded by Low Carbon Transit Operations Cap and Trade Grant Program equating to \$100,000. These increases were offset by the elimination of SBCAG’s funding associated with terminated Coastal Express Limited service.

The enactment of the Federal Transportation Bill (MAP-21) in fiscal year 2012-13 resulted in an increase of nearly \$700,000 annually in 5307 federal Formula Assistance, which was due in large part to a significant increase in the amount apportioned to the Small Transit Intensive Communities (STIC) program. Unfortunately, much of the increase was offset by the exhaustion of Congestion Mitigation and Air Quality (CMAQ) funds that averaged nearly \$340,000 annually the last two years of availability.

The chart above includes all federal formula assistance, including CMAQ, received since 2007-08 and an estimate for the last two years. The chart illustrates the growth of the formula assistance against the loss of CMAQ funds. CMAQ operating funds were only granted for the first three years of new service. The increased subsidy (STIC) arrived at a perfect time for the District as it provided a permanent source of new funding to replace a temporary one. (CMAQ)



Passenger fare revenue of \$8,318,556 consists of cash fares, discounted passes, UCSB & SBCC student bulk pass programs and city of Santa Barbara fare buy down subsidy for the Downtown Waterfront Electric Shuttle service. The District is projecting a \$56,201 or less than 1% decrease over prior year's budget. The impact of the no longer selling Coastal Express Limited bus passes is offset by increasing revenues from UCSB and Santa Barbara City College (SBCC). SBCC had the larger of impact of the two because it implemented an additional summer session in 2015.



Operating Expense

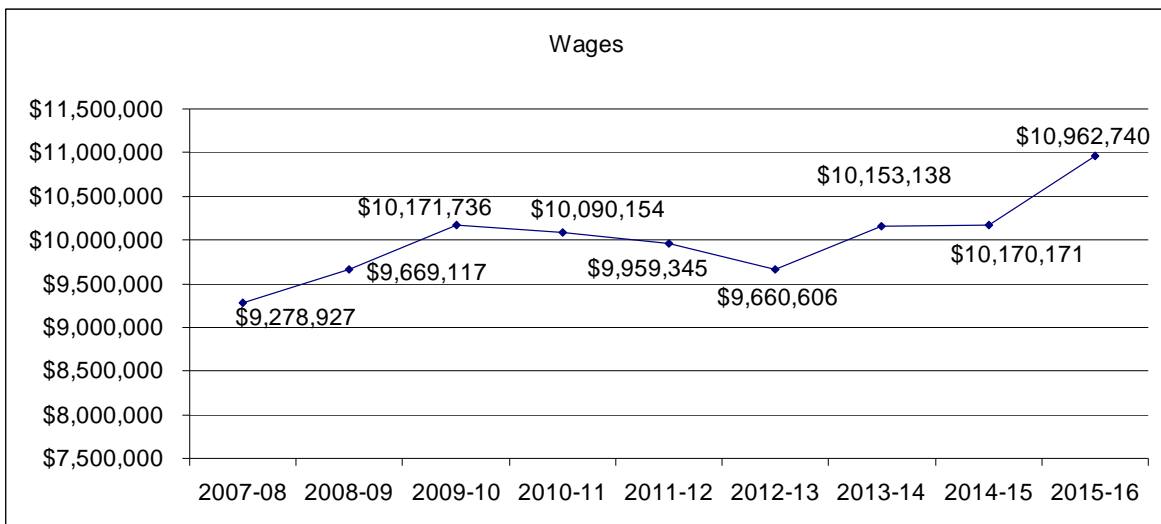
Wages & Fringe Benefits

	Adopted FY 2015-16	Final Budget FY 2014-15	Final Estimate FY 2014-15	Actual 2013-14
Wages	\$10,962,740	\$10,522,111	\$10,170,171	\$10,153,138
Fringe Benefits	7,057,565	6,552,559	6,592,410	5,929,719
	<u>\$18,020,305</u>	<u>\$17,074,670</u>	<u>\$16,762,581</u>	<u>\$16,082,857</u>

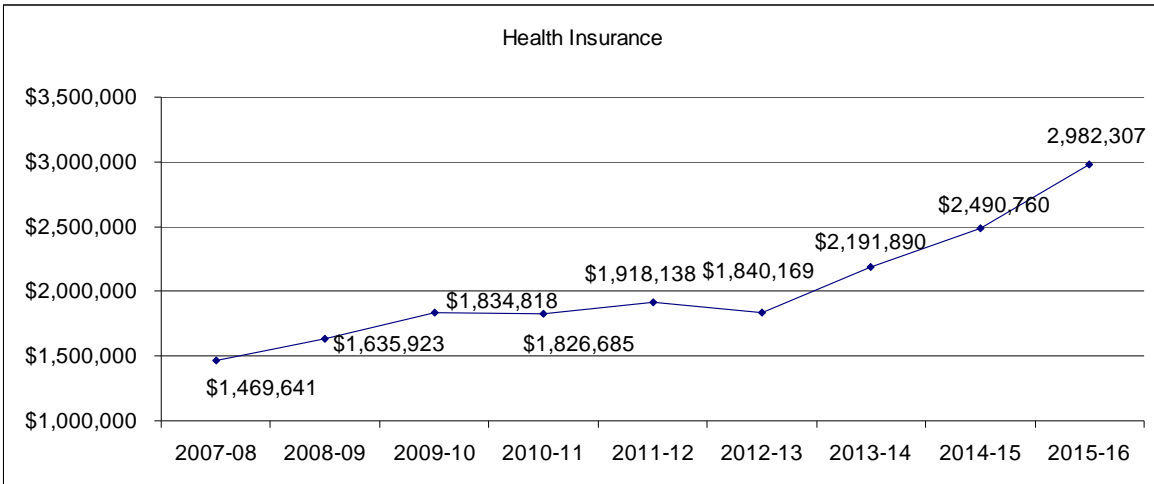
Fringe Benefits Summary

	Adopted FY 2015-16	Final Budget FY 2014-15	Final Estimate FY 2014-15	Actual 2013-14
Fringe Benefits	<u>\$7,057,565</u>	<u>\$6,552,559</u>	<u>\$6,592,410</u>	<u>\$5,929,719</u>
Health Insurance	\$2,982,307	\$2,578,425	\$2,490,760	\$2,191,890
Pension	\$1,397,562	\$1,289,641	\$1,346,249	\$1,276,958
Other (Sick, Vacation, FICA, etc.)	\$2,677,697	\$2,684,493	\$2,755,401	\$2,460,871

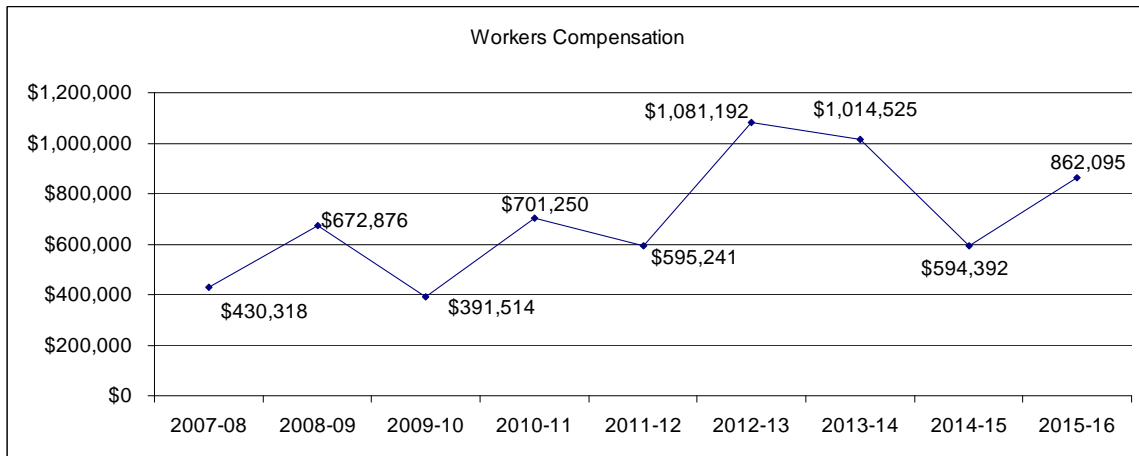
Wages & Fringe benefits of \$18,020,305 reflect an increase of \$945,635 or 5.5% versus prior year budget. Consistent with the collective bargaining agreement, wage rates are budgeted for a 1.5% increase effective July 1, 2015. Because drivers are subject to a six-year step increase process before they reach “Top Rate”, the actual percentage increase awarded to junior drivers is higher than 1.5%. However, the actual amount paid per hour to the junior drivers is less than the “Top Rate” resulting in a lower cost per hour worked than that of their peers. The wage increase reflects the 1.7% service level increase and the filling of administrative staff vacancies in several areas. This is a \$1,257,724 or 7.5% increase over the prior year estimate.



Santa Barbara Metropolitan Transit District Final FY 2015-16 Budget

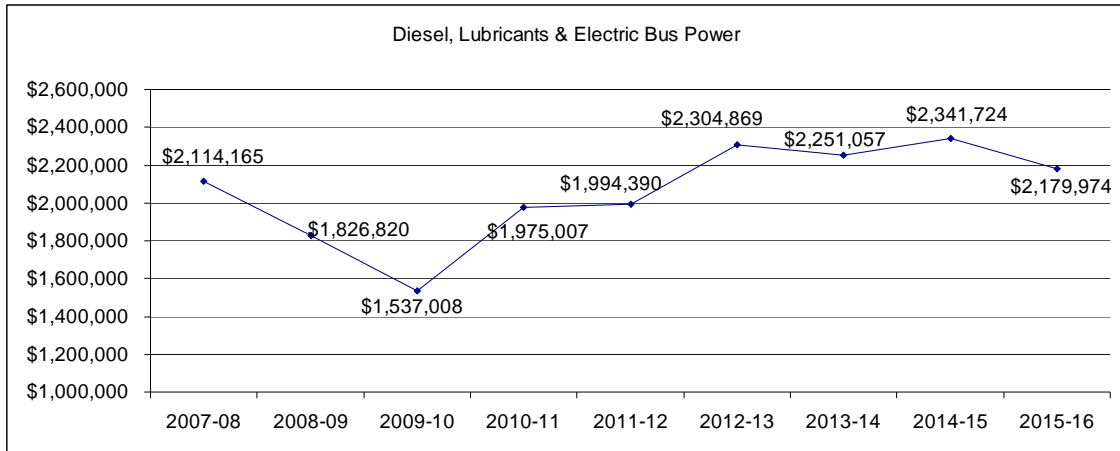


The District has increased its contribution toward health insurance premiums and has budgeted for a significant increase in fiscal year 2015-16. The illustration above highlights the District’s financial commitment to its employees and their well-being. As mentioned above the budget accounts for full staffing for administrative staff. The insurance costs also encompass the District’s increase in the maximum contribution as outlined in the collective bargaining agreement.



As the chart above indicates, Workers Compensation costs have fluctuated greatly over the past eight years. Fiscal year’s 2012-13 and 2013-14 resulted in total costs exceeding \$1 million each year. Staff is estimating that costs will drop to under \$600 thousand in fiscal year 2014-15, which is a positive result. Due to the unpredictability of new claims, staff is recommending an increase of \$267,703 in fiscal year 2015-16 to bring the total to \$862,095 over the prior year’s estimate of \$594,392.

Santa Barbara Metropolitan Transit District Final FY 2015-16 Budget



Fuel/Electric Bus Power costs are budgeted at \$2,179,974, which is a decrease of \$136,301 or 5.9% versus the prior year budget of \$2,316,275. Of the budgeted amount, \$2,095,974 is attributable to diesel fuel and lubricant costs and \$84,000 is for Electric Bus Power.

Below is a listing of the fixed-price contracts entered into by the District since June 2010:

June 2010 – May 2011	- \$2.55 per gallon ³
June 2011 – May 2012	- \$2.65 per gallon
June 2012 – November 2013	- \$3.37 per gallon
December 2012 – November 2013	- \$3.27 per gallon
December 2013 – March 2014	- \$3.07 per gallon
April 2014 – December 2014	- \$3.06 per gallon
January 2015 – November 2015	- \$2.94 per gallon

³ All prices per gallon listed include delivery but exclude taxes.

Services
(Significant Increases)

<u>Expenditures</u>	Adopted Budget 2015-16	Final Budget FY 2014-15	Final Estimate FY 2014-15	Change vs. Estimate
Dial-a-Ride (Easy Lift)	\$825,511	\$630,511	\$629,064	\$196,447
Fare Processing	75,000	20,000	51,995	23,005
Public Officials Insurance	42,340	33,864	9,487	32,853
Legal Counsel	125,000	135,000	106,319	18,681
Office & Computer Supplies	49,511	49,511	38,557	10,954
Power, Water & Refuse	174,000	174,000	161,929	12,071
Planning Services & Supplies	18,000	18,000	1,389	16,611
	\$1,309,362	\$1,060,886	\$998,740	\$310,622

Listed in the table above are expenditures incurring significant increases in the upcoming year. The costs associated with the provision of ADA paratransit service by Easy Lift have increased by 31%. Easy Lift representatives have indicated that a spike in the number of trip denials is the primary reason for the increased funding need. The District is required to provide ADA paratransit service and utilizes Easy Lift’s services to meet compliance measures.

Fare processing costs are budgeted to increase by 44%. Staff will research other banking options to help mitigate this cost. Cost associated with Public Officials Insurance increased consistent with market indicators. Legal costs were budgeted at \$10 thousand less than the prior year budget but higher than the estimate as conservative measure. Similarly, the budget for Office & Computer Supplies, Power, Water, & Refuse and Planning Services & Supplies was unchanged from prior year despite lower estimates for fiscal year 2014-15.

Capital Budget

The fiscal year 2015-16 capital budget includes the rollover of the following projects:

- (5) 40' Diesel Bus Replacements
- 22' Electric Shuttle Replacements
- Automated Vehicle Location System
- On Board Security Cameras
- Downtown Santa Barbara Superstop(s)
- Olive Street Facility Improvements – Articulated Bus Canopy
- Transit Center Rehabilitation

Funding for all of these projects is in place and staff is optimistic that the funding for most of the projects will be contractually obligated next fiscal year with the exception of the electric shuttles.

The fiscal year 2015-16 capital budget includes new funding for the following projects and capital activities:

- (3) 40' Diesel Bus Replacements
- Engine, Transmission and Bus Rehabilitation
- Smartcard Project
- Fixed Facilities, Bus Stops, Shop Equipment and Office and Computer related equipment

A new allocation of Proposition 1B – PTMISEA has been awarded to MTD for some of the projects listed above. Final funding approval is still pending.

(See Appendix XIII & XIV for detail regarding the individual projects and the funding sources identified to pay for them.)

**CAPITAL BUDGET
FUNDING SUMMARY
FISCAL YEAR 2015-16**

	Adopted Budget FY 2015-16	Final Budget FY 2014-15	Change vs. Final Budget
<u>Revenue</u>			
Dedicated Source(s):			
<u>TDA-State Transit Assistance (TDA - STA)</u>			
Current Year - Allocation	\$350,000	\$1,713,738	(\$1,363,738)
Prior Year(s) - Allocation	3,244,897	5,645,113	(2,400,216)
	<u>\$3,594,897</u>	<u>\$7,358,851</u>	<u>(\$3,763,954)</u>
<u>Measure A Transit Capital - Sales Tax Revenue</u>			
Current Year - Allocation	\$936,550	\$861,060	\$75,490
Prior Year(s) - Allocation	851,165	1,343,519	(492,354)
	<u>\$1,787,715</u>	<u>\$2,204,579</u>	<u>(\$416,864)</u>
<i>sub total:</i>	<i>\$5,382,612</i>	<i>\$9,563,430</i>	<i>(\$4,180,818)</i>
Grants:			
<u>Proposition 1B - Bond Proceeds</u>			
PTMISEA	\$5,368,296	\$2,570,858	\$2,797,438
Transit Security - OHS	739,085	506,735	232,350
	<u>\$6,107,381</u>	<u>\$3,077,593</u>	<u>\$3,029,788</u>
<u>Local Capital Assistance</u>			
Local Grants	\$0	\$0	\$0
<u>Federal Capital - Grants</u>			
Federal Grants	\$1,815,007	\$2,796,554	(\$981,547)
<i>sub total:</i>	<i>\$7,922,388</i>	<i>\$5,874,147</i>	<i>\$2,048,241</i>
Total Capital Revenue	<u>\$13,305,000</u>	<u>\$15,437,577</u>	<u>(\$2,132,577)</u>
<u>Expense - Projects</u>			
Buses	\$5,525,000	\$7,912,250	(\$2,387,250)
Bus Rehab	690,000	1,119,500	(429,500)
Fixed Facilities	2,045,000	1,900,000	145,000
Radios & Fareboxes	75,000	75,000	0
Bus Stops	500,000	501,990	(1,990)
Shop Equipment	75,000	88,000	(13,000)
Management Info Systems	90,000	80,000	10,000
Intelligent Transportation Systems	4,280,000	3,735,837	544,163
Office Furniture & Equipment	25,000	25,000	0
	<u>\$13,305,000</u>	<u>\$15,437,577</u>	<u>(\$2,132,577)</u>
Total Capital Projects	<u>\$13,305,000</u>	<u>\$15,437,577</u>	<u>(\$2,132,577)</u>

Major Capital Improvement Program

The Major Capital Improvement Program consists of all major capital projects regardless of its funding status. The list was developed to provide the Board of Directors with an opportunity to guide staff regarding capital priorities for any unexpected capital funding opportunities that may arise.

Major Capital Improvement Program

	Project Description	Projected Cost	Status
1	Electric Shuttle Replacement (4 buses)	\$2,000,000	Pending Grant Application - FTA Lo-No
2	Downtown SB - SuperStop Project	\$250,000	Estimated Completion: March 2016
3	Radio/AVL System	\$2,630,000	Estimated Completion: June 2016
4	Security Cameras on Buses	\$650,000	Option to AVL Project - Funded
5	Nova Bus Replacements (5 buses)	\$2,100,000	Estimated Completion: March 2016
6	Nova Bus Replacements (3 buses)	\$1,425,000	Estimated Completion August 2016
7	Photovoltaic System	TBD	Project Assessment Scheduled for 2016
8	Transit Center Rehabilitation	\$1,500,000	Summer 2016
9	Smartcard Project	\$1,000,000	Pending CTC Approval
10	Nova Bus Replacements (7)	\$3,500,000	Pending Funding
11	Electric Bus Purchase (30' diesel replacement)	\$2,500,000	Pending Funding

Total: \$17,555,000

As the table above illustrates, there are a number of major projects in the works with more in the queue. It is important to remember that these are only the major projects and that routine capital acquisitions that are not included on this list also require significant staff time to process.

Capital Replacement Schedule (Buses/Shuttles)

Bus Replacement Schedule (Buses & Shuttles)

Fleet Type	Qty	Projected Order Date	Useful Life	FY 14-15 Cost per Vehicle	Projected Cost per Vehicle	Total Cost
1992 Shuttle (3,4,5,6,8,11)	4	FY 15-16	1	500,000	500,000	2,000,000
1997 40' Nova	5	FY 15-16	1	420,000	420,000	2,100,000
1997 40' Nova	3	FY 16-17	2	448,000	475,283	1,425,850
2000 Shuttle (12,13,14)	3	FY 18-19	4	500,000	500,000	\$1,500,000
2001 Shuttle (15,16,17,18,19,20,21,26,27,28)	10	FY 18-19	4	500,000	562,754	5,627,544
2004 40' Diesel (600-614)	15	FY 20-21	7	420,000	516,547	7,748,205
2004 29' Diesel (700-710)	11	FY 20-21	7	400,000	491,950	5,411,445
2006 29' Diesel (711-713)	3	FY 22-23	9	600,000	782,864	2,348,592
2007 40' Hybrids (900-907)	8	FY 23-24	10	655,000	880,265	7,042,122
2009 29' Hybrids (715-717)	3	FY 25-26	12	600,000	855,457	2,566,370
(cycle 2) 2015 Electric Shuttles	9	FY 26-27	13	375,000	550,700	4,956,301
(cycle 2) 2015 40' Diesel	5	FY 26-27	13	455,000	668,183	3,340,914
2011 40' Hybrids (908-915)	7	FY 27-28	14	655,000	990,746	6,935,224
2011 40' Diesel (615 - 621)	7	FY 27-28	14	455,000	688,228	4,817,598
2013 40' Diesel (622 - 634)	13	FY 29-30	16	455,000	730,141	9,491,839
(cycle 2) 2018 Electric Shuttles	10	FY 29-30	16	375,000	601,765	6,017,649
2015 Articulated Buses	3	FY 29-30	16	750,000	1,203,530	3,610,589

CPI applied to vehicle cost:

3.0%

Total Projected Cost: \$76,940,242

Financial Forecast

	Adopted Budget				
	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20
<i>Operating Budget</i>					
Revenue	<u>\$25,122,302</u>	<u>\$25,955,860</u>	<u>\$26,891,242</u>	<u>\$27,803,663</u>	<u>\$28,827,048</u>
Expense	<u>\$25,122,302</u>	<u>\$25,955,860</u>	<u>\$26,891,242</u>	<u>\$27,803,663</u>	<u>\$28,827,048</u>
<i>Net Position - Unrestricted</i>					
Beginning Balance:	\$9,926,316	\$9,501,009	\$8,550,733	\$7,071,064	\$5,096,208
Net of Operating Activities:	(219,307)	(738,097)	(1,261,124)	(1,749,753)	(2,324,253)
Estimated OPEB Liability:	(206,000)	(212,180)	(218,545)	(225,102)	(231,855)
Ending Balance:	\$9,501,009	\$8,550,733	\$7,071,064	\$5,096,208	\$2,540,101

The table above forecasts the amount of unrestricted net assets needed to balance the operating budget. The forecast reflects no change in service levels or the fare structure during the period. The forecast assumes wage rate increases of 2% to 3%, health care increases ranging from 8% to 10%, and diesel fuel price increases ranging from 2% to 5%. These assumptions have been included for discussion purposes only.

Long-term Financial Concern

Post-employment Health Benefits

The District provides capped reimbursement of healthcare premiums to employees who meet certain eligibility requirements upon retirement from the District. Under the Plan, the District contributes towards eligible retirees and their spouse’s healthcare premiums. The liabilities and annual costs for the District’s promises to retirees are calculated in an actuarial valuation in accordance with Governmental Accounting Standards Board (GASB) Statement 45, which was implemented by the District for the fiscal year ending June 30, 2009.

The District does not currently prefund contributions in a qualified irrevocable trust. The actuarial valuation assumes the District will continue “pay-as-you-go” funding. It is important to note that only current active and retired participants are valued in the actuarial study.

The following table outlines the annual net OPEB obligation that has been booked but not funded:

Post-employment Health Benefits
Increase in Net OPEB Obligation

<u>Fiscal Year</u>	<u>Amount Booked</u>	<u>Ending Balance</u>
2008-09	\$880,000	\$880,000
2009-10	\$924,000	\$1,804,000
2010-11	\$1,021,000	\$2,825,000
2011-12	\$816,000	\$3,641,000
2012-13	(\$1,049,000)	\$2,592,000
2013-14	\$151,000	\$2,743,000
2014-15*	\$206,000	\$2,949,000
2015-16*	\$206,000	\$3,155,000

*Estimated amounts for FY2014-15 and FY2015-16

The Board of Directors approved a policy change to control the growth in the actuarially accrued liability for non-represented employees. Additionally, the District negotiated a change to the benefit with its represented employees during the last collective bargaining process. Together these changes have slowed the growth in the estimated benefit.

Staff will seek professional assistance in fiscal year 2015-16 regarding the process of funding this benefit.

Appendices

Detailed Financial Forecast

	Adopted		Growth		Projected		
	Budget FY 2015-16	Rate	FY 2016-17	Rate	FY 2017-18	FY 2018-19	FY 2019-20
<i>OPERATING REVENUE</i>							
Passenger Fares	\$8,318,556	1.0%	\$8,401,741	1.0%	\$8,485,759	\$8,570,616	\$8,656,321
FTA Operating Assistance	4,943,999	0.0%	4,943,999	0.0%	4,943,999	4,943,999	4,943,997
Property Tax Revenue	975,000	3.0%	1,004,250	1.0%	1,014,293	1,024,435	1,034,678
Local Operating Assistance	419,322	1.0%	423,516	1.0%	427,751	432,028	436,347
Measure A	2,021,193	-2.0%	1,980,462	3.4%	2,048,643	2,120,061	2,208,164
Non-Transportation Income	787,710	2.0%	803,464	2.0%	819,533	835,924	852,640
Sales Tax Revenue (TDA - LTF) CY	7,437,215	3.0%	7,660,331	3.0%	7,890,141	8,126,846	8,370,649
Net Assets - Unrestricted	219,307		738,097		1,261,124	1,749,753	2,324,253
<i>Total Operating Revenue</i>	<u>\$25,122,302</u>		<u>\$25,955,860</u>		<u>\$26,891,242</u>	<u>\$27,803,663</u>	<u>\$28,827,048</u>
<i>OPERATING EXPENSE</i>							
Route Operations	\$14,725,592		\$15,206,853		\$15,709,783	\$16,235,667	\$16,785,883
Vehicle Maintenance	3,704,777		3,842,653		3,987,041	4,138,317	4,296,881
(Fuel Costs)	2,095,974		2,137,893		2,244,788	2,289,684	2,404,168
Passenger Accommodations	1,715,599		1,774,242		1,835,795	1,900,440	1,968,372
General Overhead	2,880,360		2,994,219		3,113,836	3,239,555	3,371,744
<i>Total Operating Expense</i>	<u>\$25,122,302</u>		<u>\$25,955,860</u>		<u>\$26,891,242</u>	<u>\$27,803,663</u>	<u>\$28,827,048</u>
<i>Net Position - Unrestricted</i>							
Beginning Balance	\$9,926,316		\$9,501,009		\$8,550,733	\$7,071,064	\$5,096,208
Projected: Net Gain/Loss from Activities	(219,307)		(738,097)		(1,261,124)	(1,749,753)	(2,324,253)
*Post-Retirement Benefits - Retiree Health Care	(206,000)		(212,180)		(218,545)	(225,102)	(231,855)
Ending Balance	<u>\$9,501,009</u>		<u>\$8,550,733</u>		<u>\$7,071,064</u>	<u>\$5,096,208</u>	<u>\$2,540,101</u>

Operating Revenue

	Adopted Budget FY 2015-16	Final Budget FY 2014-15	Change	Estimate FY 2014-15
<i>FAREBOX REVENUE</i>				
Cash Fares	\$2,604,480	\$2,676,522	(\$72,042)	\$2,617,568
Downtown-Waterfront Shuttle/My Ride	1,105,345	1,087,330	18,015	1,082,559
UCSB Contract Fares	975,678	947,093	28,585	975,300
SBCB Contract Fares	1,036,602	994,131	42,471	966,051
Amtrak Fares	0	0	0	0
Special Event Fares	77,294	77,294	0	80,000
Brooks Pass Program	1,500	2,542	(1,042)	1,700
Day Pass	5,211	5,378	(167)	5,211
Adult 10-Ride Pass	762,703	755,009	7,694	762,703
Youth 10-Ride Pass	453,115	381,562	71,553	444,231
Senior/Mobility 10-Ride Pass	111,083	111,490	(407)	111,083
Coastal Express - 10-Ride Pass	0	92,689	(92,689)	98,531
Adult 30-Day Pass	715,092	742,112	(27,020)	715,092
Youth 30-Day Pass	248,118	238,786	9,332	245,661
Senior/Mobility 30-Day Pass	222,335	223,939	(1,605)	222,335
Ventura CE - 30-Day Pass	0	38,880	(38,880)	37,371
<i>Subtotal</i>	<u>\$8,318,556</u>	<u>\$8,374,757</u>	<u>(\$56,201)</u>	<u>\$8,365,394</u>
<i>NON-TRANSPORTATION INCOME</i>				
Advertising on Buses	\$525,000	\$500,000	\$25,000	\$486,904
Interest on Investments	42,580	70,000	(27,420)	40,883
Overpass Lease & Misc. Revenue	220,130	209,032	11,098	206,923
<i>Subtotal</i>	<u>\$787,710</u>	<u>\$779,032</u>	<u>\$8,678</u>	<u>\$734,709</u>
<i>SUBSIDIES</i>				
TDA Sales Tax Revenue	\$7,437,215	\$7,086,422	\$350,793	\$7,275,000
(Unrestricted - Net Assets)	219,307	0	219,307	(793,238)
FTA Formula Assistance	4,943,999	4,943,999	0	4,943,999
Property Tax Revenue	975,000	965,000	10,000	973,085
Measure A	2,021,193	1,977,464	43,729	1,974,000
LOA	419,322	76,091	343,231	104,815
<i>Subtotal</i>	<u>\$16,016,036</u>	<u>\$15,048,976</u>	<u>\$967,060</u>	<u>\$14,477,660</u>
<i>Total Operating Revenue</i>	<u>\$25,122,302</u>	<u>\$24,202,765</u>	<u>\$919,537</u>	<u>\$23,577,763</u>

Operating Expense

	Adopted Budget FY 2015-16	Final Budget FY 2014-15	Change	Estimate FY 2014-15
<i>ROUTE OPERATIONS</i>				
Drivers	\$11,074,201	\$10,499,155	\$575,046	\$10,341,615
Dispatch & Supervision	619,988	551,316	68,671	559,804
Hiring & Training	301,458	355,176	(53,718)	368,833
Risk & Safety	1,904,435	2,010,538	(106,103)	1,791,392
Transportation Subsidies	825,511	630,511	195,000	629,064
<i>Subtotal</i>	<u>\$14,725,592</u>	<u>\$14,046,696</u>	<u>\$678,896</u>	<u>\$13,690,708</u>
<i>VEHICLE MAINTENANCE</i>				
Mechanics	\$1,216,065	\$1,190,224	\$25,841	\$1,016,333
Cleaners & Fuelers	787,242	762,737	24,505	779,508
Supervision	579,896	597,603	(17,707)	595,300
Vehicle Consumables	2,347,146	2,473,448	(126,302)	2,504,212
Bus Parts & Supplies	709,661	709,661	0	673,297
Vendor Services	82,500	82,500	0	67,785
Risk & Safety	78,241	52,820	25,421	21,440
<i>Subtotal</i>	<u>\$5,800,751</u>	<u>\$5,868,993</u>	<u>(\$68,242)</u>	<u>\$5,657,876</u>
<i>PASSENGER ACCOMMODATIONS</i>				
Passenger Facilities	\$626,613	\$603,838	\$22,775	\$649,507
Transit Development	407,801	376,454	31,347	345,171
Promotion & Information	336,195	256,763	79,432	263,852
Fare Revenue Collection	344,990	289,116	55,874	280,913
<i>Subtotal</i>	<u>\$1,715,599</u>	<u>\$1,526,171</u>	<u>\$189,428</u>	<u>\$1,539,443</u>
<i>GENERAL OVERHEAD</i>				
Finance	\$545,914	\$510,297	\$35,617	\$481,171
Personnel	122,034	66,392	55,642	55,976
Utilities & Communication	239,200	239,200	0	223,927
Operating Facilities	322,909	322,642	267	312,344
District Administration	1,650,302	1,622,374	27,929	1,616,319
<i>Subtotal</i>	<u>\$2,880,360</u>	<u>\$2,760,905</u>	<u>\$119,455</u>	<u>\$2,689,736</u>
<i>Total Operating Cost</i>	<u><u>\$25,122,302</u></u>	<u><u>\$24,202,765</u></u>	<u><u>\$919,537</u></u>	<u><u>\$23,577,763</u></u>

Route Operations Budget Detail

	Adopted Budget <u>FY 2015-16</u>	Final Budget <u>FY 2014-15</u>	Change	Estimate <u>FY 2014-15</u>
DRIVERS				
Scheduled	\$6,289,781	\$6,058,748	\$231,033	\$5,927,973
Scheduled Overtime	333,387	281,909	51,479	314,437
Unscheduled Pay	168,196	189,637	(21,441)	160,407
Driver Lite Duty	25,710	25,224	486	5,339
FICA	592,549	571,953	20,596	550,068
Pension	917,219	851,181	66,038	896,707
Health	1,750,346	1,523,688	226,658	1,531,221
Sick Pay	133,191	148,154	(14,963)	124,715
Vacation Pay	514,421	499,988	14,434	465,119
Holiday Pay	253,344	253,344	0	257,553
Other Paid Leave	27,708	19,507	8,202	36,481
Unemployment Insurance	33,348	40,824	(7,476)	37,945
Uniforms	35,000	35,000	0	33,649
<i>Drivers Subtotal</i>	<u>\$11,074,201</u>	<u>\$10,499,155</u>	<u>\$575,046</u>	<u>\$10,341,615</u>
DISPATCH & SUPERVISION				
Supervisors	\$158,356	\$156,016	\$2,340	\$161,871
Staff	198,499	160,048	38,451	149,239
FICA	33,330	31,030	2,299	31,425
Pension	40,915	35,744	5,171	39,629
Health	108,811	77,392	31,419	77,355
Sick Pay	8,788	8,616	172	27,891
Vacation Pay	33,371	32,629	741	34,929
Holiday Pay	16,168	15,360	808	15,479
Other Paid Leave	20,499	32,956	(12,457)	20,173
Unemployment Insurance	1,252	1,525	(274)	1,813
<i>Dispatch & Supervision Subtotal</i>	<u>\$619,988</u>	<u>\$551,316</u>	<u>\$68,671</u>	<u>\$559,804</u>
HIRING & TRAINING				
Staff	\$37,221	\$36,492	\$730	\$33,087
Student Drivers	36,312	51,494	(15,183)	36,243
Existing Drivers/Supers	133,386	171,773	(38,387)	179,096
FICA	16,763	20,792	(4,028)	18,057
Pension	10,754	10,171	583	18,703
Health	23,963	21,480	2,483	27,316
Sick Pay	1,765	1,761	4	5,732
Vacation Pay	5,368	5,274	94	13,280
Holiday Pay	4,155	4,086	69	7,867
Other Paid Leave	923	907	16	1,511
Unemployment Insurance	448	546	(98)	737
Medical Exams & License Fees	22,000	22,000	0	24,841
Employment Advertising	400	400	0	1,892
Training, Travel & Meetings	8,000	8,000	0	472
<i>Hiring & Training Subtotal</i>	<u>\$301,458</u>	<u>\$355,176</u>	<u>(\$53,718)</u>	<u>\$368,833</u>

Santa Barbara Metropolitan Transit District Final FY 2015-16 Budget

	Adopted Budget <u>FY 2015-16</u>	Final Budget <u>FY 2014-15</u>	<u>Change</u>	Estimate <u>FY 2014-15</u>
<i>RISK & SAFETY</i>				
<i>Wages & Benefits</i>				
Staff	\$74,631	\$44,076	\$30,554	\$32,416
Supervisors	292,938	288,609	4,329	280,903
Driver Accident Pay	1,731	1,698	33	2,032
FICA	32,153	28,978	3,175	27,724
Pension	40,755	35,576	5,179	33,664
Health	76,390	59,632	16,758	49,164
Sick Pay	5,251	4,536	715	15,295
Vacation Pay	27,107	24,882	2,225	32,156
Holiday Pay	14,954	12,483	2,470	12,685
Other Paid Leave	3,689	2,510	1,179	10,952
Unemployment Insurance	1,221	1,488	(267)	747
<i>Wages & Benefits Subtotal</i>	<u>\$570,819</u>	<u>\$504,467</u>	<u>\$66,352</u>	<u>\$497,737</u>
<i>Public Liability</i>				
Professional Services	\$119,066	\$157,689	(\$38,623)	\$185,775
Insurance	255,165	270,760	(15,595)	236,009
Current Year Incident Payouts	75,000	30,000	45,000	8,563
Current Year Incident Reserves	75,000	30,000	45,000	14,669
Prior Years Incident Payouts	75,000	50,000	25,000	11,569
Change in Prior Years Reserves	(75,000)	(50,000)	(25,000)	241,268
<i>Public Liability Subtotal</i>	<u>\$524,231</u>	<u>\$488,449</u>	<u>\$35,782</u>	<u>\$697,853</u>
<i>Workers' Compensation</i>				
Professional Services	\$174,364	\$198,938	(\$24,574)	\$222,767
Insurance	86,109	69,825	16,284	75,345
Current Year Incident Payouts	150,000	150,000	0	23,885
Current Year Incident Reserves	150,000	250,000	(100,000)	229,976
Prior Years Incident Payouts	275,000	375,000	(100,000)	269,935
Change in Prior Years Reserves	(51,619)	(51,619)	0	(248,956)
Miscellaneous Risk & Safety	25,531	25,479	52	22,849
<i>Workers' Compensation Subtotal</i>	<u>\$809,385</u>	<u>\$1,017,622</u>	<u>(\$208,237)</u>	<u>\$595,801</u>
<i>Risk & Safety Subtotal</i>	<u><u>\$1,904,435</u></u>	<u><u>\$2,010,538</u></u>	<u><u>(\$106,103)</u></u>	<u><u>\$1,791,392</u></u>
<i>TRANSPORTATION SUBSIDIES</i>				
Dial-a-Ride (Easy Lift)	\$825,511	\$630,511	\$195,000	\$629,064
<i>Transportation Subsidies Subtotal</i>	<u>\$825,511</u>	<u>\$630,511</u>	<u>\$195,000</u>	<u>\$629,064</u>
<i>TOTAL ROUTE OPERATIONS</i>	<u><u>\$14,725,592</u></u>	<u><u>\$14,046,696</u></u>	<u><u>\$678,896</u></u>	<u><u>\$13,690,708</u></u>

Vehicle Maintenance Budget Detail

	Adopted Budget <u>FY 2015-16</u>	Final Budget <u>FY 2014-15</u>	Change	Estimate <u>FY 2014-15</u>
<i>MECHANICS</i>				
Mechanics	\$706,967	\$695,343	\$11,624	\$609,403
Less Mechanic Labor Capitalization	(29,749)	(29,310)	(440)	(12,909)
Mechanics-OT	25,745	25,364	380	23,165
FICA	68,471	67,863	608	56,105
Pension	91,229	84,737	6,491	76,823
Health	161,850	149,982	11,868	107,465
Sick Pay	19,534	19,534	0	22,019
Vacation Pay	108,162	112,729	(4,567)	62,843
Holiday Pay	33,157	32,667	490	30,447
Other Paid Leave	1,487	1,465	22	1,543
Unemployment Insurance	2,912	3,549	(637)	3,639
Uniforms	12,000	12,000	0	15,567
Tool Allowance	14,300	14,300	0	20,225
<i>Mechanics Subtotal</i>	<u>\$1,216,065</u>	<u>\$1,190,224</u>	<u>\$25,841</u>	<u>\$1,016,333</u>
<i>CLEANERS & FUELERS</i>				
Service Workers	\$437,870	\$431,426	\$6,444	\$429,159
FICA	37,147	36,680	468	37,577
Pension	71,410	66,035	5,376	70,237
Health	161,850	149,982	11,868	149,517
Sick Pay	9,289	9,137	152	14,661
Vacation Pay	31,015	30,557	458	40,868
Holiday Pay	23,459	23,112	347	21,739
Other Paid Leave	1,934	1,905	29	997
Unemployment Insurance	2,940	3,577	(637)	3,584
Uniforms	7,098	7,098	0	8,719
Medical Exams & License Fees	3,230	3,230	0	2,449
<i>Cleaners & Fuelers Subtotal</i>	<u>\$787,242</u>	<u>\$762,737</u>	<u>\$24,505</u>	<u>\$779,508</u>
<i>SUPERVISION</i>				
Staff	\$331,995	\$347,111	(\$15,116)	\$349,289
FICA	28,844	30,276	(1,432)	30,771
Pension	37,705	39,576	(1,871)	40,376
Health	126,287	121,621	4,666	112,897
Sick Pay	4,259	4,181	78	7,028
Vacation Pay	23,334	25,451	(2,117)	25,488
Holiday Pay	13,719	15,018	(1,299)	17,984
Other Paid Leave	2,744	3,004	(260)	2,852
Unemployment Insurance	1,008	1,365	(357)	1,493
Training, Travel & Meetings	10,000	10,000	0	7,121
<i>Supervision Subtotal</i>	<u>\$579,896</u>	<u>\$597,603</u>	<u>(\$17,707)</u>	<u>\$595,300</u>

Santa Barbara Metropolitan Transit District Final FY 2015-16 Budget

	Adopted Budget <u>FY 2015-16</u>	Final Budget <u>FY 2014-15</u>	<u>Change</u>	Estimate <u>FY 2014-15</u>
<i>VEHICLE CONSUMABLES</i>				
Fuel & Lubricants	\$2,095,974	\$2,226,275	(\$130,302)	\$2,265,195
Electric Vehicle Power	84,000	90,000	(6,000)	76,529
Tire Lease	157,173	147,173	10,000	154,845
Tire Mounting	10,000	10,000	0	7,643
<i>Vehicle Consumables Subtotal</i>	<u>\$2,347,146</u>	<u>\$2,473,448</u>	<u>(\$126,302)</u>	<u>\$2,504,212</u>
<i>VEHICLE PARTS & SUPPLIES</i>				
Bus Parts Issued	\$594,661	\$619,661	(\$25,000)	\$562,156
Shop Supplies	85,000	60,000	25,000	84,659
Bus Servicing Supplies	20,000	20,000	0	14,725
Hazmat Disposal & Compliance	10,000	10,000	0	11,757
<i>Vehicle Part & Supplies Subtotal</i>	<u>\$709,661</u>	<u>\$709,661</u>	<u>\$0</u>	<u>\$673,297</u>
<i>VENDOR BUS REPAIRS</i>				
Vandalism Repairs	\$45,000	\$45,000	\$0	\$30,956
Accident Damage Repairs	7,500	7,500	0	5,276
Accident Claim Collections	(5,000)	(5,000)	0	(10,124)
Other Vendor Repairs	35,000	35,000	0	41,677
<i>Vendor Bus Repairs Subtotal</i>	<u>\$82,500</u>	<u>\$82,500</u>	<u>\$0</u>	<u>\$67,785</u>
<i>RISK & SAFETY</i>				
Workers' Comp Services	\$9,177	\$10,470	(\$1,293)	\$63,931
Workers' Comp Insurance	9,064	7,350	1,714	7,167
Current Year Incident Payouts	10,000	10,000	0	7,829
Current Year Incident Reserves	25,000	25,000	0	109,037
Prior Years Incident Payouts	75,000	25,000	50,000	12,596
Change in Prior Years Reserves	(50,000)	(25,000)	(25,000)	(179,120)
<i>Risk & Safety Subtotal</i>	<u>\$78,241</u>	<u>\$52,820</u>	<u>\$25,421</u>	<u>\$21,440</u>
<i>TOTAL VEHICLE MAINTENANCE</i>	<u>\$5,800,751</u>	<u>\$5,868,993</u>	<u>(\$68,242)</u>	<u>\$5,657,876</u>

Passenger Accommodations Budget Detail

	Adopted Budget <u>FY 2015-16</u>	Final Budget <u>FY 2014-15</u>	Change	Estimate <u>FY 2014-15</u>
<i>PASSENGER FACILITIES</i>				
Wages & Benefits				
Supervisors	\$182,836	\$180,134	\$2,702	\$190,447
TC Advisors	104,606	102,428	2,179	101,729
Staff	39,263	38,373	890	41,924
FICA	28,108	27,622	486	30,081
Pension	26,315	25,200	1,115	25,644
Health	130,155	114,663	15,492	131,361
Sick Pay	4,164	4,127	37	8,524
Vacation Pay	19,866	19,572	295	29,513
Holiday Pay	14,369	14,157	212	15,393
Other Paid Leave	2,318	2,284	34	5,716
Unemployment Insurance	1,800	2,194	(394)	2,901
Wages & Benefits Subtotal	<u>\$553,800</u>	<u>\$530,755</u>	<u>\$23,045</u>	<u>\$583,235</u>
Buildings & Grounds				
TC Contract Maintenance	\$47,720	\$47,720	\$0	\$49,328
TC Repairs/Supplies	10,000	10,000	0	6,181
Bus Stop Repairs/Supplies	10,000	10,000	0	7,836
TC Property Insurance	5,093	5,363	(270)	2,927
Buildings & Grounds Subtotal	<u>\$72,813</u>	<u>\$73,083</u>	<u>(\$270)</u>	<u>\$66,272</u>
<i>Passenger Facilities Subtotal</i>	<u><u>\$626,613</u></u>	<u><u>\$603,838</u></u>	<u><u>\$22,775</u></u>	<u><u>\$649,507</u></u>
<i>TRANSIT DEVELOPMENT</i>				
Staff	\$234,538	\$217,163	\$17,375	\$216,499
FICA	20,271	18,839	1,432	18,897
Pension	26,498	24,626	1,872	24,333
Health	69,297	59,812	9,485	49,752
Sick Pay	5,750	5,616	134	4,835
Vacation Pay	14,748	14,167	580	12,208
Holiday Pay	9,960	9,474	486	11,444
Other Paid Leave	2,988	2,842	146	4,619
Unemployment Insurance	750	915	(164)	1,195
Training, Travel & Meetings	5,000	5,000	0	0
Planning Services & Supplies	18,000	18,000	0	1,389
<i>Transit Development Subtotal</i>	<u><u>\$407,801</u></u>	<u><u>\$376,454</u></u>	<u><u>\$31,347</u></u>	<u><u>\$345,171</u></u>

Santa Barbara Metropolitan Transit District Final FY 2015-16 Budget

	Adopted Budget FY 2015-16	Final Budget FY 2014-15	Change	Estimate FY 2014-15
<i>PROMOTION & INFORMATION</i>				
Wages & Benefits				
Staff	\$95,514	\$81,729	\$13,785	\$76,464
FICA	8,140	7,111	1,029	6,957
Pension	10,641	9,295	1,346	8,404
Health	24,394	20,907	3,487	19,740
Sick Pay	1,275	1,368	(93)	2,281
Vacation Pay	4,967	6,357	(1,390)	6,932
Holiday Pay	4,520	3,597	923	4,071
Other Paid Leave	1,130	899	231	1,200
Unemployment Insurance	414	300	114	299
Wages & Benefits Subtotal	<u>\$150,995</u>	<u>\$131,563</u>	<u>\$19,432</u>	<u>\$126,348</u>
Outside Services				
Media Ad Placement	5,000	5,000	0	207
Brochures & Publications	5,000	5,000	0	1,525
Promotional Giveaways	5,000	5,000	0	5,128
Bus/Shuttle Decorations	2,500	2,500	0	3,105
Other Promotions	65,000	5,000	60,000	6,301
Route Schedules & Information	101,700	101,700	0	121,237
Training, Travel & Meetings	1,000	1,000	0	0
Outside Services Subtotal	<u>\$185,200</u>	<u>\$125,200</u>	<u>\$60,000</u>	<u>\$137,504</u>
<i>Promotion & Information Subtotal</i>	<u><u>\$336,195</u></u>	<u><u>\$256,763</u></u>	<u><u>\$79,432</u></u>	<u><u>\$263,852</u></u>
<i>FARE REVENUE COLLECTION</i>				
Wages & Benefits				
Staff	\$104,220	\$102,152	\$2,068	\$78,247
FICA	9,328	9,144	183	8,373
Pension	12,193	11,953	240	10,621
Health	61,093	52,940	8,153	51,711
Sick Pay	3,219	3,175	44	9,764
Vacation Pay	7,834	7,680	154	12,895
Holiday Pay	4,438	4,350	87	3,548
Other Paid Leave	2,219	2,175	44	1,976
Unemployment Insurance	448	546	(98)	624
Wages & Benefits Subtotal	<u>\$204,990</u>	<u>\$194,116</u>	<u>\$10,874</u>	<u>\$177,759</u>
Outside Services				
Fare Processing	\$75,000	\$20,000	\$55,000	\$51,995
Farebox Parts & Repairs	35,000	45,000	(10,000)	24,619
Tickets, Tokens & Transfers	30,000	30,000	0	26,541
Outside Services Subtotal	<u>\$140,000</u>	<u>\$95,000</u>	<u>\$45,000</u>	<u>\$103,155</u>
<i>Fare Revenue Collection Subtotal</i>	<u><u>\$344,990</u></u>	<u><u>\$289,116</u></u>	<u><u>\$55,874</u></u>	<u><u>\$280,913</u></u>
<i>TOTAL PSNGR ACCOMMODATIONS</i>	<u><u>\$1,715,599</u></u>	<u><u>\$1,526,171</u></u>	<u><u>\$189,428</u></u>	<u><u>\$1,539,443</u></u>

General Overhead Budget Detail

	Adopted Budget FY 2015-16	Final Budget FY 2014-15	Change	Estimate FY 2014-15
<i>FINANCE</i>				
Staff	\$281,615	\$283,887	(\$2,272)	\$257,439
FICA	24,843	24,425	418	23,345
Pension	32,475	31,928	547	29,869
Health	87,884	84,493	3,392	73,611
Sick Pay	6,534	5,650	884	7,444
Vacation Pay	21,848	20,135	1,712	24,619
Holiday Pay	12,070	7,859	4,211	14,216
Other Paid Leave	2,682	1,746	936	4,344
Unemployment Insurance	963	1,174	(211)	1,284
Financial Audit Services	75,000	49,000	26,000	45,000
<i>Finance Subtotal</i>	<i>\$545,914</i>	<i>\$510,297</i>	<i>\$35,617</i>	<i>\$481,171</i>
<i>PERSONNEL</i>				
Staff	\$75,189	\$44,232	\$30,956	\$32,416
FICA	6,340	3,545	2,795	3,455
Pension	8,288	4,634	3,654	3,953
Health	21,097	8,582	12,516	6,019
Sick Pay	1,217	701	517	0
Vacation Pay	5,216	3,314	1,902	7,873
Holiday Pay	3,188	891	2,296	1,585
Other Paid Leave	1,275	356	919	525
Unemployment Insurance	224	137	88	149
<i>Personnel Subtotal</i>	<i>\$122,034</i>	<i>\$66,392</i>	<i>\$55,642</i>	<i>\$55,976</i>
<i>UTILITIES</i>				
Telephone & Data Communications	\$46,000	\$46,000	\$0	\$42,124
Power, Water & Refuse	174,000	174,000	0	161,929
Two-Way Radios	19,200	19,200	0	19,873
<i>Utilities Subtotal</i>	<i>\$239,200</i>	<i>\$239,200</i>	<i>\$0</i>	<i>\$223,927</i>
<i>OPERATING FACILITIES</i>				
<i>Wages & Benefits</i>				
Staff	\$54,861	\$53,766	\$1,094	\$52,093
FICA	4,730	4,636	94	4,649
Pension	6,183	6,060	123	6,261
Health	11,649	10,346	1,303	9,324
Sick Pay	844	834	11	2,224
Vacation Pay	3,532	3,462	70	4,308
Holiday Pay	2,354	2,308	47	2,773
Other Paid Leave	235	231	5	0
Unemployment Insurance	224	273	(49)	299
<i>Wages & Benefits Subtotal</i>	<i>\$84,611</i>	<i>\$81,915</i>	<i>\$2,697</i>	<i>\$81,932</i>

Santa Barbara Metropolitan Transit District Final FY 2015-16 Budget

	Adopted Budget FY 2015-16	Final Budget FY 2014-15	Change	Estimate FY 2014-15
<i>OPERATING FACILITIES (cont'd)</i>				
Service Vehicles				
Parts & Repairs	\$12,000	\$12,000	\$0	\$14,693
Fuel	60,000	60,000	0	50,708
Service Vehicles Subtotal	<u>\$72,000</u>	<u>\$72,000</u>	<u>\$0</u>	<u>\$65,401</u>
Buildings & Grounds				
Contract Maintenance	\$74,960	\$74,960	\$0	\$74,411
Overpass Site	7,500	7,500	0	103
B&G Repairs/Supplies	38,000	38,000	0	42,943
Property Insurance	45,838	48,267	(2,429)	47,555
Buildings & Grounds Subtotal	<u>\$166,298</u>	<u>\$168,727</u>	<u>(\$2,429)</u>	<u>\$165,011</u>
<i>Operating Facilities Subtotal</i>	<u><u>\$322,909</u></u>	<u><u>\$322,642</u></u>	<u><u>\$267</u></u>	<u><u>\$312,344</u></u>
<i>DISTRICT ADMINISTRATION</i>				
Wages & Benefits				
Staff	\$558,424	\$474,016	\$84,407	\$432,887
Bus Ad Revenue Placement	8,701	8,572	129	8,879
FICA	49,711	40,487	9,224	46,247
Pension	64,982	52,924	12,058	61,024
Health	167,240	122,906	44,335	94,307
Sick Pay	10,783	66,288	(55,505)	88,235
Vacation Pay	49,054	52,562	(3,508)	73,265
Holiday Pay	24,276	14,245	10,031	22,988
Other Paid Leave	7,283	4,274	3,009	4,981
Unemployment Insurance	1,669	1,856	(188)	2,213
Wages & Benefits Subtotal	<u>\$942,121</u>	<u>\$838,129</u>	<u>\$103,992</u>	<u>\$835,025</u>
Administrative Services				
Directors Fees	\$12,600	\$12,600	\$0	\$12,460
Public Officials Insurance	42,340	33,864	8,477	9,487
Legal Counsel	125,000	135,000	(10,000)	106,319
Pension Administration	20,300	20,000	300	34,761
Office Equipment Maintenance	142,948	132,948	10,000	144,187
Miscellaneous Services	74,098	144,098	(70,000)	193,016
Office & Computer Supplies	49,511	49,511	0	38,557
Dues & Subscriptions	43,665	43,665	0	45,923
Conferences, Meetings & Training	10,000	10,000	0	4,939
Employee Relations	16,000	16,000	0	18,081
Retiree Health Insurance	86,032	88,372	(2,340)	92,164
Mandated Fees & Permits	38,550	38,550	0	32,708
Bus Ad Revenue Program	1,500	1,500	0	0
Miscellaneous	45,636	58,136	(12,500)	48,692
Administrative Services Subtotal	<u>\$708,181</u>	<u>\$784,244</u>	<u>(\$76,064)</u>	<u>\$781,293</u>
<i>District Administration Subtotal</i>	<u><u>\$1,650,302</u></u>	<u><u>\$1,622,374</u></u>	<u><u>\$27,929</u></u>	<u><u>\$1,616,319</u></u>
TOTAL GENERAL OVERHEAD	<u><u><u>\$2,880,360</u></u></u>	<u><u><u>\$2,760,905</u></u></u>	<u><u><u>\$119,455</u></u></u>	<u><u><u>\$2,689,736</u></u></u>

Capital Project Detail

FISCAL YEAR 2015-16

	Adopted Budget FY 2015-16	Final Budget FY 2014-15	New Funding Allocation	Carry-over Funding Allocation
REVENUE VEHICLE PURCHASES				
40' Diesel Buses (5)	\$2,100,000	\$2,266,475	\$0	\$2,100,000
40' Diesel Buses (3)	1,425,000	0	1,425,000	0
60' Articulated Buses (3) (\$756,925)	0	2,270,775	0	0
EV Shuttles	2,000,000	3,375,000	0	2,000,000
Subtotal	\$5,525,000	\$7,912,250	\$1,425,000	\$4,100,000
REVENUE VEHICLE IMPROVEMENTS				
Diesel Fleet Drivetrains	\$360,000	\$564,500	\$360,000	\$0
EV Drivetrain/Battery Chargers etc	50,000	64,000	50,000	0
Lithium Battery Project	280,000	491,000	280,000	0
Subtotal	\$690,000	\$1,119,500	\$690,000	\$0
OFFICE FURNITURE & EQUIPMENT				
Office Furniture Allowance	\$25,000	\$25,000	\$25,000	\$0
Subtotal	\$25,000	\$25,000	\$25,000	\$0
MANAGEMENT INFORMATION SYSTEMS				
Software Programming	\$50,000	\$50,000	\$50,000	\$0
PC Hardware/ IT Infrastructure Upgrades	40,000	30,000	40,000	0
Subtotal	\$90,000	\$80,000	\$90,000	\$0
INTELLIGENT TRANSPORTATION SYSTEMS				
AVL Radio System	\$2,630,000	\$3,227,635	\$0	\$2,630,000
Security Cameras on Bus	650,000	508,202	0	650,000
Smartcard Project	1,000,000	0	1,000,000	0
Subtotal	\$4,280,000	\$3,735,837	\$1,000,000	\$3,280,000
SERVICE VEHICLES				
Service Vehicle Replacements	\$0	\$0	\$0	\$0
Subtotal	\$0	\$0	\$0	\$0
BUS STOP EQUIPMENT				
Superstops	\$250,000	\$251,990	\$0	\$250,000
Bus Stop Upgrades	250,000	250,000	0	250,000
Subtotal	\$500,000	\$501,990	\$0	\$500,000
FIXED FACILITIES				
T1 Fixed Facilities	\$395,000	\$350,000	\$45,000	\$350,000
TC Renovation Project	1,500,000	1,550,000	0	1,500,000
TC Fixed Facilities	150,000	0	150,000	0
Subtotal	\$2,045,000	\$1,900,000	\$195,000	\$1,850,000
FAREBOXES & RADIOS				
Fare Collection & Radio Allowance	\$75,000	\$75,000	\$75,000	\$0
Subtotal	\$75,000	\$75,000	\$75,000	\$0
SHOP EQUIPMENT				
Shop Equipment Allowance	\$75,000	\$88,000	\$75,000	\$0
Subtotal	\$75,000	\$88,000	\$75,000	\$0
Total Capital Projects	\$13,305,000	\$15,437,577	\$3,575,000	\$9,730,000

Projected Capital Project Funding Plan

FISCAL YEAR 2015-16

	Total Revenue	TDA-STA CY	TDA -STA PY	Measure A CY	Measure A PY	Prop 1B PTMISEA	Prop 1B TSC	Federal	Other
REVENUE VEHICLE PURCHASES									
40' Diesel Buses (5)	\$2,100,000		16,629		0	1,664,597		418,774	
40' Diesel Buses (3)	1,425,000		303,839		0	1,121,161		0	
60' Articulated Buses (3) (\$756,925)	0								
EV Shuttles	2,000,000		844,220	200,000				955,780	
<i>Subtotal</i>	<u>\$5,525,000</u>								
REVENUE VEHICLE IMPROVEMENTS									
Diesel Fleet Drivetrains	\$360,000		0	360,000	0				
EV Drivetrain/Battery Chargers etc	50,000		0	50,000	0				
Lithium Battery Project	280,000		0	280,000	0				
<i>Subtotal</i>	<u>\$690,000</u>								
OFFICE FURNITURE & EQUIPMENT									
Office Furniture Allowance	\$25,000		25,000		0				
<i>Subtotal</i>	<u>\$25,000</u>								
MANAGEMENT INFORMATION SYSTEMS									
Software Programming	\$50,000		50,000		0				
PC Hardware/ Major Software Upgrades	40,000		40,000		0				
<i>Subtotal</i>	<u>\$90,000</u>								
INTELLIGENT TRANSPORTATION SYSTEMS									
AVL Radio System	\$2,630,000		1,073,961	46,550	453,450	582,538	473,501		
Security Cameras on Bus	650,000				384,416		265,584		
Smartcard Project	1,000,000				0	1,000,000	0		
<i>Subtotal</i>	<u>\$4,280,000</u>								
SERVICE VEHICLES									
Service Vehicle Replacements	\$0		0						
<i>Subtotal</i>	<u>\$0</u>								
BUS STOP EQUIPMENT									
Superstops	\$250,000		51,511		0			198,489	
Bus Stop Upgrades	250,000		250,000						0
<i>Subtotal</i>	<u>\$500,000</u>								
FIXED FACILITIES									
T1 Fixed Facilities	\$395,000	350,000	45,000						
TC Renovation Project	1,500,000	0	244,737		13,299	1,000,000		241,964	
TC Fixed Facilities	150,000		150,000						
<i>Subtotal</i>	<u>\$2,045,000</u>								
FAREBOXES & RADIOS									
Fare Collection & Radio Allowance	\$75,000		75,000		0			0	
<i>Subtotal</i>	<u>\$75,000</u>								
SHOP EQUIPMENT									
Shop Equipment Allowance	\$75,000		75,000		0				
<i>Subtotal</i>	<u>\$75,000</u>								
TOTAL CAPITAL PROJECTS	\$13,305,000	\$350,000	\$3,244,897	\$936,550	\$851,165	\$5,368,296	\$739,085	\$1,815,007	\$0