

RESOLUTION NO. 2005-168

A RESOLUTION TO MAKE APPROPRIATIONS FOR THE CURRENT EXPENSES AND OTHER EXPENDITURES OF THE GREATER CLEVELAND REGIONAL TRANSIT AUTHORITY DURING THE YEAR 2006

BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1: That the appropriations for the current expenses and other expenditures of the Greater Cleveland Regional Transit Authority during the period of January 1, 2006, through December 31, 2006, are as indicated below in order that the amount expended and encumbered in each classification during the fiscal year for which such appropriations are made and they are hereby set aside and appropriated:

**GENERAL FUND**

**OPERATIONS DIVISION**

31	PARATRANSIT DISTRICT	
	Personnel Services	9,816,159
	Other Expenditures	<u>2,750,979</u>
		12,567,138
32	RAIL DISTRICT	
	Personnel Services	25,927,000
	Other Expenditures	<u>8,070,904</u>
		33,997,904
34	TRANSIT POLICE	
	Personnel Services	7,935,545
	Other Expenditures	<u>663,399</u>
		8,598,944
35	SERVICE MANAGEMENT	
	Personnel Services	8,618,855
	Other Expenditures	<u>7,910,799</u>
		16,529,654
39	FLEET MANAGEMENT	
	Personnel Services	12,731,149
	Other Expenditures	<u>27,399,060</u>
		40,130,209
43	SATELLITES AND PASS THRU	
	Personnel Services	0
	Other Expenditures	<u>685,224</u>
		685,224

46	HAYDEN DISTRICT	
	Personnel Services	27,295,190
	Other Expenditures	<u>108,075</u>
		27,403,265
47	HARVARD DISTRICT	
	Personnel Services	30,227,274
	Other Expenditures	<u>124,275</u>
		30,351,549
49	TRISKETT DISTRICT	
	Personnel Services	30,579,945
	Other Expenditures	<u>64,275</u>
		30,644,220
	DIVISION TOTAL	\$200,908,107

FINANCE & ADMINISTRATION DIVISION

10	OFFICE OF BUSINESS DEVELOPMENT	
	Personnel Services	409,812
	Other Expenditures	<u>7,900</u>
		417,712
60	ACCOUNTING	
	Personnel Services	1,321,881
	Other Expenditures	<u>22,650</u>
		1,344,531
61	INFORMATION SYSTEMS	
	Personnel Services	1,814,748
	Other Expenditures	<u>1,693,840</u>
		3,508,588
62	SUPPORT SERVICES	
	Personnel Services	655,799
	Other Expenditures	<u>629,400</u>
		1,285,199
64	PROCUREMENT	
	Personnel Services	1,778,351
	Other Expenditures	<u>58,700</u>
		1,837,051

65 REVENUE	
Personnel Services	1,349,462
Other Expenditures	<u>891,100</u>
	2,240,562
 DIVISION TOTAL	 \$10,633,643

ENGINEERING & PROJECT MANAGEMENT DIVISION

09 EUCLID CORRIDOR TRANSPORTATION PROJECT	
Personnel Services	1,069,834
Other Expenditures	<u>11,900</u>
	1,081,734
 57 PROGRAMMING & PLANNING	
Personnel Services	447,835
Other Expenditures	<u>767,670</u>
	1,215,505
 80 ENGINEERING & PROJECT DEVELOPMENT	
Personnel Services	1,599,582
Other Expenditures	<u>23,250</u>
	1,622,832
 DIVISION TOTAL	 \$3,920,071

LEGAL AFFAIRS DIVISION

15 SAFETY	
Personnel Services	440,176
Other Expenditures	<u>274,375</u>
	714,551
 21 LEGAL	
Personnel Services	1,306,136
Other Expenditures	<u>190,100</u>
	1,496,236
 22 RISK MANAGEMENT	
Personnel Services	1,370,118
Other Expenditures	<u>6,636,100</u>
	8,006,218
 DIVISION TOTAL	 \$10,217,005

HUMAN RESOURCES DIVISION

## 14 HUMAN RESOURCES

Personnel Services	762,299
Other Expenditures	<u>171,250</u>
	933,549

## 18 LABOR &amp; EMPLOYEE RELATIONS

Personnel Services	528,743
Other Expenditures	<u>322,184</u>
	850,927

## 30 TRAINING &amp; EMPLOYEE DEVELOPMENT

Personnel Services	1,503,246
Other Expenditures	<u>157,200</u>
	1,660,446

## DIVISION TOTAL

\$3,444,922

EXECUTIVE DIVISION

## 12 EXECUTIVE

Personnel Services	2,066,564
Other Expenditures	<u>188,350</u>
	2,254,914

16 SECRETARY/TREASURER  
– BOARD OF TRUSTEES

Personnel Services	125,705
Other Expenditures	<u>206,500</u>
	332,205

## 19 INTERNAL AUDIT

Personnel Services	543,854
Other Expenditures	<u>66,050</u>
	609,904

## 53 MARKETING &amp; COMMUNICATIONS

Personnel Services	2,061,040
Other Expenditures	<u>1,092,400</u>
	3,153,440

## 67 OFFICE OF MANAGEMENT &amp; BUDGET

Personnel Services	889,568
Other Expenditures	<u>29,350</u>
	918,918

99 FUND TRANSFERS	
Personnel Services	0
Other Expenditures	<u>22,340,207</u>
	22,340,207
 DIVISION TOTAL	 \$ 29,609,588
 GRAND TOTAL	 \$ 258,733,336

**CAPITAL IMPROVEMENT FUNDS**

Construction and Acquisition of Transit Facilities and Equipment	\$ 156,082,000
Transfer to Bond Retirement Fund	<u>600,000</u>
	\$ 156,682,000

**BOND RETIREMENT FUND**

Debt Service - Principal	\$ 8,779,652
Debt Service - Interest	6,977,987
Other	<u>15,000</u>
	\$ 15,772,639

**INSURANCE FUND**

Claims & Premium Outlay	\$ 1,494,000
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**SUPPLEMENTAL PENSION FUND**

Benefit Payments	\$ 85,000
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**CUMULATED APPROPRIATIONS**

General Fund	\$ 258,733,336
Capital Improvement Funds	\$ 156,682,000
Bond Retirement Fund	\$ 15,772,639
Insurance Fund	\$ 1,494,000
Supplemental Pension Fund	\$ 85,000

Section 2: That transfers of funds may be made in this appropriation budget from one division to another, or within a division from one department to another, or from one line item to another, and shall be reported to the Board within thirty days after the end of the month in which said transfer occurred.

Section 3: That as part of this appropriation, the General Manager is granted the authority to upgrade or downgrade positions within the Authority provided the total number of positions approved in the budget is not exceeded. Furthermore, the General Manager may transfer positions from one department to another so long as the total number of positions approved in the budget is not exceeded.

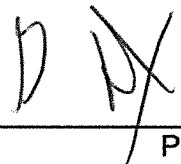
Section 4: That this resolution includes the Greater Cleveland Regional Transit Authority's Management and Non-Bargaining Salary Structure, as set forth in Attachment K.

Section 5: That this resolution from time to time may be amended in order to appropriate additional monies that may be received in 2006.

Section 6: That this resolution shall become effective immediately upon its adoption.

Adopted: December 20, 2005, 2005

Attest:   
CEO, General Manager/Secretary-Treasurer

  
President



Greater Cleveland Regional Transit Authority  
**STAFF SUMMARY AND COMMENTS**

<b>TITLE/DESCRIPTION:</b> A RESOLUTION TO MAKE APPROPRIATIONS FOR THE CURRENT EXPENSES AND OTHER EXPENDITURES OF THE GREATER CLEVELAND REGIONAL TRANSIT AUTHORITY DURING THE YEAR 2006	<b>Resolution No.:</b> 2005-168
	<b>Date:</b> December 15, 2005
	<b>Initiator:</b> OMB
<b>ACTION REQUEST:</b> <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

1.0 **PURPOSE/SCOPE:** This action will authorize an Appropriations Budget for Fiscal Year 2006 for operation of the transit system; for required fund transfers for capital improvements, bond retirement, and to maintain the Insurance Fund minimum balance; for a Capital Budget covering locally-funded and grant-funded projects; and for the Bond Retirement, Insurance and Pension Funds.

2.0 **DESCRIPTION/JUSTIFICATION:** Fiscal year 2006 begins January 1, 2006 and ends December 31, 2006. The process for developing the operating and capital budgets for FY 2006 began in July, 2005, and involved extensive staff analysis and preparation, four meetings of the Board's Finance Committee on the 2006 Budget, and a Public Hearing on December 6, 2005. The budgets and fund transfers proposed for adoption herein represents the Authority's spending plans for operation of the transit system and capital improvements to the transit system in FY 2006.

3.0 **PROCUREMENT BACKGROUND:** Does not apply.

4.0 **DBE/AFFIRMATIVE ACTION BACKGROUND:** Does not apply.

5.0 **POLICY IMPACT:** The proposed 2006 Budget funds existing levels of service. This budget reflects a net decrease in staffing of 19 positions, nearly all of which are related to reorganization/re-engineering efforts and service efficiencies. The total operating expenditure growth is 6.3%, which mostly reflects costs related to compensation issues, utilities, fuel and inflation. The proposed Operating Budget meets one of the five Board Policy Goals. The operating reserve at the end of 2006 is projected to be 0.1 of one month's operating expenditures, or \$ 2.7 million. The Operating Budget revenue assumes no fare increase for regular bus and rail service, but strongly suggests the need for changes to the existing fare structure.

The 2006 Capital Budget provides for the upkeep of the Authority's existing infrastructure, facilities and equipment and provides for the implementation of projects included in the Long-Range Plan.

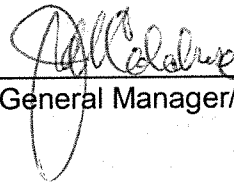
6.0 **ECONOMIC IMPACT:** The proposed 2006 General Fund Appropriations Budget and Fund Transfers provide for spending \$258,733,336, on estimated resources of \$261,466,977, leaving a year-end balance of \$2,733,641 as an operating reserve.

The 2006 Operating Budget includes the cost of wage and fringe benefit increases per the existing contracts for the ATU & FOP members and includes an increase of 3% to the current management and non-bargaining salary structure as adopted by Resolution No. 2004-164 on December 16, 2005.

**Staff Summary And Comments**  
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- 7.0 The proposed 2006 Capital Budget provides for the spending of \$156,082,000 for capital improvement projects and purchases in FY 2006 and for the transfer of \$600,000 to the Bond Retirement Fund.
- 8.0 ALTERNATIVES: Modify the proposed 2006 Budget by adding or subtracting expenditures or revenues for specific activities, positions or programs.
- 9.0 RECOMMENDATION: The proposed 2006 Operating and Capital Budgets have been reviewed by the Finance Committee and are recommended for adoption by the Finance Committee. It is recommended that the Board approve the proposed FY 2006 Appropriations Budget, Fund Transfers, and Capital Budget, and budgets for the Bond Retirement, Insurance and Supplemental Pension Funds as proposed herein.
- 10.0 ATTACHMENTS:
- A General Fund Balance Analysis
  - B Financial Indicators
  - C Division Employment Level Analysis
  - D Capital Improvement Plan
  - E RTA Development Fund Balance Analysis
  - F RTA Capital Fund Balance Analysis
  - G Bond Retirement Fund Balance Analysis
  - H Insurance Fund Balance Analysis
  - I Supplemental Pension Fund Balance Analysis
  - J Law Enforcement Fund Balance Analysis
  - K Management & Non-Bargaining Salary Structure

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.



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CEO/General Manager/Secretary-Treasurer