

RESOLUTION NO. 2016-65

MAKING APPROPRIATIONS FOR THE CURRENT EXPENSES AND OTHER EXPENDITURES OF CAPITAL IMPROVEMENT FUNDS FOR THE GREATER CLEVELAND REGIONAL TRANSIT AUTHORITY DURING FISCAL YEAR (FY) 2017

WHEREAS, there is both a legal and a managerial requirement to establish the revenues to be received for the upcoming fiscal year, including all taxes, user fees, and other types of revenues, as well as estimates of all expenditures or outlays for the capital programs of this public transportation system to be paid or met from said revenue; during each fiscal year; and

WHEREAS, in order to meet those requirements, a Capital Improvement Budget for the Greater Cleveland Regional Transit Authority ("GCRTA") for the fiscal year beginning January 1, 2017 and ending December 31, 2017 ("FY 2017") has been prepared; and

WHEREAS, said budget has been made conveniently available for public inspection for at least ten (10) days by having at least two (2) copies thereof on file in the GCRTA Office of Management and Budget; and

WHEREAS, the Finance Committee of the Board of Trustees discussed the proposed FY 2017 Capital Improvement Budget on August 2, 2016 and one public hearing was held on August 2, 2016 with public notice given by publication in the Cleveland Plain Dealer on July 30, 2016.

NOW, THEREFORE 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 RTA Capital and RTA Development Funds during FY 2017 are as indicated below and the amount to be expended and encumbered in each classification during FY 2017 are hereby set aside and appropriated:

CAPITAL IMPROVEMENT FUNDS

RTA Capital Fund	\$3,916,700
<u>RTA Development Fund</u>	<u>\$60,178,587</u>
Total Construction and Acquisition of Transit Facilities and Equipment	\$64,095,287

Section 2. That transfers of funds may be made in this capital appropriation budget from one project to another, or from one department to another, or from one line item to another, but not from one Fund to another.

Section 3. That this resolution from time to time may be amended in order to appropriate additional capital grant funds that may be received in Fiscal Year 2017.

Section 4. That this resolution shall become effective immediately upon its adoption.

Adopted: August 16, 2016



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

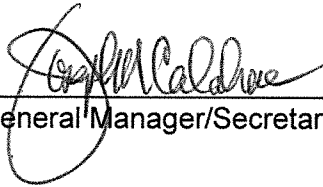
TITLE/DESCRIPTION: APPROVING THE GREATER CLEVELAND REGIONAL TRANSIT AUTHORITY'S FISCAL YEAR (FY) 2017 CAPITAL BUDGETS	Resolution No.: 2016-65
	Date: August 11, 2016
	Initiator: Office of Management & Budget
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 PURPOSE/SCOPE: This action will authorize an Appropriations Budget for FY 2017 for the Authority's Capital Budgets covering locally funded and grant-funded projects.
- 2.0 DESCRIPTION/JUSTIFICATION: Fiscal year 2017 begins January 1, 2017 and ends December 31, 2017. There is a six month process to incorporate new or revised grant funded capital projects into the Northeast Ohio Area-wide Coordinating Agency's (NOACA) Transportation Improvement Plan (TIP) and Ohio's State Transportation Improvement Plan (STIP) prior to their inclusion in any current and future Federal and non-Federal grant programs. In order to advance the availability of capital grant funds for the upcoming Fiscal Year the development of the FY 2017 Capital Budgets began in March 2016 and involved extensive staff analysis and preparation as well as one (1) meeting of the Board's Finance Committee on August 2, 2016. One Public Hearing was held on August 2, 2016 to discuss the proposed 2017 Capital Budgets. The Capital Budgets proposed for adoption herein represent the Authority's spending plans for capital improvements throughout the transit system in FY 2017.
- 3.0 PROCUREMENT BACKGROUND: Does not apply.
- 4.0 DBE/AFFIRMATIVE ACTION BACKGROUND: Does not apply.
- 5.0 POLICY IMPACT: The FY 2017 Capital Appropriations Budget provides for the upkeep of the Authority's existing infrastructure, facilities, equipment, vehicle replacement programs and also provides for the implementation of projects included in the Long-Range Plan.
- 6.0 ECONOMIC IMPACT: The proposed FY 2017 Capital Budget provides the budget authority for the spending of \$64,095,287.00 for capital improvement projects and purchases of which \$60,178,587.00 is for the RTA Development Fund and \$3,916,700.00 is for the RTA Capital Fund.
- 7.0 ALTERNATIVES: Modify the proposed FY 2017 Budget by adding or subtracting expenditures or revenues for specific capital projects. Delay adoption of the proposed Capital Budgets and, in turn, delay the availability of grant funds earlier in the upcoming Fiscal Year.
- 8.0 RECOMMENDATION: The proposed FY 2017 Capital Budgets were reviewed August 2, 2016 by the Finance Committee and are recommended for adoption by the Finance Committee. It is recommended that the Board approve the proposed FY 2017 Capital Budget Appropriations as proposed herein.

9.0 ATTACHMENTS:

- A. 2017 – 2021 Combined Capital Improvement Plan
- B. 2017 – 2021 RTA Development Fund Capital Improvement Plan
- C. 2017 – 2021 RTA Capital Fund Capital Improvement Plan
- D. Combined Capital Improvement Fund Balance Analysis
- E. RTA Development Fund Balance Analysis
- F. RTA Capital Fund Balance Analysis

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



CEO, General Manager/Secretary-Treasurer

ATTACHMENT A

2017 - 2021 CAPITAL IMPROVEMENT PLAN
Combined Budget Authority

PROJECT CATEGORY	2017 Budget	2018 Plan	2019 Plan	2020 Plan	2021 Plan	2017-2021
Bus Garages	\$0	\$2,400,000	\$5,450,000	\$0	\$0	\$7,850,000
Bus Improvement Program	\$12,844,595	\$21,958,227	\$20,000,000	\$20,000,000	\$24,000,000	\$98,802,822
Equipment & Vehicles	\$2,634,600	\$8,060,176	\$7,100,825	\$4,850,000	\$4,290,000	\$26,935,601
Facilities Improvements	\$5,532,000	\$8,768,724	\$12,812,061	\$7,236,890	\$7,932,890	\$42,282,565
Other Projects	\$2,271,450	\$2,272,250	\$2,273,750	\$2,273,750	\$2,275,250	\$11,366,450
Preventive Maint./Oper. Reimb.	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$100,000,000
Rail Projects	\$20,492,642	\$24,968,485	\$25,208,719	\$13,316,000	\$11,175,000	\$95,160,846
Transit Centers	\$320,000	\$300,000	\$300,000	\$300,000	\$300,000	\$1,520,000
TOTALS	\$64,095,287	\$88,727,862	\$93,145,355	\$67,976,640	\$69,973,140	\$383,918,284

ATTACHMENT B

**2017 - 2021 CAPITAL IMPROVEMENT PLAN
RTA DEVELOPMENT FUND BUDGET AUTHORITY**

PROJECT CATEGORY	2017 Budget	2018 Plan	2019 Plan	2020 Plan	2021 Plan	2017-2021
Bus Garages	\$0	\$2,400,000	\$5,450,000	\$0	\$0	\$7,850,000
Bus Improvement Program	\$12,844,595	\$21,958,227	\$20,000,000	\$20,000,000	\$24,000,000	\$98,802,822
Equipment & Vehicles	\$670,600	\$6,715,176	\$5,650,825	\$3,500,000	\$3,000,000	\$19,536,601
Facilities Improvements	\$3,757,000	\$6,936,724	\$11,052,061	\$5,471,890	\$6,217,890	\$33,435,565
Other Projects	\$2,093,750	\$2,093,750	\$2,093,750	\$2,093,750	\$2,093,750	\$10,468,750
Preventive Maint./Oper. Reimb.	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$100,000,000
Rail Projects	\$20,492,642	\$24,968,485	\$25,208,719	\$13,316,000	\$11,175,000	\$95,160,846
Transit Centers	\$320,000	\$300,000	\$300,000	\$300,000	\$300,000	\$1,520,000
TOTALS	\$60,178,587	\$85,372,362	\$89,755,355	\$64,681,640	\$66,786,640	\$366,774,584

ATTACHMENT C

2017 - 2021 CAPITAL IMPROVEMENT PLAN
RTA CAPITAL FUND BUDGET AUTHORITY

PROJECT CATEGORY	2017 Budget	2018 Plan	2019 Plan	2020 Plan	2021 Plan	2017-2021
Bus Garages	\$0	\$0	\$0	\$0	\$0	\$0
Bus Improvement Program	\$0	\$0	\$0	\$0	\$0	\$0
Equipment & Vehicles	\$1,964,000	\$1,345,000	\$1,450,000	\$1,350,000	\$1,290,000	\$7,399,000
Facilities Improvements	\$1,775,000	\$1,832,000	\$1,760,000	\$1,765,000	\$1,715,000	\$8,847,000
Other Projects	\$177,700	\$178,500	\$180,000	\$180,000	\$181,500	\$897,700
Preventive Maint./Oper. Reimb.	\$0	\$0	\$0	\$0	\$0	\$0
Rail Projects	\$0	\$0	\$0	\$0	\$0	\$0
Transit Centers	\$0	\$0	\$0	\$0	\$0	\$0
TOTALS	\$3,916,700	\$3,355,500	\$3,390,000	\$3,295,000	\$3,186,500	\$17,143,700

ATTACHMENT D

Capital Improvement Fund Balance Analysis

	2014 Actual	2015 Actual	2016 Estimate	2017 Budget	2018 Plan	2019 Plan
Beginning Balance	40,656,567	25,434,565	44,614,093	28,204,557	38,620,203	17,581,036
Revenue						
Transfer from General Fund	15,874,745	15,509,273	12,282,806	15,012,988	15,073,175	15,011,886
Investment Income	67,238	207,421	73,000	73,000	63,000	72,000
Federal Capital Grants	58,199,720	75,819,587	61,250,000	59,345,000	62,790,000	71,285,500
State Capital Grants	2,046,063	534,487	1,384,658	1,384,658	1,384,658	1,384,658
Debt Service Proceeds	0	30,000,000	0	30,000,000	0	25,000,000
Other Revenue	72,916	9,000	0	0	0	0
Total Revenue	76,260,681	122,079,768	74,990,464	105,815,646	79,310,833	112,754,044
Total Resources	116,917,248	147,514,333	119,604,557	134,020,203	117,931,036	130,335,080
Expenditures						
Capital Outlay	91,482,683	102,900,240	91,400,000	95,400,000	100,350,000	103,400,000
Other Expenditures	0	0	0	0	0	0
Total Expenditures	91,482,683	102,900,240	91,400,000	95,400,000	100,350,000	103,400,000
Available Ending Balance	25,434,565	44,614,093	28,204,557	38,620,203	17,581,036	26,935,080

ATTACHMENT E
RTA Development Fund Balance Analysis

	2014 Actual	2015 Actual	2016 Estimate	2017 Budget	2018 Plan	2019 Plan
Beginning Balance	38,924,890	23,911,529	42,499,967	26,021,880	36,588,793	15,490,706
Revenue						
Debt Service Proceeds	0	30,000,000	0	30,000,000	0	25,000,000
Transfer from RTA Capital Fund	11,734,255	11,649,255	8,334,255	11,084,255	11,284,255	11,259,255
Investment Income	54,038	185,574	53,000	53,000	43,000	52,000
Federal Capital Grants	58,199,720	75,819,587	61,250,000	59,345,000	62,790,000	71,285,500
State Capital Grants	2,046,063	534,487	1,384,658	1,384,658	1,384,658	1,384,658
Other Revenue	0	9,000	0	0	0	0
Total Revenue	72,034,076	118,197,903	71,021,913	101,866,913	75,501,913	108,981,413
Total Resources	110,958,966	142,109,432	113,521,880	127,888,793	112,090,706	124,472,119
Expenditures						
Capital Outlay	87,047,437	99,609,466	87,500,000	91,300,000	96,600,000	99,700,000
Other Expenditures	0	0	0	0	0	0
Total Expenditures	87,047,437	99,609,466	87,500,000	91,300,000	96,600,000	99,700,000
Ending Balance	23,911,529	42,499,967	26,021,880	36,588,793	15,490,706	24,772,119

ATTACHMENT F
RTA Capital Fund Balance Analysis

	2014 Actual	2015 Actual	2016 Estimate	2017 Budget	2018 Plan	2019 Plan
Beginning Balance	1,731,677	1,523,035	2,114,126	2,182,677	2,031,410	2,090,330
Revenue						
Transfer from General Fund	15,874,745	15,509,273	12,282,806	15,012,988	15,073,175	15,011,886
Investment Income	13,200	21,847	20,000	20,000	20,000	20,000
Other Revenue	72,916	0	0	0	0	0
Total Revenue	15,960,860	15,531,120	12,302,806	15,032,988	15,093,175	15,031,886
Total Resources	17,692,537	17,054,155	14,416,932	17,215,665	17,124,585	17,122,216
Expenditures						
Asset Maintenance	1,627,995	1,415,840	1,650,000	1,900,000	2,000,000	1,900,000
Routine Capital	2,807,251	1,874,934	2,250,000	2,200,000	1,750,000	1,800,000
Transfer to RTA Development Fund	11,734,255	11,649,255	8,334,255	11,084,255	11,284,255	11,259,255
Total Expenditures	16,169,502	14,940,029	12,234,255	15,184,255	15,034,255	14,959,255
Ending Balance	1,523,035	2,114,126	2,182,677	2,031,410	2,090,330	2,162,961