

RESOLUTION NO. 2017-70

MAKING APPROPRIATIONS FOR THE CURRENT EXPENSES AND OTHER EXPENDITURES OF CAPITAL IMPROVEMENT FUNDS FOR THE GREATER CLEVELAND REGIONAL TRANSIT AUTHORITY DURING FISCAL YEAR (FY) 2018

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, Capital Improvement Budgets for the Greater Cleveland Regional Transit Authority ("GCRTA") for the fiscal year beginning January 1, 2018 and ending December 31, 2018 ("FY 2018") have been prepared; and

WHEREAS, said budgets have 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 2018 Capital Improvement Budgets on August 1, 2017 and a public hearing was held on August 1, 2017 with public notice given by publication in the Cleveland Plain Dealer on July 11, 2017.

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 2018 are as indicated below and the amount to be expended and encumbered in each classification during FY 2018 are hereby set aside and appropriated:

CAPITAL IMPROVEMENT FUNDS

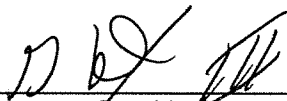
RTA Capital Fund	\$3,750,668
<u>RTA Development Fund</u>	<u>\$80,257,696</u>
Total Construction and Acquisition of Transit Facilities and Equipment	\$84,008,364

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 2018.

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

Adopted: August 15, 2017



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 2018 CAPITAL IMPROVEMENT BUDGETS	Resolution No.: 2017-70
	Date: August 10, 2017
	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 Fiscal Year 2018 ("FY 2018") for the Authority's Capital Improvement Budgets covering locally funded and grant-funded projects.
- 2.0 DESCRIPTION/JUSTIFICATION: FY 2018 begins January 1, 2018 and ends December 31, 2018. There is a six month process to incorporate new or revised grant funded capital projects into the Northeast Ohio Areawide 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 FY the development of the FY 2018 Capital Improvement Budgets began in March 2017 and involved extensive staff analysis and preparation as well as one (1) meeting of the Board's Finance Committee on August 1, 2017. One public hearing was held on August 1, 2017 to discuss the proposed 2018 Capital Improvement Budgets. The Capital Improvement Budgets proposed for adoption herein represent the Authority's spending plans for capital improvements throughout the transit system in FY 2018.
- 3.0 PROCUREMENT BACKGROUND: Does not apply.
- 4.0 DBE/AFFIRMATIVE ACTION BACKGROUND: Does not apply.
- 5.0 POLICY IMPACT: The FY 2018 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 2018 Capital Improvement Budgets provide the budget authority for the spending of \$84,008,364.00 for capital improvement projects and purchases of which \$80,257,696.00 is for the RTA Development Fund and \$3,750,668.00 is for the RTA Capital Fund.
- 7.0 ALTERNATIVES: Modify the proposed FY 2018 Capital Improvement Budgets by adding or subtracting expenditures or revenues for specific capital projects. Delay adoption of the proposed Capital Improvement Budgets and, in turn, delay the availability of grant funds earlier in the upcoming Fiscal Year.
- 8.0 RECOMMENDATION: The proposed FY 2018 Capital Improvement Budgets were reviewed August 1, 2017 by the Board's Finance Committee and were recommended for adoption by the Finance Committee. It is recommended that the Board approve the proposed FY 2018 Capital Appropriations Budget as proposed herein.

9.0 ATTACHMENTS:

- A. 2018 – 2022 Combined Capital Improvement Plan Budget
- B. 2018 – 2022 RTA Development Fund Capital Improvement Plan Budget
- C. 2018 – 2022 RTA Capital Fund Capital Improvement Plan Budget
- 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

2018 - 2022 CAPITAL IMPROVEMENT PLAN
Combined Budget Authority

PROJECT CATEGORY	2018 Budget	2019 Plan	2020 Plan	2021 Plan	2022 Plan	2018-2022
Bus Garages	\$2,400,000	\$5,450,000	\$0	\$0	\$0	\$7,850,000
Bus Improvement Program	\$11,053,643	\$14,736,275	\$30,438,135	\$37,920,154	\$12,365,750	\$106,513,957
Equipment & Vehicles	\$8,275,344	\$8,900,832	\$6,015,219	\$4,892,000	\$5,770,000	\$33,853,395
Facilities Improvements	\$2,172,000	\$14,451,861	\$9,801,000	\$6,925,456	\$9,346,287	\$42,696,604
Other Projects	\$2,272,250	\$2,273,750	\$2,273,750	\$2,275,250	\$2,275,250	\$11,370,250
Preventive Maint./Oper. Reimb.	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$100,000,000
Rail Projects	\$37,535,127	\$7,415,719	\$18,402,868	\$17,707,081	\$15,650,000	\$96,710,795
Transit Centers	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$1,500,000
TOTALS	\$84,008,364	\$73,528,437	\$87,230,972	\$90,019,941	\$65,707,287	\$400,495,001

ATTACHMENT B

**2018 - 2022 CAPITAL IMPROVEMENT PLAN
RTA DEVELOPMENT FUND BUDGET AUTHORITY**

PROJECT CATEGORY	2018 Budget	2019 Plan	2020 Plan	2021 Plan	2022 Plan	2018-2022
Bus Garages	\$2,400,000	\$5,450,000	\$0	\$0	\$0	\$7,850,000
Bus Improvement Program	\$11,053,643	\$14,736,275	\$30,438,135	\$37,920,154	\$12,365,750	\$106,513,957
Equipment & Vehicles	\$6,715,176	\$7,286,332	\$4,472,419	\$3,500,000	\$4,500,000	\$26,473,927
Facilities Improvements	\$160,000	\$12,691,861	\$7,936,000	\$5,210,456	\$7,531,287	\$33,529,604
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	\$37,535,127	\$7,415,719	\$18,402,868	\$17,707,081	\$15,650,000	\$96,710,795
Transit Centers	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$1,500,000
TOTALS	\$80,257,696	\$69,973,937	\$83,643,172	\$86,731,441	\$62,440,787	\$383,047,033

ATTACHMENT C

2018 - 2022 CAPITAL IMPROVEMENT PLAN
RTA CAPITAL FUND BUDGET AUTHORITY

PROJECT CATEGORY	2018 Budget	2019 Plan	2020 Plan	2021 Plan	2022 Plan	2018-2022
Bus Garages	\$0	\$0	\$0	\$0	\$0	\$0
Bus Improvement Program	\$0	\$0	\$0	\$0	\$0	\$0
Equipment & Vehicles	\$1,560,168	\$1,614,500	\$1,542,800	\$1,392,000	\$1,270,000	\$7,379,468
Facilities Improvements	\$2,012,000	\$1,760,000	\$1,865,000	\$1,715,000	\$1,815,000	\$9,167,000
Other Projects	\$178,500	\$180,000	\$180,000	\$181,500	\$181,500	\$901,500
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	\$3,750,668	\$3,554,500	\$3,587,800	\$3,288,500	\$3,266,500	\$17,447,968

ATTACHMENT D

Capital Improvement Fund Balance Analysis

	2016 Actual	2017 Estimate	2018 Budget	2019 Plan	2020 Plan
Beginning Balance	44,613,977	33,111,619	22,439,693	40,326,476	23,527,056
Revenue					
Transfer from General Fund	9,472,060	11,329,803	15,011,224	14,375,923	14,905,837
Investment Income	286,670	388,092	270,000	260,000	260,000
Federal Capital Grants	47,732,909	48,080,211	47,466,900	55,120,000	63,277,500
State Capital Grants	110,699	110,699	1,384,658	1,384,658	1,384,658
Debt Service Proceeds	0	0	30,000,000	0	25,000,000
Total Revenue	57,602,338	59,908,805	94,132,782	71,140,581	104,827,995
Total Resources	102,216,315	93,020,423	116,572,476	111,467,056	128,355,051
Expenditures					
Capital Outlay	69,104,696	70,580,730	76,246,000	87,940,000	91,660,000
Other Expenditures	0	0	0	0	0
Total Expenditures	69,104,696	70,580,730	76,246,000	87,940,000	91,660,000
Available Ending Balance	33,111,619	22,439,693	40,326,476	23,527,056	36,695,051

ATTACHMENT E
RTA Development Fund Balance Analysis

	2016 Actual	2017 Estimate	2018 Budget	2019 Plan	2020 Plan
Beginning Balance	42,499,967	30,037,486	20,529,179	37,838,992	20,467,905
Revenue					
Debt Service Proceeds	0	0	30,000,000	0	25,000,000
Transfer from RTA Capital Fund	5,334,255	8,334,255	11,234,255	10,684,255	11,684,255
Transfer from the General Fund	0	0	0	0	0
Investment Income	260,886	347,258	250,000	240,000	240,000
Federal Capital Grants	47,732,909	48,080,211	47,466,900	55,120,000	63,277,500
State Capital Grants	110,699	110,699	1,384,658	1,384,658	1,384,658
Total Revenue	53,438,749	56,872,423	90,335,813	67,428,913	101,586,413
Total Resources	95,938,716	86,909,909	110,864,992	105,267,905	122,054,318
Expenditures					
Capital Outlay	65,901,230	66,380,730	73,026,000	84,800,000	88,500,000
Other Expenditures	0	0	0	0	0
Total Expenditures	65,901,230	66,380,730	73,026,000	84,800,000	88,500,000
Ending Balance	30,037,486	20,529,179	37,838,992	20,467,905	33,554,318

ATTACHMENT F

RTA Capital Fund Balance Analysis

	2016 Actual	2017 Estimate	2018 Budget	2019 Plan	2020 Plan
Beginning Balance	2,114,010	3,074,133	1,910,515	2,487,484	3,059,152
Revenue					
Transfer from General Fund	9,472,060	11,329,803	15,011,224	14,375,923	14,905,837
Investment Income	25,784	40,834	20,000	20,000	20,000
Other Revenue	0	0	0	0	0
Total Revenue	9,497,844	11,370,637	15,031,224	14,395,923	14,925,837
Total Resources	11,611,854	14,444,770	16,941,739	16,883,407	17,984,988
Expenditures					
Asset Maintenance	1,020,521	2,000,000	1,600,000	1,510,000	1,550,000
Routine Capital	2,182,945	2,200,000	1,620,000	1,630,000	1,610,000
Other Expenditures	0	0	0	0	0
Transfer to RTA Development Fund	5,334,255	8,334,255	11,234,255	10,684,255	11,684,255
Total Expenditures	8,537,721	12,534,255	14,454,255	13,824,255	14,844,255
Ending Balance	3,074,133	1,910,515	2,487,484	3,059,152	3,140,733