

RESOLUTION NO. 2021-111

AMENDING APPROPRIATIONS FOR THE CURRENT EXPENSES AND OTHER EXPENDITURES FOR THE GREATER CLEVELAND REGIONAL TRANSIT AUTHORITY, AS ADOPTED IN RESOLUTION NOS. 2020-101, 2021-019, 2021-064 AND 2021-074 AND INCREASING THE TRANSFER TO THE RESERVE FUND BY \$85,000,000

WHEREAS, the Authority has both a legal and 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 operation of this public transportation system in the fiscal year to be paid or met from said revenue; and

WHEREAS, in order to meet those requirements, a budget for the Greater Cleveland Regional Transit Authority for the fiscal year beginning January 1, 2021 and ending December 31, 2021 ("FY 2021") was prepared; and

WHEREAS, the Reserve Fund helps to protect the Authority from future economic downturns, as well as significant increases in fuel and hospitalization costs, to financially plan for payment of earned vacation hours when an employee separates or retires, to establish a method to account for future budget years with 27 pay periods, to accumulate sufficient funds to replace the Authority's aging revenue vehicles, and to accumulate sufficient funds to mitigate the losses in revenues; and

WHEREAS, it is in the best interest of the Authority to increase the transfer in the General Fund to the Reserve Fund by \$85.0 million, for the Revenue Stabilization sub-fund; and

WHEREAS, the Board of Trustees adopted the FY 2021 General Fund Budget on December 15, 2020 through Resolution No. 2020-101 and on February 16, 2021 through Resolution No. 2021-019 and on June 29, 2021 through Resolution No. 2021-064 and on July 27, 2021 through Resolution No. 2021-074; and

WHEREAS, the Operational Planning & Infrastructure Committee of the Board of Trustees reviewed and discussed the proposed increase to the FY 2021 General Fund Budget on November 16, 2021 and December 7, 2021 and recommended its approval by the Board on December 21, 2021.

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 Authority, during the period of January 1, 2021 through December 31, 2021 ("Fiscal Year 2021"), as set forth in Resolution No. 2020-101, adopted by the Board on December 15, 2020 and in February 16, 2021 through Resolution No. 2021-019 and on June 29, 2021 through Resolution No. 2021-064 and on July 27, 2021 through Resolution No. 2021-074, are hereby amended as follows:

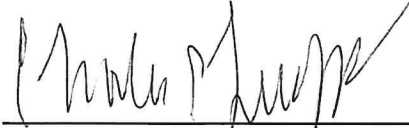
### Amended General Fund Balance Analysis

	2021 Budget	2021 Amended Budget	2021 Variance
<b>Beginning Balance</b>	\$ 133,581,757	\$ 133,581,757	0
<b>Revenue</b>			
Passenger Fares	27,814,100	27,814,100	0
Advertising & Concessions	1,803,916	1,803,916	0
Sales & Use Tax	215,720,056	215,720,056	0
Federal Operating Assistance - CARES Act	0	0	0
Federal Operating Assistance - CRRSAA	67,416,467	67,416,467	0
Federal Operating Assistance - ARP	68,100,000	68,100,000	0
Investment Income	2,069,958	2,069,958	0
Other Revenue	1,348,918	1,348,918	0
Reimbursed Expenditures	19,413,919	19,413,919	0
<b>Total Revenue</b>	<b>403,687,334</b>	<b>403,687,334</b>	<b>0</b>
<b>Total Resources</b>	<b>537,269,091</b>	<b>537,269,091</b>	<b>0</b>
<b>Operating Expenditures</b>			
Salaries and Overtime	143,376,531	143,376,531	0
Payroll Taxes and Fringes	54,276,628	54,276,628	0
Fuel ( Diesel, CNG, Prop. Pwr., Gas)	8,182,600	8,182,600	0
Utilities	5,614,454	5,614,454	0
Inventory	13,100,000	13,100,000	0
Services and Material & Supplies	21,157,429	21,157,429	0
Purchase Transportation	9,850,000	9,850,000	0
Other Expenditures	6,928,856	6,928,856	0
<b>Total Operating Expenditures</b>	<b>262,486,498</b>	<b>262,486,498</b>	<b>0</b>
<b>Transfers to (from) Other Funds</b>			
Transfer to (from) the Insurance Fund	2,100,000	2,100,000	0
Transfer to (from) the Pension Fund	45,000	45,000	0
<b>Transfers to Reserve Fund</b>	<b>10,878,615</b>	<b>95,878,615</b>	<b>85,000,000</b>
Transfers from the Reserve Fund			0
<b>Transfers to (from) Capital</b>			
Bond Retirement Fund	13,835,408	13,835,408	0
Bond Defeasance	62,000,000	62,000,000	0
Capital Improvement Fund	43,398,859	43,398,859	0
<b>Total Transfers to (from) Capital</b>	<b>119,234,267</b>	<b>119,234,267</b>	<b>0</b>
<b>Total Transfers to (from) Other Funds</b>	<b>132,257,882</b>	<b>217,257,882</b>	<b>85,000,000</b>
<b>Total Expenditures</b>	<b>394,744,380</b>	<b>479,744,380</b>	<b>85,000,000</b>
<b>Available Ending Balance</b>	<b>\$ 142,524,711</b>	<b>\$ 57,524,711</b>	<b>(85,000,000)</b>

Section 2. That all other provisions of the appropriations for the current expenses and other expenditures of the Authority, during Fiscal Year 2021, as set forth in Resolution Nos. 2020-101, 2021-019, 2021-064, and 2021-074, not otherwise amended, shall remain in full force and effect.

Section 3. That this resolution shall become effectively immediately upon its adoption.

Adopted: December 21, 2021

  
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 President

Attest: Rayan D. Johnson  
 Secretary-Treasurer

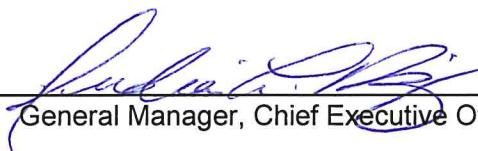


TITLE/DESCRIPTION:  AMENDING APPROPRIATIONS FOR THE CURRENT EXPENSES AND OTHER EXPENDITURES FOR THE GREATER CLEVELAND REGIONAL TRANSIT AUTHORITY, AS ADOPTED IN RESOLUTION NOS. 2020-101, 2021-019, 2021-064 AND 2021-074 AND INCREASING THE TRANSFER TO THE RESERVE FUND BY \$85,000,000	Resolution No.: <b>2021-111</b>
	Date: December 16, 2021
	Initiator: Office of Management & Budget

ACTION REQUEST:  
 Approval    Review/Comment    Information Only    Other \_\_\_\_\_

- 1.0 PURPOSE/SCOPE: This action will authorize an amendment to increase the appropriation in the General Fund for an increase in the transfer to the Reserve Fund for the Revenue Stabilization sub-fund.
- 2.0 DESCRIPTION/JUSTIFICATION: The proposed amendment will authorize an increase in the overall appropriations budget for Fiscal Year ("FY") 2021 by \$85.0 million to be transferred to the Reserve Fund for the Revenue Stabilization sub-fund, for the benefit of the Authority.
- 3.0 PROCUREMENT BACKGROUND: Does not apply.
- 4.0 DBE/AFFIRMATIVE ACTION BACKGROUND: Does not apply.
- 5.0 POLICY IMPACT: The FY 2021 Budget provides for the revenues and expenditures of the Authority. The increased appropriation in the General Fund will enable funding to be transferred to the Reserve Fund for the Revenue Stabilization sub-fund.
- 6.0 ECONOMIC IMPACT: This amendment will increase the transfers to the Reserve Fund by \$85.0 million. These funds will be set aside until they are needed to maintain the 1-month ending balance.
- 7.0 ALTERNATIVES: Modify or not approve the budget amendment as proposed. This would prevent the Authority from reserving funding for economic downturns.
- 8.0 RECOMMENDATION: The proposed 2021 Amended General Fund Budget has been reviewed at the November 16, 2021 and December 7, 2021 Operational Planning & Infrastructure Committee and is recommended for adoption. It is recommended that the Board approve the proposed FY 2021 Amended General Fund Budget as proposed herein.
- 9.0 ATTACHMENTS: None

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

  
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General Manager, Chief Executive Officer