

# Proposed Amendments to the FY 2024 Operating, Reserve, & Capital Budgets

Operational Planning & Infrastructure Committee

October 15, 2024

Office of Management  
& Budget

Greater Cleveland Regional Transit Authority

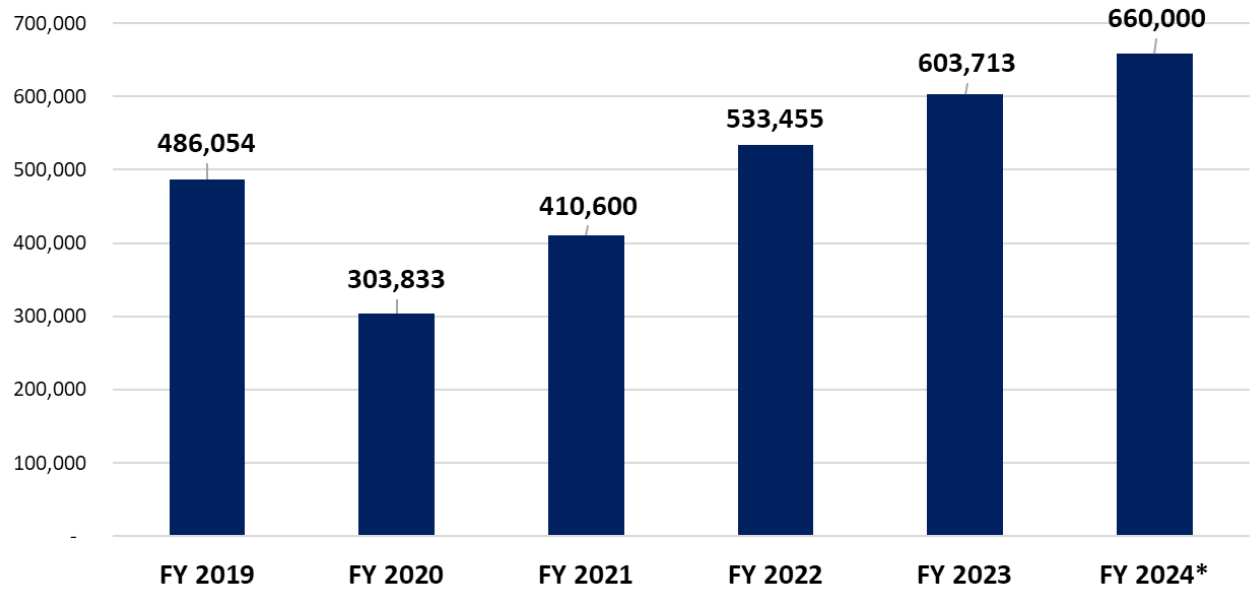
*Connecting  
the  
Community*

<b>General Fund Expenditures</b> (in Millions)	<b>Current 2024  Budget  Appropriation</b>	<b>Amended  2024 Budget  Appropriation</b>	<b>Variance</b>
Total Payroll (Salaries, Overtime, Taxes, Fringes)	\$221.9	\$236.0	\$14.1
Fuel & Utilities	13.6	12.6	-1.0
Inventory, Services, Materials, Supplies	38.9	37.7	-1.2
Purchased Transportation	11.5	17.4	5.9
Other Expenditures	7.7	6.7	-1.0
Transfers	40.2	41.8	1.6
<b>Total Expenditures</b>	<b>\$333.8</b>	<b>\$352.2</b>	<b>\$18.4</b>

**Greater Cleveland Regional Transit Authority**

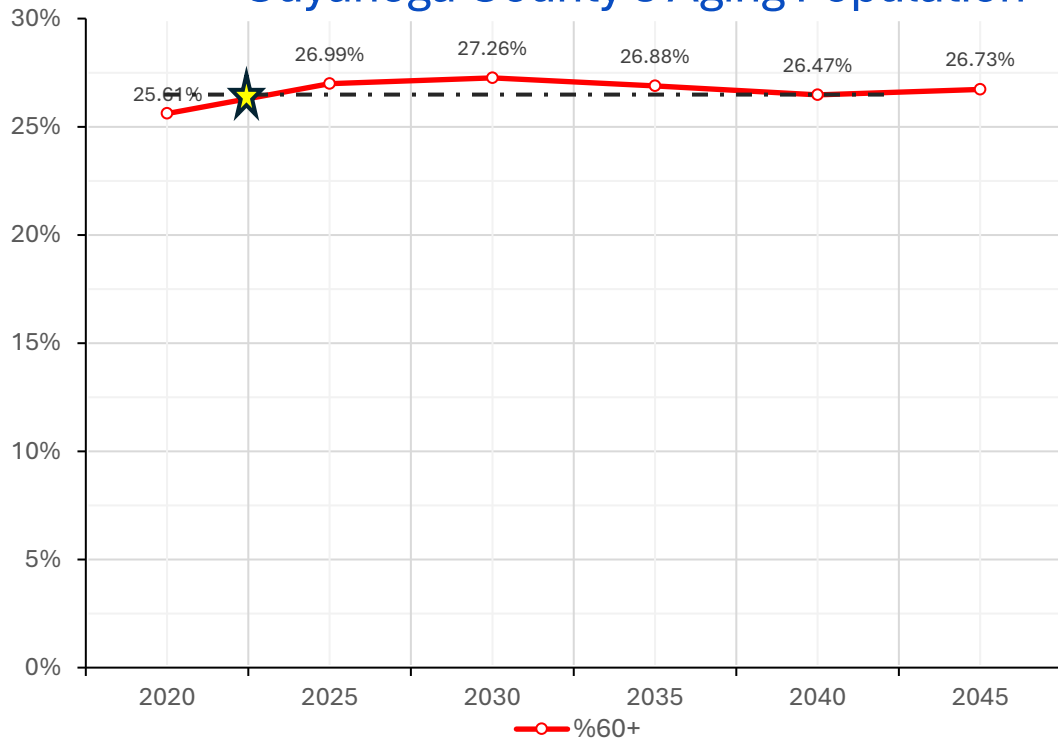


### Paratransit Ridership 2019 - 2024 (\* projected)



Year	% Increase from prior year	% Increase from 2019
2020	-37.5%	-37.5%
2021	35.1%	-15.5%
2022	29.9%	9.8%
2023	13.2%	24.2%
2024 Projected	9.2%	35.6%

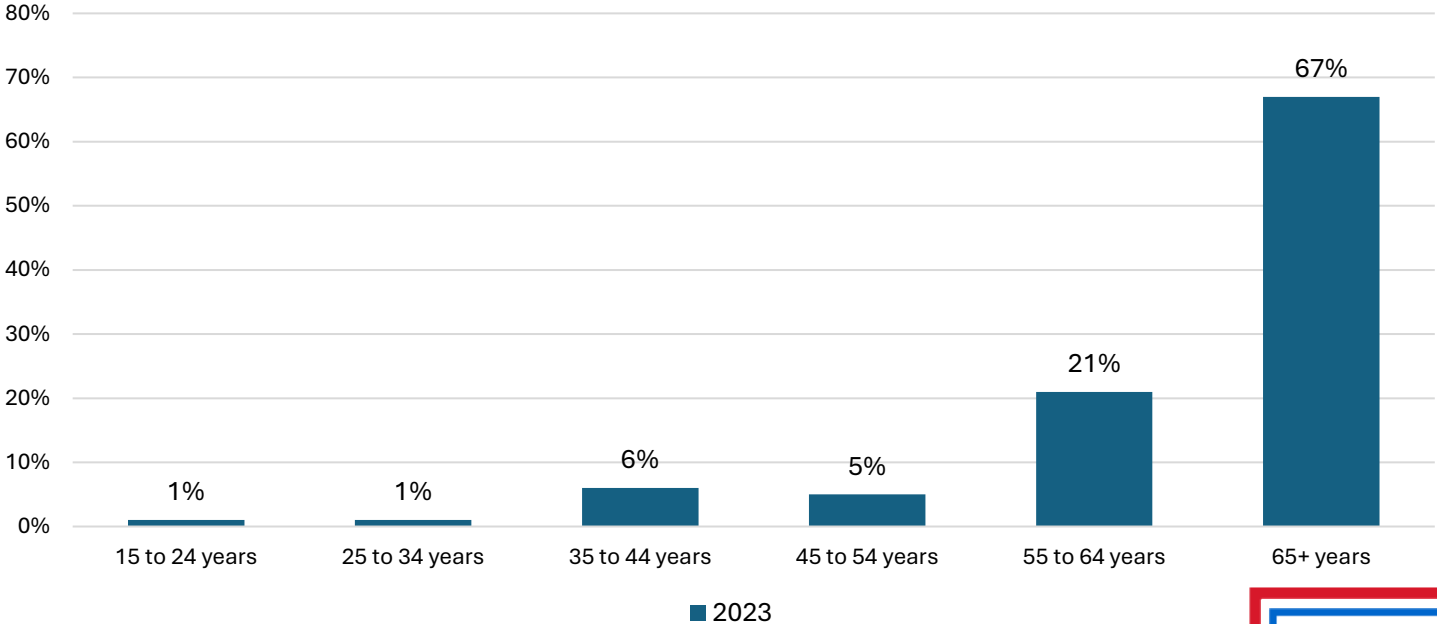
# Cuyahoga County's Aging Population



**Greater Cleveland Regional Transit Authority**

*Connecting  
the  
Community*

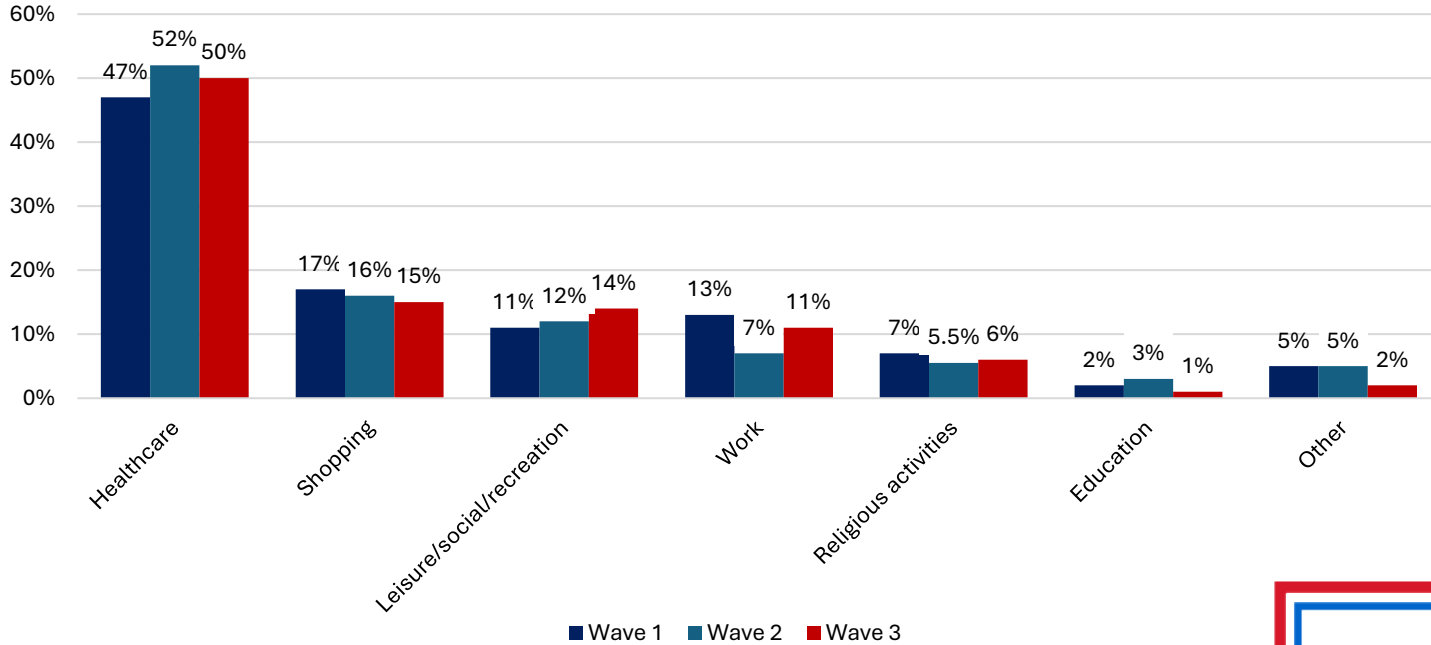
# Paratransit TransPro Age Demographics



**Greater Cleveland Regional Transit Authority**

*Connecting  
the  
Community*

# Customer Experience Surveys - Trip Purpose



**Greater Cleveland Regional Transit Authority**

*Connecting  
the  
Community*

# Cumulative Inflation

The U.S. Inflation Calculator measures the dollar's buying power over time.

## Inflation Calculator

If in  (enter year)

I purchased an item for \$

then in  (enter year)

that same item would cost: **\$60.75**

Cumulative rate of inflation: **23.3%**

*Learn how this calculator works. The US Inflation Calculator uses the latest US government CPI data published on October 10 to adjust and calculate for inflation through September (See recent [inflation rates](#).) The U.S. Labor Department's Bureau of Labor Statistics will release inflation data for October on November 13, 2024.*

# ~30% Increased contract cost

- Inflation (2019 price would be \$60.75/hour today)
- Labor Market
- Doubled insurance requirements
- Average cost of \$67.66/hour



# General Fund Balance Analysis

## Revenues

	FY 2024 Budget	FY 2024 Amended Budget	2024 Variance
<b>Revenues</b>			
Operating Revenues			
Passenger Fares	\$ 27,100,000	\$ 30,656,522	\$ 3,556,522
Advertising & Concessions	2,061,751	1,579,775	(481,976)
Naming Rights	485,300	432,800	(52,500)
Investment Income	1,000,000	1,013,672	13,672
<b>Total Operating Revenues</b>	<b>30,647,051</b>	<b>33,682,769</b>	<b>3,035,718</b>
Non-Operating Revenues			
Sales & Use Tax	268,300,000	263,529,810	(4,770,190)
Reimbursed Expenditures	5,000,000	12,538,128	7,538,128
Other Non-Operating Revenue	1,500,000	1,625,336	125,336
Transfer from Reserve Fund - Other Sub-Funds	-	1,644,837	1,644,837
Transfer from Reserve Fund - Revenue Stabilization	30,000,000	30,000,000	-
<b>Total Non-Operating Revenues</b>	<b>304,800,000</b>	<b>309,338,111</b>	<b>4,538,111</b>
<b>Total Revenues</b>	<b>335,447,051</b>	<b>343,020,880</b>	<b>7,573,829</b>



# General Fund Balance Analysis

# Expenditures

	FY 2024 Budget	FY 2024 Amended Budget	2024 Variance
<b>Total Revenues</b>	<b>335,447,051</b>	<b>343,020,880</b>	<b>7,573,829</b>
<b>Expenditures</b>			
Operating Expenditures			
Salaries & Overtime	164,283,362	172,527,000	8,243,638
Payroll Taxes & Fringes	57,564,329	63,509,960	5,945,631
Fuel (Diesel, CNG, Propulsion Power, Propane, Gasoline)	9,683,400	9,300,000	(383,400)
Utilities	3,964,200	3,300,000	(664,200)
Inventory	13,000,000	13,900,000	900,000
Services, Materials & Supplies	25,938,982	23,800,000	(2,138,982)
Purchased Transportation	11,533,644	17,400,000	5,866,356
Other Expenditures	7,669,043	6,700,000	(969,043)
<b>Total Operating Expenditures</b>	<b>293,636,960</b>	<b>310,436,960</b>	<b>16,800,000</b>
<b>Revenues less Operating Expenses</b>	<b>41,810,091</b>	<b>32,583,920</b>	<b>(9,226,171)</b>
Transfers to Other Funds			
Transfers to/from Insurance Fund	2,500,000	2,500,000	-
Transfers to/from Reserve Fund	10,878,615	10,878,615	-
Transfers to/from Capital			
Transfers to/from Bond Retirement Fund	9,346,959	9,346,959	-
Transfers to/from Capital Improvement Fund	17,483,041	19,127,878	1,644,837
<b>Total Transfers to/from Capital</b>	<b>26,830,000</b>	<b>28,474,837</b>	<b>1,644,837</b>
<b>Total Transfers to/from Other Funds</b>	<b>40,208,615</b>	<b>41,853,452</b>	<b>1,644,837</b>
<b>Total Expenditures</b>	<b>333,845,575</b>	<b>352,290,412</b>	<b>18,444,837</b>
Net Increase (Decrease)	1,601,476	(9,269,532)	
Beginning Balance	36,763,593	36,763,593	
<b>Projected Ending Balance</b>	<b>\$ 38,365,069</b>	<b>\$ 27,494,061</b>	
<b># Months Reserves - Projected</b>	<b>1.6</b>	<b>1.1</b>	

*Connecting  
the  
Community*

<b>Reserve Fund (in millions)</b>	<b>2023 Actual</b>	<b>Policy Goal</b>	<b>Policy Goal Amount</b>	<b>Variance</b>
Compensated Absences	\$4,022,237	25%	\$2,946,056	\$1,076,181
Fuel	2,838,432	-	-	0
Hospitalization	2,905,871	10%	2,337,215	568,656
Rolling Stock Reserve	770,503	-	-	770,503
27 <sup>th</sup> Pay	6,004,729	1/12 Pay	-	0
Revenue Stabilization	144,497,079	-	-	0
<b>Projected Ending Balance</b>	<b>\$161,038,852</b>			<b>\$2,415,340</b>

**Greater Cleveland Regional Transit Authority**

*Connecting  
the  
Community*

<b>Reserve Fund (in millions)</b>	<b>2023 YE Actual</b>	<b>2024 Budgeted Transfers into Reserve Fund</b>	<b>2024 Original Budgeted Appropriation</b>	<b>2024 Amended Appropriation</b>
Compensated Absences (GF)	\$4,022,237	0	0	\$1,076,181
Fuel (GF)	2,838,432	0	0	0
Hospitalization (GF)	2,905,871	0	0	568,656
Rolling Stock Reserve (Capital)	770,503	10,000,000	10,000,000	10,770,503
27 <sup>th</sup> Pay (GF)	6,004,729	878,615	0	0
Revenue Stabilization (GF)	144,497,079	0	30,000,000	30,000,000
<b>Projected Ending Balance</b>	<b>\$161,038,852</b>	<b>\$10,878,615</b>	<b>\$40,000,000</b>	<b>\$42,415,340</b>

**Greater Cleveland Regional Transit Authority** 



# Questions

Greater Cleveland Regional Transit Authority

*Connecting  
the  
Community*

# Recommendation

Staff requests that the Operational Planning & Infrastructure Committee present the Amended 2024 General Fund and Reserve Fund Budgets to the full Board for approval

Greater Cleveland Regional Transit Authority

The logo consists of a red double-line border enclosing a white square. Inside the square, the text "Connecting the Community" is written in blue, with "Connecting" on the top line, "the" on the middle line, and "Community" on the bottom line.

*Connecting  
the  
Community*

# FY 2024 Capital Improvement Fund

(in millions)	2024 Budget	2024 Amended	Variance
Bus Garages	\$3.9	\$3.9	\$0.0
Buses	23.1	23.1	0.0
Equipment & Vehicles	5.2	5.2	0.0
Facilities	24.5	24.5	0.0
Other Projects	5.9	5.9	0.0
PM / Reimbursements	1.0	1.0	0.0
<b>Rail Car Program</b>	<b>42.5</b>	<b>144.0</b>	<b>101.5</b>
Rail Projects	38.9	38.9	0.0
Transit Centers	1.3	1.3	0.0
<b>Total</b>	<b>\$146.3</b>	<b>\$247.8</b>	<b>\$101.5</b>

**Greater Cleveland Regional Transit Authority**

*Connecting  
the  
Community*

# Questions

Greater Cleveland Regional Transit Authority

*Connecting  
the  
Community*



# Recommendation

Staff requests that the Operational Planning & Infrastructure Committee present the Amended 2024 Capital Improvement Fund Budget to the full Board for approval