

# FY2022 Budget Update

*Presented on August 18, 2021*



# FY2022 Budget Development Calendar

- Feb 4 Operating and Capital Budget kick-off meeting with departments
- Apr 16 Capital and Operating Budget requests received from departments
- May 12 Board Committees review proposed budget calendar
- Jun 2 Initial review with Access Advisory Committee
- Jun 9 Initial review with Customer Satisfaction Advisory Committee
- Jun 28 Board of Directors initial review and discussion
- Jul 19 Budget proposal presented to Board of Directors

# FY2022 Budget Development Calendar

## PUBLIC OUTREACH / FEEDBACK PROCESS

- Aug 4 Presentation to Access Advisory Committee
- Aug 11 Presentation to Customer Satisfaction Advisory Committee
- ➔ Aug 18 Update Board Committees
- Aug 23-27 Public and virtual outreach
- Aug 24 Proposed budget document is published online
- Aug 24 Notice of public hearing on proposed budget and capital improvement plan
- Sep 15 Update Board Committees
- Sep 15 Public hearing on proposed budget and capital improvement plan at noon
- Sep 27 Board of Directors considers budget proposal for adoption

# Operating Revenue and Expense Updates

- Sales Tax – June 2021 receipt
  - FY2021 Forecast increase of \$6.3 million
  - FY2022 Budget increase of \$6.6 million
- FY2022 RideShare revenue adjustment decrease - \$1.4 million
  - Revenue correction for estimated FY2022 vanpools in service
- FY2021 administration pension plan expense decrease - \$1.1 million
  - Actuary report received in July 2021

# 5-Year Capital Improvement Plan Update

- Addition of Capital Metro Project Connect contracted projects
  - Orange Line - \$26.2 million in FY2022
  - Blue Line - \$24.6 million in FY2022
  - MetroRapid Lines - \$166.6 million in FY2022 – FY2024
  - MetroRapid charging infrastructure - \$26.0 million in FY2022 – FY2026
  - MetroRapid and MetroExpress Park & Rides - \$30.5 million in FY2022 – FY2024
  - Green Line Phase 2 Manor Capital Reserve - \$800 thousand
    - Addition of offsetting ATP contribution and estimated Small Starts funding
- Shift of funding from FY2021 to FY2022 - \$6.6 million
  - Various delays due to timing of project work
- Red Line Improvements - \$15.0 million added in FY2022 – FY2023
  - Added funding for McKalla MLS Station after 30% design completion

# Proposed 5-Year Capital Plan

\$' Million Project Category	FY2022	FY2023	FY2024	FY2025	FY2026	Total
Bus and Paratransit	\$41.4	\$65.4	\$15.9	\$3.8	\$91.3	\$217.9
Commuter Rail	43.1	24.4	3.0	2.8	3.3	76.5
Facilities	27.5	23.2	14.6	7.4	10.3	83.1
Freight Railroad	4.0	1.5	.0	.0	.0	5.7
Information Technology	26.3	17.3	12.1	12.3	8.0	75.9
Other	6.9	2.5	2.5	2.4	2.0	16.3
Project Connect	138.0	107.8	52.0	.3	.7	298.9
Property and Asset Mgmt	16.5	12.4	.9	1.1	1.0	31.8
<b>Total Capital Projects</b>	<b>\$303.8</b>	<b>\$254.5</b>	<b>\$101.0</b>	<b>\$30.2</b>	<b>\$116.5</b>	<b>\$806.1</b>
<b>Funding</b>						
Local Funding	146.5	138.6	44.4	27.4	107.7	464.6
Grants/Contributions	157.4	115.9	56.6	2.8	8.8	341.5
<b>Total Capital Projects</b>	<b>\$303.8</b>	<b>\$254.5</b>	<b>\$101.0</b>	<b>\$30.2</b>	<b>\$116.5</b>	<b>\$806.1</b>
<b>Project Type</b>						
Enhancement	244.6	179.1	70.0	10.2	27.8	531.7
State of Good Repair	59.2	75.4	31.0	20.0	88.8	274.3
<b>Total Capital Projects</b>	<b>\$303.8</b>	<b>\$254.5</b>	<b>\$101.0</b>	<b>\$30.2</b>	<b>\$116.5</b>	<b>\$806.1</b>

# Next Steps

- Publish draft budget document online
- Public outreach and webinars
- Public hearing on the proposed budget
- Budget updates to Board Committees
- Final Board approval scheduled for September 27
- Board update on Long-Range Financial Plan





**METRO**

**THANK YOU!**