

PRESENTED: JUNE 25, 1998
ADOPTED; JULY 9, 1998
SUBJECT: APPROVAL OF NON-REGIONAL METROBUS SUBSIDY
ALLOCATION

#98-32
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
WASHINGTON METROPOLITAN AREA TRANSIT AUTHORITY

WHEREAS, the Regional Mobility Panel (RMP), created in January 1997, was charged with devising a plan to stabilize and enhance bus services in the National Capital Region; and

WHEREAS, the RMP recommended a new Metrobus service plan based on the development of regional and non-regional bus routes so that neither the regional bus subsidy nor any individual jurisdiction's subsidy is affected by any change that might occur in non-regional services except for the jurisdiction proposing the change; and

WHEREAS, in reviewing the current Metrobus Subsidy Allocation Formula and its impact on the future of Metrobus services in the National Capital Region, the RMP proposed a new Metrobus Subsidy Allocation Formula for regional Metrobus services beginning in Fiscal 1999 and continuing through Fiscal 2002, with specified annual transition limits; and

WHEREAS, based on the recommendations of the RMP, the Board of Directors has approved a revised Metrobus Subsidy Allocation Formula for regional Metrobus service to be implemented through a transition plan beginning in Fiscal 1999 and continuing through Fiscal 2002; and

WHEREAS, Metrobus subsidies are determined separately for regional and non-regional Metrobus services; and

WHEREAS, as a result of approval by the Board of Directors of a new Metrobus Subsidy Allocation Formula for Regional Metrobus service only, a new subsidy allocation mechanism for non-regional Metrobus services must be approved beginning in Fiscal 1999.

NOW, THEREFORE BE IT RESOLVED that the Metrobus subsidy for non-regional Metrobus service shall be computed by utilizing the following steps:

1. Identify the costs of all Metrobus service, regional and non-regional;
2. Identify the costs which would accrue for regional Metrobus service if no non-regional bus service were provided;
3. Determine the costs of non-regional service by subtracting the regional Metrobus costs from the costs of all Metrobus service;
4. Divide the costs for non-regional service as computed in step three by total platform hours for non-regional service;
5. Identify the non-regional platform hours for each jurisdiction;
6. Multiply the platform hours for each jurisdiction by the hourly rate.
7. Determine the revenue for each jurisdiction; and
8. Subtract the revenue as determined in step seven from costs.

The product from the process, as outlined above, equals subsidy by jurisdiction.

BE IT FURTHER RESOLVED that the revised Metrobus Subsidy Allocation process for Non-Regional Metrobus services shall become effective in Fiscal 1999 and shall remain in effect until changed by the Board of Directors; and

BE IT FURTHER RESOLVED that this resolution shall become effective immediately.

Reviewed as to form and legal sufficiency.

Robert L. Polk
General Counsel

Motion by Mrs. Mack, seconded by Mr. Wineland, and unanimously approved.
Ayes: 6 - Mr. Barnett, Mrs. Hanley, Mrs. Mack, Mr. Wineland, Mr. Zimmerman,
and Mr. Evans

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