

FY07 Operating Budget Update

March 9, 2006

- FY07 Proposed Budget Should be Updated for Most Recent Information**

Revenue: Increase \$13.6 million, primarily due to rail ridership

Expense: Increase \$7.6 million for escalation of natural gas prices and personnel cost trends

- Policy Questions Regarding Service Levels**

\$ Millions	Revenue	Expense	Subsidy
FY07 Proposed Budget	\$627.0	\$1,088.0	\$461.0
1. Budget Updates:			
Revenue Re-Estimate	\$13.6		(\$13.6)
Personnel Cost Re-Estimate		5.9	5.9
CNG Prices		1.7	1.7
<i>subtotal</i>	\$13.6	\$7.6	(\$6.0)
2. Policy Initiatives:			
a. Advertising Revenue & Customer Service Initiatives	\$2.0	\$2.0	\$0.0
b. Service Levels:			
Bus Service Improvement		(2.4)	0.0
(Eliminate low productive service and re-invest in priority areas)		2.4	
Bus Overcrowding Relief		2.0	2.0
Bus Priority Corridors		3.6	3.6
Bus Security Posts		1.8	1.8
Rail Service (4 Holidays)		1.8	1.8
Rail Fares (4 Holidays)	0.8		(0.8)
Rail Service (Off-peak Non-Seasonal)		2.2	2.2
c. Living Wage Procurements		1.3	1.3
(\$11.60/hour including benefits)			
<i>subtotal</i>	\$2.8	\$14.7	\$11.9