

**FY 2011 and FY 2012  
Operating Budget  
As of January 29, 2010**



January 29, 2010 SAN FRANCISCO, CALIFORNIA

# Introduction

- **Original approved FY 2010 budget = \$816.7M**
- **FY 2010 Approved Budget = \$768.6M (\$129M deficit balanced, \$45M remained, \$16.9M left)**
- **Balancing the two year budget dependent on the actions taken to address the FY 2010 budget deficit**
- **Continued economic downturn has exhausted fund balance (reserves) and reduced revenues over \$230 million (\$130 million from State Transit Assistance) since FY 2009**
- **SFMTA two year budget for FY 2011 and FY 2012 approval required by May 1, 2010**

**FY 2010 Budget  
Revenues Compared to  
FY 2011 and FY 2012 (\$M)**

Revenue Category	FY 2010 Amended Budget	FY 2010 Year End Projection	FY 2011 Budget	FY 2012 Budget
Transit Fares	181.3	181.3	178.1	179.1
Operating Grants	79.5	81.9	76.7	76.7
Parking and Traffic Fees & Fines	244.8	232.8	228.8	231.8
Taxi Services	18.2	14.4	8.2	8.2
Other (Advertising, Interest, TIDF)	21.3	21.4	18.9	19.3
Interdepartmental Recovery	3.0	3.0	3.0	3.0
General Fund Transfer	178.3	175.3	169.3	173.3
Fund Balance – Appropriated	42.2	42.2	0.0	0.0
<b>TOTAL</b>	<b>\$768.6</b>	<b>\$752.3</b>	<b>\$683.0</b>	<b>\$691.4</b>

**FY 2011 and FY 2012  
Change in Revenues  
Compared to FY 2010 Amended Budget (\$M)**

Line Item	FY 2011	FY 2012
Fund Balance (used in FY 2010)	(42.2)	(42.2)
Interest Earnings (economic impact/lower balance invested)	(2.4)	(2.0)
General Fund Transfer (lower tax receipts)	(9.0)	(5.0)
Fare Revenue (net of service modification impacts and TransLink usage)	(3.0)	(2.0)
Garage Revenues (economic impact)	(2.0)	(1.0)
Parking Meter Revenues (economic impact)	(4.0)	(2.0)
Parking Citations (economic impact, street sweeping reduction, overall issuance decline)	(10.0)	(10.0)
Paratransit Fares (economic impact)	(0.2)	(0.2)
Taxi Reform (major revenue form pilot in FY 2010)	(10.0)	(10.0)
Regional Grants (Sales Tax-based Decline)	(2.8)	(2.8)
<b>Preliminary Revenue Change FY 2011 and FY 2012</b>	<b>(85.6)</b>	<b>(77.2)</b>
<b><i>Potential Revenue Items</i></b>		
Impact of Proposals to Balance FY 2010 Budget	15.0	16.0
Second Federal Economic Stimulus Package	Advocating for Revenue	
Gas Tax		
STA/Spillover from State		

**FY 2010 Budget  
Expenditures Compared to  
FY 2011 and FY 2012 (\$M)**

<b>Expenditure Category</b>	<b>FY 2010 Amended Budget</b>	<b>FY 2010 Year End Projection</b>	<b>FY 2011 Budget</b>	<b>FY 2012 Budget</b>
<b>Salaries &amp; Benefits</b>	<b>484.4</b>	<b>475.9</b>	<b>478.1</b>	<b>481.1</b>
<b>Contracts and Other Services</b>	<b>64.0</b>	<b>66.4</b>	<b>70.0</b>	<b>74.0</b>
<b>Materials &amp; Supplies</b>	<b>40.7</b>	<b>47.9</b>	<b>50.7</b>	<b>50.7</b>
<b>Equipment &amp; Maintenance</b>	<b>42.5</b>	<b>34.9</b>	<b>47.5</b>	<b>42.5</b>
<b>Rent &amp; Building</b>	<b>7.0</b>	<b>7.5</b>	<b>7.0</b>	<b>7.0</b>
<b>Insurance &amp; Payments to Other Agencies</b>	<b>66.2</b>	<b>69.3</b>	<b>68.6</b>	<b>68.6</b>
<b>Rainy Day Reserve</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Work Orders</b>	<b>63.8</b>	<b>65.9</b>	<b>63.8</b>	<b>63.8</b>
<b>TOTAL</b>	<b>\$768.6</b>	<b>\$767.8</b>	<b>\$785.7</b>	<b>\$787.7</b>

**FY 2011 and FY 2012  
Change in Expenditures  
Compared to FY 2010 Amended Budget (\$M)**

Line Item	FY 2011	FY 2012
Operator Schedule ( FY 2010)	(3.0)	(3.0)
Salaries and Benefits Including Layoffs ( FY 2010)	(19.5)	(17.9)
Elimination of Sales Tax (Prop B) funding of staffing costs	1.1	1.1
Health, Retirement, and Other Benefit Increases (From Mayor and Controller projections)	15.1	16.5
Vendor Discount Program	(4.0)	(4.0)
Replenish Materials and Parts Budget Reduced in FY 2010	10.0	10.0
Catastrophic Loss Coverage Premium	2.4	2.4
Incremental Operating Costs from Capital Projects (e.g. TransLink, Video Cameras, NextMuni, etc.)	15.0	14.0
<b>Preliminary Expenditure Change FY 2011 and FY 2012</b>	<b>17.1</b>	<b>19.1</b>
<b><i>Potential Expenditure Items</i></b>		
Impact of Proposals to Balance FY 2010 Budget – Labor Concessions (10.0), Service Reductions (25)	(35.0)	(35.0)
Performing Arts Garage EIR	0.9	
Parking and Revenue Control System for Parking Garages	4.0	

# FY 2011 and FY 2012 Projected Deficit

*(\$M)*

	FY 2011 (Deficit)	FY 2012 (Deficit)
Revenues	(85.6)	(77.2)
Expenditures	17.1	19.1
<b>TOTAL DEFICIT</b>	<b>(102.7)</b>	<b>(96.3)</b>
Proposals to Balance FY 2010	50.0 (Not including Prop K Sales Tax Request)	51.0
<b>REMAINING DEFICIT</b>	<b>(52.7)</b>	<b>(45.3)</b>

# Public Meetings

<b>SFMTA Board of Directors Meetings</b>		
	<b>FY 2010</b>	<b>FY 2011 and FY 2012</b>
February 16, 2010	Public Hearing on Fee, Fine and Fare Changes and Possible Approval of FY 2010 Balancing Actions including Muni Service Modifications	
March 2, 2010		Approval of Parking Policies
March 30, 2010		Public Hearing on Fee, Fine and Fare Changes
April 6, 2010		Public Hearing, Possible Budget Adoption
April 20, 2010		Public Hearing, Possible Budget Adoption
<b>Town Hall Meetings (1 SVN, 2<sup>nd</sup> Floor)</b>		
February 6, 2010	10 am to Noon	
February 9, 2010	6 pm to 8 pm	
March 10, 2010		6 pm to 8 pm
March 20, 2010		10 am to Noon

**SFMTA Budget Updates:**

[www.sfmta.com/sfmtabudget](http://www.sfmta.com/sfmtabudget) or Call 311