



Finance, Administration and Oversight Committee

Information Item IV-D

May 8, 2008

Review of Operating Budget Adjustments

**Washington Metropolitan Area Transportation Authority
Board Action/Information Summary**

Action
 Information

MEAD Number:

Resolution:
 Yes No

PURPOSE

To provide information to the Committee on budget adjustments to the Proposed Fiscal 2009 Annual Budget which was originally presented in the January 10, 2008 Finance, Administrative and Oversight Committee.

DESCRIPTION

Since the presentation of the FY09 budget in January 2008, Board actions and General Manager's recommendations have adjusted the proposed budget. This information item briefs the Committee on those adjustments and the impact on the revenue, expense and subsidy for fiscal 2009.

NEXT STEPS

The final mark-up is scheduled for the June 2008 Committee meeting with referral to the Board for action in June.



Adjustments to FY09 Proposed Budget

Presented to the Board of Directors:

**Finance, Administration and Oversight
Committee**

May 8, 2008





FY09 Budget Adjustments

Two Categories of Budget Adjustments:

1. Board Approved (or Pending) Service Adjustments
2. General Manager Recommendations

FY2009 Operating Budget			
\$ Millions			
	Revenue -	Expense	= Subsidy
Proposed Budget	\$789	\$1,325	\$535 <i>January 2008</i>
1. Board Actions *	\$5	\$11	\$6
2. GM Actions	\$4	\$4	\$0 <i>May 2008</i>
Adjusted Budget	<u>\$799</u>	<u>\$1,340</u>	<u>\$541</u>

*Approved or Pending Approval



FY09 Budget Adjustments

1. Board Approved (or Pending) Service Adjustments

Revenue - Expense = Subsidy

1. Board Approved Service Changes:

Bus Route NH-1 National Harbor	\$0.2	\$1.4	\$1.2	MDOT pays
Bus Route N22 Navy Yard Shuttle	\$0.0	\$0.2	\$0.2	DC pays (Jul & Aug only)
Bus Route 79 Service Increase Metro Extra	\$0.3	\$1.1	\$0.8	DC pays, or...

2. Pending Changes:

Bus Route 79 Base Service Metro Extra	\$1.2	\$2.4	open issue	DC \$'s↓ MD&VA \$'s ↑
Bus Route J4 College Park to Bethesda	\$0.3	\$0.8	open issue	MD \$'s↓ DC&VA \$'s ↑
Yellow Line Extension		\$3.2	open issue	DC \$'s↓ MD&VA \$'s ↑
Red Line Turnback at Grosvenor		\$1.5	open issue	MD \$'s↓ DC&VA \$'s ↑
Restructuring the 30 Line		\$0.4	\$0.4	All Jurisdiction \$'s ↑
Offset Remaining SE Cost with DC Revenue	\$3.0		\$3.0	DC pays, expense already budgeted
1. 2. subtotal	\$5.1	\$11.0	\$5.9	



FY09 Budget Adjustments

2. General Manager's Budget Adjustments

Revenue - Expense = Subsidy

3. <u>GM Recommended Changes</u>			
a. Departmental Budget Reductions		(\$12.6)	
b. Increase Energy Budget (Diesel & Electricity)		\$15.8	
c. Decrease FY09 Bus Passenger Revenue	(\$2.2)		
d. Police: Add 25 Officers + 3 Sergeants		\$2.4	
e. Verizon FiberOptic Revenue Increase	\$3.6		
f. Phone Equipment Lease		\$3.6	
g. Board Guidance to Not Fund GASB45		(\$4.7)	
h. Retain FY08 Surplus as FY09 Revenue	\$3.0		
	<u>3. subtotal</u>	<u>\$4.4</u>	<u>\$4.4</u>
			<u>\$0.0</u>



Next Steps:

- **Final Mark-Up Scheduled for June FAO Committee**
- **Referral to Board for Final Action in June**