

CAPITAL AREA TRANSIT SYSTEM



2017 OPERATING AND CAPITAL BUDGET

For Year Ending **December 31, 2017**



CAPITAL AREA TRANSIT SYSTEM
Operating Budget
For the Year Ending December 31, 2017

	2017 Operating Revenues			
	2017 Budget	2016 Projected	Dollar Variance	Percent Change
<u>Operating Revenues</u>				
Customer Revenue - Fares	1,680,000	1,609,345	70,655	4.20%
Customer Revenue - Contract	350,000	294,987	55,013	15.70%
Customer Revenue - Special Events	-	88	-88	n/a
Customer Revenue - Medicaid	320,000	22,743	297,257	92.90%
Customer Revenue - Paratransit	110,000	108,541	1,459	1.30%
Advertising Revenue	425,000	422,924	2,076	0.50%
Chartered Transportation Revenue	6,000	2,710	3,290	54.80%
Miscellaneous Revenue	25,000	37,543	-12,543	0.00%
Interest Income	10,000	10,000	-	0.00%
<u>Total Operating Revenues</u>	<u>2,926,000</u>	<u>2,508,882</u>	<u>417,118</u>	<u>14.3%</u>
Federal Operating Subsidy				
<u>Nonoperating Revenues (Expenses)</u>				
FTA - CMAQ Electric Buses	2,300,000	-	2,300,000	0.00%
FTA - CMAQ Operating	1,316,272	2,772,732	-1,456,460	-110.70%
FTA - Project Administration	-	35,000	-35,000	n/a
FTA - Planning	140,000	83,333	56,667	40.50%
FTA - Preventive Maintenance	3,650,000	3,211,735	438,265	12.00%
FTA - JARC/New Freedom	361,877	422,471	-60,594	-16.70%
FTA - Other Formula	3,641,377	2,003,285	1,638,092	45.00%
<u>Total Federal</u>	<u>11,409,526</u>	<u>8,528,556</u>	<u>2,880,970</u>	<u>25.3%</u>
Non Federal Subsidy				
Hotel/Motel Tax	1,150,000	1,200,000	-50,000	-4.30%
Parish Transportation Fund 145	751,000	550,000	201,000	26.80%
Property Tax Revenue	16,000,000	16,500,000	-500,000	-3.10%
<u>Nonoperating Revenues (Expenses)</u>	<u>17,901,000</u>	<u>18,250,000</u>	<u>-349,000</u>	<u>-1.90%</u>
<u>Total Sources of Revenue</u>	<u>32,236,526</u>	<u>29,287,438</u>	<u>2,949,088</u>	<u>9.1%</u>

Factors Affecting Revenue

Operating Revenue

Regular passenger fares make up the majority of operating revenue. CATS expects passenger revenue to increase by 4.2% over FY 2016 due to the increase in ridership and route adjustments and 14.3% increase in overall Agency generated revenue based on a significant increase in advertising and Medicaid riders. Fares include bus passenger fares, sales at the terminal, e-commerce and sales at off-site locations. Contract revenue includes colleges and universities and other local entities utilizing service. Other sources of revenue include charter services, miscellaneous revenue and interest income.

Federal Revenue: Non-Operating Revenue

Federal funding has been made available to CATS for transit operating assistance and capital projects. The allocation of grant revenue between the operating and capital budgets is a function of eligible costs and grant funds availability. CATS supplies the local portion of grant funding through generated revenue sources, as well as non-operating revenue. Major projects include transit center improvements and electric buses.

Property Tax and Other Funding Sources

Property tax revenues are received from the ten-year, 10.6 mills property tax approved in April 2012. This funding was passed to improve transit service with additional routes and service frequency. According to tax projections, CATS anticipates a 3.1% decrease over FY 2016 based on the potential impact of the August 2016 flooding. Additionally, CATS receives an allocation from the Parish Transportation Fund and the City/Parish Hotel/Motel Tax.

CAPITAL AREA TRANSIT SYSTEM
Operating Budget
For the Year Ending December 31, 2017

	2016 Operating Expenses			
	2017 Budget	2016 Projected	Dollar Variance	Percent Change
<u>Operating Expenses</u>				
Administration	2,915,628	2,967,369	-51,741	-1.80%
Operations	15,527,167	13,721,198	1,805,969	11.60%
Maintenance	6,604,839	6,140,931	463,908	7.00%
ADA Paratransit	2,979,306	2,707,540	271,767	9.10%
Project Administration & Planning	441,492	447,466	-5,974	-1.40%
Customer Care	1,108,998	970,896	138,102	12.50%
Facility Maint / Security	574,740	542,046	32,694	5.70%
<u>Total Direct Operating Expenses</u>	30,152,170	27,497,445	2,654,725	8.80%
<u>Net Operating</u>	2,084,356	1,789,993	294,363	14.1%
Capital Fund Expenditures (Local Portion)				
<u>Capital Budget</u>				
Capital Lease Payments (Incl. Interest)	123,000	832,000	-709,000	-576.40%
Anticipated Capital Expenditures	1,711,356	1,147,136	564,220	33.00%
Settlement Fund Payment Reserve	200,000	200,000	-	0.00%
Judgment Fund Payment Reserve	50,000	50,000	-	0.00%
<u>Total Capital Funds Expended</u>	2,084,356	2,229,136	(144,780)	-6.9%
<u>NET SURPLUS/(DEFICIT)</u>	-	(439,143)		

Factors Affecting Operating Expenses and Capital Expenditures

Operating Expenses

Twenty four (24) additional positions are included in the FY 2017 budget compared to the FY 2016 existing personnel. The majority of these positions are operators, mechanics and safety related positions, each supporting the Agency's long term strategic goals and fulfilling the promises made to the public.

In addition to personnel, CATS is implementing major transit center/hub renovations and adding Bus Rapid Transit routes.

Capital Fund Expenditures

Planned capital expenditures, which are attached to this budget, include the funding of twelve new replacement buses, up to three new electric buses, one replacement para-transit van, and five utility vehicles. Other capital expenditures include bus restoration, shelters and business solution software.

CATS CAPITAL EXPENDITURE BUDGET

Project No.	Description	Status	Grant	Grant %	Completion Date	TOTALS	
						Cost	Local
117-A	Shelters 6	In Progress	LA-90-0404	80%	Q1-Q4 2017	51,071	10,214
117-B	Shelters - 2017	In Progress	Formula Grants	80%	Q1-Q4 2017	62,500	12,500
119	Shelters 8 - State Enhancement	In Progress	LA-95-X010	80%	Q1-Q4 2017	398,030	79,606
120	HVAC & Rehab Terminal	In Progress	Local	0%	Q1 2018	500,000	500,000
130-A	Bus - 2017 (2) - \$421,780	In Progress	Formula Grants	85%	Q2 2017	843,560	126,534
130-B	Electric Bus	In Progress	2017 CMAQ	85%	Q3 2017	2,705,882	405,882
130-C	Bus - 2017 (10) - \$421,780	In Progress	2016 5339	85%	Q1 2017	667,000	122,887
131	Bus - 2018 (12) - \$425,998	In Planning	Formula Grants	85%	Q1 2018	5,111,976	766,796
132	Bus - 2019 (12) - \$430,258	In Planning	Formula Grants	85%	Q1 2019	5,163,096	774,464
133	Bus - 2020 (12) - \$434,560	In Planning	Formula Grants	85%	Q1 2020	5,214,724	782,209
135	Utility Vehicles - 2017 Model (5) - \$21,500	In Planning	Local	0%	Q3 2017	107,500	107,500
136	Utility Vehicles -2018 (6) - \$22,725	In Planning	Formula Grants	0%	Q4 2018	136,350	136,350
137	Utility Vehicles -2019 (6) - \$23,878	In Planning	Formula Grants	0%	Q4 2019	143,268	143,268
139	ADA Vans -2017 (1) - \$102,435	In Planning	Formula Grants	85%	Q3 2017	102,435	15,365
140	ADA Vans -2018 (4) - \$105,000	In Planning	Formula Grants	85%	Q3 2018	420,000	63,000
141	ADA Vans -2019 (4) - \$107,600	In Planning	Formula Grants	85%	Q3 2019	430,400	64,560
142	ADA Vans -2020 (4) - \$110,300	In Planning	Formula Grants	85%	Q3 2020	441,200	66,180
143-A	IT - Transit Software - Phase One	In Planning	Formula Grants	80%	Q1-Q4 2017	350,000	70,000
143-B	IT - Transit Software - Phase Two	In Planning	Formula Grants	80%	Q1-Q4 2017	200,000	40,000
145	Bus Washers	In Planning	Formula Grants	80%	Q4 2017	220,000	44,000
147-A	Transit Hub/Transit Center - Phase One	In Planning	Formula Grants	80%	Q1-Q4 2017	1,989,560	397,912
147-B	Transit Hub/Transit Center - Phase Two	In Planning	Formula Grants	80%	Q1-Q4 2017	275,440	55,088
149	Facilities Equipment	In Planning	Local	0%	Q1-Q4 2017	27,500	27,500
152	Computer Hardware	Elec In Planning	Local	0%	Q1-Q4 2017	150,000	150,000
153	Bus Paint (2 @\$9,000 ea)	PR TBD	Local	0%	Q2-Q4 2017	18,000	18,000
154	A VL Equip (5) spares ea	Elec In Planning	Formula Grants	80%	Q3 2017	94,990	18,998
155	Replacement Fareboxes (6)	Elec In Planning	Local	80%	Q4 2017	109,710	21,942
156	Computers	Elec In Planning	Local	0%	Q1-Q4 2017	80,442	80,442
157	Camera Monitor	Elec In Planning	Local	0%	Q2 2017	90,000	90,000
158	Laserfiche	IT In Planning	Local	0%	Q2 2017	27,228	27,228
159	Card access and security	IT In Planning	Local	0%	Q3 2017	20,144	20,144
162	Genfare Boxes - 16	TBD	Formula Grants	80%	Q4 2018	220,000	44,000

