SMART PRELIMINARY BUDGET PRESENTATION
MAY 15, 2019
Budget Overview

- Organized By Department:
  - Administration
  - Capital
  - Operations

- By Year:
  - Fiscal Year-End 2018-19
  - Proposed Fiscal Year 2019-20

- Reserves:
  - Tied to Fund Balance
    - Operating
    - Capital
Fiscal Year End 2018-19

• Year-End Revenue: $101 Million
  • $6.8 million (7.2%) higher than June approvals
    ➢ Shifts in funding sources based on capital activity (more reimbursements)
    ➢ Increase in one-time revenue (real estate)
    ➢ Increased State operating revenue

• Year-End Expenditures: $115 Million
  ➢ $3.2 million (2.7%) lower due to shifts in payments to contractors for capital projects, cost savings

• Beginning Capital Fund Balance: $42 million, Ending Capital Fund Balance $27 million
  ➢ Needed as source for FY 2019-20 budget, for committed capital project costs
Proposed Fiscal Year 2019-20
Proposed Sources: Fiscal Year 2019-20
$95 Million

Use of Fund Balance 20.7%
Sales/Use Taxes 41.5%
Other Grants, Govts. 5.0%
Federal Funds 4.9%
State Capital Grants 14.8%
State Operating Assistance 7.8%
Fare & Parking Revenue 4.4%
Leases and Other Miscellaneous 0.9%

Prior Year Capital Fund Balance Becomes Source for FY 19-20
Proposed Uses: Fiscal Year 2019-20
$95 Million

- Capital Projects: 38%
- Administration: 13%
- Operations: 32%
- Debt Service: 17%
Administration: Proposed FY 2019-20
$29 million

- Debt Service: 58%
- Salaries and Benefits: 18%
- Services and Supplies: 24%
Operations Proposed FY 2019-20
Total $30 million

- Salaries and Benefits: 54%
- Services and Supplies: 36%
- Capital Equipment: 10%

Salaries and Benefits 54%
Services and Supplies 36%
Capital Equipment 10%
Capital Proposed FY 2019-20
$36 million

- Windsor Extension: 39%
- Larkspur Extension: 7%
- Environmental: 13%
- Reimbursable work for Other Agencies: 13%
- Small Projects: 3%
- Pathway: 10%
- SMART Rail Car Payments: 12%
- Phase 1 (IOS): 2%
- Surveying/Engineering Services: 1%
Reserves and Fund Balance

• Proposed Budget Preserves $17 million Operating Reserve

  Critical for the following needs:
  -- Revenue downturns
  -- Expenditures related to large events (fire, accident, earthquake)
  -- Required $10 million in capital maintenance in next three years
  -- Cushion for future revenue-expense deficit: Operating deficit $7 million
Reserves and Fund Balance

• FY 18-19 Beginning Capital Fund Balance: $42 million
• FY 18-19 Ending Capital Fund Balance $27 million
• FY 19-20 Ending Fund Balance $7.7 million

-- Needed to ensure completion of Larkspur, Windsor, Payran and Sonoma “Gap” Pathway
-- Ongoing environmental mitigation projects
-- Capital Infrastructure future needs such as bridges, tunnels and vehicles
-- Matching funds for future grant opportunities