

# OCTA's Economic Outlook: FY 2018-19



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*Keeping Orange County Moving*



# Overview

- OCTA's FY 18-19 Budget
  - Measure M Summary
  - Rail Summary
  - Bus Summary
- SB 1
- I-405 Improvement Project
- OC Streetcar Project
- Upcoming Opportunities

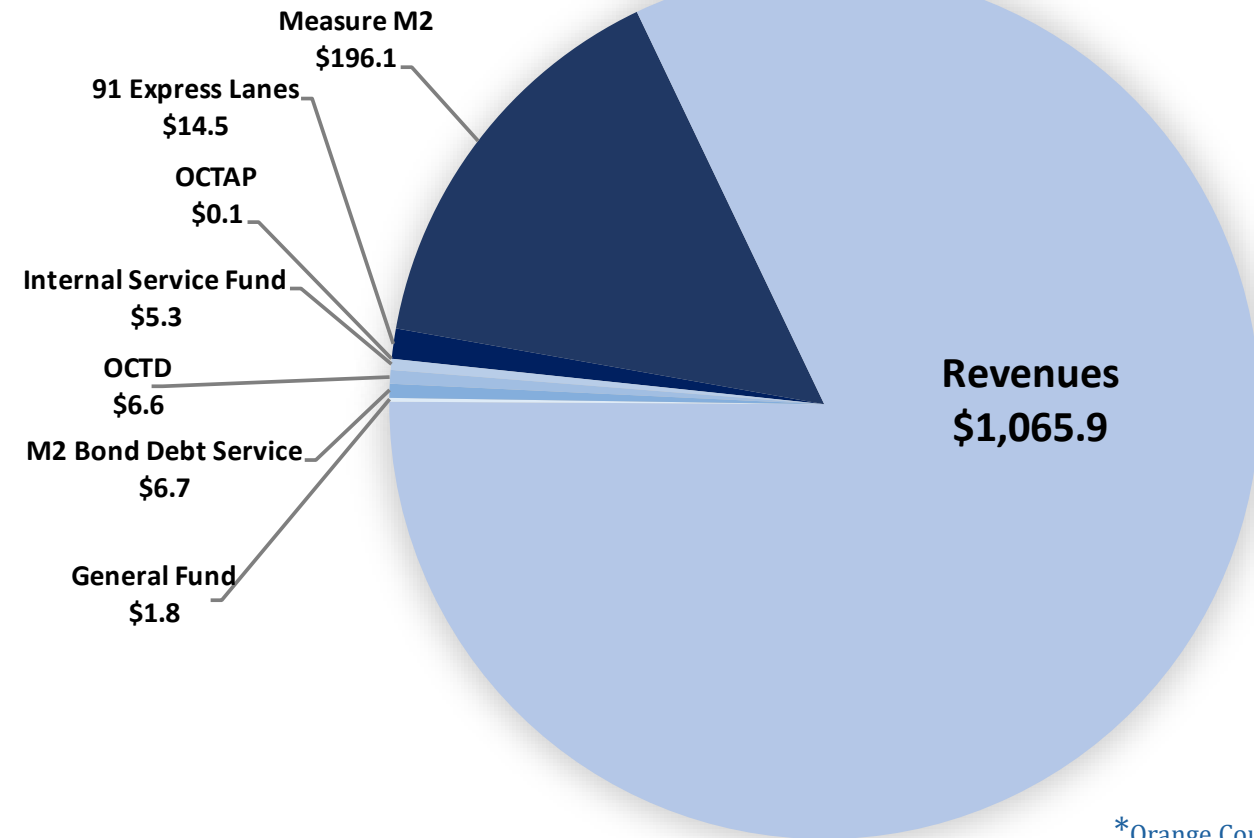


# Budget Overview



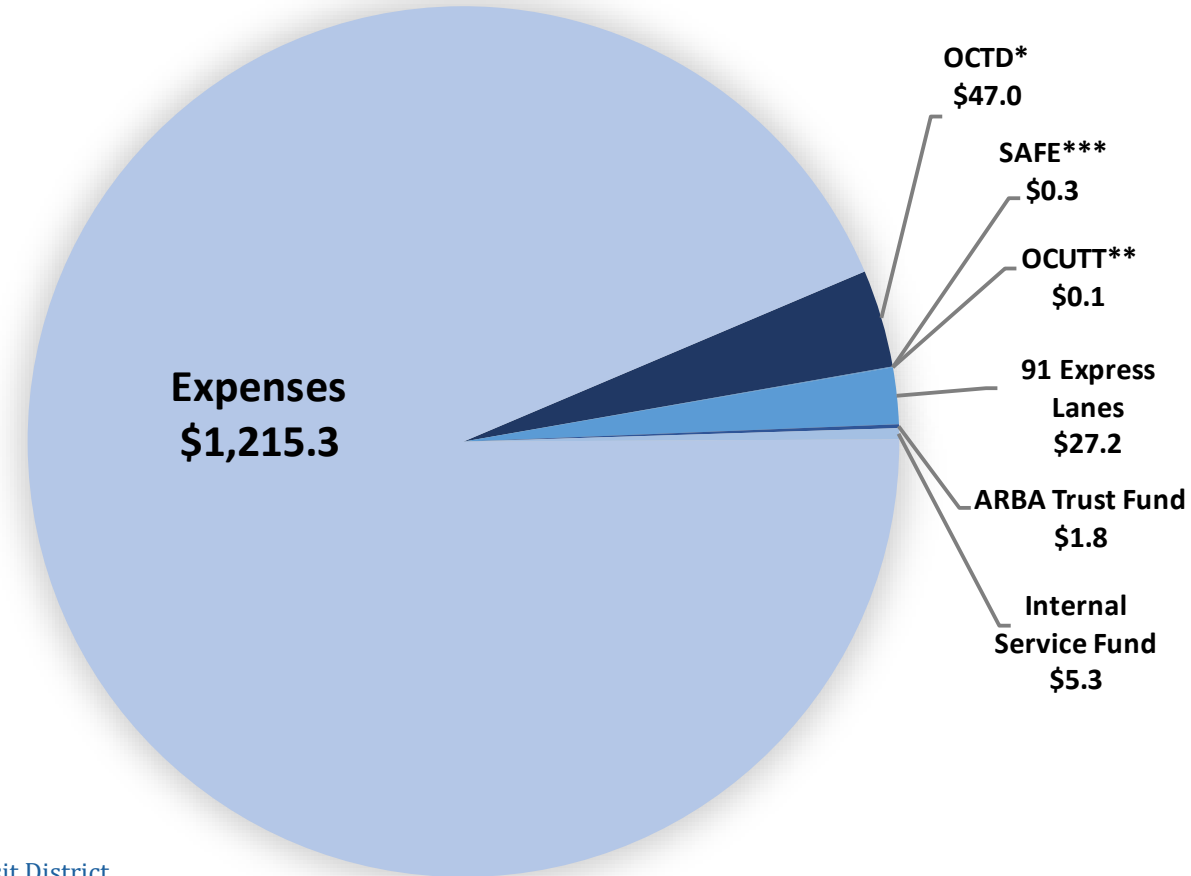
## Source of Funds \$1,297 million

Use of Prior Year Designations  
\$231.1 million



## Use of Funds \$1,297 million

Designations  
\$81.7 million



\*Orange County Transit District

\*\*Orange County Unified Transportation Trust

\*\*\*Service Authority for Freeway Emergencies

# Budget Sources & Uses



In Millions	FY 2017-18	FY 2018-19	Change	Change
Sources	Approved Budget	Proposed Budget	\$	%
Revenues	\$ 1,057.2	\$ 1,065.9	\$ 8.7	0.8%
Use of Prior Year Designations	232.6	231.1	(1.5)	-0.6%
<b>Total Revenue / Use of Designations</b>	<b>\$ 1,289.8</b>	<b>\$ 1,297.0</b>	<b>\$ 7.2</b>	<b>0.6%</b>
<b>Uses</b>				
Salaries and Benefits	\$ 158.8	\$ 163.7	\$ 4.9	3.1%
LOSSAN Salaries and Benefits	1.4	2.4	1.0	71.4%
Services and Supplies	294.7	324.7	30.0	10.2%
Contributions to Other Agencies	185.9	188.6	2.7	1.5%
Interest/Debt Service	34.6	56.6	22.0	63.6%
Capital	471.7	479.3	7.6	1.6%
Designations	142.7	81.7	(61.0)	-42.7%
<b>Total Expenditures / Designations</b>	<b>\$ 1,289.8</b>	<b>\$ 1,297.0</b>	<b>\$ 7.2</b>	<b>0.6%</b>

# Revenues



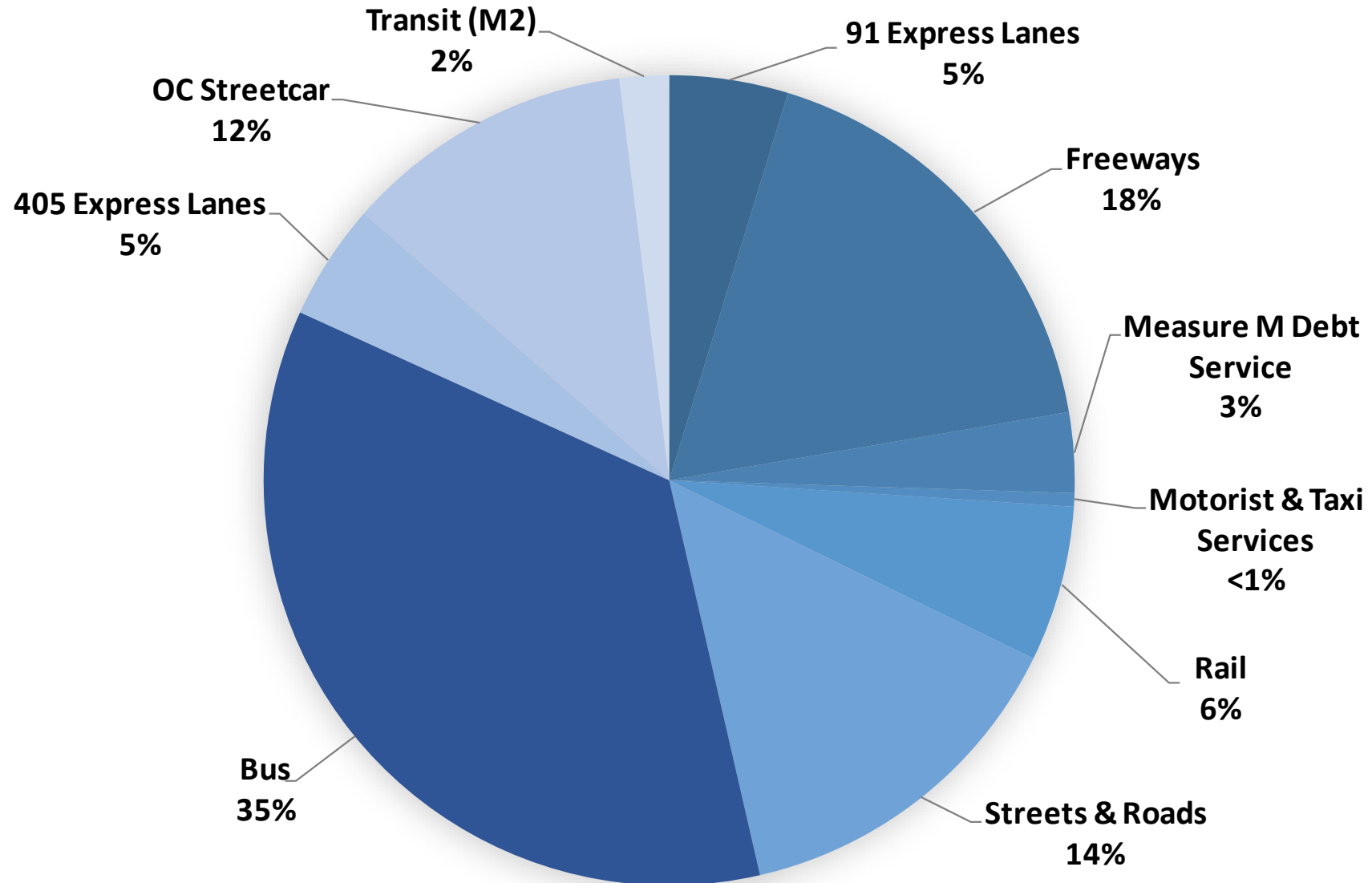
In Millions Sources	FY 2017-18	FY 2018-19	Change	Change
	Approved Budget	Proposed Budget	\$	%
M2 Local Transportation Authority 1/2 Cent Sales Tax	\$317.4	\$332.2	\$14.8	4.7%
Federal Grants	338.1	306.2	(31.9)	-9.4%
Local Transportation Fund 1/4 Cent Sales Tax	162.2	170.9	8.7	5.4%
91 Express Lanes (Toll & Non-Toll)	46.7	57.7	11.0	23.6%
Passenger Fares	47.9	48.1	0.2	0.4%
State Grants	67.2	47.4	(19.8)	-29.5%
Interest	21.6	25.4	3.8	17.6%
Other	8.0	22.2	14.2	177.5%
Senate Bill 1	12.9	19.2	6.3	49.0%
State Transit Assistance	16.0	16.5	0.5	3.1%
Property Tax	15.2	16.1	0.9	5.9%
Advertising	4.0	4.0	-	0.0%
<b>Subtotal Sources</b>	<b>\$ 1,057.2</b>	<b>\$ 1,065.9</b>	<b>\$ 8.7</b>	<b>0.8%</b>
Use of Prior Year Designations	232.6	231.1	(1.5)	-0.6%
<b>Total Revenues / Use of Designations</b>	<b>\$ 1,289.8</b>	<b>\$ 1,297.0</b>	<b>\$ 7.2</b>	<b>0.6%</b>

# Expenditures



In Millions Uses	FY 2017-18 Approved Budget	FY 2018-19 Proposed Budget	Change \$	Change %
<b>Salaries and Benefits</b>	<b>\$ 160.2</b>	<b>\$ 166.1</b>	<b>\$ 5.9</b>	<b>3.7%</b>
OCTA Salaries and Benefits	158.8	163.7	4.9	3.1%
LOSSAN Salaries and Benefits	1.4	2.4	1.0	71.4%
<b>Services and Supplies</b>	<b>\$ 294.7</b>	<b>\$ 324.7</b>	<b>\$ 30.0</b>	<b>10.2%</b>
Professional and Outside Services	159.0	183.2	24.2	15.2%
Contract Transportation Services	97.1	100.8	3.7	3.8%
Maintenance Parts & Fuel	16.8	15.3	(1.5)	-8.9%
General & Administration	13.2	14.5	1.3	9.8%
Insurance Claims/Premiums	8.6	10.9	2.3	26.7%
<b>Contributions to Other Agencies</b>	<b>\$ 185.9</b>	<b>\$ 188.6</b>	<b>\$ 2.7</b>	<b>1.5%</b>
Contributions to Other Agencies	80.1	71.9	(8.2)	-10.2%
Measure M2 Local Fair Share	53.8	55.6	1.8	3.3%
Measure M2 Regional Capacity	52.0	61.1	9.1	17.5%
<b>Interest / Debt Service</b>	<b>\$ 34.6</b>	<b>\$ 56.6</b>	<b>\$ 22.0</b>	<b>63.6%</b>
Long-Term Debt Principal Payments	7.8	11.3	3.5	44.9%
Interest Expense	26.8	45.3	18.5	69.0%
<b>Capital</b>	<b>\$ 471.7</b>	<b>\$ 479.3</b>	<b>\$ 7.6</b>	<b>1.6%</b>
<b>Subtotal Uses</b>	<b>\$ 1,147.1</b>	<b>\$ 1,215.3</b>	<b>\$ 68.2</b>	<b>5.9%</b>
Designations	142.7	81.7	(61.0)	-42.7%
<b>Total Expenditures / Designations</b>	<b>\$ 1,289.8</b>	<b>\$ 1,297.0</b>	<b>\$ 7.2</b>	<b>0.6%</b>

# Total Budget by Program



# Measure M Program Summary



## Revenue

- Local transportation authority sales tax revenue
  - FY 2017-18 budget: \$314 million
    - FY 2017-18 estimate: \$316.8 million
  - FY 2018-19 budget: \$328.6 million
    - Based on MuniServices forecast of 3.7 percent

## Expenditures

- Major capital projects:
  - OC Streetcar (Project S)
  - I-405 Improvement Project (Project K)
  - I-5 Improvements (Project C)





# Rail Program Summary



## Revenue

- Operating:
  - Measure M High Frequency Metrolink Service (Project R)
  - FTA Section 5307
- Capital:
  - FTA Section 5337



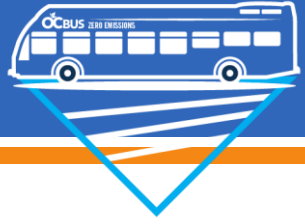
## Expenditures

- Sustain current service levels
- OCTA operating subsidy of \$28.7 million
  - Metrolink will directly draw down \$6 million in OCTA's FTA 5307 funds
  - Net budgeted operating subsidy of \$22.7 million

## Major Capital Projects

- Placentia Metrolink Station
- Laguna Niguel to San Juan Capistrano Passing Siding
- Orange Transportation Center

# Bus Program Summary



- OC Bus 360° is ongoing
  - Community Based Transit Circulator (Project V)
  - OC Flex pilot service anticipated to begin late this summer
  - Bravo! 529 service anticipated to begin in February
- No fare increase
- Fixed-route ridership at 38.2 million
- Paratransit trips estimated to increase by approximately 2.8 percent



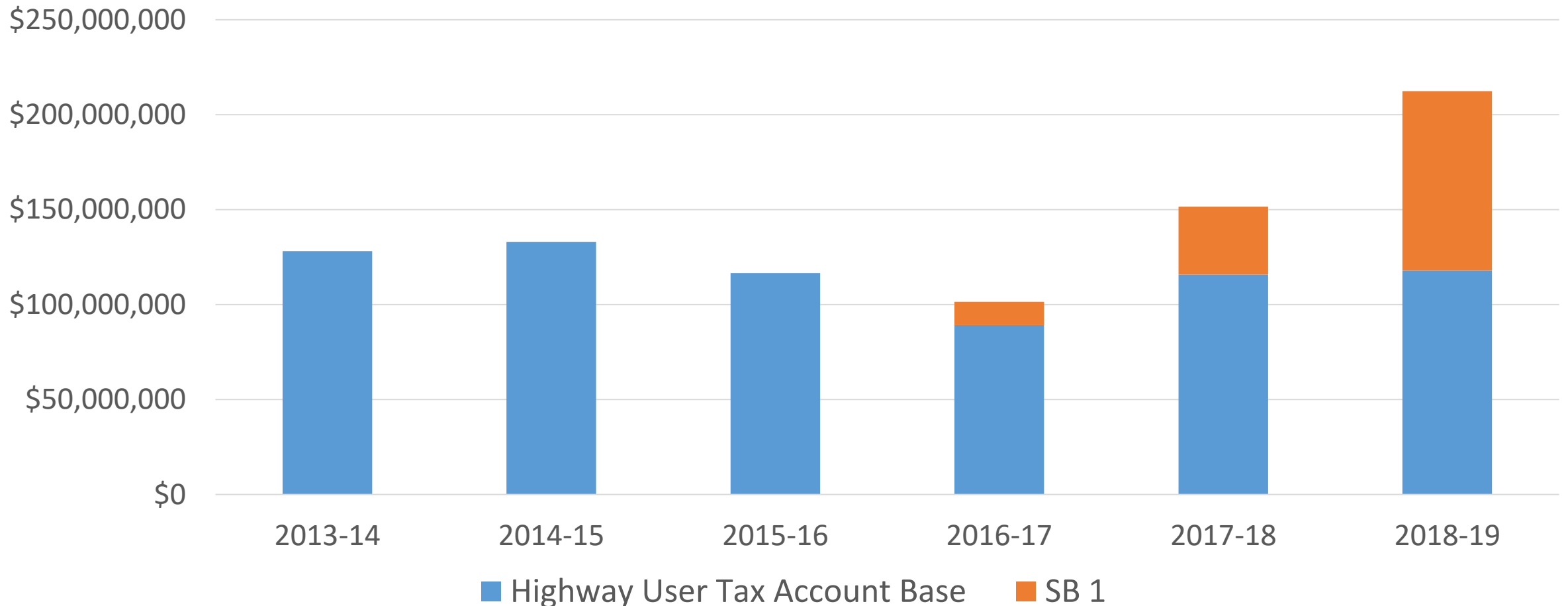
# The Road Repair and Accountability Act of 2017

- Invests \$52.5 billion over the next decade, focused on fixing aging roads, highways and bridges, and invests more in transit.
- SB 1 benefits to Orange County:
  - Doubles transit and local streets and roads funding.
  - Helps stabilize STIP funding source.
  - Provides new revenue source for intercity and commuter rail.
  - Creates new grant programs to target congested corridors, goods movement, local planning and to incentivize self-help counties.
  - Provides additional funding for active transportation, transit capital grants and freeway service patrol.







# Highway User Tax Account and SB 1 Revenues\*

## Orange County Totals



\*Forecasted revenues are estimates provided by the League of California Cities.

# Capital Projects Submitted for SB 1 Funding\*

	Project	SCCP	TCEP	LPP	STIP	TIRCP	SGR	Total
	Freeway Improvements	\$70	\$65.7	\$18.2	\$249.3			\$403.2
	Active Transportation (11 projects)	\$15.7						\$15.7
	Signal Synchronization along Arterials (7) and BRT Corridor (1)	\$12		\$6.9		\$3.9		\$22.8
	Bus Service Improvements	\$4.3				\$12.6	\$5.7	\$22.6
	Improvements at Bus Bases					\$10		\$10
	<b>Total</b>	<b>\$102</b>	<b>\$65.7</b>	<b>\$25.1</b>	<b>\$249.3</b>	<b>\$26.5</b>	<b>\$5.7</b>	<b>\$474.3</b>

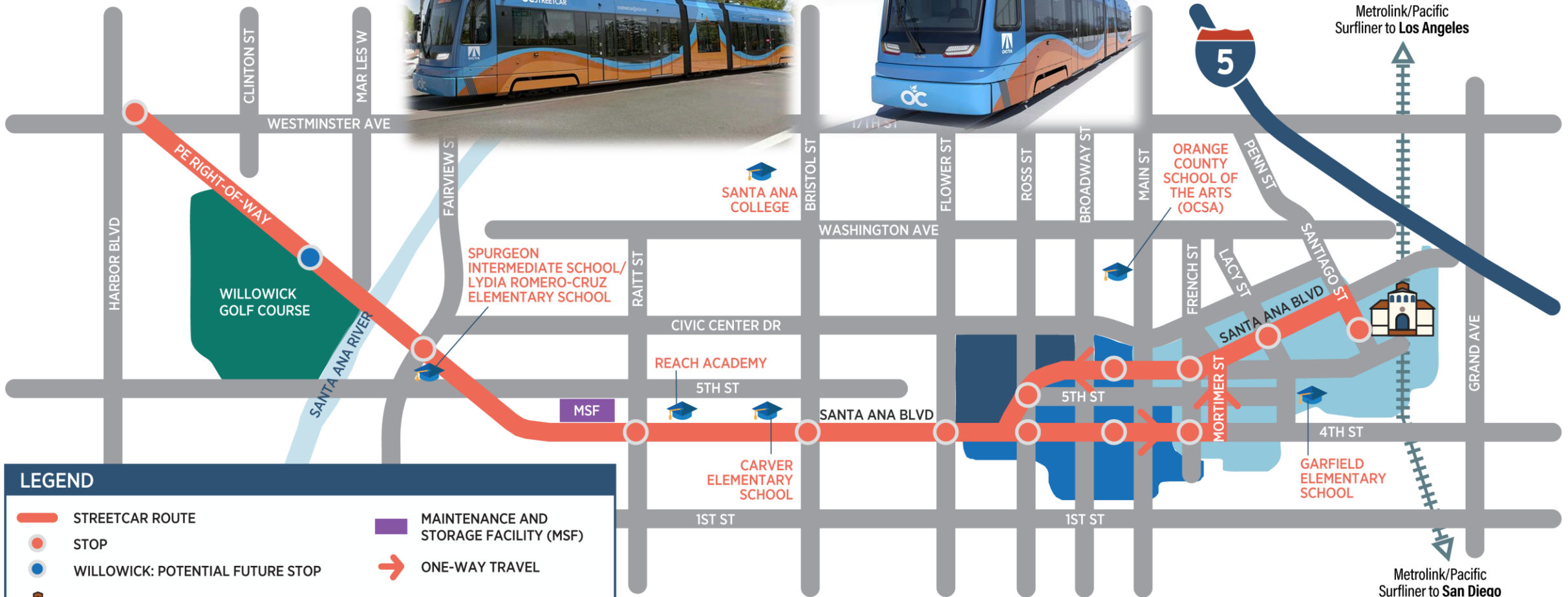
\*in millions

# I-405 Improvement Project

- \$1.9 billion
- Largest highway project under construction in CA
- Adds a regular lane in each direction
- Also adds a 2nd lane in each direction to create the 405 Express Lanes



# OC Streetcar Project



**LEGEND**

- STREETCAR ROUTE
- STOP
- WILLOWICK: POTENTIAL FUTURE STOP
- SANTA ANA REGIONAL TRANSPORTATION CENTER
- LOSSAN RAIL CORRIDOR
- MAINTENANCE AND STORAGE FACILITY (MSF)
- ONE-WAY TRAVEL
- CIVIC CENTER DISTRICT
- STATION DISTRICT
- DOWNTOWN COMMERCIAL DISTRICT

# Upcoming Opportunities ([www.cammnet.octa.net](http://www.cammnet.octa.net))

Project	Approx. Value	Anticipated Release
Credit card clearinghouse	\$600,000	April
Pre-employment testing	\$10,000	April
Salary structure redesign services	\$25,000	April
Aruba ClearPath software	\$50,000	April
Excel instruction	\$7,480	April
Underwriting services	\$2 million	April
Transmodeler/VISSIM tech support	\$100,000	April
Public records request SaaS	\$15,000	April
Demolition services in support of OC Streetcar project	\$1.2 million	April
Data center colocation services	\$1.2 million	April
VMWare Licenses	\$30,000	April
Network Traffic Shaper	\$30,000	April
Vanpool Program analysis consultant services	\$50,000	April
Benches/leaning rails/trash cans	\$165,000	April
Bike lockers	\$165,000	April
Design and install video surveillance at the Placentia Metrolink station	\$660,000	June



Questions?