

Agenda Item 8 - Fiscal Year 2024 Amended Budget February 21, 2024



Amended Budget

Passenger Rail/ Pathway

- Fund Balance
- Revenues
- Expenditures

Freight

- Fund Balance
- Revenues
- Expenditures

Position Allocation

Passenger Rail – Revenues

		Amendment #5	Amendment #6	Amended Budget
1	Beginning Fund Balance *	\$ 39,066,717	\$ 51,462,831	\$ 90,529,548
2	Revenues			
3	SMART S&U Tax			
4	Measure Q	\$ 51,103,000	\$ (1,072,000)	\$ 50,031,000
5	Measure Q carryforward from FY 23	\$ 4,188,231	\$ (4,188,231)	\$ -
6	Federal Funds			
7	5307 - Urbanized Area Formula Funds (Preventative Maintenance)	\$ 3,997,642		\$ 3,997,642
8	Discretionary Earmark	\$ 1,800,000	\$ (1,800,000)	\$ -
9	FRA - Consolidated Rail Infrastructure and Safety Improvements (CRISI)	\$ 250,000		\$ 250,000
10	FRA Suicide Prevention Grant	\$ 78,902		\$ 78,902
11	Quick Strike (CMAQ) McInnis to Smith Ranch Rd)	\$ 1,857,999	\$ (435,462)	\$ 1,422,537
12	State Funds			
13	AHSC - Roseland Village (Round5)	\$ 2,038,161		\$ 2,038,161
14	AHSC - Kashia Tribe (Round 7)	\$ 750,000		\$ 750,000
15	AHSC - Petaluma (Danco)	\$ 645,515		\$ 645,515
16	ATP - SoCo Pathway - CTC/Caltrans/MTC	\$ 6,516,317	\$ (2,378,216)	\$ 4,138,101
17	Caltrans Sustainability Communities Competative Planning Grant	\$ 400,000		\$ 400,000
18	Clean California Transit Grant	\$ 1,000,000		\$ 1,000,000
19	LCTOP - Low Carbon Transit Operating	\$ 520,218		\$ 520,218
20	LPP - Local Partnership Program	\$ 1,857,999	\$ (435,462)	\$ 1,422,537
21	ITIP - Windsor Systems	\$ 6,966,677		\$ 6,966,677
22	SCCP - Windsor	\$ 16,658,614		\$ 16,658,614
23	SRA - State Rail Assistance	\$ 5,026,754		\$ 5,026,754
24	STA - State Transit Assistance (Population)	\$ 653,792		\$ 653,792
25	STA - State Transit Assistance (Revenue)	\$ 3,170,013		\$ 3,170,013
26	STA - SGR (State of Good Repair)	\$ 330,712		\$ 330,712
27	State Funds - Shuttle Service	\$ -	\$ 500,000	\$ 500,000
28	TIRCP - Petaluma North and McDowell Crossing	\$ 3,325,343		\$ 3,325,343
29	TIRCP - Windsor to Healdsburg	\$ 3,200,000	\$ (3,000,000)	\$ 200,000

Revenue Changes

- Beginning Fund Balance
 - Increased by \$51.5 million
- Sales Tax
 - Recent forecast is slightly lower than originally estimated in the second ½ of the fiscal year
- Federal Funds
 - De-budgeting funds related to the Healdsburg Extension and McInnis to Smith Ranch Rd Pathway
- State Funds
 - Lines 16, 20, and 29 in the amount of \$5.3 million will not be spent in FY 2024. These include funds for construction of the SoCo Pathway as well as the Healdsburg Extension

Expenditures

		Amendment #5	Amendment #6	Amended Budget
44				
45	Debt Service	\$ 16,244,444	\$ 51,776	\$ 16,296,220
46	Salaries & Benefits	\$ 27,157,564		\$ 27,157,564
47	Reduction for Salaries Charged to Projects	\$ (1,467,867)	\$ 337,609	\$ (1,130,258)
48	Reduction for Allocation of Salaries/ Services/ Supplies to Freight	\$ (164,036)	\$ 44,036	\$ (120,000)
49	Service & Supplies	\$ 19,781,447	\$ 600,457	\$ 20,381,904
50	Total Salaries, Benefits, Service, & Supplies	\$ 45,307,108	\$ 982,102	\$ 46,289,210
51	Contribution to OPEB/ CalPERS Liability Fund	\$ 500,000		\$ 500,000
52	Contribution to Capital Sinking Fund	\$ 1,000,000		\$ 1,000,000
53	Operating Reserve	\$ 1,278,617		\$ 1,278,617
54	Total Reserve Contributions	\$ 2,778,617	\$ -	\$ 2,778,617
55	Environmental	\$ 867,142	\$ (603,744)	\$ 263,398
56	Planning	\$ 119,877	\$ -	\$ 119,877
57	Total Planning & Environmental	\$ 987,019	\$ (603,744)	\$ 383,275
58	Total Debt Service, Operating, Reserves, Environmental/ Planning	\$ 65,317,188	\$ 430,134	\$ 65,747,322

Expenditures - Continued

- Reduction in Salaries charged to Projects
 - Decrease in salaries and benefits apportioned to capital projects, as a proportion of overall engineering salaries and benefits
- Reduction in Administration Costs Allocated to Freight
 - Adjustment for current rate of spending
- Service & Supplies
 - Increase due to budgeting for expenditures related to state grant for shuttle service, IT maintenance costs, shift of MOW track resurfacing from projects
- Environmental
 - Deferment of Riparian Mitigation projects to future year related to difficulty obtaining permits, planting windows

Expenditures - Continued

		Amendment #5	Amendment #6	Amended Budget
61				
62				
63	State of Good Repair			
64	Bridges	\$ 136,458		\$ 136,458
65	DMU	\$ 1,946,692	\$ 90,308	\$ 2,037,000
66	Equipment	\$ 69,500	\$ -	\$ 69,500
67	Information Technology	\$ 487,923	\$ 13,499	\$ 501,422
68	Non-Revenue Vehicles	\$ 1,698,965	\$ (661,059)	\$ 1,037,906
69	Other Construction	\$ 177,780	\$ -	\$ 177,780
70	Safety and Security	\$ 78,902	\$ -	\$ 78,902
71	Track, MOW, and Facilities	\$ 566,630	\$ (275,297)	\$ 291,333
72	Total State of Good Repair	\$ 5,162,850	\$ (832,549)	\$ 4,330,301
73				
74		Amendment #5	Amendment #6	Amended Budget
75				
76	Capital Projects			
77	Expansion	\$ 41,885,483	\$ (4,789,571)	\$ 37,095,913
78	Land Purchase	\$ -	\$ -	\$ -
79	Pathways	\$ 22,548,444	\$ (8,972,643)	\$ 13,575,801
80	Total Capital Expenditures	\$ 64,433,927	\$ (13,762,214)	\$ 50,671,713

Expenditure Changes - Continued

- State of Good Repair
 - Line 64 – DMU
 - Additional funding required for Auxiliary Power Supply (APS) unit maintenance
 - Line 67 – Information Technology
 - Increased expenses related to project to aggregate switches and firewalls
 - Line 68 – Non-Revenue Vehicles
 - Reducing budget related to eight (8) vehicles that will not be purchased in FY 24
 - Line 71 – Track, MOW, and Facilities
 - Costs related to the MOW track resurfacing were transferred to the service and budget supplies budget (line 49)
 - The Network Switches Project will be budgeted in a future year

Expenditure Changes - Continued

- Capital Projects
 - Expansion and Pathways – Shifting some design, permitting, and construction costs to FY 25
 - Expansion (Line 77) – Moving most of budget for Healdsburg Extension out of FY 24 to budget in FY 25 but will leave amounts for some design work and staff time to initiate the project
 - Pathway (Line 79) – Design and permitting to continue in FY 24, some work is moving into FY 25 along with construction expenditures

Freight – Revenues

		FY 24	FY 2024 Budget with Carryforward	Amendment #6	Amended Budget
1	Beginning Fund Balance	\$ 1,301,011	\$ 1,301,011	\$ (992,462)	\$ 308,549
2	Revenues				
3	State Grant (42341)	\$ -	\$ -	\$ 1,363,606	\$ 1,363,606
4	State Shortline Grant	\$ 740,000	\$ 740,000	\$ (625,000)	\$ 115,000
5	Freight Movement Fees	\$ 1,000,000	\$ 1,000,000	\$ (200,000)	\$ 800,000
6	Leases	\$ 415,000	\$ 415,000	\$ (145,000)	\$ 270,000
7	Storage	\$ 4,800	\$ 4,800	\$ 21,400	\$ 26,200
8	45(g) Tax Credit & Misc. Revenues	\$ 239,190	\$ 239,150	\$ 13,850	\$ 253,000
9	Total Revenues	\$ 2,398,990	\$ 2,398,950	\$ 428,856	\$ 2,827,806
10	Total Revenues + Fund Balance	\$ 3,700,001	\$ 3,699,961	\$ (563,606)	\$ 3,136,355

Revenue Changes

- Fund Balance Adjustment
 - Increased \$0.4 million
- State Funds
 - Utilizes \$1.4 million of state grant
- State Shortline Grant
 - Reducing due to lack of private matching funds
- Freight Movement Fees
 - Decreasing based on observed year-to-date fees
- Leases
 - Decreased based on actual collections-to-date in FY 24
- Storage
 - Increasing after acquiring new storage customers
- 45G Tax Credit
 - Revenue for sale of credit higher than anticipated

Freight – Expenditures

12		FY 24	FY 2024 Budget with Carryforward	Amendment #6	Amended Budget
13					
14	Salaries & Benefits	\$ 920,876	\$ 920,876	\$ -	\$ 920,876
15	Service & Supplies	\$ 1,170,629	\$ 1,170,629	\$ (149,395)	\$ 1,021,234
16	Total Salaries, Benefits, Services, & Supplies	\$ 2,091,505	\$ 2,091,505	\$ (149,395)	\$ 1,942,110
17	Balance	\$ 1,608,496	\$ 1,608,456	\$ (414,211)	\$ 1,194,245
18					
19		FY 24	FY 2024 Budget with Carryforward	Amendment #6	Amended Budget
20					
21	Brazos Branch Bridge Repairs (High Priority)	\$ 58,405	\$ 660,696	\$ -	\$ 660,696
22	Brazos Branch Bridge Repairs - Phase II	\$ 440,000	\$ 440,000	\$ (365,000)	\$ 75,000
23	Tie Replacement	\$ 50,000	\$ 50,000	\$ -	\$ 50,000
24	Grade Crossing Repair	\$ 100,000	\$ 100,000	\$ -	\$ 100,000
25	Total Capital & State of Good Repair	\$ 648,405	\$ 1,250,696	\$ (365,000)	\$ 885,696

Expenditure Changes

- Service and Supplies
 - Identified opportunities for savings within the line items
- Brazos Branch Bridge Repairs (Phase II)
 - Deferring Construction on project due to lack of funding, but keeping funds for design and purchase of timbers in FY 24 budget

Freight – Revisions

Appendix B - Freight Sources and Uses (Revised)						
Fiscal Year 2023-2024 Amended Budget						
	A	B	C	D		
	FY 24	FY 2024 Budget with Carryforward	Amendment #6	Amended Budget	Notes	
1	Beginning Fund Balance	\$ 1,301,011	\$ 1,301,011	\$ (1,002,462)	\$ 298,549	Reduced fund balance by another \$10,000
2	Revenues					
3	State Grant (42341)	\$ -	\$ -	\$ 1,373,606	\$ 1,373,606	Increased contribution by \$10,000
4	State Shortline Grant	\$ 740,000	\$ 740,000	\$ (615,000)	\$ 125,000	Decreased reduction by \$10,000
5	Freight Movement Fees	\$ 1,000,000	\$ 1,000,000	\$ (200,000)	\$ 800,000	
6	Leases	\$ 415,000	\$ 415,000	\$ (145,000)	\$ 270,000	
7	Storage	\$ 4,800	\$ 4,800	\$ 21,400	\$ 26,200	
8	45(g) Tax Credit & Misc. Revenues	\$ 239,190	\$ 239,150	\$ 13,850	\$ 253,000	
9	Total Revenues	\$ 2,398,990	\$ 2,398,950	\$ 448,856	\$ 2,847,806	
10	Total Revenues + Fund Balance	\$ 3,700,001	\$ 3,699,961	\$ (553,606)	\$ 3,146,355	
11						
12		FY 24	FY 2024 Budget with Carryforward	Amendment #6	Amended Budget	
13						
14	Salaries & Benefits	\$ 920,876	\$ 920,876	\$ -	\$ 920,876	
15	Service & Supplies	\$ 1,170,629	\$ 1,170,629	\$ (149,395)	\$ 1,021,234	
16	Total Salaries, Benefits, Services, & Supplies	\$ 2,091,505	\$ 2,091,505	\$ (149,395)	\$ 1,942,110	
17	Balance	\$ 1,608,496	\$ 1,608,456	\$ (404,211)	\$ 1,204,245	
18						
19		FY 24	FY 2024 Budget with Carryforward	Amendment #6	Amended Budget	
20						
21	Brazos Branch Bridge Repairs (High Priority)	\$ 58,405	\$ 660,696	\$ -	\$ 660,696	
22	Brazos Branch Bridge Repairs - Phase II	\$ 440,000	\$ 440,000	\$ (345,000)	\$ 95,000	Reduction reduction by \$20,000
23	Tie Replacement	\$ 50,000	\$ 50,000	\$ -	\$ 50,000	
24	Grade Crossing Repair	\$ 100,000	\$ 100,000	\$ -	\$ 100,000	
25	Total Capital & State of Good Repair	\$ 648,405	\$ 1,250,696	\$ (345,000)	\$ 905,696	
26	Balance	\$ 960,091	\$ 357,760	\$ (59,211)	\$ 298,549	



Position Authorization

- Results of Classification and Compensation Study included in Appendix C
 - 17 title changes
 - Re-classifications and financial impacts will be included in FY 25 budget
- Limited Term Position to be added

Appropriation

Board Memo

- Reduce spending authority by \$14,164,629 from \$134,913,965 to \$120,749,336.

Should be:

- Reduce spending authority by \$11,316,823 from \$134,913,965 to \$123,597,142.

Questions?



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