

GoTriangle Board of Trustees
Meeting Minutes
Budget Work Session – April 26, 2017
Board Room, The Plaza, 4600 Emperor Blvd., Suite 100
Durham, NC

Board Members Present:

Will Allen III	Wendy Jacobs (arr. 10:32 am)
Mary-Ann Baldwin	Vivian Jones (arr. 11:45 am)
Ed Harrison	Ellen Reckhow (arr. 10:54 am)
Sig Hutchinson	Jennifer Robinson
Barry Jacobs (arr. 10:31 am)	

Board Members Absent:

William V. "Bill" Bell (excused)

Board Chair Jennifer Robinson called the meeting to order at 10:11 a.m.

Sandra Freeman presented the proposed FY 2018 budget, which is attached and hereby made a part of these minutes.

B. Jacobs and W. Jacobs arrived and a quorum achieved at 10:32 am.

Freeman reviewed the budget assumptions for FY18:

- Deficit of \$12,000;
- Total Revenue \$32 million (up from \$31 million in FY17);
- Total Expenditures \$32 million (down from \$32.2 million in FY17);
- GoDurham management expenses and reimbursement of \$901,000;
- Vehicle Registration revenues of \$6.1 million (3% increase over FY17);
- Plaza building expenses \$836,000 and building lease income of \$988,000;
- Vehicle Rental Tax revenues \$5.1 million for GoTriangle, D-O LRT project and Wake \$10.2 million (up from \$9.6 million in FY17);
- Total headcount of 210 – excluding D-O LRT project and Wake (up from 204 in FY17);
- Average Merit for non-bus personnel 3% (maximum merit of %), average merit for Bus Operators 5%;
- Bus service cost per hour \$118 (up from \$114 budgeted in FY17);
- Estimated 25% increase in employee healthcare (employees contribute \$500 for employee-only coverage);
- Bus revenue hours of 125,879 (directly operated, including Durham, Orange and Wake) up from FY17 total of 112,863;
- Contracted bus service hours 16,250 (up from 16,208 hours in FY17); and

- Bus capital project spending \$6.7 million (up from \$3.1 million in FY17, including carryover of \$1.5 million).

Reckhow arrived.

Harriet Lyons then reviewed preliminary department budgets for FY18.

Sharita Seibles highlighted key points from the Durham-Orange Bus & Rail Investment Plan:


- Budgeted drawdown on reserves \$50 million (based on forecasted spending levels);
- Total revenues \$41.9 million (up from \$38.6 million in FY17), which includes:
 - Half (1/2) cent sales tax \$32.7 million;
 - Vehicle rental tax \$1.8 million;
 - \$7 county vehicle registration tax \$2.5 million;
 - \$3 regional vehicle registration tax \$1.1 million;
 - Grants/Other revenues of \$3.9 million for TOD project;
- Total expenditures \$92 million (up from \$65.1 million in FY17), comprised of:
 - Consultant spending \$66.575 million;
 - Project office relocation and up-fit \$1.6 M;
 - Personnel \$5.9 million;
 - Capital Projects \$4.1 million;
 - Transit Service Partners \$4.1 million;
- Total cash and investments \$84.7 million (as of March 31, 2017); and
- FY17 year-end cash and investments forecast \$98.9 million.

Ren Wiles reviewed assumptions of the Wake Operating Fund for FY18:

- Operating fund revenue \$94.3 million (\$82.9M from half cent sales tax, and additional from vehicle rental tax, \$7 vehicle registration fee, and \$3 vehicle registration); and
- Operating fund spending \$94.3 million (\$4.2M to GoTriangle, \$83.7M to capital fund).

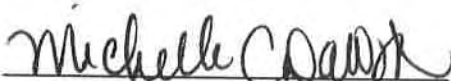
Jones arrived.

Action: Chair Robinson adjourned the meeting at 11:57 a.m.



Jennifer Robinson, Chair

Attest:



Michelle C. Dawson, CMC
Clerk to the Board