

**May 27, 2020**

**To:** GoTriangle Board of Trustees

**From:** Finance Staff

**Subject:** **FY21 Budget Changes**

Attached is a summary of changes that have been made to the FY21 budgets for GoTriangle, as well as the Durham, Orange and Wake Transit Plans since the Budget Workshop on May 1, 2020.

We will review these changes in detail at the Board meeting on May 27, 2020.

Sandra Freeman  
CFO/Director of Administrative Services



## FY21 Budget GoTriangle Change Impact

	<u>Revenue</u>	<u>Expenditures</u>	<u>Reserve/Cash Impact</u>	<u>Fund Affected</u>	<u>Comments</u>		
<b>Budget Workshop (5-1-2020)</b>	\$ 40,522,769	\$ 48,229,373	(\$7,706,604)				
FY20 Carryover (Restricted to previously budgeted projects)	5,881,005		5,881,005	Bus Fund, General Fund, Capital Fund	Repowers, paratransit renovation, paratransit vehicles, ERP.		
Raleigh UZA COVID-19 funds	3,125,254		3,125,254	All Funds			
Durham UZA COVID-19 funds	4,747,548		4,747,548	All Funds			
Bus Fares/Bus Consignment	(722,664)		(722,664)	Bus Fund	Reduced to reflect decrease in ridership and fare free policy		
Merit Freeze for General Staff				All Funds	Impact of \$419,345 was removed from consideration		
Merit Freeze for Executive Staff		(33,302)	33,302	General Fund	Board Clerk, General Counsel, CFO, CCO, VP - Strategic Relationships, CEO, COO, CDO, CTO		
Remove 4 new mechanic requests		(227,477)	227,477	Bus Fund			
Remove 7 new bus operator requests		(408,928)	408,928	Bus Fund			
Add Additional funds to Facility Maintenance		50,000	(50,000)		Additional cleaning supplies due to COVID		
Remove board room renovation		(130,000)	130,000	General Fund			
Reduce Consultants Legal Expense - HR		(5,000)	5,000	General Fund			
50% travel budget reduction from FY21 requests		(173,568)	173,568	All Funds	Travel, Training and Conferences		
Remove vacant Associate General Counsel		(137,622)	137,622	General Fund			
Remove vacant Web Content specialist from C&PA		(73,121)	73,121	General Fund			
Vanpool vehicle insurance		(20,102)	20,102	Bus Fund	19 vehicles instead of 26		
Legal	19,200		19,200	General Fund, Durham and Orange Transit Fund	Reallocation of funds from Durham and Orange Transit Plans		
Additional Federal Grant Revenue	220,000		220,000	General Fund	Including grant revenue not previously included - NCSU/ITRE contract TJCOG Annual agreement		

### FY21 Budget GoTriangle Change Impact

	Revenue	Expenditures	Reserve/Cash Impact	Fund Affected	Comments		
Reallocating Finance ERP Cost to Capital	133,200		133,200	Capital Fund	Reallocating \$222K to Capital Fund		
RUS BUS	2,217,375	2,217,375		Capital Fund, Wake Transit	Wake Transit project - GoTriangle is the Federal grant recipient		
Paratransit Renovation		183,671	(183,671)	Capital Fund	Total project increased from \$916K to \$1.1M		
Vehicle Rental Tax	(1,463,459)		(1,463,459)	General Fund	Reduction in FY21 estimate since Budget Workshop	<b>FY21 Vehicle Rental Tax</b> Wake - \$3,524,800 Durham - \$1,114,500 Orange - \$544,300 GoT - \$5,183,600 <b>Total - \$10,367,200</b>	<b>FY20 Vehicle Rental Tax</b> Wake - \$4,406,000 Durham - \$1,393,091 Orange - \$680,347 GoT - \$6,479,495 <b>Total - \$12,958,933</b>
Wake County Bus Stop Improvements	1,794,760	1,794,760		Capital Fund, Wake Transit	Wake Transit project - GoTriangle is the Federal grant recipient		
Remove Bus Rebranding	(168,141)	(210,176)	42,035	Capital Fund	Reallocating funds to Regional Transit Facility Study		
Regional Transit Facility Study	1,452,500	1,512,500	(60,000)	Capital Fund, Durham Transit Plan, Orange Transit Plan, Wake Transit Plan			
<b>Revised Proposed Budget</b>	<b>\$ 57,759,347</b>	<b>\$ 52,568,383</b>	<b>\$ 5,190,964</b>				
<b>Change</b>	<b>\$ 17,236,578</b>	<b>\$ 4,339,010</b>	<b>\$ 12,897,568</b>				
<b>FY20 Budget (Amended)</b>	<b>\$ 41,000,717</b>	<b>\$ 49,676,430</b>	<b>(\$8,675,713)</b>				
FY21 Cost Per Hour (Budget Workshop)	\$137	Fixed Route					
FY21 Cost Per Hour (w/Proposed Changes)	\$132	Fixed Route					
FY20 Cost Per Hour	\$128	Fixed Route					
FY21 Cost Per Hour	\$123	Paratransit					
FY20 Cost Per Hour	\$131	Paratransit					

## FY21 Budget Change Impact (Durham Transit Plan)

	<u>Revenue</u>	<u>Expenditures</u>	<u>Reserve/Cash Impact</u>	<u>Fund Affected</u>	<u>Comments</u>
<b><i>Budget Workshop (5-1-2020)</i></b>	\$ 33,518,100	\$ 31,601,600	\$1,916,500		
Vehicle Rental Taxes Decrease	(314,600)		(314,600)	Durham Funds	
1/2 Cent Sales Tax	(1,221,000)		(1,221,000)	Durham Funds	10% reduction on FY20 budget (compared to original 6.5%)
Durham Bus Plan		(325,000)	325,000	Durham Funds	Deferred Programming - \$62,500 to FY21 Allocated Reserve and \$250,000 FY22
Reimbursement of federal interest for real property		(600,000)	600,000	Durham Funds	Deferred Programming - Group 2 FTA property reimbursement to FY21 Allocated Reserve
GoDurham Electric Vehicle Acquisition		(1,074,000)	1,074,000		Deferred Programming - One Electric Vehicle Acquisition to FY21 Allocated Reserve
<b><i>Revised Proposed Budget</i></b>	\$ 31,982,500	\$ 29,602,600	\$ 2,379,900		
<b><i>Change</i></b>	\$ (1,535,600)	\$ (1,999,000)	\$ 463,400		
<b>FY20 Budget (Amended)</b>	<b>\$ 38,788,381</b>	<b>\$ 21,068,265</b>	<b>\$ 17,720,116</b>		

## FY21 Budget Change Impact (Orange Transit Plan)

	<u>Revenue</u>	<u>Expenditures</u>	<u>Reserve/Cash Impact</u>	<u>Fund Affected</u>	<u>Comments</u>
<b><i>Budget Workshop (5-1-2020)</i></b>	\$ 9,707,930	\$ 8,820,530	\$887,400		
Vehicle Rental Taxes Decrease	(153,600)		(153,600)	Orange Funds	
<b><i>Revised Proposed Budget</i></b>	\$ 9,554,330	\$ 8,820,530	\$ 733,800		
<b><i>Change</i></b>	\$ (153,600)	\$ -	\$ (153,600)		
FY20 Budget (Amended)	\$ 15,244,639	\$ 13,976,018	\$ 1,268,621		

## FY21 Budget Change Impact

	<u>Revenue</u>	<u>Expenditures</u>	<u>Reserve/Cash Impact</u>	<u>Fund Affected</u>	<u>Comments</u>
<b><i>Budget Workshop (5-1-2020)</i></b>	\$ 110,980,050	\$ 91,124,605	\$19,855,445		
Vehicle Rental Taxes Decrease	(995,200)		(995,200)	Wake Funds	
1/2 Cent Sales Tax	848,569		848,569	Wake Funds	
City of Raleigh Route Savings		(146,631)	146,631	Wake Funds	Route 21 - Savings from original project submission.
<b><i>Revised Proposed Budget</i></b>	\$ 110,833,419	\$ 90,977,974	\$ 19,855,445		
<b><i>Change</i></b>	\$ (146,631)	\$ (146,631)	\$ -		
<b>FY20 Budget (Amended)</b>	<b>\$ 154,223,495</b>	<b>\$ 162,519,854</b>	<b>\$ (8,296,359)</b>		

**Vehicle Rental Tax**  
FY21 - Proposed Budget

<u>Vehicle Rental</u>	FY21 Proposed Budget	FY21 Draft Budget	FY20 Adopted Budget	FY19 Actual	% Decrease		
					FY21 Proposed Budget vs FY21 Draft Budget	FY21 Draft Budget vs FY20 Budget	FY21 Proposed Budget vs FY19 Actual
Wake	\$3,524,800	\$4,520,000	\$4,406,000	\$4,258,283	-22.0%	-20.0%	-17.2%
Durham	\$1,114,500	\$1,429,100	\$1,393,148	\$1,346,369	-22.0%	-20.0%	-17.2%
Orange	\$544,300	\$697,900	\$680,347	\$657,529	-22.0%	-20.0%	-17.2%
<b>Total Transit Plans</b>	<b>\$5,183,600</b>	<b>\$6,647,000</b>	<b>\$6,479,495</b>	<b>\$6,262,181</b>	<b>-22.0%</b>	<b>-20.0%</b>	<b>-17.2%</b>
<u>GoTriangle</u>	FY21 Proposed Budget	FY21 Draft Budget	FY20 Adopted Budget	FY19 Actual	% Decrease		
					FY21 Proposed Budget vs FY21 Draft Budget	FY21 Draft Budget vs FY20 Budget	FY21 Proposed Budget vs FY19 Actual
<b>Vehicle Rental Tax</b>	<b>\$5,183,600</b>	<b>\$6,647,000</b>	<b>\$6,479,495</b>	<b>\$6,262,180</b>	<b>-22%</b>	<b>-20%</b>	<b>-17%</b>
<b>Total Vehicle Rental Tax</b>	<b>\$10,367,200</b>	<b>\$13,294,000</b>	<b>\$12,958,990</b>	<b>\$12,524,361</b>	<b>-22%</b>	<b>-20%</b>	<b>-17%</b>