

Financial Report – Fiscal Year 2019

Year to Date July 31, 2019



Major Highlights

Revenue

- Sales tax remittances received YTD June 2019 are 7.6% higher than YTD June 2018
- Capital contributions and grants are below budget due to timing of processing eligible paid expenses

Operating Expenses

- \$204.6 million expended to date, or 76.9% of full year budget
- Year to date diesel cost of \$2.04 per gallon is below the budgeted rate of \$2.10 per gallon

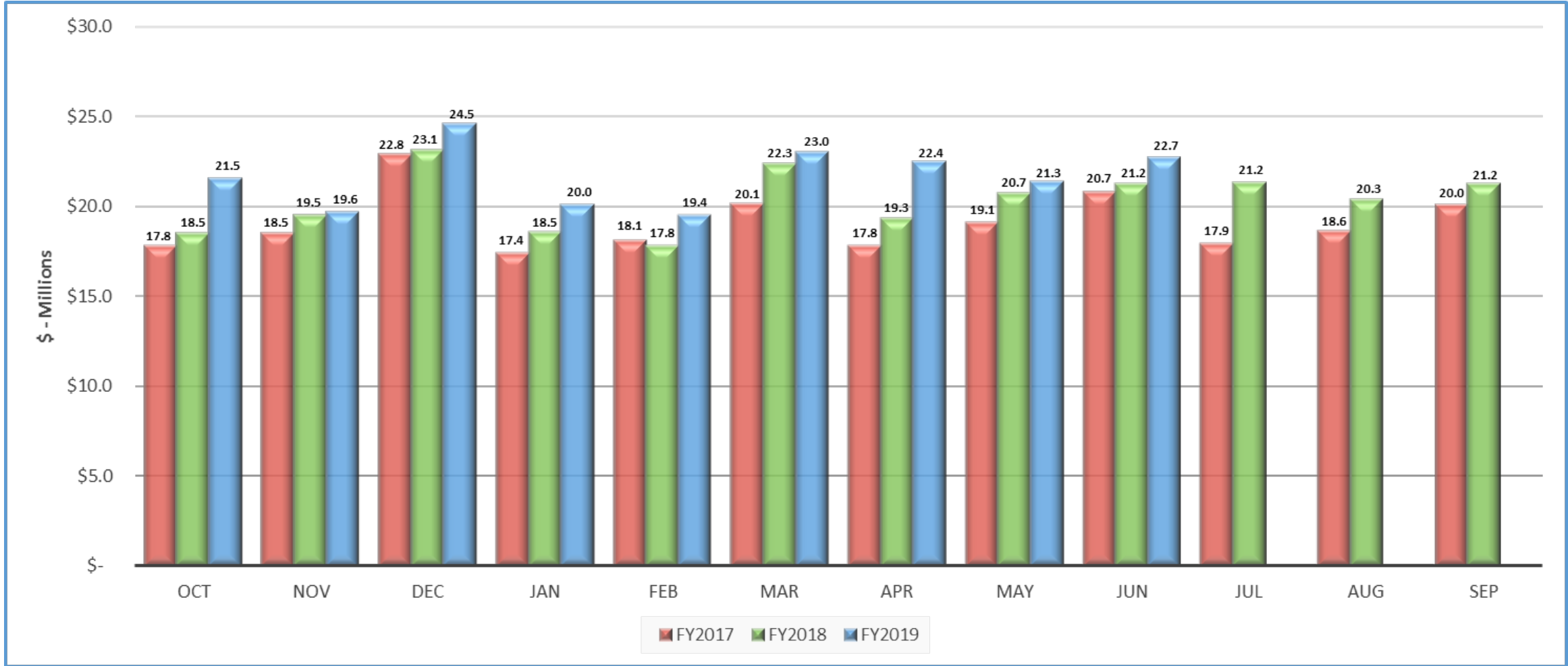
Capital Projects

- FY2019 capital project budget of \$114.5 million
- \$49.3 million expended to date, or 43% of full year budget
 - Positive Train Control, TIGER Grant Project, Downtown Station, Westgate Transit Center and 24 Transit Buses
- \$39.4 million outstanding commitments have been issued, or 34.4% of full year budget
 - TIGER Grant Project, Plaza Saltillo Double Tracking, 28 Commuter Coaches and Bus Stop Enhancements

Revenue

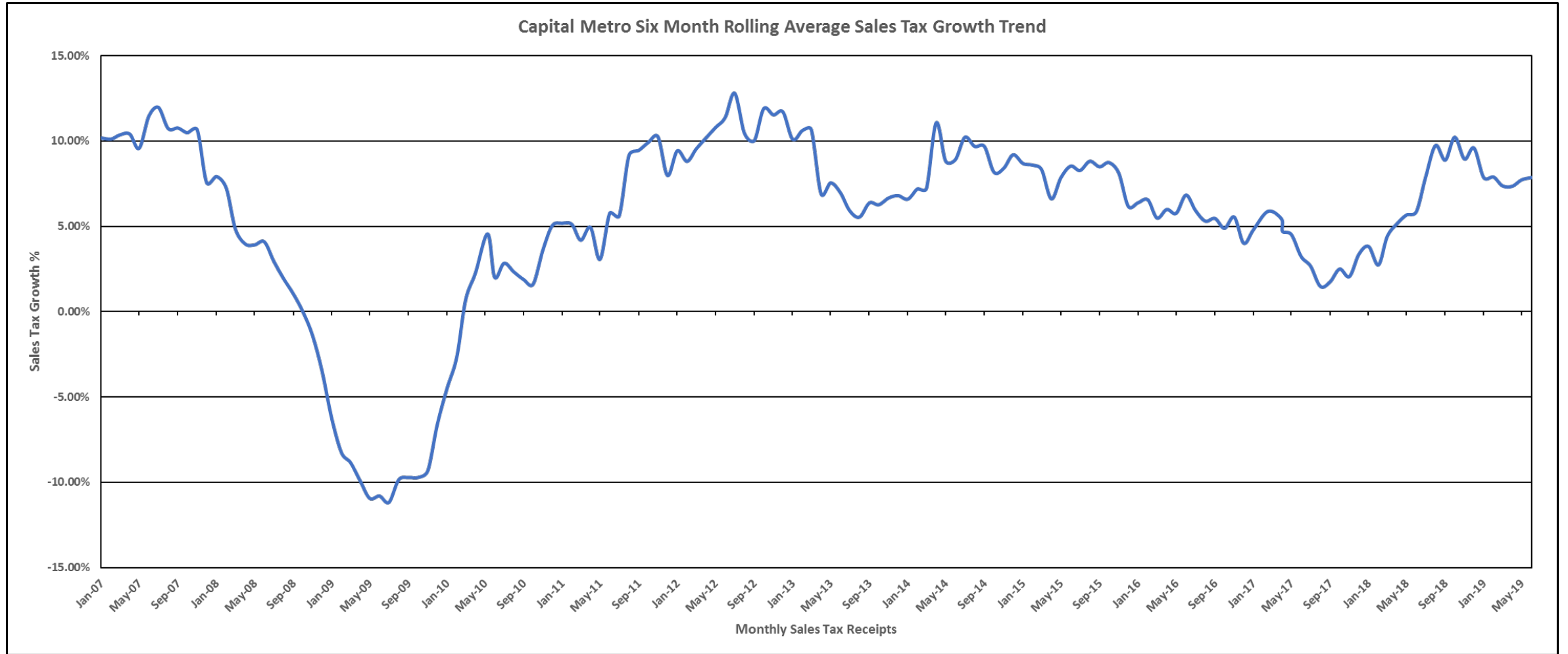
\$' Million Category	FY19 Jul YTD Actual	FY19 Full Year Budget	% of Budget	Comments
Sales Tax	\$214.7	\$245.8	87.4%	May actual receipts, June and July accrued
Passenger Fares	18.5	22.5	82.2%	
Freight Railroad Revenue	4.2	4.5	93.2%	
Other Revenue	6.8	4.6	147.6%	Investment income above budget
Operating Contributions and Grants	32.2	29.7	108.4%	Timing of FTA Section 5307 fund draws
Capital Contributions and Grants	9.1	28.5	31.9%	Timing of processing of eligible paid expenses
Total	\$285.5	\$335.6	85.1%	

Actual Sales Tax Receipts



Total \$228.7M \$243.6M \$194.6M

Sales Tax Rolling Average Trend

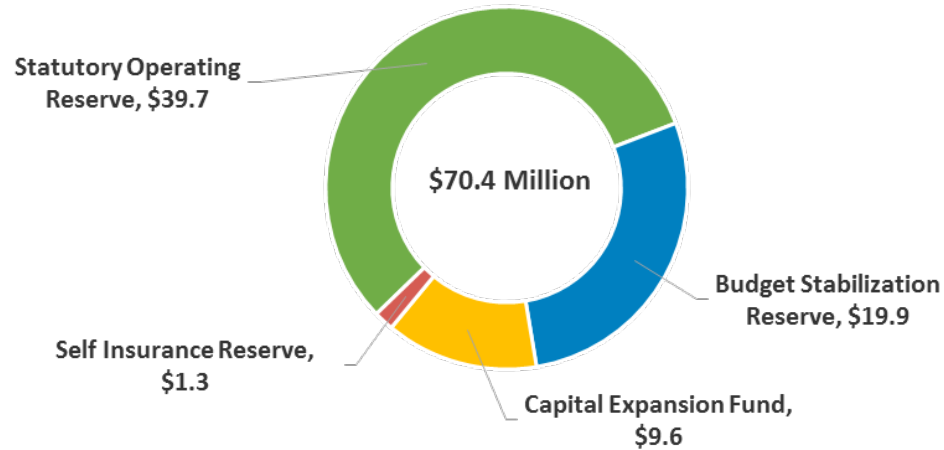


Operating Expense

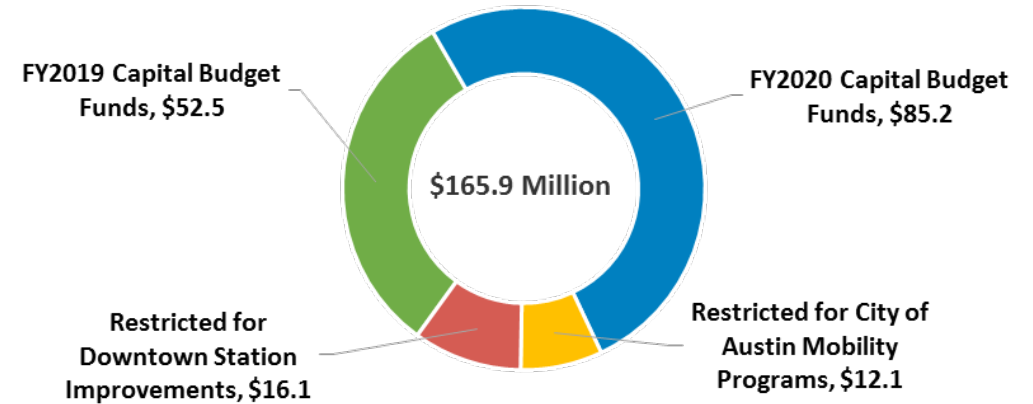
\$' Million Category	FY19 Jul YTD Actual	FY19 Full Year Budget	% of Budget	Comments
Salaries and Benefits	\$34.3	\$44.4	77.1%	Vacancy savings and timing of benefit payments
Professional Services	17.6	27.2	64.9%	Timing of consultation and other professional fee payments
Materials and Supplies	0.9	1.1	78.8%	
Fuel and Fluids	10.4	12.8	81.1%	\$256K favorable variance - \$2.04 per gallon actual cost
Utilities	2.3	3.2	73.2%	
Insurance	0.5	0.9	59.2%	
Purchased Transportation	134.6	165.4	81.4%	Savings of \$1.6M in Rail for fewer hours and \$982K in Innovative Mobility for later than budgeted start for Pickup
Lease/Rentals	1.1	3.0	37.5%	
Other Expenses	2.9	8.0	36.0%	Unspent contingency
Total	\$204.6	\$266.1	76.9%	

Reserve, Allocated & Restricted Funds

Reserve Funds



Allocated & Restricted Funds



Notes:

- Additional funding was allocated to the statutory operating and budget stabilization reserves based on the board approved funding formula. The statutory operating reserve equals 2 months of FY2018 operating expenses. Contributions to the budget stabilization reserve began in February 2016 with \$7 million reserved in FY2016 and \$3 million in FY2017. An additional contribution of \$9.8 million was made in FY2018 to fully fund the budget stabilization reserve. The capital expansion fund was established in FY2019 with \$9.6 million reserved as Capital Metro looks forward to future needs in the region.
- Funds for capital investment are required to help address extensive capital needs. The capital budget for FY2019 is \$115 million, with \$63 million funded by FY2019 income and \$52 million from reserves. Due to project delays \$76 million of the FY2018 capital budget was carried forward to FY2019. These capital improvements are needed to maintain the state of good repair of the community's transit infrastructure and to be in compliance with Federal regulations. The City of Austin Mobility Fund was reduced by \$6 million in FY2019 to assist with Project Connect preliminary engineering and environmental analysis.

Capital Projects Summary

\$'000 Project Category	Expended	Outstanding Commitments	Budget	Expended & Committed as % of Budget	Comments
Commuter Rail	\$10,802	\$3,304	\$22,380	63.0%	Positive Train Control
Vehicles	10,010	19,653	29,623	100.1%	28 Commuter Coaches; 24 Transit Buses
Information Technology	3,148	2,978	11,665	52.5%	Data Center Modernization; Enterprise Project Portfolio Management
Facilities	23,902	12,049	37,295	96.4%	TIGER Grant Project; Downtown Station; Bus Stop Enhancements
Freight Railroad	-	311	1,907	16.3%	
Property and Asset Mgmt	1,136	758	2,430	77.9%	Plaza Saltillo - Plaza Revitalization, Crossings and Signals
Contingency	-	-	2,000	0.0%	
Strategic Planning	-	-	6,472	0.0%	Delay in North Lamar/Airport Grade Separation
Security	278	339	757	81.6%	
Total	\$49,277	\$39,392	\$114,530	77.4%	

Outstanding commitments are for the purchase orders that have been issued.



METRO

THANK YOU!