



Financial Report – Fiscal Year 2023

Year to Date March 31, 2023

Major Highlights

Revenue

- Sales tax remittances received YTD February 2023 are 10.4% higher than YTD February 2022 and 6.7% higher than YTD budget

Operating Expenses

- \$173.2 million expended to date, or 34.7% of full-year budget
- Professional services are below budget due to timing of consultation, computer software and professional fees

Capital Projects

- FY2023 capital project budget of \$475.0 million
- \$70.5 million expended to date, or 14.8% of full-year budget
 - McKalla Red Line Station, MetroRapid Lines, Orange and Blue Lines and PMOR and Electric Bus Replacements
- \$109.9 million outstanding commitments have been issued, or 23.1% of full-year budget
 - Orange and Blue Lines and PMOR, Bus Electrification Infrastructure, McKalla Red Line Station, MetroRapid Lines and Electric Bus Replacements

Revenue

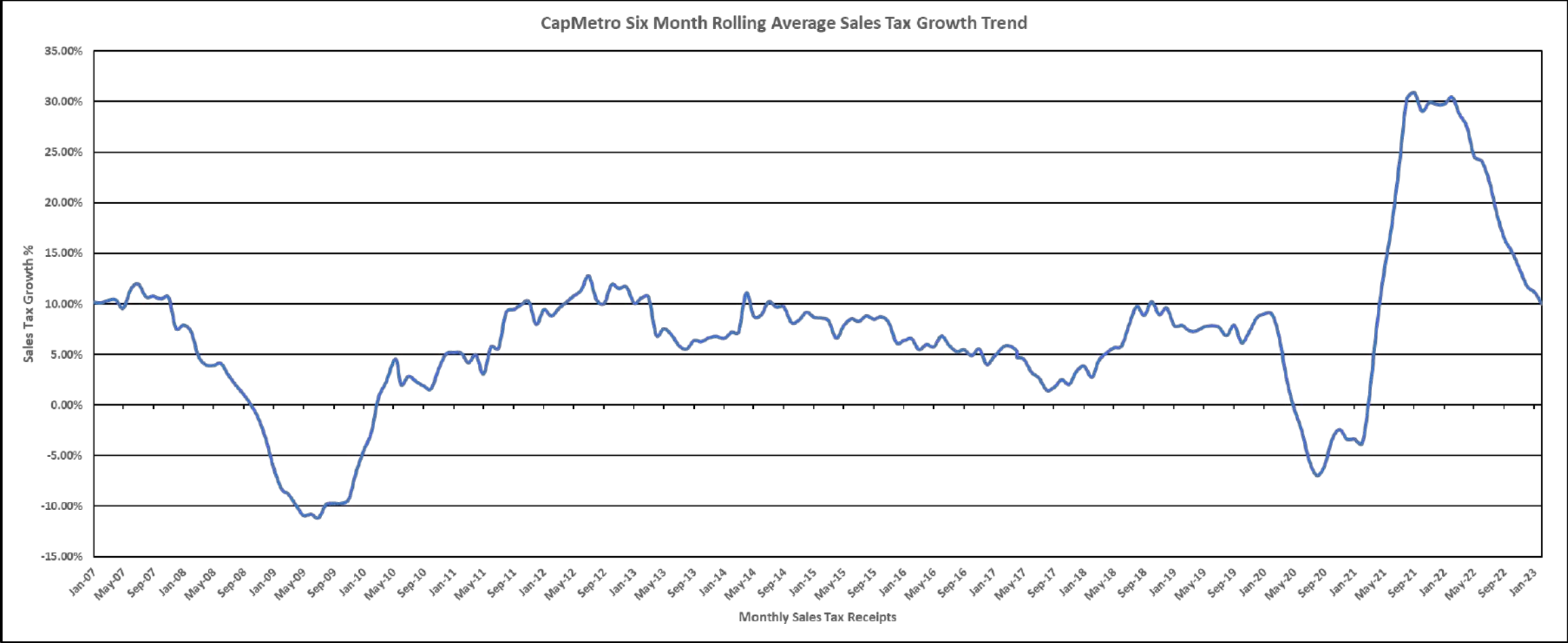
\$' Million Category	FY22 Mar YTD Actual	FY23 Mar YTD Actual	FY23 Mar YTD Budget	% of YTD Budget	FY23 Full Year Budget	% of Budget	Comments
Sales Tax	\$167.6	\$193.4	\$182.4	106.1%	\$371.0	52.1%	March sales tax receipts accrued
Passenger Revenue	6.6	8.7	8.1	107.4%	17.6	49.5%	Ridership 8.0% above budgeted projections through March
Freight Railroad Revenue	3.6	3.1	3.4	92.1%	6.8	45.6%	
Other Revenue	3.2	10.8	3.7	293.0%	7.1	150.8%	Investment income above budgeted projections
Operating Contributions and Grants	19.7	25.7	71.5	35.9%	132.9	19.3%	Timing of processing eligible paid expenses
Capital Contributions and Grants	9.8	17.3	123.2	14.0%	246.4	7.0%	Timing of processing eligible paid expenses
Total	\$210.7	\$259.0	\$392.3	66.0%	\$781.9	33.1%	

Actual Sales Tax Receipts



Total	\$301.5M	\$366.9M	\$156.6M
YOY % Growth	14.8%	21.7%	10.4%

Sales Tax Rolling Average Trend



Operating Expense

\$' Million Category	FY22 Mar YTD Actual	FY23 Mar YTD Actual	FY23 Mar YTD Budget	% of YTD Budget	FY23 Full Year Budget	% of Budget	Comments
Salaries and Benefits	\$29.8	\$36.9	\$42.0	87.9%	\$84.0	43.9%	Vacancy savings
Professional Services	12.8	19.4	33.6	57.8%	60.5	32.1%	Timing of consultation, computer software and other professional fees
Materials and Supplies	0.6	8.2	9.5	86.1%	18.7	43.8%	
Fuel and Fluids	4.3	7.0	7.9	88.2%	16.4	42.6%	Cost avoidance through diesel hedging program
Utilities	1.7	2.0	2.1	94.3%	4.3	45.8%	
Insurance	0.4	0.4	0.7	51.2%	1.0	35.8%	
Purchased Transportation	73.1	95.3	88.1	108.1%	182.8	52.1%	Overtime due to bus operator vacancies
Lease/Rentals	1.8	2.3	2.3	96.9%	6.4	35.2%	
Other Expenses	1.6	1.8	6.2	28.7%	13.3	13.4%	Unspent contingency
Total	\$126.0	\$173.2	\$192.5	90.0%	\$387.5	44.7%	

Budget Transfers

Consistent with CapMetro's Financial Policies, there were eleven budget transfers that cumulatively exceeded \$150,000 to report to the board for the 2nd quarter of FY2023.

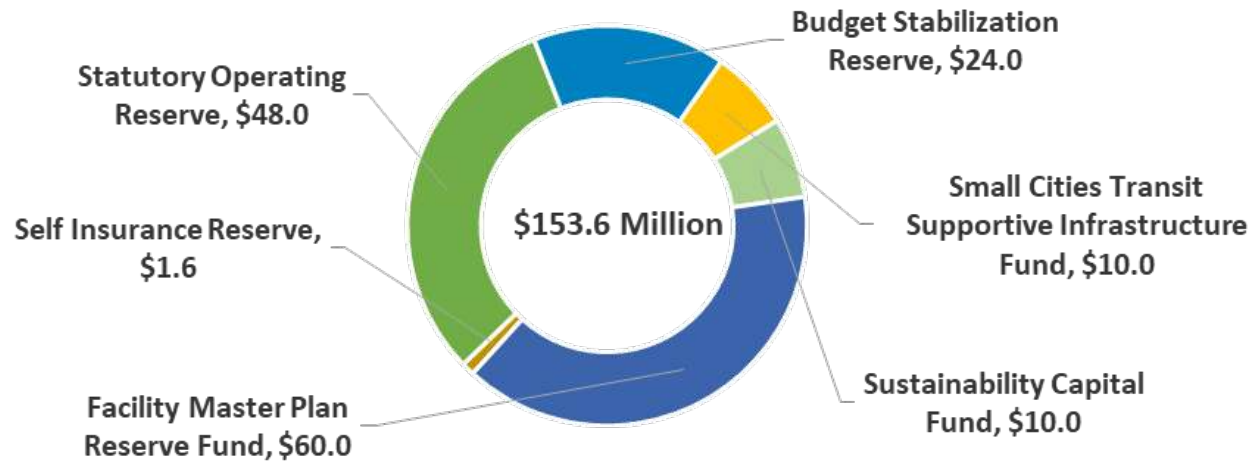
January-23				
Transfer #1				
From:	FIN2301	Capital Contingency	(350,000)	Transferred funds from capital contingency for a Transmission Test Stand Dyno replacement.
To:	OMO0244	Transmission Dyno Replacement	350,000	
January-23				
Transfer #2				
From:	FIN2301	Capital Contingency	(250,000)	Transferred funds from capital contingency for Lakeline Station East Side Platform 30% design and categorical exclusions.
To:	CPG2215	Lakeline Station East Side Platform	250,000	
January-23				
Transfer #3				
From:	RRF2301	Bridge Rehabilitation - MP90 14	(1,500,000)	Returned funds to capital contingency to reflect the updated forecast of the project.
To:	FIN2301	Capital Contingency	1,500,000	
January-23				
Transfer #4				
From:	CPG2213	Double Tracking from Adelphi Lane - Loop 1 to McNeil Drive	(407,290)	Returned funds to capital contingency to reflect the updated forecast of the project.
To:	FIN2301	Capital Contingency	407,290	
January-23				
Transfer #5				
From:	SEC1801	Rail Signal House & Crossing Cameras project	(1,007,000)	Returned funds to capital contingency to reflect the updated forecast of the project.
To:	FIN2301	Capital Contingency	1,007,000	
January-23				
Transfer #6				
From:	FIN2301	Capital Contingency	(4,649,400)	Returned funds to capital contingency to reflect the updated forecast of the project.
To:	PAM0238	1705 Guadalupe Level 1 Purchase	4,649,400	
January-23				
Transfer #7				
From:	CPG2216	Demand Response South Base	(5,000,000)	Returned funds to capital contingency to reflect the updated forecast of the project.
To:	FIN2301	Capital Contingency	5,000,000	

Budget Transfers (continued)

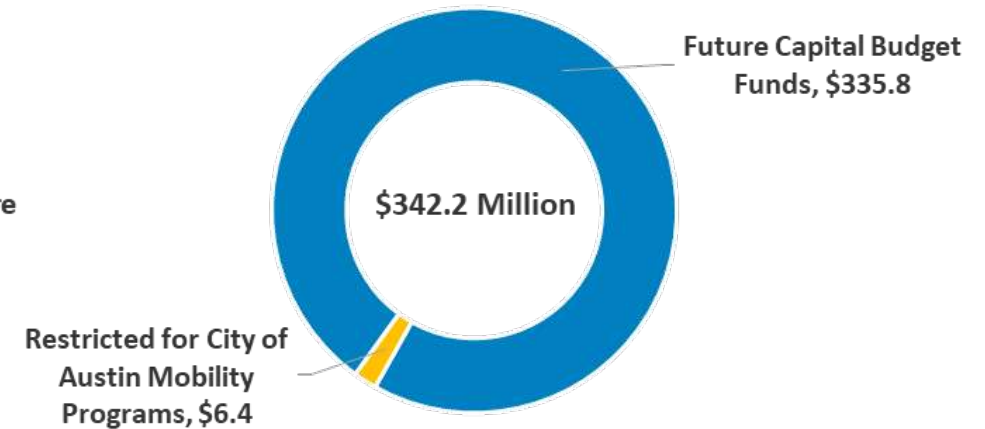
February-23				
Transfer #8				
From:	SEC2201	Public Safety Emergency Management Technology Systems	(2,000,000)	Reallocated funds to new project numbers with specific scopes and returned funds to capital contingency to reflect updated forecasts.
To:	FIN2301	Capital Contingency	1,560,000	
	ITS0212	Police Department CAD & RMS	62,500	
	ITS0213	Police Department Radio/Recording	75,000	
	ITS0214	Police Department In-Car Video Systems	15,000	
	ITS0215	Police Department Body Cameras	62,500	
	ITS0218	Police Department Office Productivity	125,000	
	ITS0219	Police Department Evidence Control System	75,000	
	ITS0220	Police Department Cell phone & Related Applications	25,000	
February-23				
Transfer #9				
From:	CPG2203	Return Track at Rail Maintenance Facility	(1,698,304)	Returned funds to capital contingency to reflect the updated forecast of the project.
To:	FIN2301	Capital Contingency	1,698,304	
February-23				
Transfer #10				
From:	510-220-5090702	Operating Contingency	(175,000)	Transferred funds from operating contingency to the Strategic Planning department for Pickup Master Plan.
To:	510-320-XPL2306	Pickup Master Plan	175,000	
March-23				
Transfer #11				
From:	510-320-Multiple	Strategic Planning and Development	(237,916)	Transferred funding for sustainability programs from Strategic Planning to Enterprise Program Management.
To:	510-130-Multiple	Enterprise Program Management	237,916	

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 audited FY2022 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 was made in FY2018 to fully fund the budget stabilization reserve. The sustainability capital fund was established in FY2022 with \$10 million to support CapMetro's Sustainability Vision Plan. In March 2022, a regional partnership with small-member cities and a \$10 million Transit Supportive Infrastructure Fund was established. A \$30 million Facility Master Plan Reserve Fund was also established in FY2022 and \$30 million added in FY2023 as CapMetro addresses one of the largest needs of the agency.
- Funds for capital investment are required to help address extensive capital needs. The capital budget for FY2023 is \$475 million, with \$228.6 million funded by FY2022 income and \$246.4 million from capital contributions and grants. 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 FY2023 capital budget also contains CapMetro held contracts of the Project Connect program of projects. The City of Austin Mobility Fund was reduced by \$1.4 million from City projects in FY2021.

Statement of Revenue, Expenses and Change in Net Position

\$' Million	FY22 Mar YTD Actual	FY23 Mar YTD Actual	FY23 Full Year Budget	% of Budget
<i>Operating Revenue</i>				
Passenger Revenue	\$6.6	\$8.7	\$17.6	49.5%
Freight Railroad Revenue	3.6	3.1	6.8	45.6%
Other Revenue	5.4	2.2	6.3	34.9%
Total	15.7	14.1	30.8	45.6%
<i>Operating Expenses</i>				
Salaries and Benefits	29.8	36.9	84.0	43.9%
Professional Services	12.8	19.4	60.5	32.1%
Fuel and Fluids	4.3	7.0	16.4	42.6%
Utilities	1.7	2.0	4.3	45.8%
Purchased Transportation	73.1	95.3	182.8	52.1%
Other Expenses	2.5	10.3	32.9	31.4%
Lease/Rental	1.8	2.3	6.4	35.2%
Depreciation & Amortization	25.0	24.2	54.4	44.4%
Total	151.0	197.3	441.8	44.7%
Operating Income/Loss	(135.3)	(183.3)	(411.0)	44.6%
<i>Non-Operating Revenue/(Expenses)</i>				
Sales Tax	167.6	193.4	371.0	52.1%
Investment Income	.4	8.5	.8	1068.5%
Operating Contributions and Grants	19.7	24.7	132.9	18.6%
Capital Contributions and Grants	7.3	18.3	246.4	7.4%
Mobility Interlocal Agreements	(1.0)	(1.1)	(10.3)	11.1%
Other	(.0)	(.0)	.0	(1684.4%)
Non-Operating Income/(Loss)	194.0	243.8	740.8	32.9%
Change in Net Position	\$58.7	\$60.5	\$329.8	18.3%

Budget Variances by Department

\$'000 Department	FY22 YTD Actual	FY23 YTD Actual	FY23 YTD Revised Budget	YTD % of Revised Budget	YTD Budget vs. Actual	FY23 Budget Full Year	Comments
100 - Non-Allocated Benefits	\$7,604	\$7,942	\$8,753	90.7%	\$811	\$17,832	Savings in pension expense pending actuarial valuation
102 - Wellness Center	126	132	618	21.4%	486	1,521	Savings in professional fees associated to health clinic
103 - Child Care Center	499	357	583	61.4%	225	1,157	Timing of professional fees
105 - Business Center	153	141	190	74.2%	49	380	Timing of professional fees and office equipment
110 - Executive Staff	460	761	856	88.9%	95	1,613	Timing of dues and subscriptions
118 - Government Affairs	478	417	578	72.2%	161	1,072	Savings from vacancies
119 - Diversity, Equity, and Inclusion	316	313	558	56.2%	244	1,110	Savings from vacancies and timing of consulting fees and local chamber sponsorships
120 - Board Of Directors	86	83	103	81.1%	19	203	
125 - Internal Audit	206	187	215	87.1%	28	429	
130 - Performance Management and Imagination	594	705	1,039	67.8%	334	1,611	Savings from vacancies and timing of consulting fees
140 - Safety	855	811	1,218	66.6%	407	2,456	Savings from vacancies and timing of consulting and advertising expense
141 - Public Safety and Emergency Management	2,426	2,709	4,294	63.1%	1,585	8,293	Savings from vacancies and security services
142 - Systemwide Accessibility	0	138	525	26.2%	388	805	Timing of consulting fees
150 - Legal	386	681	863	78.9%	182	1,465	Timing of legal services
220 - Finance	2,639	2,642	6,002	44.0%	3,360	13,232	Timing of insurance premiums and unspent contingency
230 - Information Technology	7,710	10,682	14,946	71.5%	4,264	23,745	Timing of services expense and vacancy savings
250 - Procurement	1,001	1,190	1,137	104.7%	(54)	2,274	
275 - Rideshare	747	1,100	847	129.9%	(253)	1,843	Correcting entry needed. Average of 5 fewer vanpools than budgeted.
320 - Planning	1,337	2,763	4,931	56.0%	2,167	8,175	Timing of transit priority-right of way and 5-Year & 10-year long-range service plans
330 - Marketing and Communications	1,851	2,007	4,492	44.7%	2,484	6,756	Savings from vacancies and timing of value of transit, data mining, fall & spring, fare collection and website upgrades
331 - Community Engagement	435	476	875	54.4%	399	1,764	Savings from vacancies and timing of sponsorships and partnerships, outreach, Smart Trips and community survey
332 - Customer Service	551	534	602	88.7%	68	1,215	Savings from vacancies
340 - People and Culture	1,936	2,631	2,472	106.4%	(159)	4,898	Timing of professional fees
457 - Public Facilities	2,475	2,868	3,317	86.5%	449	6,768	Timing of professional and maintenance services and utilities
530 - Capital Projects	598	959	1,287	74.5%	328	2,577	Savings from vacancies and timing of professional services
540 - Property and Asset Management	1,516	3,134	3,534	88.7%	400	7,178	Timing of building maintenance professional services
542 - Freight Rail Management	877	764	1,001	76.3%	237	2,188	Savings from postponement of road crossing analysis
544 - Commuter Rail Operations	10,310	11,582	12,614	91.8%	1,033	24,780	Savings in purchased transportation from fewer hours and timing of rail operations modeling and road crossing analysis
550 - Real Estate and Facility Planning	1,498	1,751	1,858	94.2%	108	5,317	
600 - Operations and Maintenance Oversight	55,980	86,932	82,050	106.0%	(4,882)	163,820	
615 - Innovative Mobility	2,669	3,238	3,543	91.4%	305	7,680	Savings in CARTS purchased transportation from fewer hours due to staff and vehicle shortages
616 - MetroBike	1	525	704	74.6%	183	1,353	
620 - Demand Response Oversight	15,840	18,483	19,092	96.8%	609	40,062	
640 - Paratransit Reservation & Control	1,107	1,101	1,250	88.1%	149	2,497	Savings from vacancies and temporary help
650 - Paratransit Eligibility	460	508	674	75.3%	167	1,353	Savings from vacancies and lower temporary help expenses
920 - Project Connect	260	1,186	4,810	24.7%	3,624	15,231	Timing of professional services
940 - Project Connect Integration	0	724	1,104	65.6%	379	2,817	Savings from vacancies and timing of consulting expense
Total	125,987	173,157	193,538	89.5%	20,383	387,471	

Capital Projects Summary

\$'000 Project Category	Expended	Outstanding Commitments	Budget	Expended & Committed as % of Budget	Comments
Commuter Rail	\$1,888	\$1,493	\$13,427	25.2%	Lakeline Leander Siding
Vehicles	9,215	9,338	69,282	26.8%	Electric Bus Replacements
Information Technology	6,568	5,997	22,226	56.5%	Enterprise Resource Planning, Data Warehouse/Business Intelligence and Customer Payment Systems
Facilities	4,940	48,834	110,884	48.5%	Bus Electrification Infrastructure, Airport Lamar Red Line Grade Separation and Bus Stop Enhancements
Freight Railroad	-	60	3,287	1.8%	Bridge Replacement
Property and Asset Mgmt	1,388	1,037	31,190	7.8%	Demand Response Operations and Maintenance Facility Replacement and 1705 Guadalupe
Contingency	-	-	5,000	0.0%	
Project Connect	46,410	43,073	215,340	41.6%	Orange Line, Blue Line and PMOR, MetroRapid Lines and McKalla Station
Security	84	111	4,372	4.5%	Rail House Signal Security Enhancements and Camera Replacements and Enhancements
Total	\$70,491	\$109,942	\$475,008	38.0%	

Outstanding commitments are for purchase orders that have been issued.

CapMetro

Thank you!