

Financial Report – Fiscal Year 2020

Year to Date July 31, 2020



Major Highlights

Revenue

- Sales tax remittances received YTD June 2020 are 1.6% higher than YTD June 2019
 - June 2020 remittance is \$421 thousand or 1.9% higher than June 2019
- CARES Act draw of \$25.6 million received in July 2020, \$75.1 million received year to date

Operating Expenses

- \$222 million expended to date, or 77.3% of full year budget
- \$11.8 million YTD COVID expenses for front-line bonuses, disinfecting and cleaning supplies, personal protective equipment, plexiglass barriers, pandemic communication and signage, pandemic sick leave and estimated contractor pay continuation

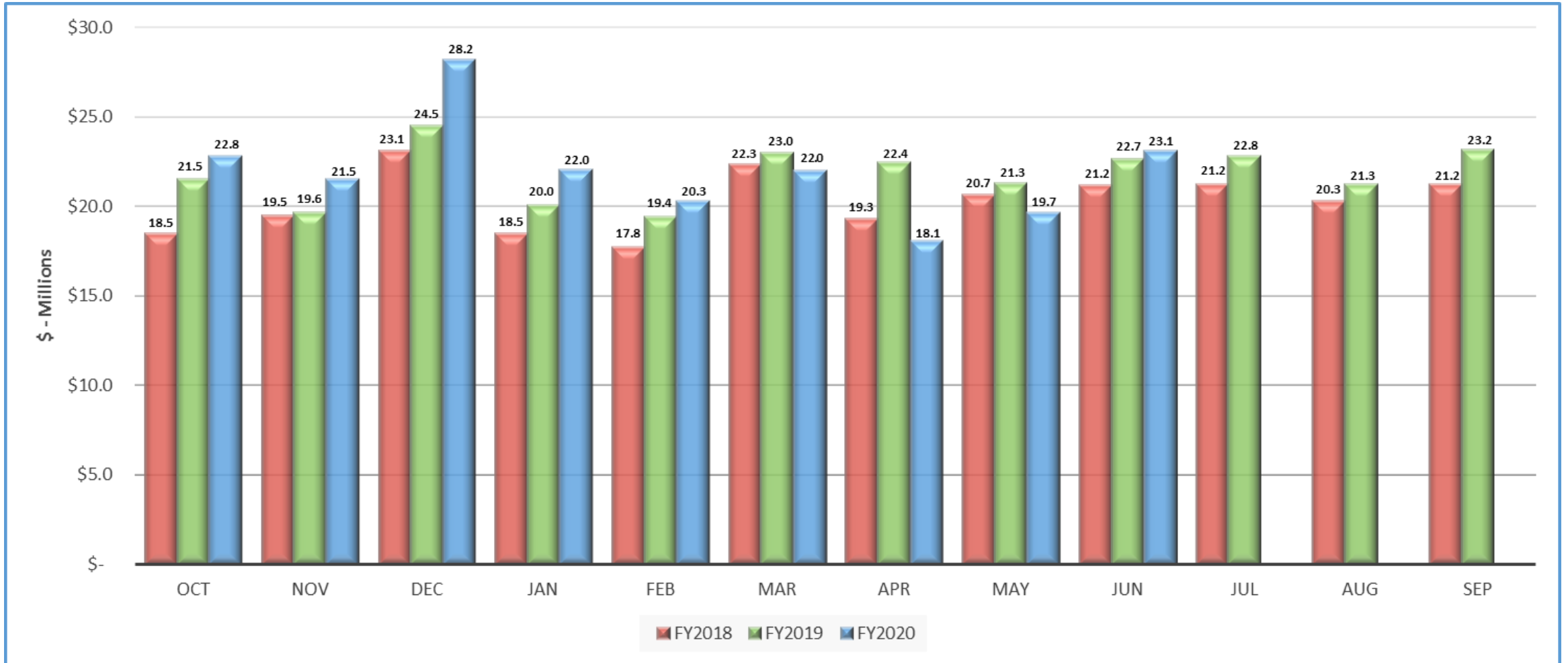
Capital Projects

- \$64.7 million expended to date, or 57.9% of full year budget
 - Downtown Station, Positive Train Control, Transit Bus Replacements, Battery Electric Buses and Electric Bus Yard Paving
- \$19.9 million outstanding commitments have been issued, or 17.8% of full year budget
 - Electric Bus Yard Paving and Infrastructure, Onboard Validators, Battery Electric Buses and Bus Stop Enhancements

Revenue

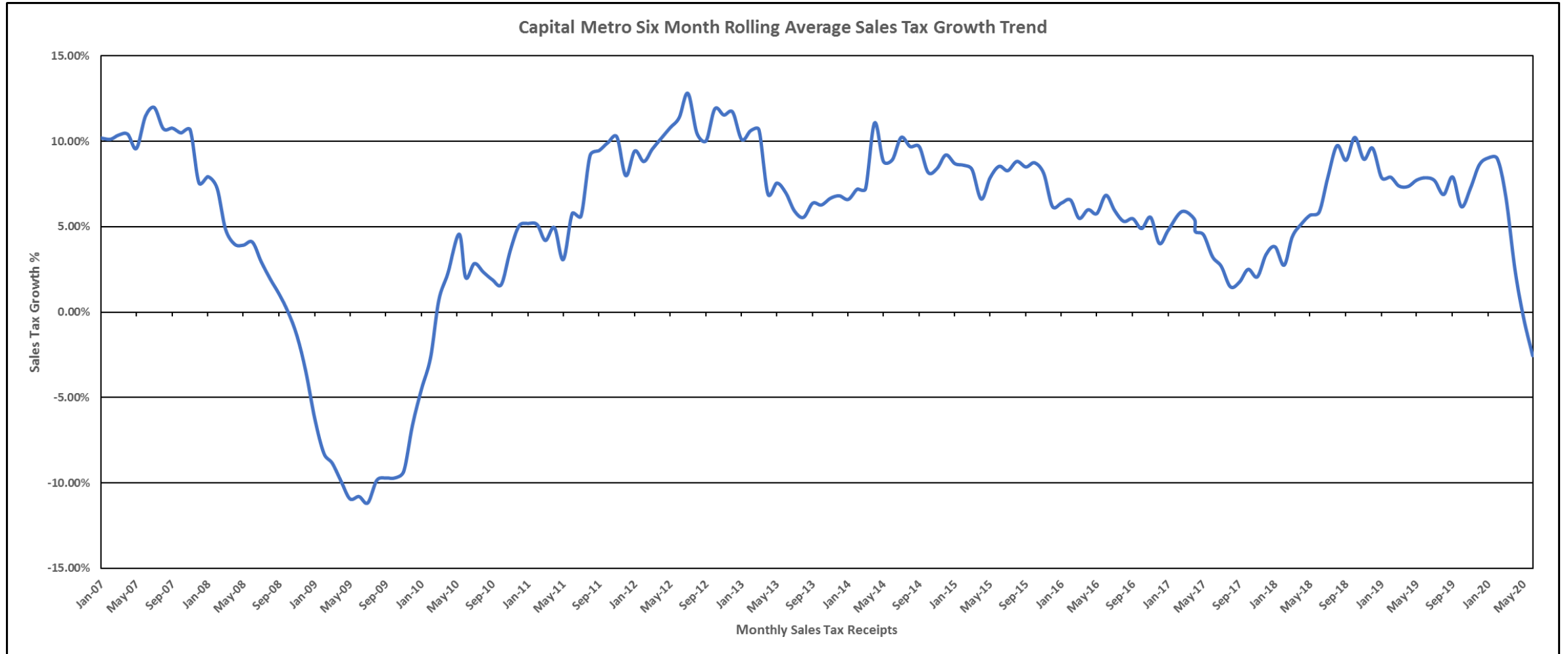
\$' Million Category	FY20 Jul YTD Actual	FY20 Full Year Budget	% of Budget	Comments
Sales Tax	\$218.2	\$265.7	82.1%	July sales tax receipts accrued
Passenger Fares	12.6	22.5	56.0%	Free fares in April and May, July fare revenue down 68%
Freight Railroad Revenue	5.7	5.2	107.7%	Unbudgeted 45G Short-line tax credit of \$1.1 million
Other Revenue	7.7	7.8	98.6%	Investment interest income above budget
Operating Contributions and Grants	104.4	32.3	322.7%	CARES Act draw and accrual of \$89.6 million
Capital Contributions and Grants	12.4	27.7	45.0%	Timing of processing eligible paid expenses
Total	\$361.0	\$361.2	99.9%	

Actual Sales Tax Receipts



Total	\$243.6M	\$261.5M	\$197.7M
YOY % Growth	6.5%	7.5%	1.6%

Sales Tax Rolling Average Trend

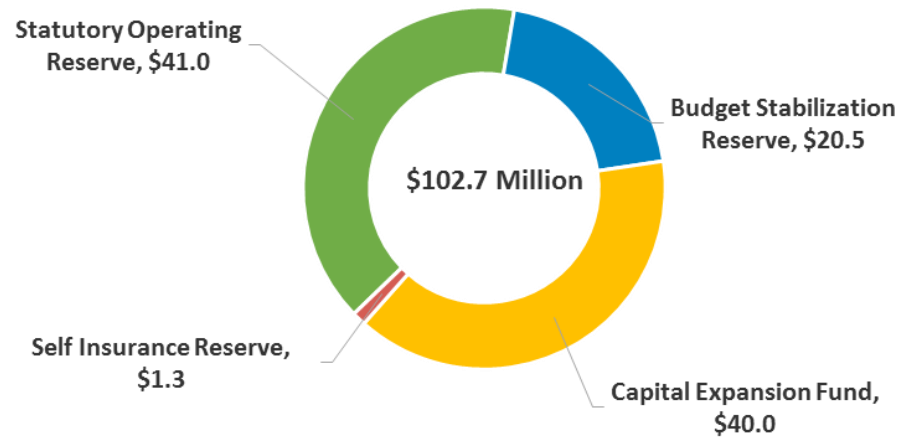


Operating Expense

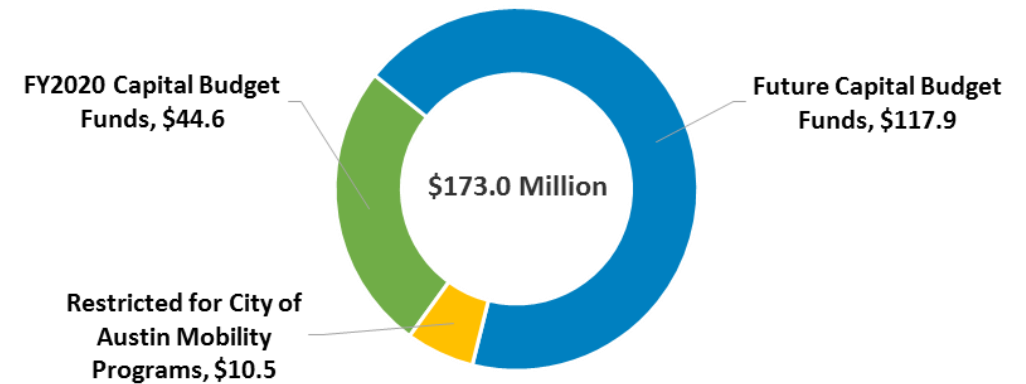
\$' Million Category	FY20 Jul YTD Actual	FY20 Full Year Budget	% of Budget	Comments
Salaries and Benefits	\$37.1	\$49.2	75.3%	Vacancy savings through July
Professional Services	29.8	43.5	68.6%	Timing of consultation and other professional fee payments
Materials and Supplies	0.9	2.2	41.9%	Timing of maps, schedules and other supplies expense
Fuel and Fluids	10.4	13.7	76.0%	Volume savings from reduced COVID-19 service schedules
Utilities	2.5	3.2	76.7%	Timing of electricity, drainage and water expense
Insurance	0.4	1.0	37.2%	Timing of insurance premium payments
Purchased Transportation	136.1	165.1	82.4%	
Lease/Rentals	2.2	2.0	107.0%	
Other Expenses	2.6	7.2	36.0%	Unspent contingency
Total	\$222.0	\$287.1	77.3%	

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 estimated FY2019 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 FY2018 with \$9.6 million reserved along with an additional \$30.4 million from FY2019 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 FY2020 is \$111.8 million, with \$67.2 million funded by FY2020 income and \$44.6 million from reserves. Due to project delays, \$22 million of the FY2019 capital budget was carried forward to FY2020. 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 and by \$1.6 million with a payment in November 2019.

Capital Projects Summary

\$'000 Project Category	Expended	Outstanding Commitments	Budget	Expended & Committed as % of Budget	Comments
Commuter Rail	\$10,363	\$5,000	\$22,060	69.6%	Positive Train Control and Track Undercutting
Vehicles	18,064	6,708	30,174	82.1%	23 Transit Buses and 12 Battery Electric Buses
Information Technology	3,949	2,610	15,337	42.8%	Onboard Validators and ePaper Dynamic Message Signs
Facilities	29,934	5,260	37,799	93.1%	Downtown Station, N Ops Electric Bus Yard Paving and CARTS Eastside Bus Plaza
Freight Railroad	279	0	295	94.4%	Bridge Replacement Design
Property and Asset Mgmt	1,224	80	1,524	85.6%	Plaza Saltillo Revitalization, Crossings and Signals and Express Bus Lifts
Contingency	-	-	2,000	0.0%	
Strategic Planning	-	-	500	0.0%	
Security	888	207	2,093	52.3%	Property Perimeter Hardening and Rapid Deployable Video System
Total	\$64,700	\$19,865	\$111,783	75.7%	

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



METRO

THANK YOU!