



RESOLUTION AMENDING THE ADOPTED FISCAL YEAR 2014/15 BUDGET TO INCREASE REVENUES BY \$2,959,881 AND DECREASE EXPENDITURES BY \$29,750,654 FOR A TOTAL NET INCREASE IN FUND BALANCE OF \$32,710,535

WHEREAS, Section 131265(a) of the Public Utilities Code requires the Transportation Authority to adopt an annual budget; and

WHEREAS, In June 2014, through approval of Resolution 14-74, the Transportation Authority adopted the Fiscal Year (FY) 2014/15 Annual Budget and Work Program; and

WHEREAS, The Transportation Authority's Fiscal Policy allows for the amendment of the adopted budget during the fiscal year to reflect actual revenues and expenditures incurred; and

WHEREAS; Revenue and expenditure figures pertaining to several capital projects, including the eFleet Carsharing Electrified Project, the Interstate 80/Yerba Buena Island (YBI) Interchange Improvement Project, the Van Ness Avenue Bus Rapid Transit (BRT) Project, the Strategic Highway Research Program Transit Passenger Simulation, the Treasure Island Mobility Management Agency (TIMMA), the Presidio Parkway Project, the Folsom Street Off-Ramp Realignment Project, Late Night Transportation, Travel Demand Modeling Assistance, Prop K Project Grants, Programs & Initiatives, Transportation Fund for Clean Air (TFCA) Program Expenditures, the San Francisco Transportation Plan (SFTP) Update, the San Francisco Freeway Corridor Management Study (SF FCMS), the San Francisco Bay Area Core Capacity Transit Study, Other Technical Profesional Services, and Staff Reorganization Plan; and other revenues and expenditures need to be updated from the original estimates contained in the adopted FY 2014/15 Budget; and

WHEREAS, The budgeted revenues for Sales Tax programs are from a voter-approved levy of 0.5% sales tax in the county of San Francisco for transportation projects and programs included



in the voter-approved Expenditure Plan; and

WHEREAS, Based on FY 2014/15 sales tax revenues earned through December 2014 of \$49.6 million, the Transportation Authority projects sales tax revenues to increase compared to the budgeted revenues for FY 2014/15 by \$7 million; and

WHEREAS, the Transportation Authority's adopted FY 2014/15 budget assumed to earn approximately 0.5% during the year for deposits in the Pooled Investment Fund with an average sales tax fund budgeted cash balance of approximately \$77 million during the year; and

WHEREAS, Interest income earned through December 2014 was \$170,116, due to a lower average sales tax fund cash balance; and

WHEREAS, This amendment decreases Interest Income by \$45,816 for FY 2014/15 activity; and

WHEREAS, The Transportation Authority serves as a fiscal agent to support City CarShare and required local match funds are reimbursed to the Transportation Authority by City CarShare; and

WHEREAS, For the eFleet Carsharing Electrified Project, we anticipate higher expenditures in FY 2014/15 due to project delays associated with federal procurement processes from the previous fiscal year; and

WHEREAS, This amendment increases Federal Revenues by \$479,023 and Capital Project Expenditures by \$484,619 for FY 2014/15 activity; and

WHEREAS, The Transportation Authority is working jointly with the Treasure Island Development Authority (TIDA) on the development of the I-80/YBI Ramps Improvement Project and YBI Bridge Structures; and

WHEREAS, Due to the delay of additional federal funding, a portion of this year's project activities for the YBI Bridge Structures will be deferred to FY 2015/16; and



WHEREAS, Construction activities for the I-80/YBI Ramps Improvement Project began in February 2014 and are slightly slower than anticipated due to delays in tree removal and foundation construction work caused by early nesting of birds in the unusually dry, warm weather last winter season; and

WHEREAS, This amendment decreases Federal Revenues by \$6,732,996, decreases State Revenues by \$868,201 and decreases Capital Project Expenditures by \$7,558,626 for FY 2014/15 activity; and

WHEREAS, In November 2012, the SFMTA Transit Capital Committee approved the use of \$1,486,000 of the Federal Transit Administration (FTA) Small Starts funds for the environmental and advanced conceptual engineering phase of the Van Ness Avenue Bus Rapid Transit project in order to preserve Prop K funds to match FTA Small Starts funds in future phases of the project; and

WHEREAS, In December 2012, through Resolution 13-20, the Board approved amending the Memorandum of Agreement (MOA) with SFMTA to provide an additional \$208,962 in appropriated Prop K funds to the SFMTA and accept \$434,531 in FTA Small Starts Funds from the SFMTA to complete the environmental phase of the project and both agencies finalized the transition plan for the project; and

WHEREAS, Due to the delay of MOA negotiations, a portion of the revenue reimbursements have been deferred to FY 2014/15; and

WHEREAS, This amendment increases Federal Revenues by \$176,820 and Capital Project Expenditures by \$169,731; and

WHEREAS, In Fall 2014, the Federal Highway Administration (FHWA) awarded the Transportation Authority (as part of a three-agency consortium) a \$700,000, 24-month grant to implement applied research on transit passenger simulation in a real-world planning environment;



and

WHEREAS, This amendment increases Federal Revenues by \$61,975, increases Capital Project Expenditures by \$42,900 and shifts Administrative Operating (Personnel) Costs from Sales Tax Program to Congestion Management Agency (CMA) Programs by \$19,075 for FY 2014/15 activity; and

WHEREAS, On April 1, 2014, through Resolution No. 110-14, the San Francisco Board of Supervisors designated the Transportation Authority as the TIMMA for San Francisco to oversee the implementation of the Treasure Island Transportation Implementation Plan in accordance with the Treasure Island Transportation Management Act (AB 981), which includes congestion pricing and travel demand management on Treasure Island; and

WHEREAS, TIMMA program revenues for FY 2014/15 include federal grant funds from FHWA and the MTC and local funds from TIDA; and

WHEREAS, Since MTC grant conditions requires reimbursement to be requested only upon the completion of grant deliverables, revenue reimbursements incurred through June 30, 2014 have been deferred to FY 2014/15; and

WHEREAS, On October 21, 2014, through Resolution 15-13, the Transportation Authority Board appropriated \$150,000 in Prop K funds for the TIMMA Program; and

WHEREAS, This amendment increases Federal Revenues by \$348,183 and increases Capital Project Expenditures by \$116,229 for FY 2014/15 activity; and

WHEREAS, Construction of the Presidio Parkway is organized into two phases, with Phase I being delivered under a traditional design-bid-build process and Phase II under a public-private partnership agreement; and

WHEREAS, In November 2009, MTC awarded \$80 million in AB1171 regional bridge tolls to the Transportation Authority for expenses related to Phase I construction, which was completed



in the spring of 2012; and

WHEREAS, Due to the delay of complete invoice submittals, revenue reimbursements for Phase I construction costs of \$1,408,129 incurred by Caltrans through June 30, 2012 has been deferred to FY 2014/15; and

WHEREAS, This amendment increases Regional Revenues by \$1,408,129 for FY 2014/15 activity; and

WHEREAS, In August 2013, the Office of Community Investment and Infrastructure (OCII), as the Successor Agency to the San Francisco Redevelopment Agency, requested that the Transportation Authority be the lead agency in the implementation of the project and will fully reimburse the Transportation Authority for project management, administrative, construction management, and construction services, collectively referred to as the construction phase; and

WHEREAS, On February 17, 2015, the OCII Board approved an amendment to the MOA to fully reimburse the Transportation Authority for a total not to exceed \$3,479,541 for additional construction and construction support expenditures; and

WHEREAS, The proposed budget amendment increases Regional Revenues by \$583,377 and Capital Projects Expenditures by \$583,377 for FY 2014/15 activity; and

WHEREAS, At the urging of the Board of Supervisors, the Office of Economic and Workforce Development (OEWD) and the City's Entertainment Commission formed a Late Night Transportation Working Group to create a Late Night Integrated Transportation Plan to improve late night transportation options for San Francisco residents, workers, and visitors; and

WHEREAS, Through an MOA with OEWD, OEWD provides funding to the Transportation Authority for project management and consulting services to support the Late Night Transportation Working Group led by OEWD and the Entertainment Commission; and

WHEREAS, This amendment increases Regional Revenues by \$40,000, increases Capital



Projects Expenditures by \$25,650, and shifts Administrative Operating (Personnel) Costs from Sales Tax Program to CMA Programs by \$14,350 for FY 2014/15 activity; and

WHEREAS, The Transportation Authority maintains the “SF-CHAMP” San Francisco Travel Demand Forecasting Model, which is the official transportation modeling tool for San Francisco and is certified as compliant with the Regional Transportation Plan by the MTC; and

WHEREAS, The SFMTA and the Planning Department agreed to provide funding of up to \$100,000 each to the Transportation Authority for the care, maintenance and updates of SF-CHAMP, in order to implement new relevant features, reporting tools and up-to-date assumptions about travel behavior; and

WHEREAS, This amendment increases Regional Revenues by \$200,000; and

WHEREAS, The SFMTA, as part of its Transit Effectiveness Project, proposes to construct corner bulb-outs at 21 intersections along the 19th Avenue corridor between Lincoln Way and Junipero Serra Boulevard and replace the light rail track in 19th Avenue at Rossmoor Drive to maintain a state of good repair; and

WHEREAS, The Project is also funded by a \$717,000 Prop K appropriation, previously approved through Resolution 09-57; and

WHEREAS, This amendment increases Regional Revenues by \$160,000 and Capital Projects Expenditures by \$273,093 for FY 2014/15 activity; and

WHEREAS, The FY 2014/15 capital expenditures for Prop K project grants, programs and initiatives was based on sponsor input and analyses leading to adoption of the 2014 Strategic Plan in September 2014, the 2014 5-Year Prioritization Program updates, and a review of current project delivery and reimbursement rates; and

WHEREAS, Most of the proposed capital expenditure decrease can be attributed to delays in the SFMTA’s Radio Replacement Project (one of the largest Prop K allocations) and a suite of



related Central Control and Communications Projects which have schedules that are dependent upon the Radio Replacement Project; and

WHEREAS, The design build contract for the Radio Replacement Project links payments to delivery milestones; thus, SFMTA has indicated that an anticipated milestone payment of over \$20 million in FY 2014/15 have been pushed out reducing this year's expenditures to an estimated \$3 million; and

WHEREAS, The recommended \$25 million decrease in capital expenditures also reflects sponsors' practice of billing other sources (e.g. bonds, federal funds) first, a handful of de-obligations as projects close out, and project delays (sometimes associated with coordination with other agencies to support complete streets projects); and

WHEREAS, Through the TFCA program, the Transportation Authority recommends projects that improve air quality by reducing motor vehicle emissions; and

WHEREAS, The primary reason for the increase in Capital Project Expenditures is that an additional \$246,239 in TFCA funds were reprogrammed to new projects in FY 2014/15 than had been anticipated; and

WHEREAS, These additional funds were from the cancelled City College Bicycle Route 770 Modification project and de-obligations from completed projects; and

WHEREAS, This amendment increases Capital Project Expenditures by \$173,185 for FY 2014/15 activity; and

WHEREAS, In 2013, the Transportation Authority adopted the SFTP that serves as the city's blueprint for transportation system development and investment over the next 30 years; and

WHEREAS, Consistent with newly adopted regional guidelines for development of countywide transportation plans, we initiated preliminary planning and coordination work for the 2017 SFTP Update in 2014 to update the plan to account for changes in mobility conditions since



the last plan was adopted (e.g., the proliferation of Transportation Network Companies, significant housing construction, etc.) and to inform the 2017 Regional Transportation Plan (Plan Bay Area) update, which is now underway; and

WHEREAS, The amendment increases Capital Projects Expenditures by \$24,375 and shifts Administrative Operating (Personnel) Costs from Sales Tax Program to CMA Programs by \$109,942 for FY 2014/15 activity; and

WHEREAS, SF FCMS is a collaborative effort that builds on recommendations from the 2013 SFTP calling for such a study to help address significant projected increases in travel demand and congestion in the U.S. 101/I-280 corridors; and

WHEREAS, Project activities in FY 2014/15 will be funded by Prop K, appropriated through Resolution 15-09; and

WHEREAS, This amendment increases Capital Projects Expenditures by \$70,980 for FY 2014/15 activity; and

WHEREAS, The Transportation Authority is partnering with multiple agencies on the San Francisco Bay Area Core Capacity Transit Study led by the MTC; and

WHEREAS, The agencies were successful in securing \$1 million in competitive grant funds from the federal Transportation Investment Generating Economic Recovery planning grant program and committed \$1 million in local match for a total budget of \$2 million to pay for consultant costs of the study; and

WHEREAS, The Transportation Authority's contribution to project activities will be funded by Prop K, appropriated through Resolution 15-09; and

WHEREAS, This amendment increases Capital Projects Expenditures by \$90,000 and shifts Administrative Operating (Personnel) Costs from Sales Tax Program to CMA Programs by \$50,000 for FY 2014/15 activity; and



WHEREAS, Other technical professional services need to be updated from the original estimates contained in the adopted FY 2014/15 budget; and

WHEREAS, Additional expenditures anticipated in FY 2014/15 include \$50,000 for the Central Subway Phase III – Initial Study, and \$42,340 for the Chinatown Community-Based Transportation Plan; and

Project activities will be funded by Prop K appropriations, previously approved by the Transportation Authority Board; and

WHEREAS, This amendment increases Capital Projects Expenditures by \$105,788 for FY 2014/15 activity; and

WHEREAS, In May 2014, through Resolution 14-80, the Transportation Authority approved a staff reorganization plan to address staff capacity and sustainability issues given ongoing ambitious work programs and Board interest in expanding and enhancing certain aspects of the work program (e.g. communications); and

WHEREAS, Adoption of the staff reorganization plan did not have immediate budgetary implications because positions are filled dependent upon securing funding; and

WHEREAS, This amendment increases Administrative Operating Expenditures by \$574,704 for FY 2014/15 activity; and

WHEREAS, At its February 25, 2015 meeting, the Citizens Advisory Committee considered the subject request and unanimously adopted a motion of support for the staff recommendation; and

WHEREAS, On March 10, 2015, the Finance Committee reviewed and unanimously recommended approval of the staff recommendation; now, therefore, be it

RESOLVED, That the Transportation Authority's adopted FY 2014/2015 budget is hereby amended to increase revenues by \$2,959,881 and decrease expenditures by \$29,750,654 for a total



net increase in fund balance of \$32,710,535.

Attachment:

- A. Final Amended Fiscal Year 2014/15 Budget



The foregoing Resolution was approved and adopted by the San Francisco County Transportation Authority at a regularly scheduled meeting thereof, this 24th day of March, 2015, by the following votes:

Ayes: Commissioners Avalos, Breed, Campos, Christensen, Cohen, Farrell, Kim, Mar, Tang, Wiener and Yee (11)

Nays: (0)

Absent: (0)

Scott Wiener 3/26/15

Scott Wiener
Chair

Date

ATTEST:

Tilly Chang 4/2/15

Tilly Chang
Executive Director

Date



**San Francisco County Transportation Authority
Attachment A
Fiscal Year 2014/15 Budget Amendment**

Proposed Budget by Fund

	Sales Tax Program	Congestion Management Agency Programs	Transportation Fund For Clean Air Program	Vehicle Registration Fee For Transportation Improvements Program	Treasure Island Mobility Management Agency Program	Proposed Amended Budget Fiscal Year 2014/15	Increase/ (Decrease)	Adopted Budget Fiscal Year 2014/15
Revenues:								
Sales Tax Revenues	\$ 98,823,000	\$ -	\$ -	\$ -	\$ -	\$ 98,823,000	\$ 6,996,809	\$ 91,826,191
Vehicle Registration Fee	-	-	-	4,727,718	-	4,727,718	-	4,727,718
Interest Income	340,233	-	2,677	3,280	-	346,190	(45,816)	392,006
Federal/State/Regional Revenues	1,467,048	44,826,656	749,793	-	1,105,423	48,148,920	(3,986,509)	52,135,429
Other Revenues	5,636,081	34,536	-	-	-	5,670,617	(4,603)	5,675,220
Total Revenues	106,266,362	44,861,192	752,470	4,730,998	1,105,423	157,716,445	2,959,881	154,756,564
Expenditures:								
Capital Projects Costs	130,249,492	42,043,711	983,056	10,458,813	432,529	184,167,601	(30,325,358)	214,492,959
Administrative Operating Costs	6,924,839	2,002,589	37,355	286,387	479,534	9,730,704	574,704	9,156,000
Debt Service	1,786,600	-	-	-	-	1,786,600	-	1,786,600
Total Expenditures	138,960,931	44,046,300	1,020,411	10,745,200	912,063	195,684,905	(29,750,654)	225,435,559
Other Financing Sources (Uses):	1,008,252	(814,892)	-	-	(193,360.00)	-	-	-
Net Change in Fund Balance	\$ (31,686,317)	\$ -	\$ (267,941)	\$ (6,014,202)	\$ -	\$ (37,968,460)	\$ 32,710,535	\$ (70,678,995)
Budgetary Fund Balance, as of July 1	\$ (56,173,557)	\$ -	\$ 756,482	\$ 11,025,549	\$ -	\$ (44,391,526)	N/A	\$ (104,312,305)
Budgetary Fund Balance, as of June 30	\$ (87,859,874)	\$ -	\$ 488,541	\$ 5,011,347	\$ -	\$ (82,359,986)	N/A	\$ (174,991,300)