

Preliminary  
Fiscal Year 2017/18  
Annual Budget and Work Program

Board  
Agenda Item 14



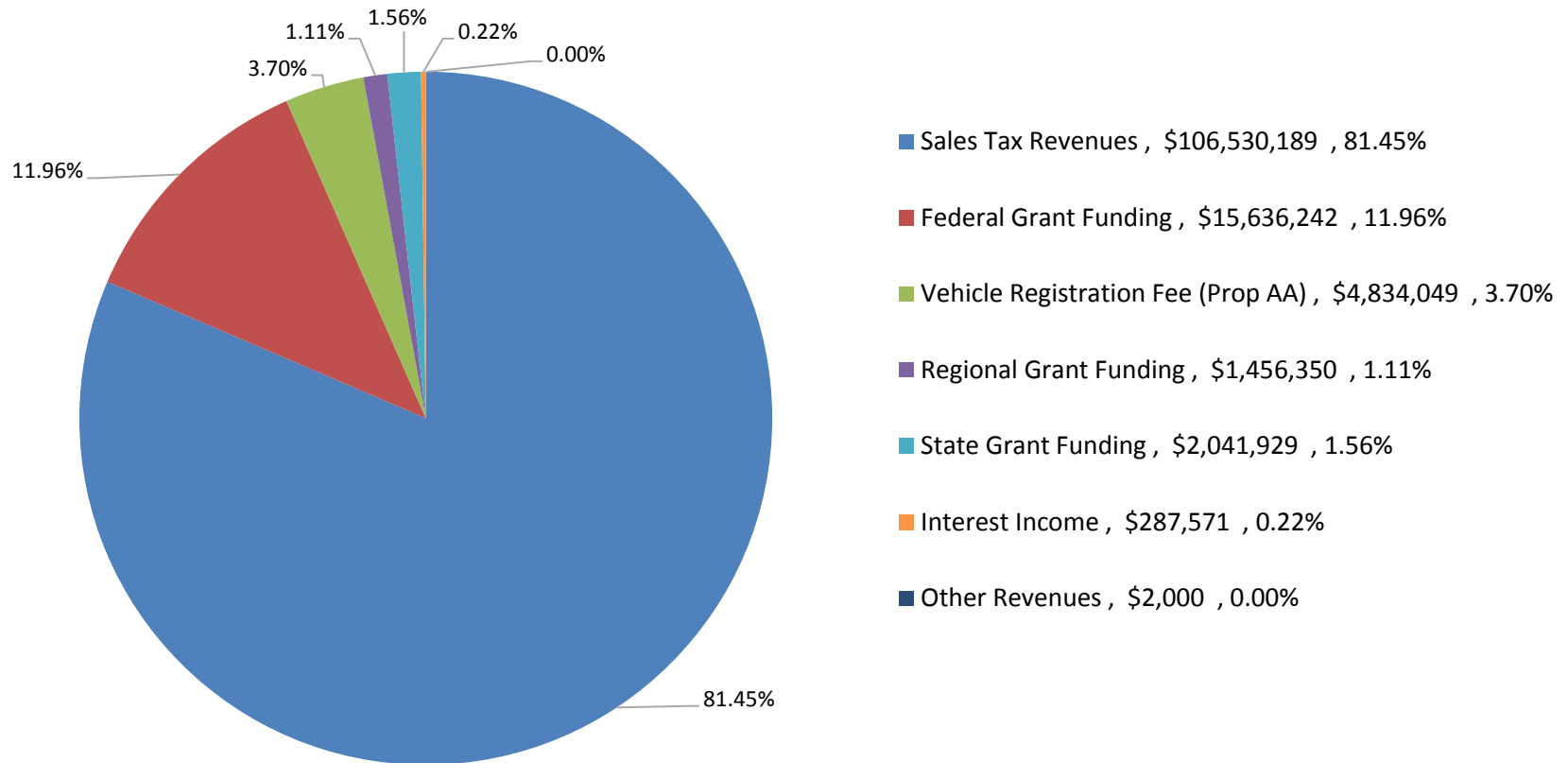
**SAN FRANCISCO COUNTY TRANSPORTATION AUTHORITY**

**May 23, 2017**

# FY 2017/18 Budget – Revenues



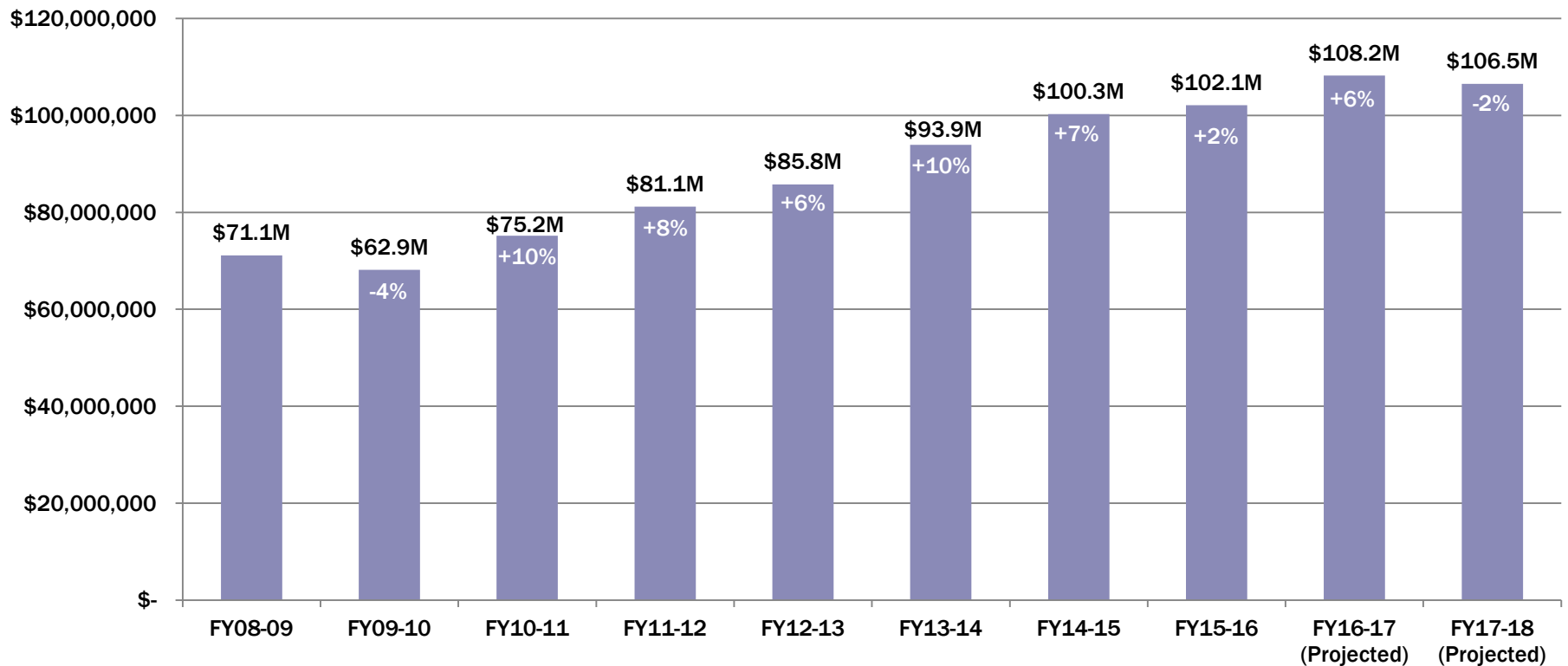
## Preliminary FY 2017/18 Budget Total Revenues \$130,788,330



# FY 2017/18 Budget – Revenues



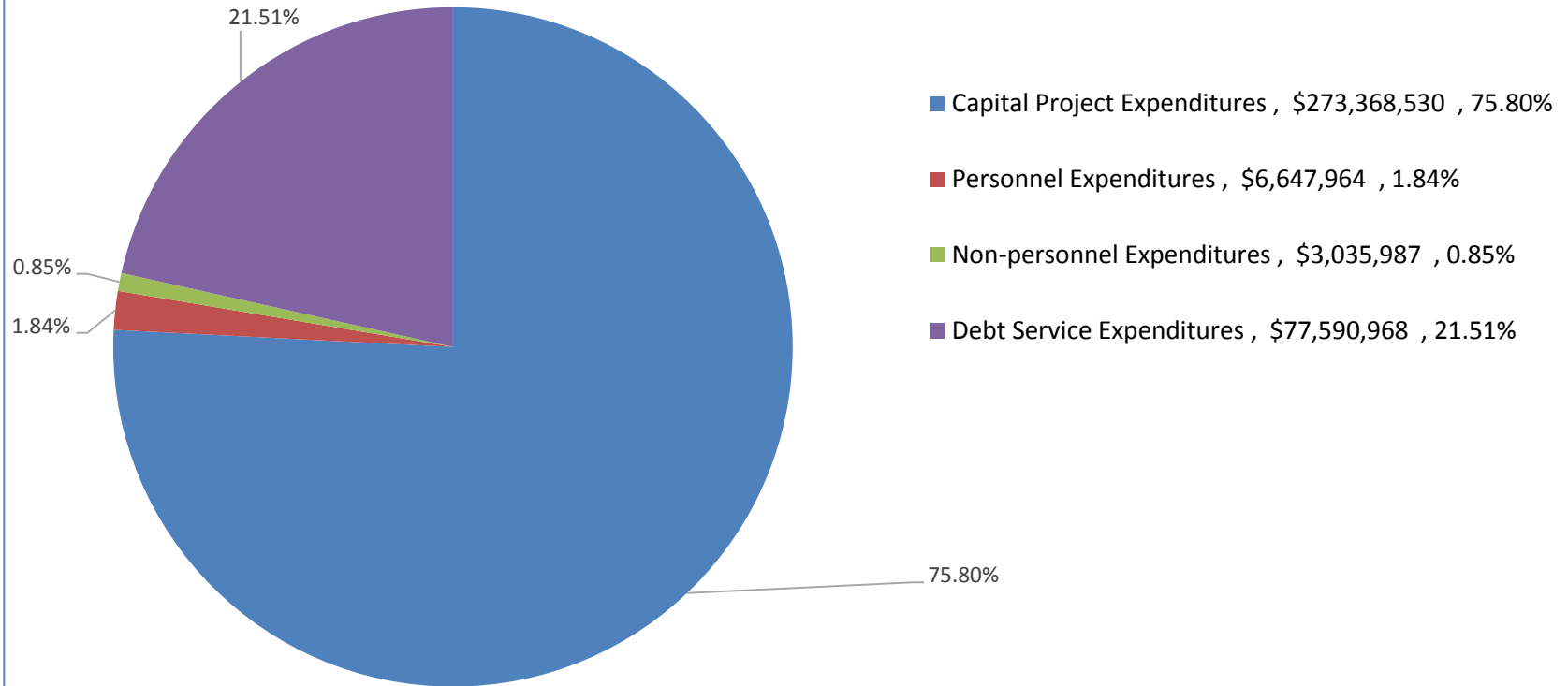
## Sales Tax Revenues Actual and Projected



# FY 2017/18 Budget – Expenditures



## Preliminary FY 2017/18 Budget Total Expenditures \$360,643,449



# SFCTA Bond Transaction Overview (Estimated)



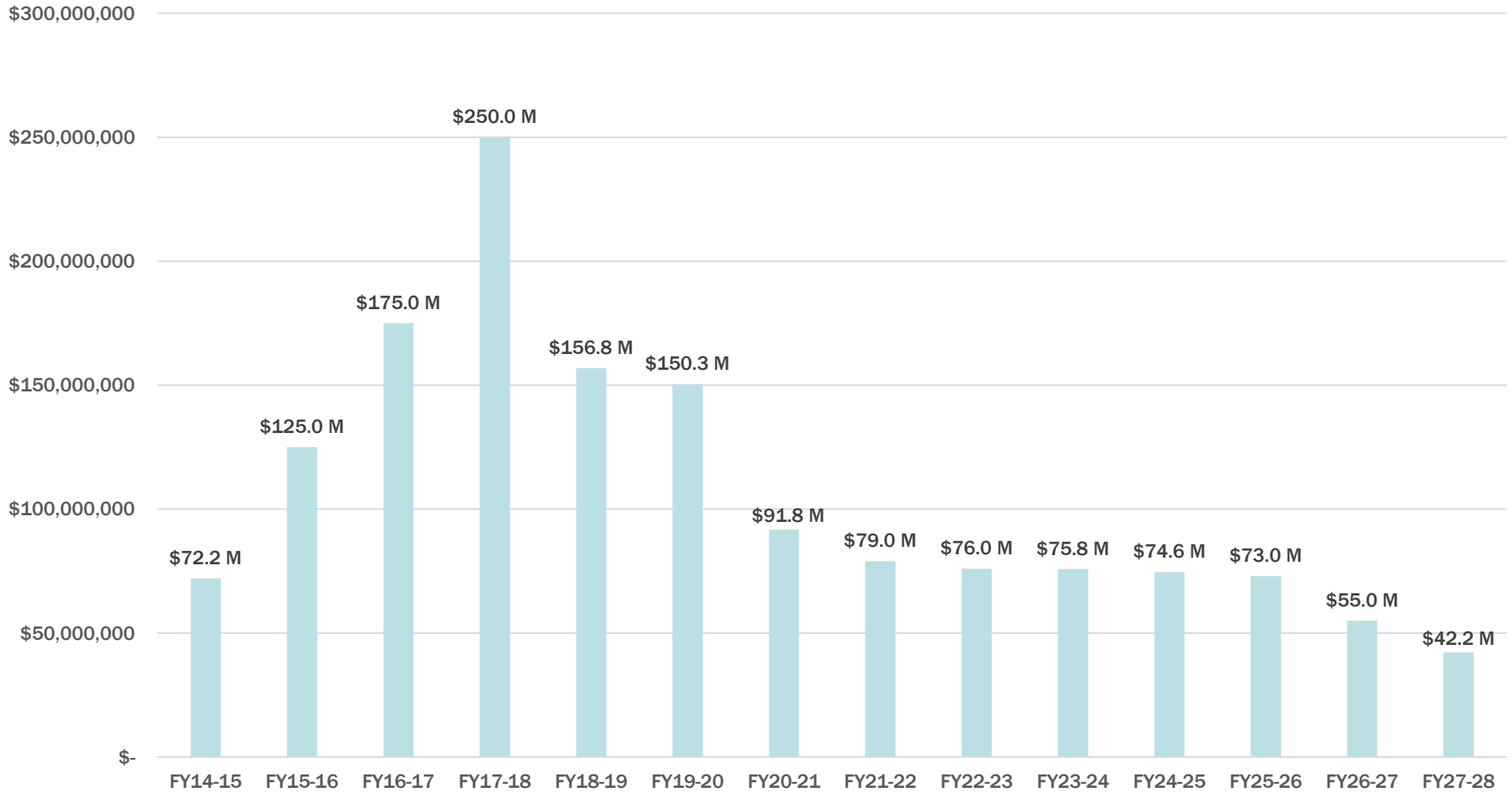
## Summary of Key Details

|   |   |
|---|---|
| <b>Anticipated Size of the Bond</b>   | <b>Amount not to exceed \$300 million</b>   |
| <b>Structure of Bonds</b>   | <b>17-year fixed rate sales tax revenue bond (Final payment in FY33/34, last year of Prop K Expenditure Plan)</b> |
| <b>Bond Repayment</b>   | <b>Repaid from half-cent Transportation Sales Tax Revenue</b>   |
| <b>How much debt does the SFCTA have before issuance of long term debt?</b> | <b>As of April 10, 2017, \$140 million of outstanding revolver loan from State Street Bank</b>                    |
| <b>What will the impact of bonds be on SFCTA credit ratings?</b>            | <b>No negative impact– current ratings: Fitch (AA+), S&amp;P (AA) and Moody’s (Aa1)</b>                           |
| <b>Anticipated Board of Commissioners Approval</b>                          | <b>June 2017 Board Meetings</b>   |
| <b>Anticipated Bond Closing Date</b>  | <b>October 2017</b>   |

# What is driving the need to issue debt? Prop K Cash Needs Are Peaking



## Prop K Capital Reimbursements





# What is driving the need to issue debt?

## Prop K Major Cash Flow Drivers

### Anticipated Maximum Prop K Reimbursement (in millions)

| Project                          | FY 16/17      | FY 17/18 - 19/20 |
|----------------------------------|---------------|------------------|
| Motor Coach Procurement          | \$ 73.4       | \$38.3           |
| Radio Replacement                | \$ 5.1        | \$49.9           |
| Central Control & Communications | \$ 5.5        | \$ 6.8           |
| Trolley Coach Procurement        | \$ 8.5        | \$ 39.6          |
| Light Rail Vehicle Procurement   | \$ 3.1        | \$ 2.3           |
| <b>Total: \$232.5</b>            | <b>\$95.6</b> | <b>\$136.9</b>   |

- \$108 million – sales tax revenues projected for FY 16/17
- FY 17/18 – 19/20 corresponds to 3 year expenditure period for tax exempt bond
- Revised 5/18/2017

# FY 2017/18 Budget – Work Program Agency-Wide Goals



- ▶ Advance Key Work Program Activities
- ▶ Provide Board Support
- ▶ Promote Customer Service and Efficiency
- ▶ Work Collaboratively with Partner Agencies
- ▶ Promote Inclusive Public Engagement
- ▶ Provide Regional and State Leadership
- ▶ Facilitate Agency and Staff Development
- ▶ Improve Internal and External Communications





# FY 2017/18 Budget – Work Program Plan



- ▶ **Freeway Corridor Management Study (FCMS) (\$560,223)**
- ▶ **San Francisco Transportation Plan (SFTP) Update (\$553,787)**
- ▶ **Modeling/Travel Forecasting and Analysis (\$330,000)**
- ▶ **Geary Corridor Bus Rapid Transit (BRT) Environmental/design support (\$250,000)**
- ▶ **Vision Zero Ramps Study (\$174,342)**
- ▶ **Late Night Transportation Study Phase II (\$100,000)**
- ▶ **Emerging Mobility Services and Technology (\$93,496)**
- ▶ **Neighborhood Transportation Improvement Program (\$75,000)**



# FY 2017/18 Budget – Work Program Fund



## ▶ Fund Programming and Allocations

- ▶ Prop K Strategic Plan Model Update
- ▶ Prop K Customer Service and Efficiency Improvements
- ▶ Prop AA Strategic Plan Implementation
- ▶ One Bay Area Grant (OBAG) Cycle 2
- ▶ Lifeline and Community Based Transportation Plans (CBTPs)
- ▶ Federal-Aid Streamlining, Sponsor Support



## ▶ Capital Financing Program Management

- ▶ New Revenue Advocacy (Regional Measure 3, Task Force 2045)
- ▶ Funding and Financing Strategy (including SB 1)
- ▶ Legislative Advocacy

# FY 2017/18 Budget – Work Program Deliver



## ▶ TA - Lead Construction / Project Development

- ▶ I-80/Yerba Buena Island West Bound On-Off Ramps Project and Bridge Structures (\$15,590,779)
- ▶ Quint-Jerrold Connector Road (\$41,547)

## ▶ TA – Project Delivery Support

- ▶ Transbay Transit Center/Caltrain Downtown Extension (\$313,513)
- ▶ Caltrain Early Investment Program and California High-Speed Rail Program (\$116,623)
- ▶ Central Subway (\$115,747)
- ▶ Van Ness Avenue BRT (\$47,513)
- ▶ Vision Zero (\$28,600)
- ▶ Engineering Support



# FY 2017/18 Budget – Work Program Transparency & Accountability



- ▶ Budget, Reports, Financial Statements and Audits
- ▶ Accounting and Grants Management
- ▶ Debt Management and Oversight
- ▶ Information Technology and Systems Integration
- ▶ Contract Support
  
- ▶ Disadvantaged Business Enterprise and Local Business Enterprise
- ▶ Communications and Community Relations
- ▶ Office Management and Administrative Support



# FY 2017/18 Budget – Next Steps



- ▶ **May 23** – present preliminary budget to the Board
- ▶ **May 24** - present the final proposed budget to CAC
- ▶ **June 13** – public hearing on final proposed budget at Board
- ▶ **June 27** – Board approval of the final proposed budget

Thank You



SAN FRANCISCO COUNTY TRANSPORTATION AUTHORITY