

Fiscal Year 2021 Budget Development Update

Finance, Budget and Audit Committee
February 19, 2020

Budget Process & Schedule Timeline

Month Topic

January **FY21 Budget Development Process**

- Budget Process and Schedule
- Sales Tax Forecast, Resources Assumption
- Cost Inflation Estimate
- Stakeholder Outreach Plan



February **Budget Development Process and Schedule New Infrastructure Planning & Construction**

- New Transit System: Rail, Rapid Transit
- Highway
- Regional Rail

❖ *Operations will independently provide Bus and Rail Revenue Service Hours (RSH) in the Operations, Safety, and Customer Experience Committee*

March **Transit Operations and Metro State of Good Repair (SGR)**

- Metro Transit – Operations & Maintenance Expense
- Metro Transit – State of Good Repair

April **Regional Subsidy & Other Operating Programs**

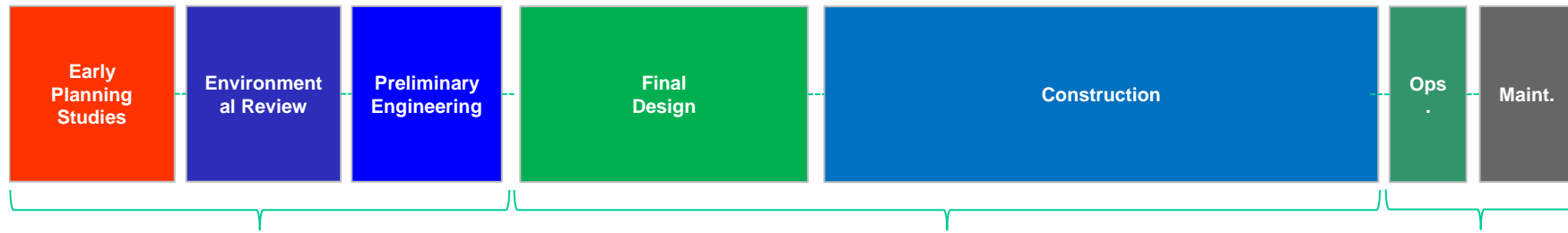
- Subsidy to Regional Partners
- Other Agency-wide Programs

May **FY21 Budget Adoption (Planned)**

- Consolidated Agency-wide Expenses and FTEs Budget Proposal
- Public Hearing on May 20, 2020
- Summary of Public Comment and Stakeholder Review
- Final Board Adoption on May 28, 2020

Transportation Infrastructure Developments: Transit Expansion

Life of a Project



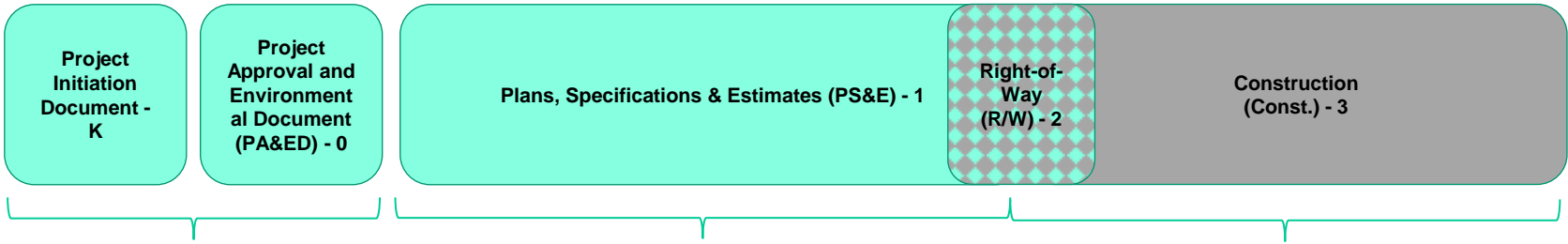
Transit Expansion - Planning (\$ in millions)	FY21 Preliminary
4 Pillar Projects	
1 West Santa Ana Branch Transit Expansion	\$ 47.8
2 Sepulveda Transit Corridor	19.9
3 Eastside Light Rail Transit Extension Phase 2	15.0
4 Green Line Extension to Redondo Beach South Bay	13.4
4 Pillar Projects Subtotal	\$ 96.2
5 Eastside Light Rail Access	\$ 17.8
6 Red Line / Orange Line Bus Rapid Transit Connector	16.4
7 Vermont Transit Corridor	8.1
8 Crenshaw Northern Extension	7.7
9 North San Fernando Valley Bus Rapid Transit	2.4
Other Transit Planning Project Subtotal	\$ 52.5
Transit Planning Total	\$ 148.6

Transit Expansion - Construction (\$ in millions)	FY21 Preliminary
Measure R/M Transit Construction	
10 Westside Purple Line Extension	\$ 958.6
11 Regional Connector Light Rail Transit	208.2
12 Crenshaw/LAX Light Rail Transit	108.8
13 Gold Line Foothill Extension Phase 2	132.8
14 East San Fernando Valley Light Rail Transit	67.4
15 Airport Metro Connector	112.5
16 Expo Light Rail Transit Close Out	1.9
17 Metro Orange Line Improvements	32.5
18 Business Interruption Fund	8.0
Measure R/M Transit Construction Total	\$ 1,630.6

I-105 and I-405 Express Lane projects moved to Highway Program

Transportation Infrastructure Developments: Highway Program

Highway Capital



Highway Program (\$ in millions)	FY21 Preliminary
Planning Phase	
High Desert Corridor (environmental)	\$ 1.5
Interstate 105 Express Lanes*	4.4
Interstate 405 Sepulveda Express Lanes*	2.3
Interstate 5 Corridor Improvements (I-605 to I-710)	2.7
Interstate 5 / St. Route 14 Capacity Enhancement	5.4
Interstate 710 North Gap	15.2
Planning Phase Subtotal	\$ 31.6

* Express Lane projects included in Highway Program

Highway Program (\$ in millions)	FY21 Preliminary
Plans, Spec & Estimates	
Interstate 210 Barrier Replacement	\$ 14.8
State Route 138 Capacity Enhancements	19.5
SR-57/SR-60 Interchange Improvements	38.6
Plans, Spec & Estimates Subtotal	\$ 72.9

Highway Program (\$ in millions)	FY21 Preliminary
Construction	
I-5 Capacity Enhancement from I-605 to O.C.	\$ 18.3
I-5 Capacity Enhancement from SR-134 to SR-170	20.0
I-5 North Capacity Enhance SR-14 to Kern County	42.0
Construction Subtotal	\$ 80.2

Highway Program (\$ in millions)	FY21 Preliminary
Project Segments in Various Phases	
Alameda Corridor East Grade Separations Phase 2	\$ 72.1
Countywide Sound Wall Assess & Constructions	25.0
Highway Demand Based Prog. (HOV Ext. & Connect)	0.5
Highway Efficiency Program	1.8
Highway Operational Improvements	0.5
Highway Operational Improve in Las Virgenes/Malibu	9.2
Highway Operational Improve in Arroyo Verdugo	7.7
Interstate 605 Corridor "Hot Spot" Improvements	68.7
I-405 I-110 I-105 SR-91 Ramp & Interchange Improve	33.4
Interstate 710 South and/or Early Action Projects	12.8
Transportation System and Mobility Improvement	0.9
Various Phases Subtotal	\$ 232.4



Regional Rail

Regional Rail Program (\$ in millions)	FY20	FY21	Difference
	Adopted	Preliminary	
Metro Regional Rail			
Link US	\$ 26.0	\$ 30.0	\$ 4.0
Rosecrans / Marquardt Grade Separation	25.9	25.0	(0.9)
Brighton to Roxford Double Tracking	2.6	3.5	0.9
Doran Street Grade Separation	3.4	3.0	(0.4)
Lone Hill to CP White	0.7	2.5	1.8
Other Regional Rail Projects	8.1	3.9	(4.2)
Metro Regional Rail Total	\$ 66.8	\$ 67.9	\$ 1.1
Metrolink			
Metrolink Operating	\$ 81.2	\$ 85.5	\$ 4.3
Metrolink Capital & State of Good Repair	30.1	30.0	(0.1)
Metrolink Total	\$ 111.3	\$ 115.5	\$ 4.2
Regional Rail Program Grand Total	\$ 178.1	\$ 183.4	\$ 5.3

- Metro responsible for overseeing the planning, programming and implementing commuter rail projects in L.A. County
- Preliminary FY21 budget for Metro-managed projects at \$68 million
- Preliminary subsidy to Metrolink at \$116 million, includes:
 - San Bernardino's 25% fare discount program
 - Enhanced fare enforcement and security on Antelope Valley Line
 - Train service to select events such as Ram/USC games, annual Women's March, etc

FY21 Budget – Community Outreach

Take Ones/Bus & Rail Cards

February - May

Stakeholder/Public Meetings

- Internal Stakeholders
BOS, LTSS, Streets & Freeways, TAC, CAC
- Service Councils
San Gabriel Valley
San Fernando Valley
Gateway Cities
South Bay
West Side/Central
- Public Hearing
- Other meetings as requested

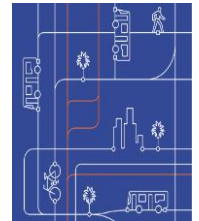
April - May

Telephone Town Hall



- Greater Public Participation

- Partnering with NextGen



- Learn about the FY21 Budget

April 1st

FY21 Budget – Outreach Schedule

Type	Description	Dates
Board Updates	Monthly Board Reports will provide status of budget outreach process and activities	Finance, Budget & Audit Committee Feb/Mar/Apr/May
Board Staff Briefings	Meeting will be held on specific budget topics with all departments	Focused Briefings Feb/Mar/Apr/May
Stakeholder Meetings	Technical Advisory Committee (TAC) Citizens Advisory Council (CAC) Bus Operator Subcommittee (BOS) Local Transit Systems Subcommittee (LTSS) Streets & Freeways Committee	Apr 1 Apr 3 Apr 7 Apr 16 Apr 16
Public	Service Council Meetings - Los Angeles County Telephone Town Hall Meeting Blog posts on theSource Metro TakeOnes Car Cards - Bus & Rail Public Hearing On-Line Feedback Budget Video Email for public to provide comments Website to provide the latest budget information	Apr 1 - Apr 13 Apr 1 Feb/Mar/Apr/May Feb/Mar/Apr/May Mar/Apr/May May 20 year-round year-round year-round year-round
Board and Deputy Briefings	Will be scheduled as requested with each of the Board offices	May as requested

Next Steps

- **Monthly Board Status Update until Targeted May Budget Adoption**
 - Itemized review of revenues and expenses
 - Detailed program/project listing and operation assumptions
 - Analysis of highlighted programs
 - Highlighting mitigation efforts to address upcoming challenges in order to balance the budget for FY21
- **Upcoming Outreach Events**
 - Stakeholder and Council Meetings starting April 1st
 - Telephone Town Hall: April 1st
- **Public hearing of the proposed budget will take place on May 20th**
- **Final Board adoption expected on May 28th**
 - Board adoption legally required before fiscal year start