



Lane Transit District



FISCAL YEAR 2021-2022 PROPOSED BUDGET

LANE TRANSIT DISTRICT EUGENE, OREGON



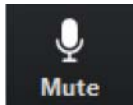


BEFORE WE GET STARTED...

- Request a break, if desired.
- If necessary, April 8, 5:30 p.m. – 7:30 p.m. is scheduled for continued discussions.

USING ZOOM

You can control Mute/Unmute in the far left-hand corner:



- This is Unmuted



- This is Muted

- Video on/off and raising/lowering of hands which can be done through Zoom or *9 if you are on a phone



- This is video On



- This is video Off



AGENDA



FY2022 BUDGET COMMITTEE PRESENTATION



PUBLIC
TESTIMONY



APPROVAL
OF MEETING
MINUTES



BUDGET
COMMITTEE
RESPONSIBILITY



BUDGET
PROCESS



POLICIES &
CONTRACTS



ECONOMIC
ENVIRONMENT



FY2022
PROPOSED
BUDGET



AMENDED
2021-2030 CIP



2021-2030
LRFP



APPENDIX
SLIDES



APPROVAL



PUBLIC TESTIMONY

- The purpose of this hearing is to allow public comment on the FY2022 Proposed Budget.
- Raise your Zoom hand or press *9 on your phone.
- Each speaker will have 3 minutes.



APPROVAL OF MEETING MINUTES

- Approval of the meeting minutes from the Budget Committee Meeting will be held on October 7, 2020.



BUDGET COMMITTEE RESPONSIBILITY

- **Follows** Oregon Local Budget Law process
- Reviews and **understands** the FY2022 Budget presented
- **Discusses and recommends revisions** to the budget if needed
- **Approves** the Budget and forward your recommendation to the BOD for adoption



Long-range financial plan (LRFP) projects LTD's resources and expenditures over a 10-year period. The resource projections in the LRFP determine the planned timing of projects in the CIP. Near-term, funded projects move into the annual budget.

LRFP
10 year scope
updated yearly

Community Investment Plan (CIP) defines the on-going projects that allow the delivery of an efficient, safe and sustainable ridership experience. This plan is updated annually.

Project Ideas

Resources



Strategy

CIP
10 year scope
updated yearly

Annual Budget

Annual Project Management Cycle

Tier One Project Deployment

Monitoring

Reporting

Evaluation

Strategic Business Plan (SBP) defines our strategic position. Project choices and progress are evaluated through the filter of the SBP. This plan is static over its lifetime. Once created, it serves as a strategy guide for 3-5 years.

SBP
Updated every
3-5 years



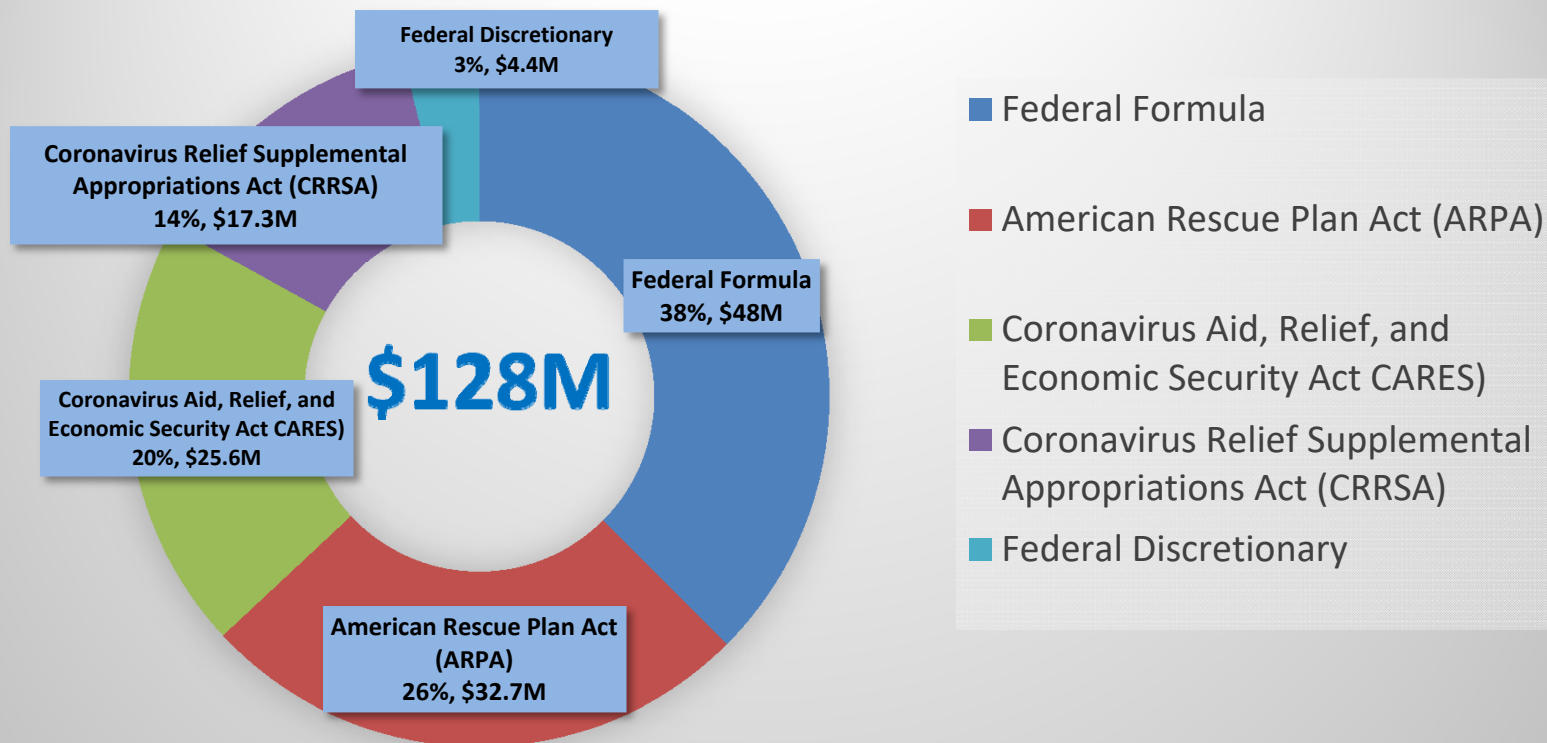
Federal Formula and COVID Relief near-term planning

CARES, CRRSA & ARPA are grant money available on a REIMBURSEMENT basis only

Dollars in Millions

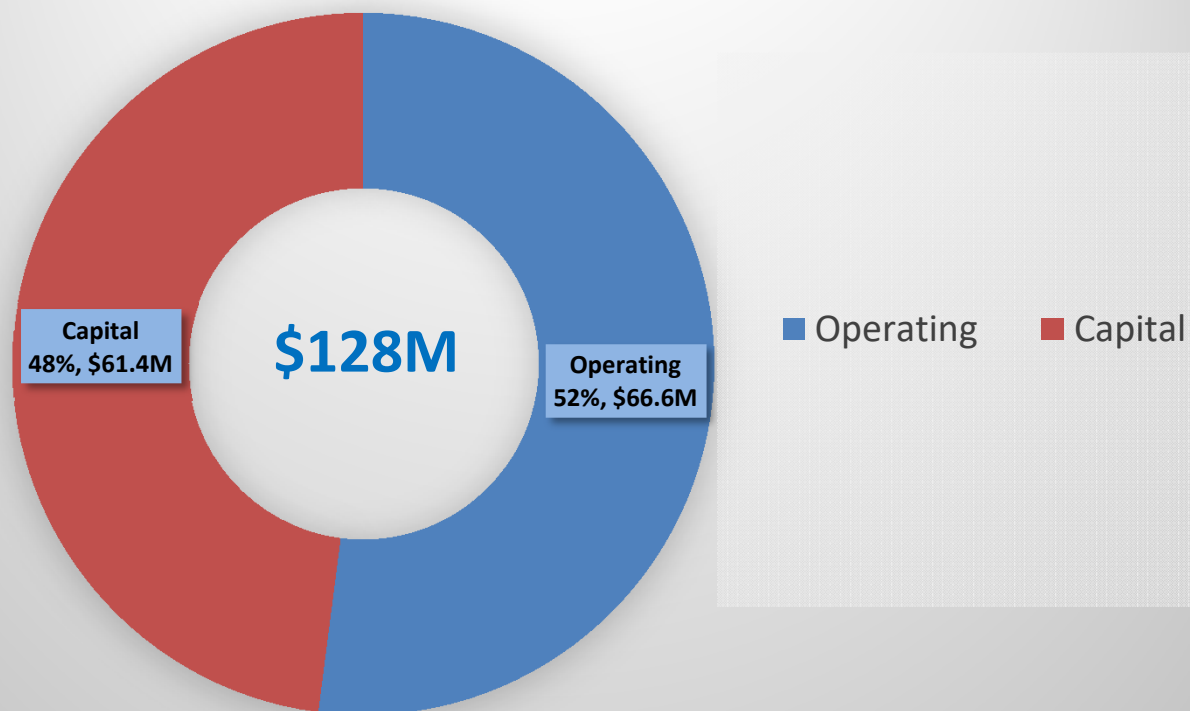
	Fiscal Year						
	2020	2021	2022	2023	2024	2025	6 Year total
Federal Funds available							
CARES (Capital or Operating, no expiration, no match)							25.6
CRRSA (Operating, no expiration, no match)							17.3
ARPA (Operating, expires September 30, 2024, and disbursed by September 30, 2029, no match)							32.7
Federal Low No Discretionary Grant (70% Federal/30% GF match)				4.4			4.4
Federal Formula Estimate (80% Federal/20% GF match)	8.0	8.0	8.0	8.0	8.0	8.0	48.0
Total Federal Funds available	8.0	8.0	8.0	12.4	8.0	8.0	128.0
Uses of Federal Funds							
CARES - operating	3.8	-	-	0.9	-	-	4.7
CARES - capital	-	-	-	4.9	15.0	1.0	20.9
Subtotal CARES Act uses	3.8	-	-	5.8	15.0	1.0	25.6
CRRSA - Revenue losses	-	6.8	2.9	-	-	-	9.7
CRRSA - Expenditure increases	-	-	-	7.6	-	-	7.6
Subtotal CRRSA Act uses	-	6.8	2.9	7.6	-	-	17.3
ARPA Expenditure increases	-	12.9	15.9	3.9	-	-	32.7
Federal Low No Discretionary Grant - Capital				4.4			4.4
Formula - preventative maintenance	4.2			3.3	2.2	2.2	11.9
Formula - capital	3.8	8.0	8.0	4.7	5.8	5.8	36.1
Subtotal Federal Formula uses	8.0	8.0	8.0	8.0	8.0	8.0	48.0
Total Uses of Federal Funds	11.8	27.7	26.8	29.7	23.0	9.0	128.0
Color of Money Changes - Strategic change to swap use CRRSA & ARPA (restricted for operating) for operating and general fund for capital							
Total Capital Projects	30.0	26.9	38.0	31.6	38.3	23.5	188.3
Federal Assistance for operating budgeted pre-ARPA	8.0	18.3	20.0	4.2	2.2	2.2	55.0
Federal Assistance for operating post-ARPA	8.0	19.7	18.8	15.7	2.2	2.2	66.6
Federal Assistance for Capital post ARPA	3.8	8.0	8.0	14.0	20.8	6.8	61.4
Total Uses of Federal Funds	11.8	27.7	26.8	29.7	23.0	9.0	128.0
General Fund transfer budgeted for capital Pre-ARPA	0	5.5	12.4	2.9	1.8	2.5	25.1
General Fund planned for capital Post-ARPA	8.0	19.7	18.8	15.7	2.2	2.2	66.6

Federal Formula and COVID Relief near-term (2020-2025) planning



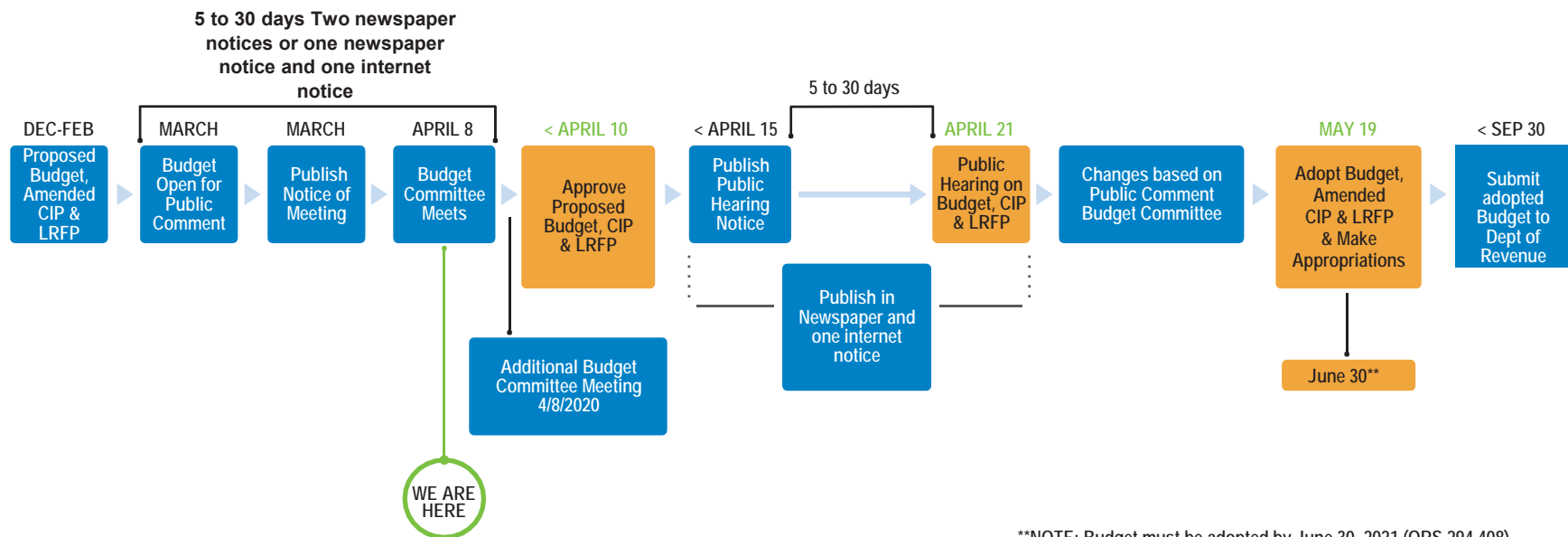


Federal Formula and COVID Relief near-term (2020-2025) uses





BUDGET PROCESS



**NOTE: Budget must be adopted by June 30, 2021 (ORS 294.408)



POLICIES & CONTRACTS: FUND BALANCE & PENSION PLAN

POLICIES:

- Fund Balance and Budgetary Reserve Policy
- Salaried Employees' retirement plan funding
- policy ATU Local 757 Pension Funding policy

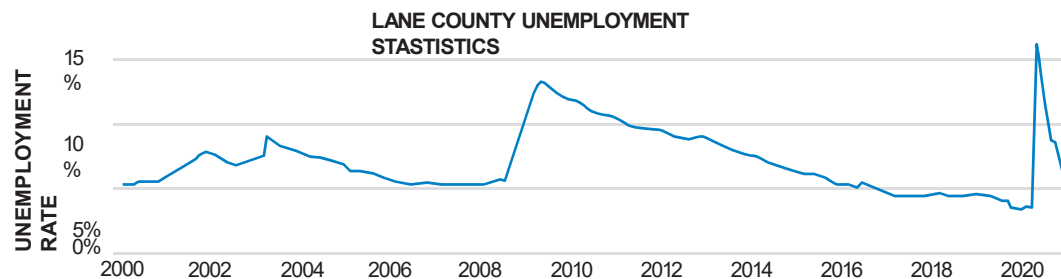
CONTRACTS:

- ATU local 757 Working and Wage Agreement



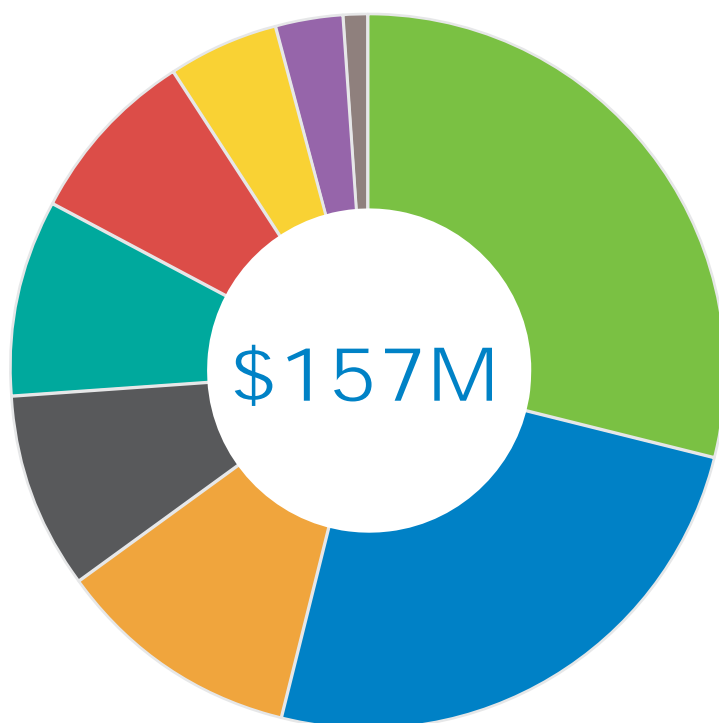
ECONOMIC ENVIRONMENT

- Pandemic-induced economic recession
 - Unemployment peak 16% (April 2020), 6.2% (Jan 2021)
 - Recovery dependent on 1) virus containment, 2) Return to pre-pandemic activities, 3) Federal Stimulus, 4) Success of Oregon 10-point economic recovery plan














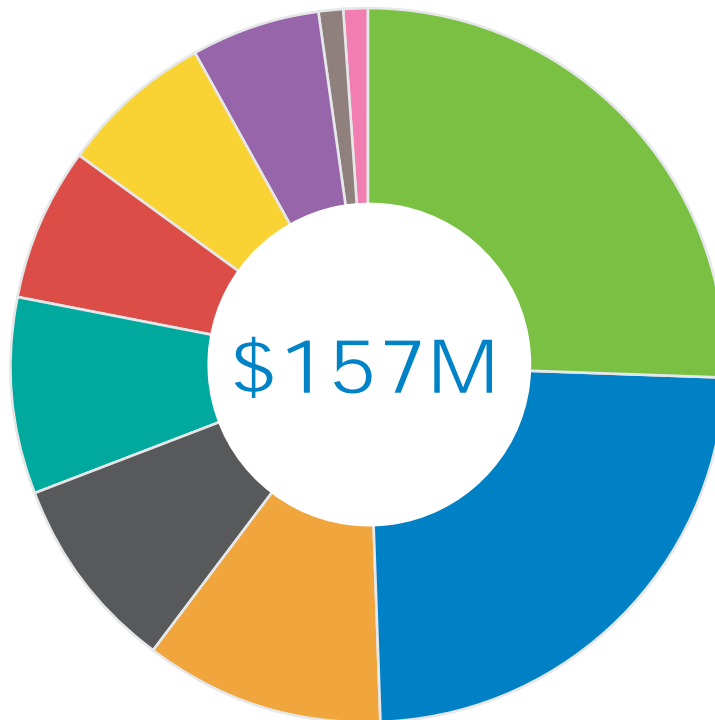
PROPOSED BUDGET



\$157,625,034

DISTRICT WIDE RESOURCES

29%		FEDERAL ASSISTANCE \$46,244,808
25%		PAYROLL TAXES \$40,094,800
11%		INTERFUND TRANSFERS \$16,775,071
9%		WC RESTRICTED FOR GRANT MATCHES \$13,998,403
9%		MEDICAID SERVICES \$14,517,020
8%		WC RESTRICTED FOR RESERVES PER POLICY \$11,982,561
5%		STATE ASSISTANCE \$8,021,779
3%		FARES & PASSES \$4,630,156
1%		OTHER \$1,360,436



\$157,625,034

DISTRICT WIDE REQUIREMENTS

26%	PERSONNEL SERVICES	\$40,425,776
24%	CAPITAL PROJECTS	\$37,245,418
11%	INTERFUND TRANSFERS	\$16,775,071
9%	MEDICAID SERVICES	\$14,917,220
9%	WC RESTRICTED FOR GRANT MATCHES	\$13,998,403
7%	SPECIALIZED SERVICES	\$11,714,631
7%	MATERIALS & SERVICES	\$11,119,024
6%	WC RESTRICTED FOR RESERVES PER POLICY	\$10,044,691
0%	POINT2POINT	\$708,509
0%	INSURANCE	\$676,291

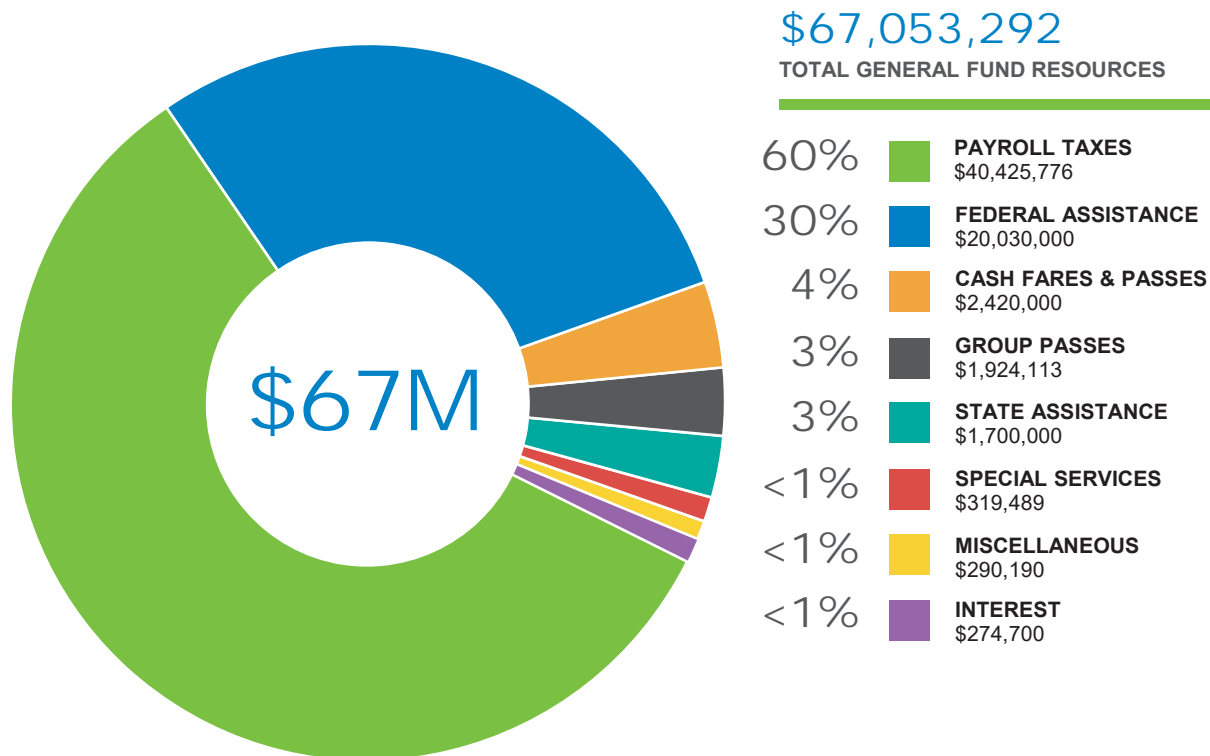


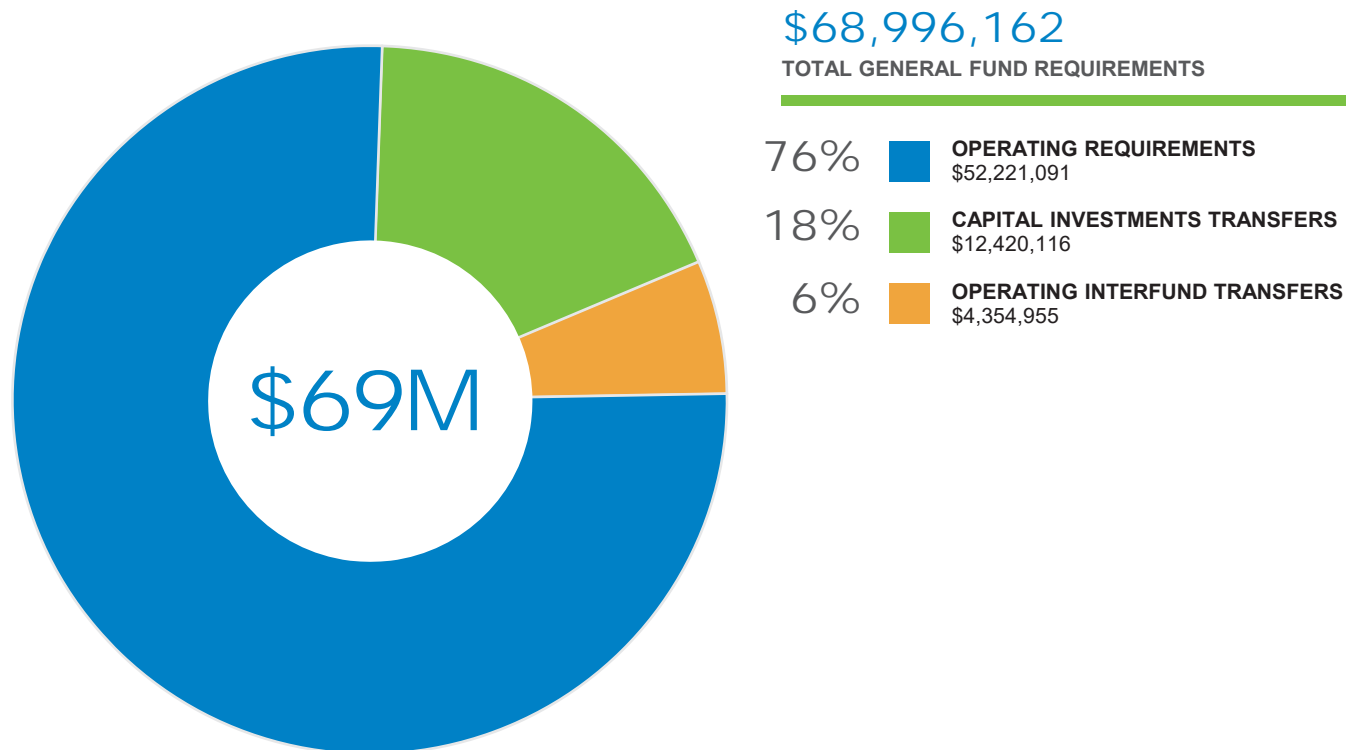
PROPOSED BUDGET: QUESTIONS

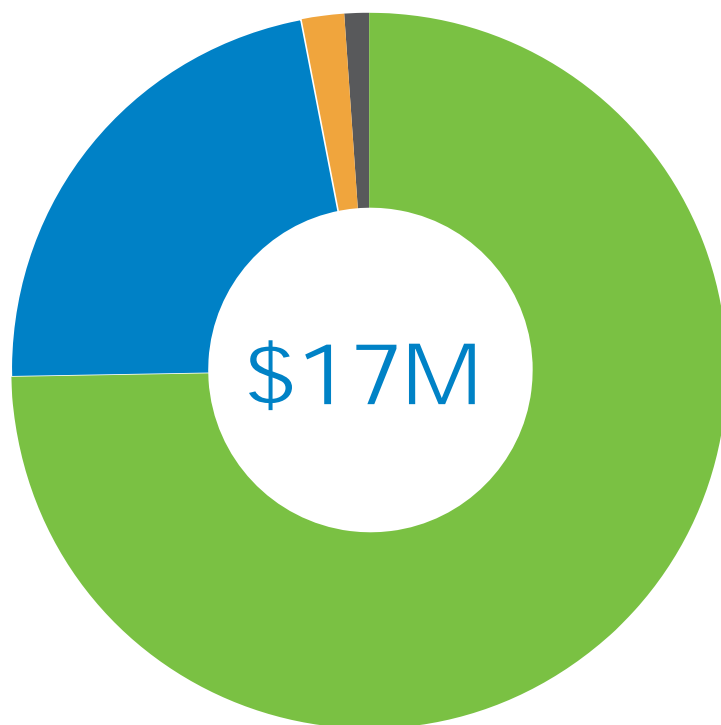


GENERAL FUND



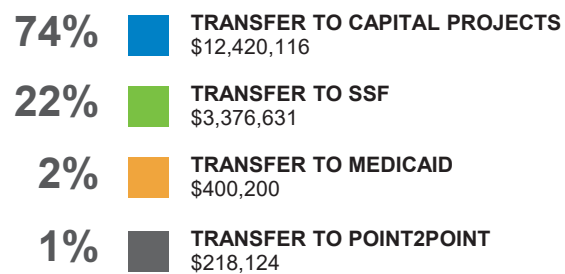


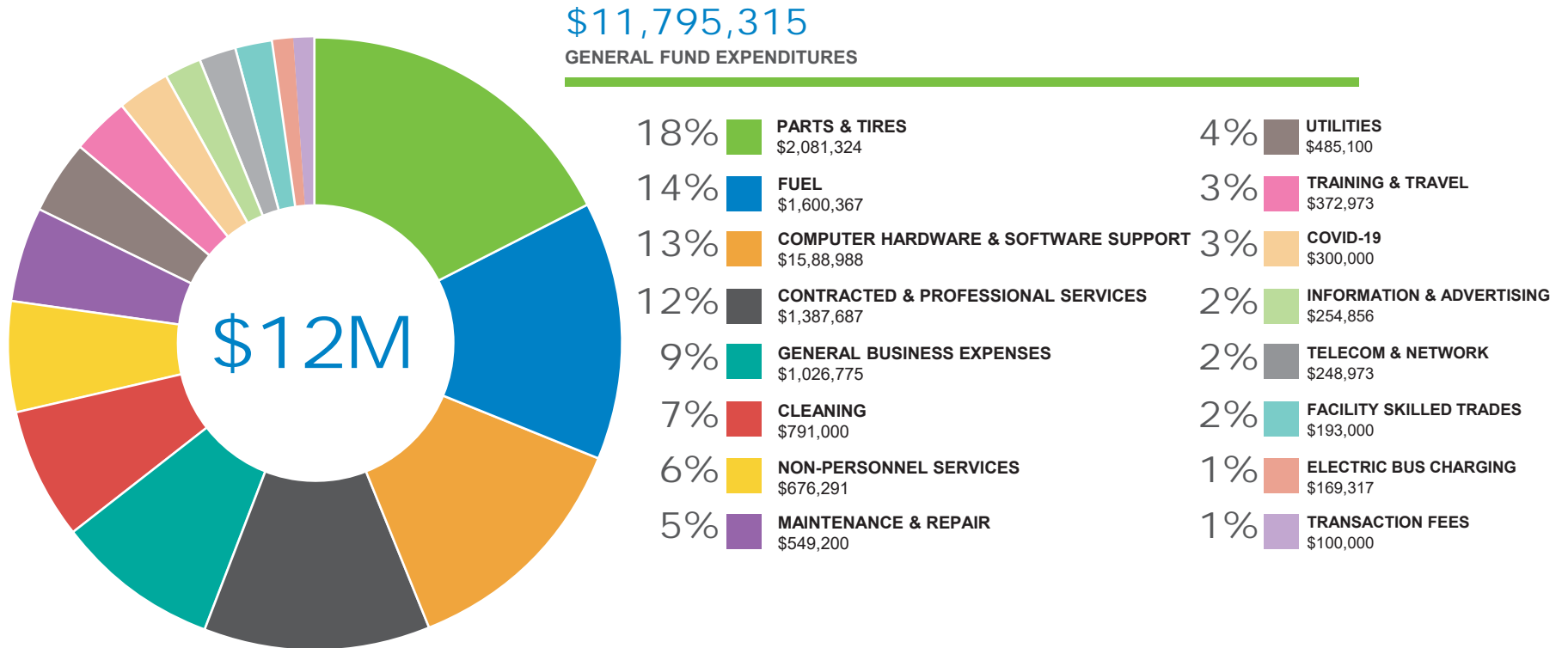


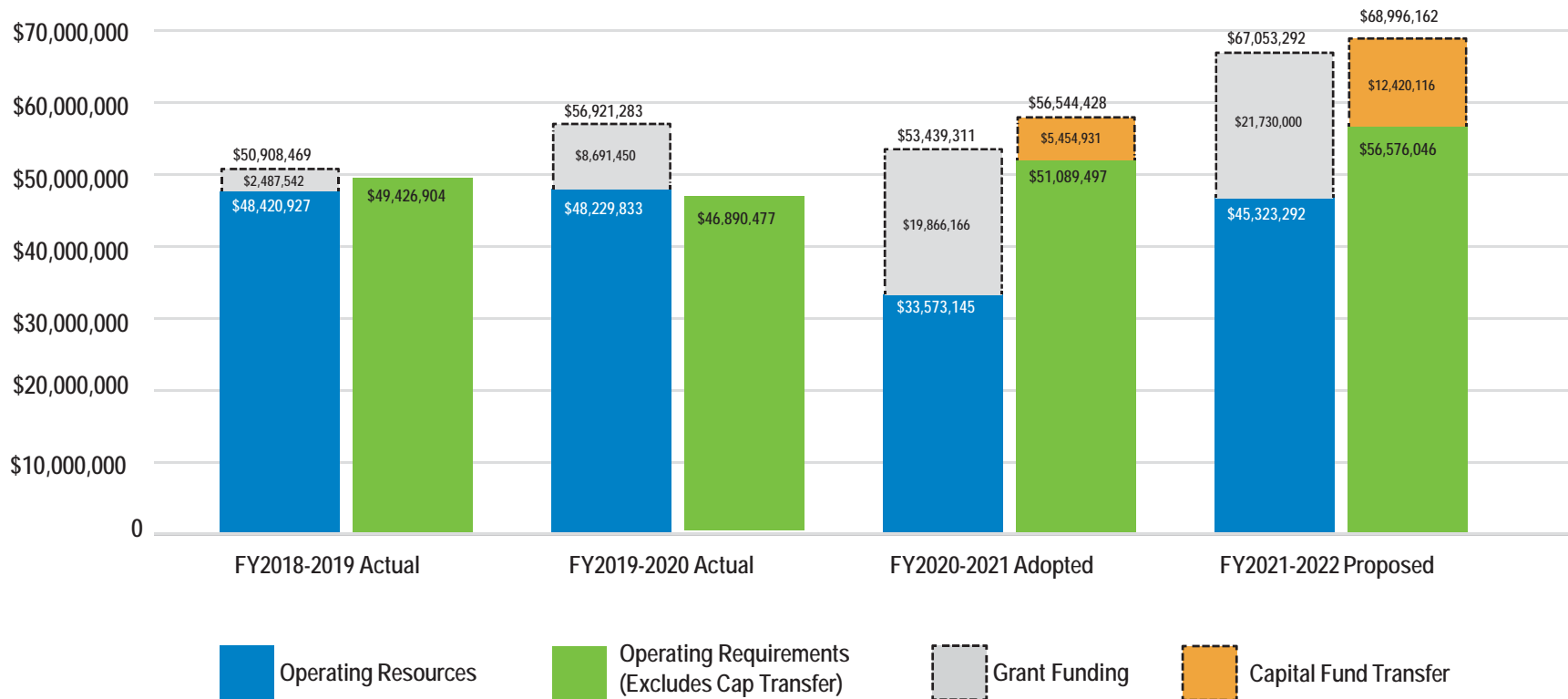


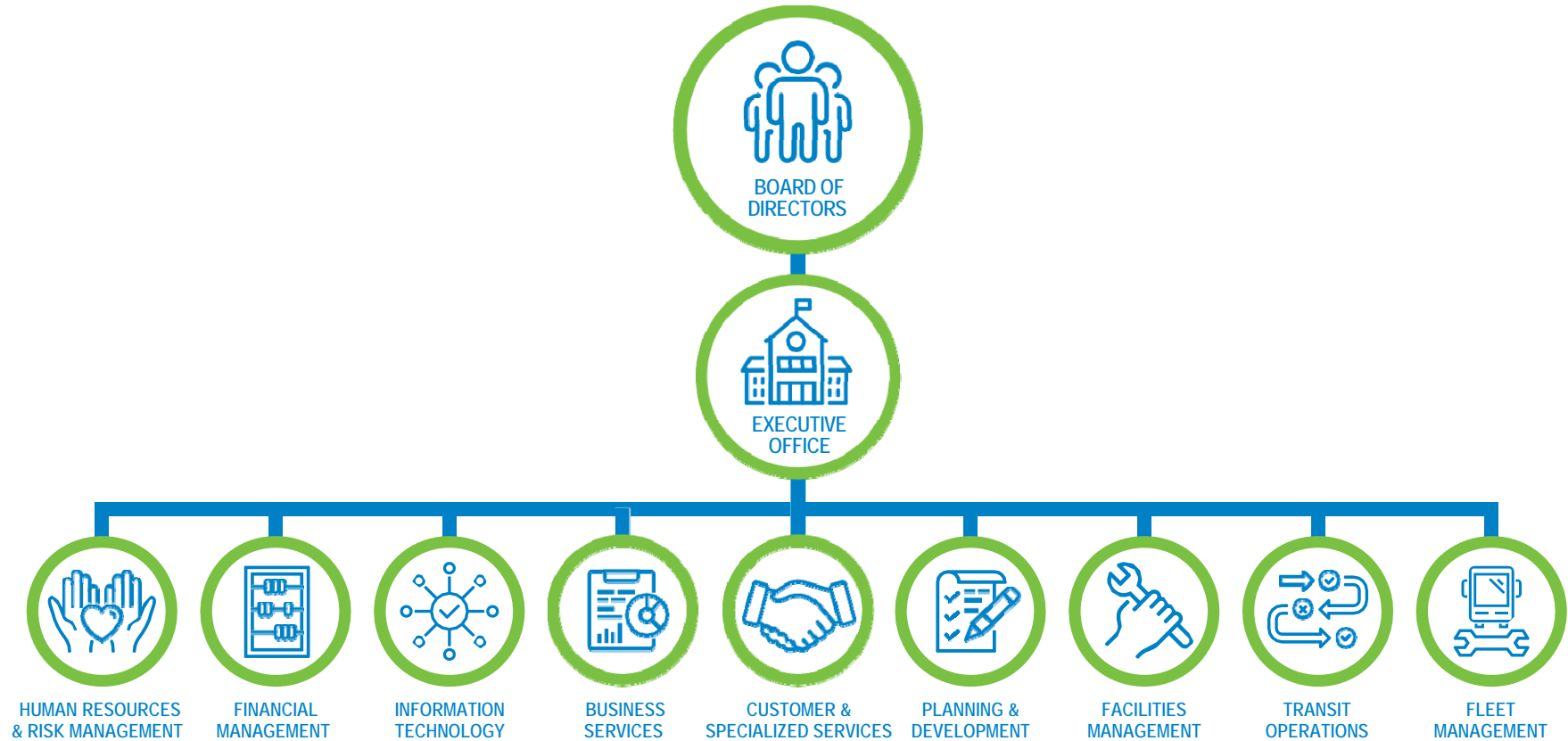
\$16,775,071

TOTAL GENERAL FUND TRANSFERS



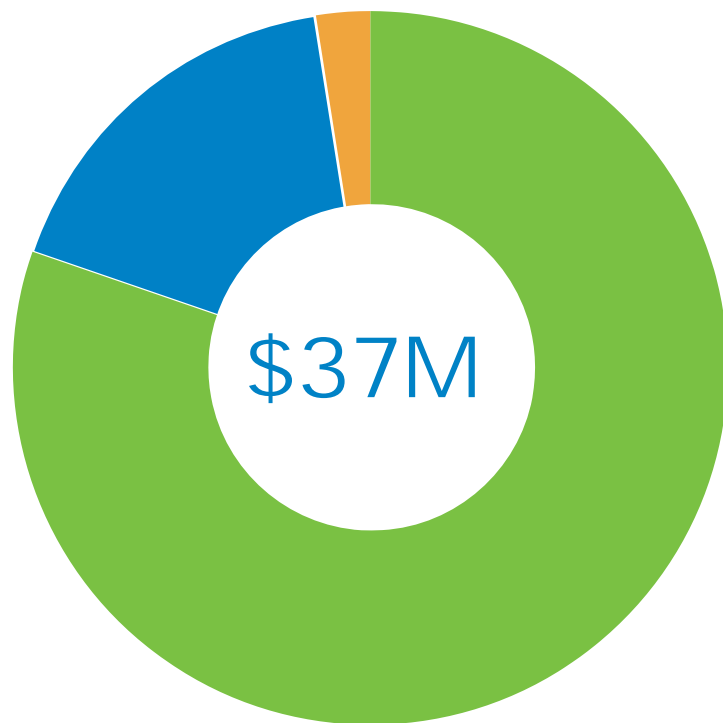












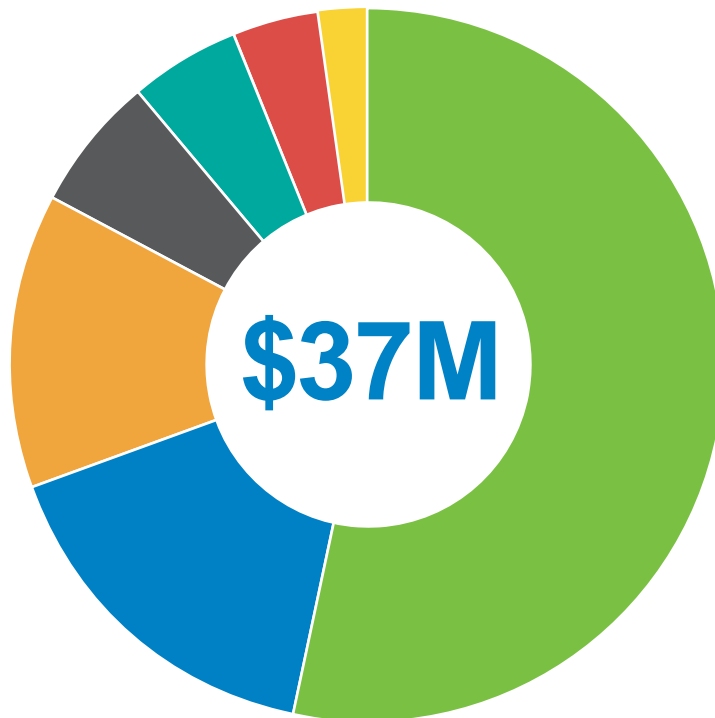
CAPITAL FUND



\$37,245,418








TOTAL CAPITAL PROJECTS FUND RESOURCES

59%		FEDERAL ASSISTANCE \$22,099,496
33%		TRANSFER FROM GENERAL FUND \$12,420,116
7%		STATE ASSISTANCE \$2,545,806
0%		LOCAL ASSISTANCE \$180,000



\$37,245,418

TOTAL CAPITAL PROJECTS FUND REQUIREMENTS

53%		FLEET - FIXED ROUTE REVENUE VEHICLES \$19,755,000
16%		TECHNOLOGY INFRASTRUCTURE & SYSTEMS \$6,093,400
13%		FTN - FRANKLIN BLVD TRANSFORMATION \$5,000,000
6%		FTN - OTHER \$2,298,717
5%		FLEET - OTHER \$1,910,000
4%		FACILITIES \$1,530,000
2%		SECURITY & OTHER \$658,301



CAPITAL FUND BUDGET HIGHLIGHTS

- \$6.2M in General Fund Transfer is for grant match.
- \$14M is reserved as match for projects continuing past FY2022.
- CIP Addition: Franklin Blvd Transformation
- COVID-related projects (1%)

STATE OF GOOD REPAIR (70%):

- \$19.8M Fixed-route vehicles
- \$2.8M technology & infrastructure upgrades
- \$1.5M paratransit replacement vehicles

IMPROVEMENT PROJECTS (29%):

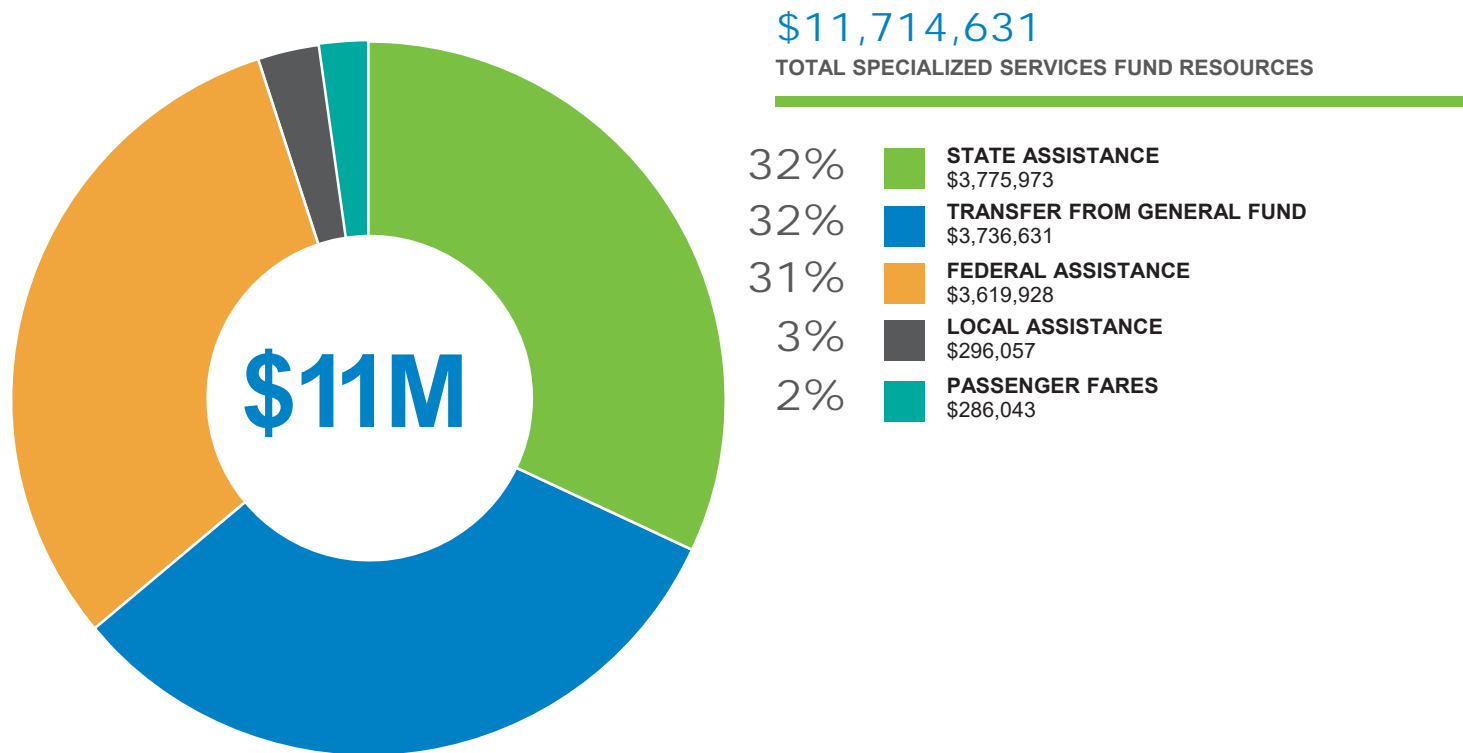
- \$5M Franklin Blvd transformation
- \$1.3M strategic planning studies
- \$1.2M system security improvements
- \$.7M Touchpass validators

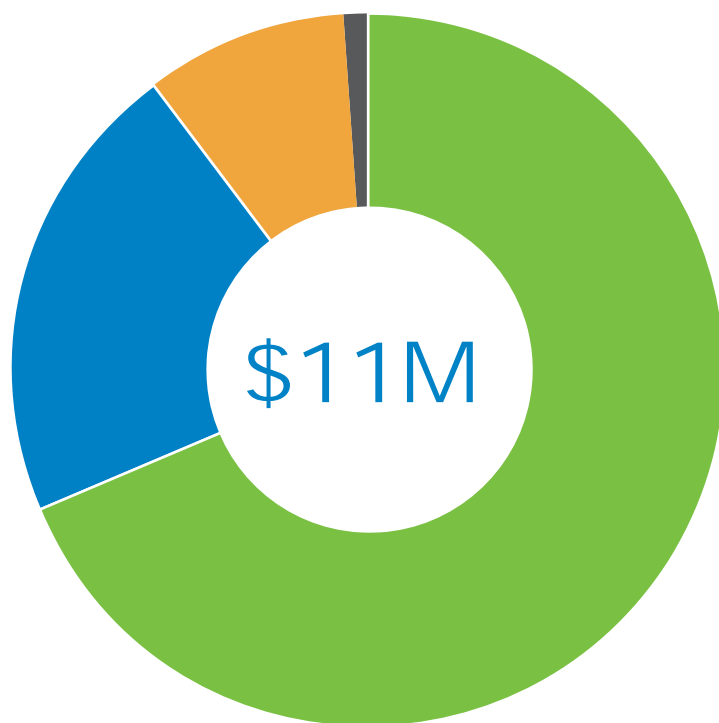


CAPITAL FUND: QUESTIONS







SPECIALIZED SERVICES FUND





\$11,714,631

TOTAL SPECIALIZED SERVICES FUND REQUIREMENTS

68%		EUGENE-SPRINGFIELD SERVICES \$7,974,366
21%		STATEWIDE TRANSPORTATION IMPROVEMENT \$2,509,593
9%		RURAL LANE COUNTY SERVICES \$1,082,767
1%		OTHER SERVICES \$147,906

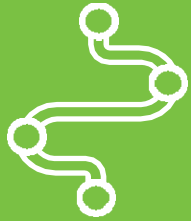


SPECIALIZED SERVICES FUND HIGHLIGHTS

- FY2022 Budget is up \$1.8M from FY2021 Budget.
- Programs paused during COVID-19 will resume.
- Increased ridership and increased eligible riders through Mentor Oregon or Full Access Brokerage.
- Rural, county, and other mobility services budget flat.
- COVID-19-paused STIF projects resume and new projects begin.

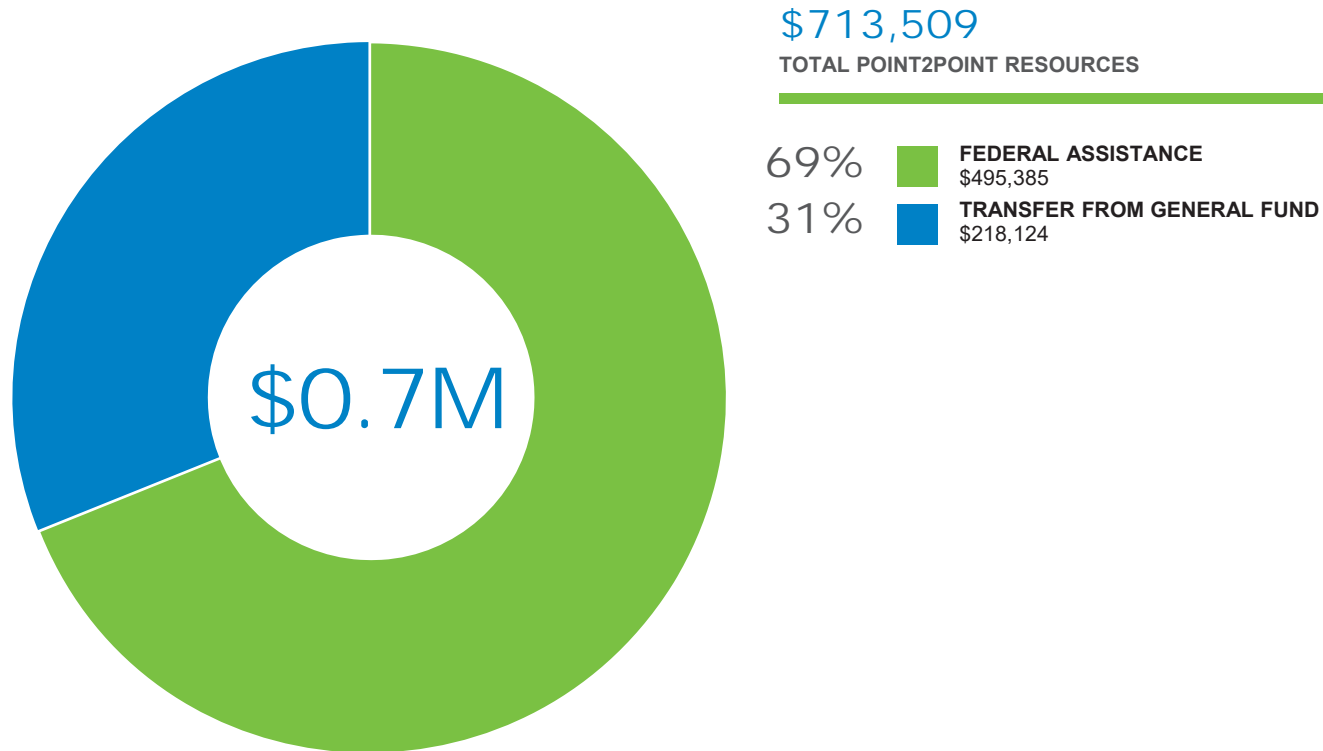


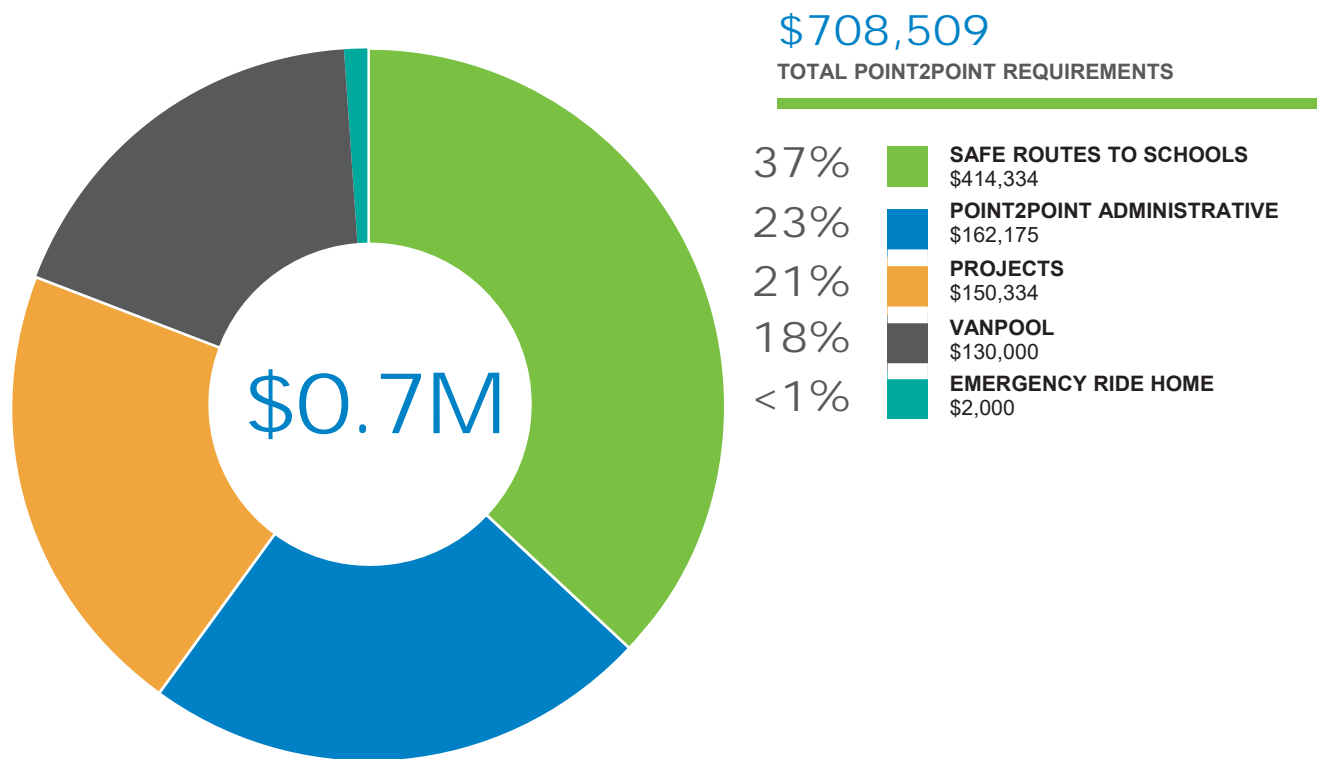
SPECIALIZED SERVICES FUND: QUESTIONS



POINT2POINT









POINT2POINT BUDGET HIGHLIGHTS

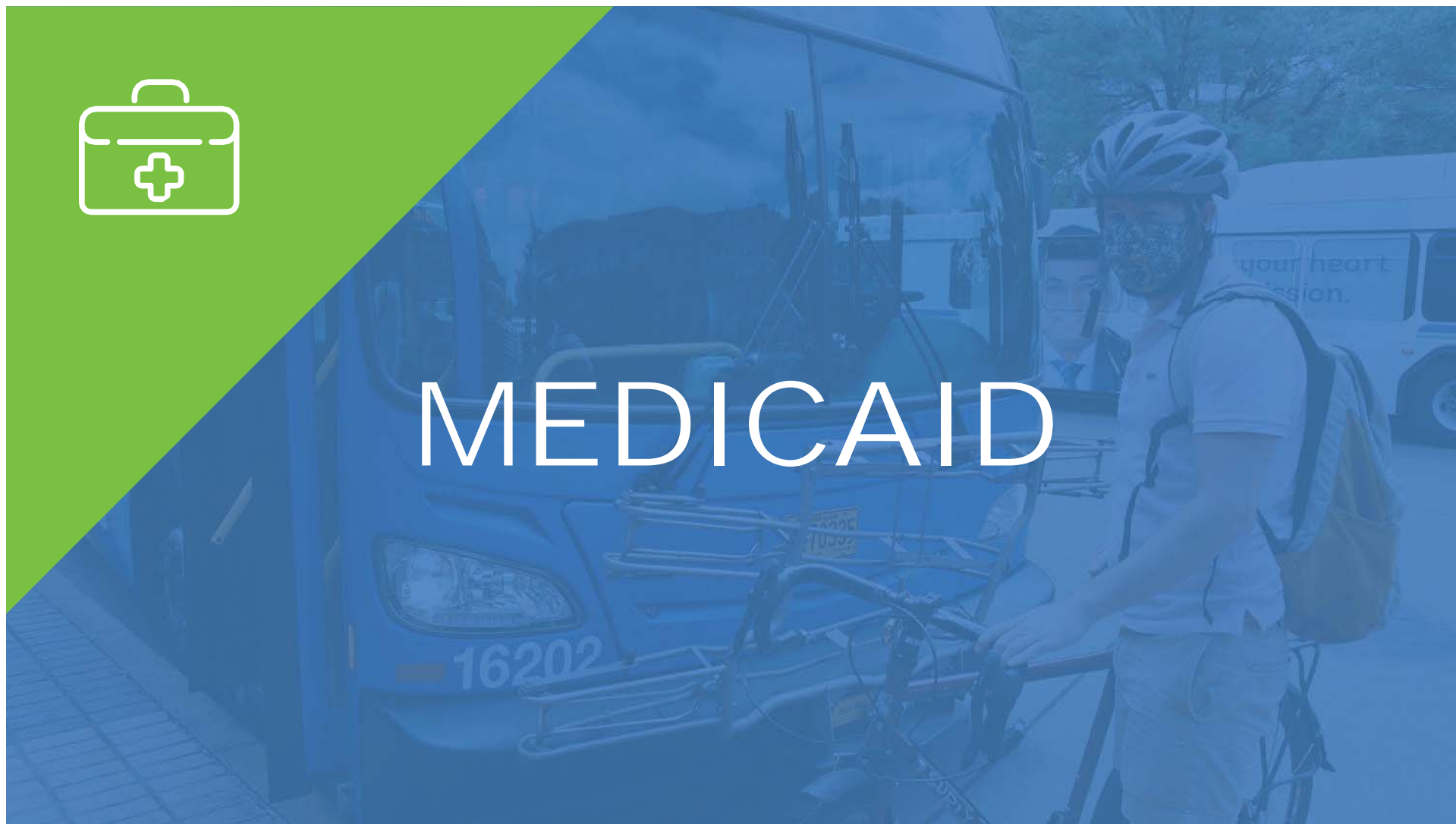
- Budget is down \$.5M from FY21 budget.
- Some P2p programs transitioned to other agencies.
- Some programs will not continue.

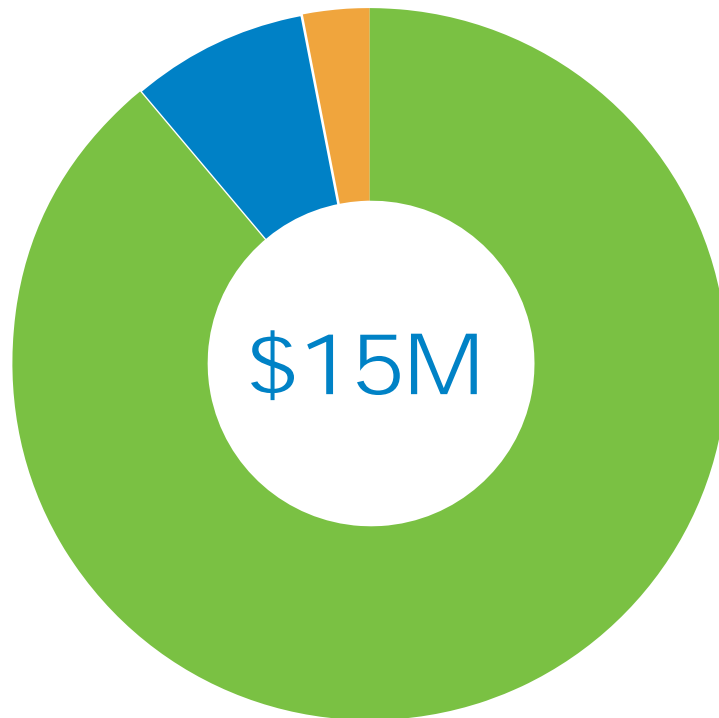


POINT2POINT FUND: QUESTIONS



MEDICAID

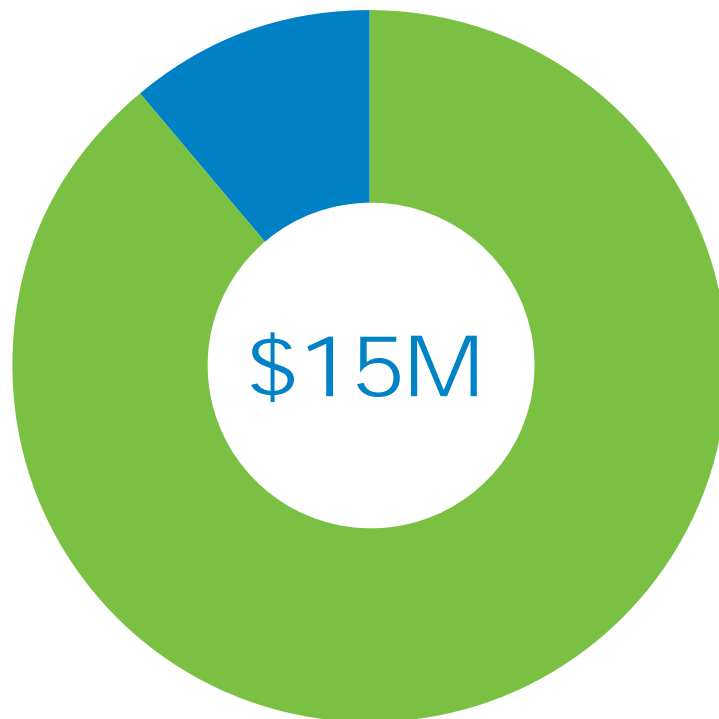




\$14,917,220

TOTAL MEDICAID RESOURCES

89%	<div></div> MEDICAID MEDICAL SERVICES
	\$13,267,295
8%	<div></div> MEDICAID WAVERED TRANSPORTATION
	\$1,249,725
3%	<div></div> TRANSFER FROM GENERAL FUND
	\$400,000



\$14,917,220

TOTAL MEDICAID REQUIREMENTS

89% ■ MEDICAID MEDICAL SERVICES
\$13,267,495

11% ■ MEDICAID NON-MEDICAL SERVICES
\$1,649,725



MEDICAID BUDGET HIGHLIGHTS

- Medicaid budget is up \$.4M from the FY2021 Budget.
- Increased costs for new state requirements
- COVID-19 increased cost per trip



MEDICAID: QUESTIONS



ALL FUNDS COMBINED & FY2022 PROPOSED BUDGET REQUEST



APPROPRIATIONS TABLE

	FY2020-21 Adopted Budget	FY2021-22 Proposed
GENERAL FUND - OPERATING	\$56,544,428	\$68,996,162
Transit Services	47,491,902	52,221,091
Operating Contingency	—	—
Operating Reserve - Not Appropriated	8,215,317	9,013,277
GENERAL FUND - NON-OPERATING	\$9,052,526	\$16,775,071
Transfer to Specialized Services Fund	2,942,083	3,736,631
Transfer to Medicaid Fund	397,133	400,200
Transfer to Point2point Fund	258,379	218,124
Transfer to Capital Projects Fund	5,454,931	12,420,116
SPECIALIZED SERVICES FUND	\$9,865,583	\$11,714,631
Transit Services	9,865,583	11,714,631
Operating Contingency	0	0
Operating Reserve - Not Appropriated	500,554	744,612
MEDICAID FUND	\$14,520,170	\$14,917,220
Transit Services	47,491,902	52,221,091
Operating Contingency	—	—
Operating Reserve - Not Appropriated	8,215,317	9,013,277

	FY2020-21 Adopted Budget	FY2021-22 Proposed
POINT 2 POINT FUND	\$1,209,819	\$708,509
Transit Services	1,209,819	708,509
Operating Contingency	0	0
Operating Reserve - Not Appropriated	33,629	39,892
CAPITAL PROJECTS FUND	\$30,005,575	\$37,245,418
Transit Investments	30,005,575	37,245,418
Reserve for Future Capital - Not Appropriated	10,827,898	13,998,403
TOTAL FY2021-22 PROPOSED APPROPRIATION	\$112,145,575	\$133,581,940
TOTAL FY2021-22 RESERVE - NOT APPROPRIATED	\$19,713,965	\$24,043,093
TOTAL FY2021-22 TOTAL	\$131,859,540	\$157,625,034
INCREASED APPROPRIATIONS FROM CURRENT YEAR BUDGET		19%



ALL FUNDS COMBINED & FY2022 PROPOSED BUDGET REQUEST: QUESTIONS



APPROVAL



AMENDED COMMUNITY INVESTMENT PLAN (CIP)



AMENDED CIP PROJECT ADDS:

State of Good Repair:

- Glenwood Petroleum Fuel System Improvements \$1,000,000
- Gateway Station Improvements \$500,000



AMENDED CIP PROJECT ADDS:

IMPROVEMENT

- Ridesource Facility Expansion
\$10,000,000
- Alternative Fuels Infrastructure
\$6,000,000
- Real Time Sign Hardware, Software,
Data Mgmt \$1,410,000
- Fare Collection integration \$75,000
- Franklin Blvd Transformation
\$5,000,000

IMPROVEMENT

- Facility & Station upgrades and infrastructure
improvements \$52,000,000



AMENDED CIP: QUESTIONS

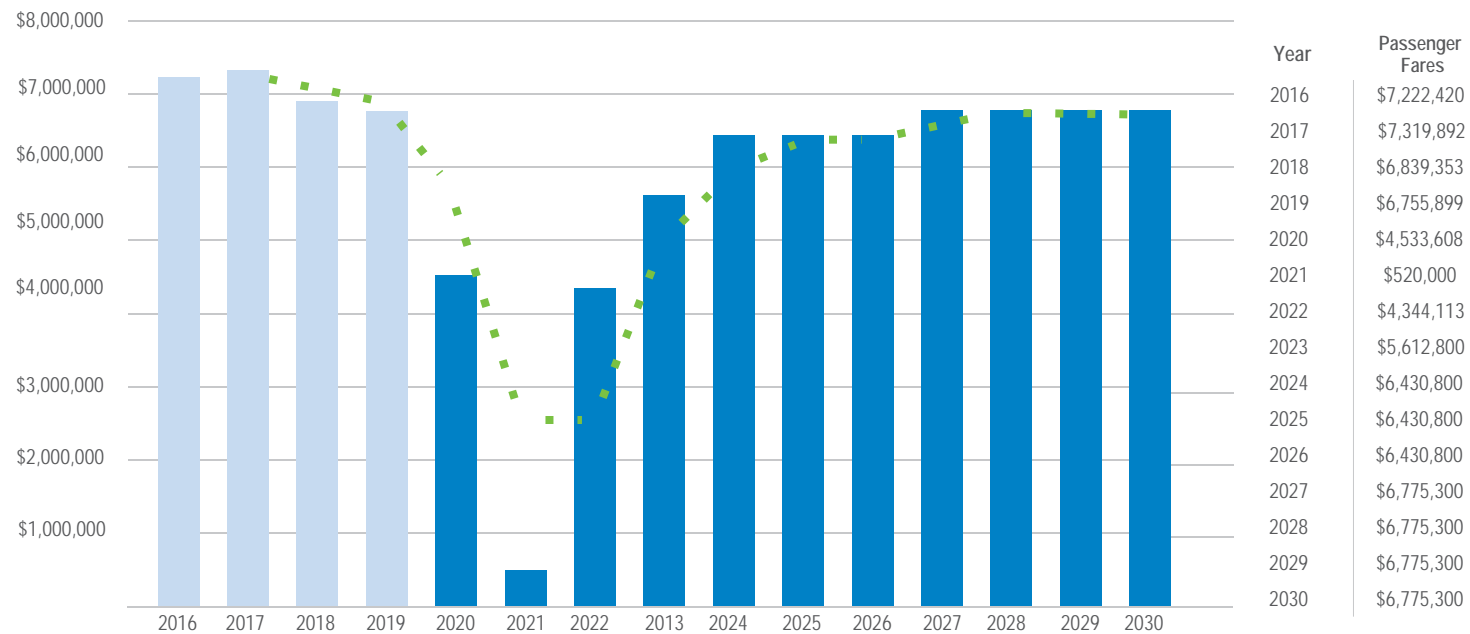


UPDATED LONG-RANGE FINANCIAL PLAN (LRFP)



BASELINE PROJECTIONS: REVENUES

PASSENGER FARES PROJECTED 2022-2030

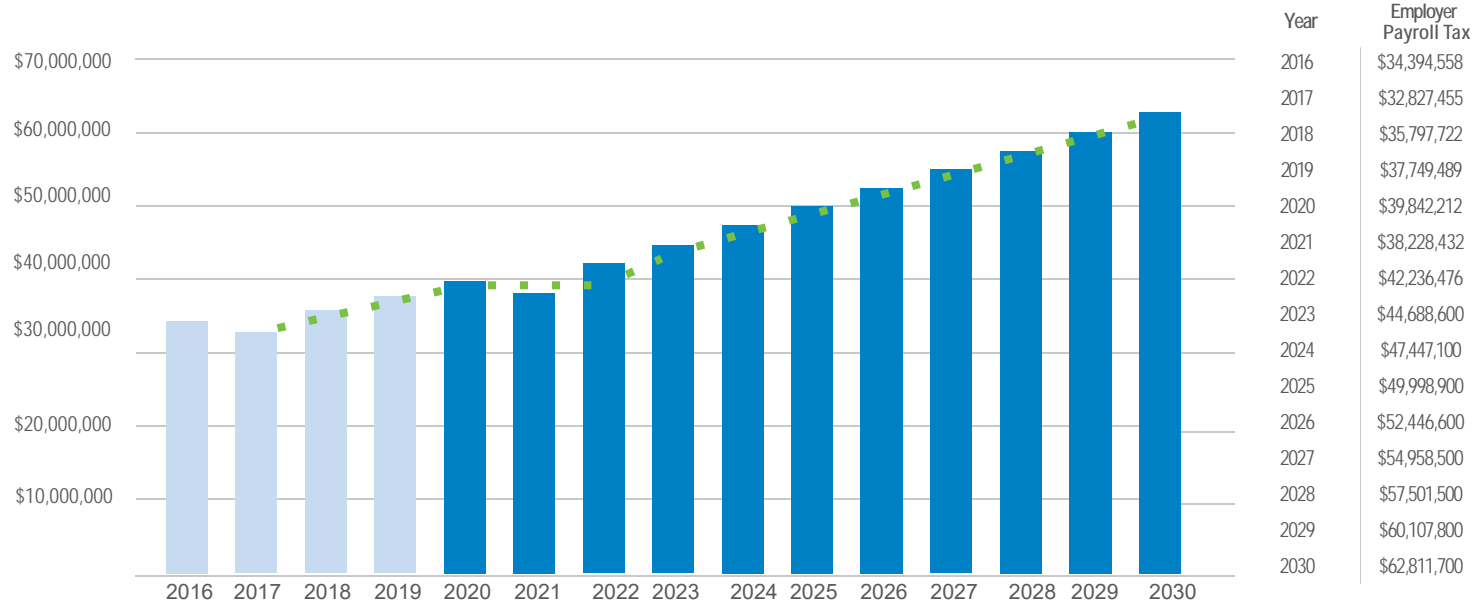


PROJECTED ANNUAL GROWTH 2023-2030: 6.14%



BASELINE PROJECTIONS: REVENUES

**EMPLOYER PAYROLL TAX, NET OF STATE ADMINISTRATIVE FEES
PROJECTED 2022-2030**

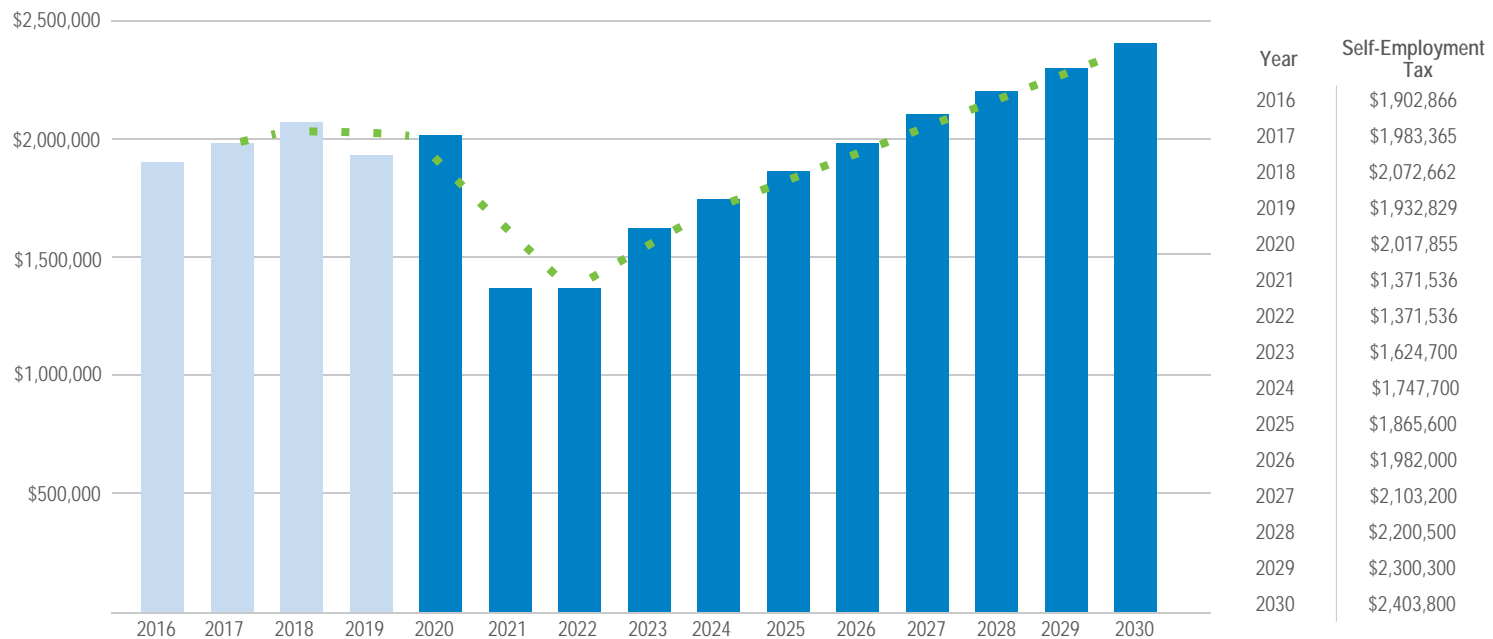


PROJECTED ANNUAL GROWTH 2023-2030: 4.71%



BASELINE PROJECTIONS: REVENUES

**SELF-EMPLOYMENT TAX, NET OF STATE ADMINISTRATIVE FEES
PROJECTED 2022-2030**

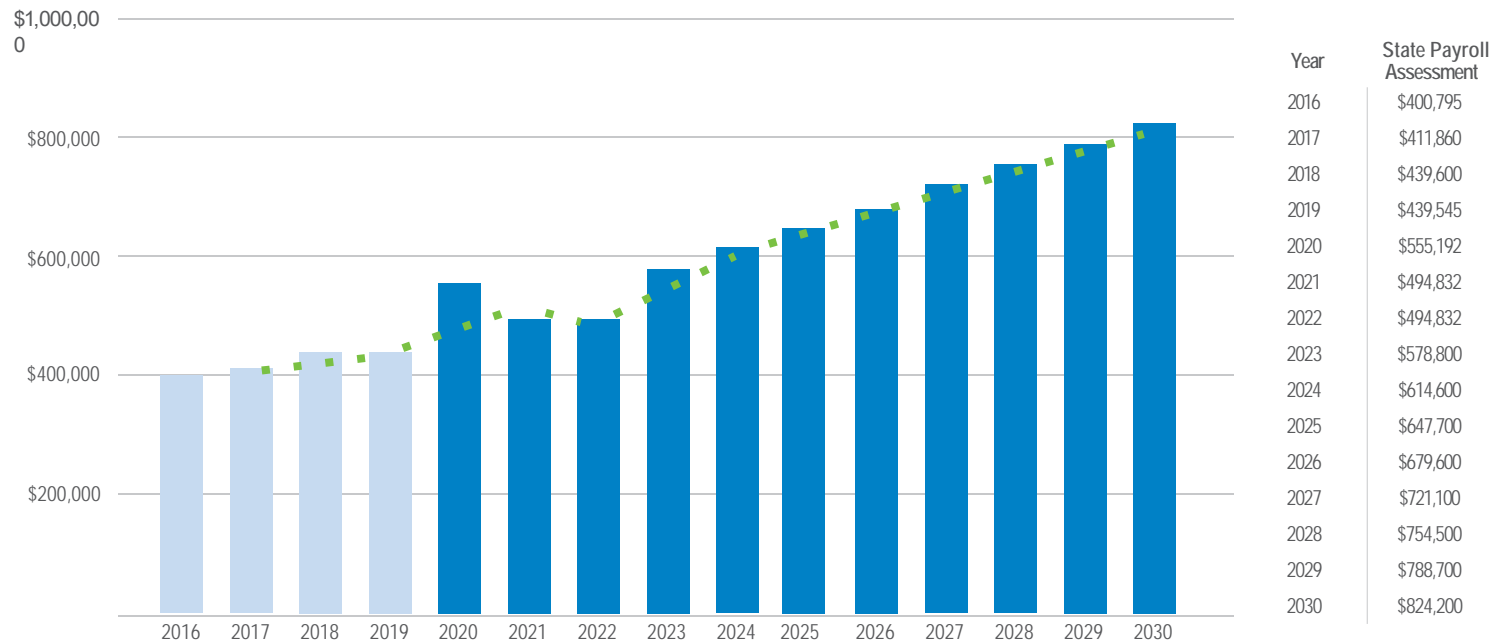


PROJECTED ANNUAL GROWTH 2023-2030:
2.68%



BASELINE PROJECTIONS: REVENUES

STATE PAYROLL ASSESSMENT PROJECTED 2022-2030

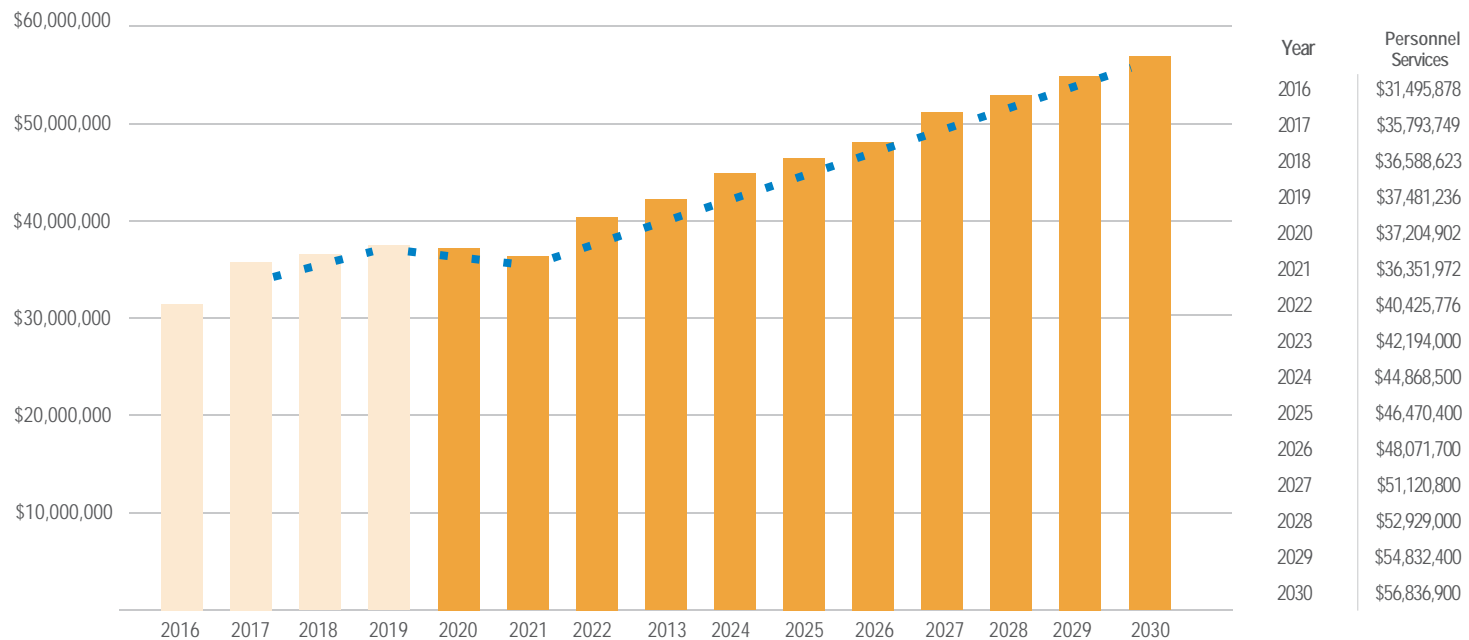


PROJECTED ANNUAL GROWTH 2023-2030: 4.24%



BASELINE PROJECTIONS: EXPENSES

PERSONNEL SERVICES PROJECTED 2020-2030

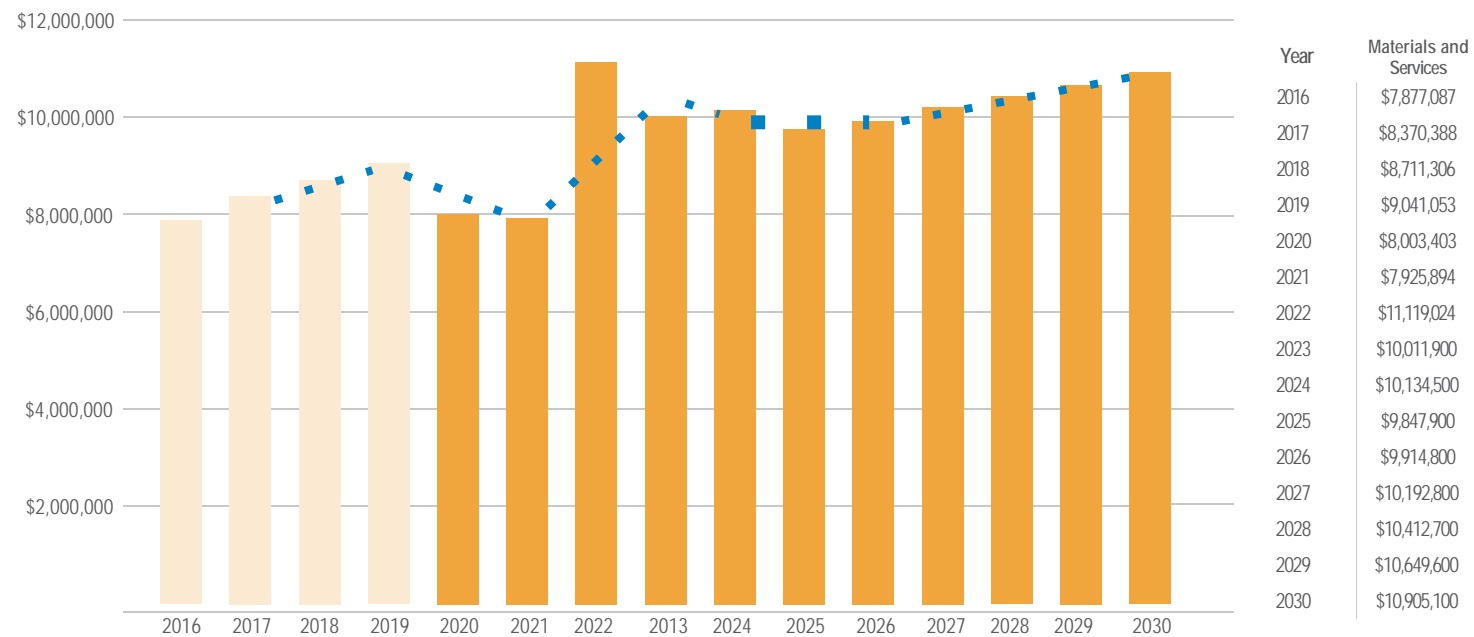


PROJECTED ANNUAL GROWTH 2021-2030: 4.38%



BASELINE PROJECTIONS: EXPENSES

MATERIALS AND SERVICES PROJECTED 2020-2030



PROJECTED ANNUAL GROWTH 2021-2030: 3.81%



RESOURCES	FY2020-21 Estimate	FY2021-22 Proposed	FY2022-23 Forecast	FY2023-24 Forecast	FY2024-25 Forecast	FY2025-26 Forecast	FY2026-27 Forecast	FY2027-28 Forecast	FY2028-29 Forecast	FY2029-30 Forecast
OPERATING REVENUES										
Cash Fares & Passes	\$520,000	\$2,420,000	\$3,598,100	\$4,234,900	\$4,234,900	\$4,234,900	\$4,579,400	\$4,579,400	\$4,579,400	\$4,579,400
Group Passes	\$0	\$1,924,113	\$2,014,700	\$2,195,900	\$2,195,900	\$2,195,900	\$2,195,900	\$2,195,900	\$2,195,900	\$2,195,900
Advertising	\$172,942	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Special Services	\$40	\$319,489	\$319,500	\$319,500	\$319,500	\$319,500	\$319,500	\$319,500	\$319,500	\$319,500
	\$692,982	\$4,663,602	\$5,932,300	\$6,750,300	\$6,750,300	\$6,750,300	\$7,094,800	\$7,094,800	\$7,094,800	\$7,094,800
NONOPERATING REVENUES										
Payroll Taxes	\$38,228,432	\$38,228,432	\$44,688,600	\$47,447,100	\$49,998,900	\$52,446,600	\$54,958,500	\$57,501,500	\$60,107,800	\$62,811,700
Self-Employment Taxes	\$1,371,536	\$1,371,536	\$1,624,700	\$1,747,700	\$1,865,600	\$1,982,000	\$2,103,200	\$2,200,500	\$2,300,300	\$2,403,800
State-in-Lieu	\$494,832	\$494,832	\$578,800	\$614,600	\$647,700	\$679,600	\$721,100	\$754,500	\$788,700	\$824,200
Federal Assistance	\$0	\$20,030,000	\$4,200,000	\$2,200,000	\$2,200,000	\$35,000	\$35,000	\$35,000	\$35,000	\$35,000



RESOURCES	FY2020-21 Estimate	FY2021-22 Proposed	FY2022-23 Forecast	FY2023-24 Forecast	FY2024-25 Forecast	FY2025-26 Forecast	FY2026-27 Forecast	FY2027-28 Forecast	FY2028-29 Forecast	FY2029-30 Forecast
NONOPERATING REVENUES										
Payroll Taxes	\$38,228,432	\$38,228,432	\$44,688,600	\$47,447,100	\$49,998,900	\$52,446,600	\$54,958,500	\$57,501,500	\$60,107,800	\$62,811,700
Self-Employment Taxes	\$1,371,536	\$1,371,536	\$1,624,700	\$1,747,700	\$1,865,600	\$1,982,000	\$2,103,200	\$2,200,500	\$2,300,300	\$2,403,800
State-in-Lieu	\$494,832	\$494,832	\$578,800	\$614,600	\$647,700	\$679,600	\$721,100	\$754,500	\$788,700	\$824,200
Federal Assistance	\$0	\$20,030,000	\$4,200,000	\$2,200,000	\$2,200,000	\$35,000	\$35,000	\$35,000	\$35,000	\$35,000
State Assistance	\$0	\$1,700,000	\$1,700,000	\$1,793,000	\$1,841,400	\$1,886,600	\$1,944,300	\$1,989,300	\$2,034,400	\$2,080,100
Miscellaneous	\$159,400	\$290,190	\$339,300	\$360,300	\$379,700	\$398,400	\$422,700	\$442,300	\$462,400	\$483,200
Interest	\$175,000	\$274,700	\$274,700	\$274,700	\$274,700	\$274,700	\$274,700	\$274,700	\$274,700	\$274,700
	\$40,429,200	\$62,389,690	\$53,406,100	\$54,437,400	\$57,208,000	\$57,702,900	\$60,459,500	\$63,197,800	\$66,003,300	\$68,912,700
TOTAL REVENUES	\$41,122,182	\$67,053,292	\$59,338,400	\$61,187,700	\$63,958,300	\$64,453,200	\$67,554,300	\$70,292,600	\$73,098,100	\$76,007,500



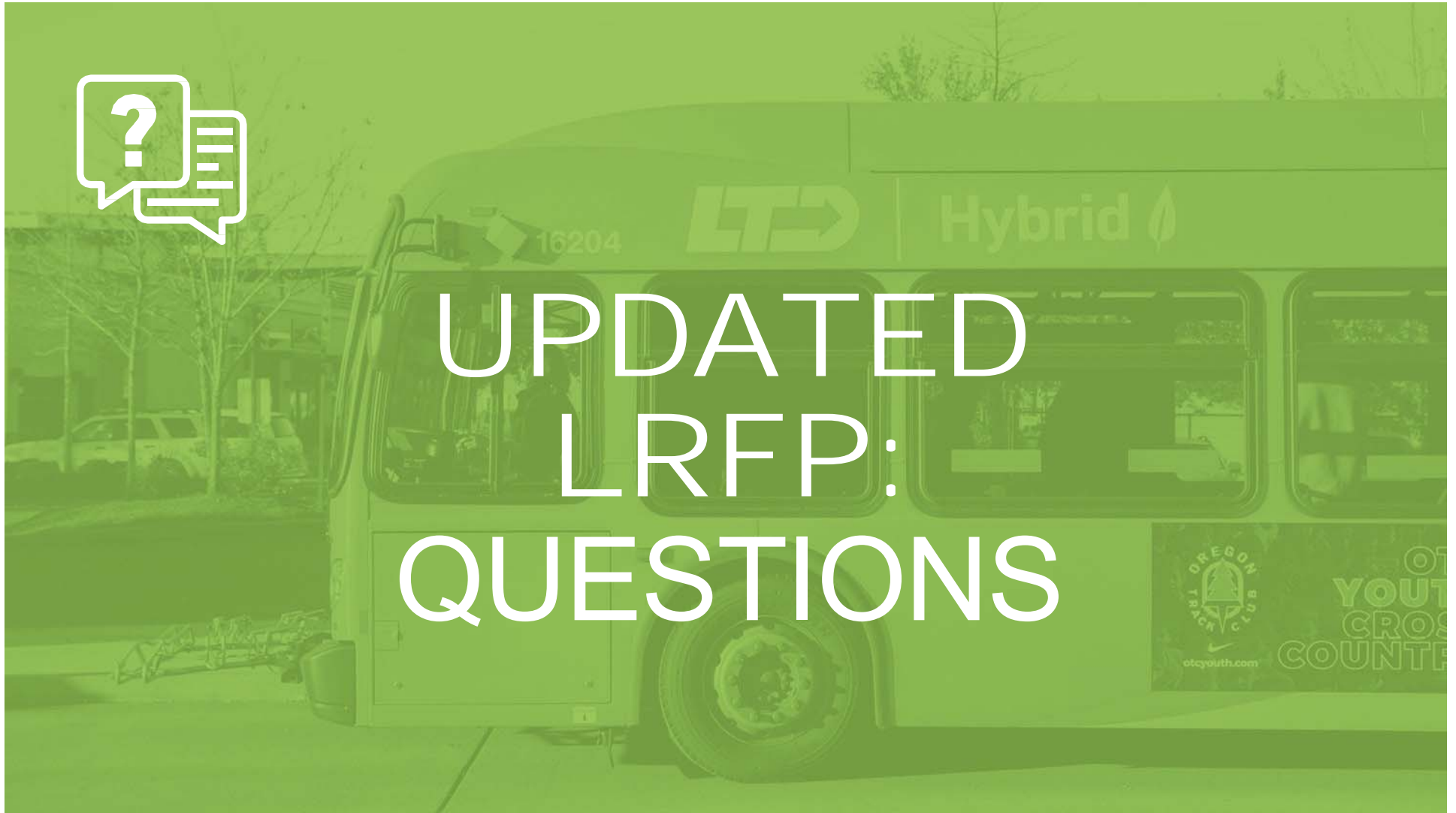
REQUIREMENTS	FY2020-21 Estimate	FY2021-22 Proposed	FY2022-23 Forecast	FY2023-24 Forecast	FY2024-25 Forecast	FY2025-26 Forecast	FY2026-27 Forecast	FY2027-28 Forecast	FY2028-29 Forecast	FY2029-30 Forecast
OPERATING REQUIREMENTS										
Personnel Services	\$36,351,972	\$40,425,776	\$42,194,000	\$44,868,500	\$46,470,400	\$48,071,700	\$51,120,800	\$52,929,000	\$54,832,400	\$56,836,900
Materials & Services	\$7,925,894	\$11,119,024	\$10,011,900	\$10,134,500	\$9,847,900	\$9,914,800	\$10,192,800	\$10,412,700	\$10,649,600	\$10,905,100
Insurance & Risk Services	\$605,900	\$676,291	\$495,400	\$523,200	\$523,200	\$523,200	\$551,200	\$551,200	\$551,200	\$551,200
	\$44,883,766	\$52,221,091	\$52,701,300	\$55,526,200	\$56,841,500	\$58,509,700	\$61,864,800	\$63,892,900	\$66,033,200	\$68,293,200



REQUIREMENTS	FY2020-21 Estimate	FY2021-22 Proposed	FY2022-23 Forecast	FY2023-24 Forecast	FY2024-25 Forecast	FY2025-26 Forecast	FY2026-27 Forecast	FY2027-28 Forecast	FY2028-29 Forecast	FY2029-30 Forecast
TRANSFERS										
Transfer to Specialized Services Fund	\$2,942,083	\$3,736,631	\$2,998,000	\$2,998,000	\$2,998,000	\$2,998,000	\$2,998,000	\$2,998,000	\$2,998,000	\$2,998,000
Transfer to Medicaid Fund	\$345,150	\$400,200	\$400,200	\$400,200	\$400,200	\$400,200	\$400,200	\$400,200	\$400,200	\$400,200
Transfer to Point2point Fund	\$143,936	\$218,124	\$213,100	\$213,100	\$213,100	\$213,100	\$213,100	\$213,100	\$213,100	\$213,100
Transfer to Capital Projects Fund	\$6,177,503	\$12,420,116	\$2,936,000	\$1,773,000	\$2,515,100	\$2,829,800	\$1,917,800	\$3,445,500	\$3,262,300	\$3,875,100
	\$9,608,672	\$16,775,071	\$6,547,300	\$5,384,300	\$6,126,400	\$6,441,100	\$5,529,100	\$7,056,800	\$6,873,600	\$7,486,400
TOTAL REQUIREMENTS	\$54,492,438	\$68,996,162	\$59,248,600	\$60,910,500	\$62,967,900	\$64,950,800	\$67,393,900	\$70,949,700	\$72,906,800	\$75,779,600



UPDATED LRFP: QUESTIONS

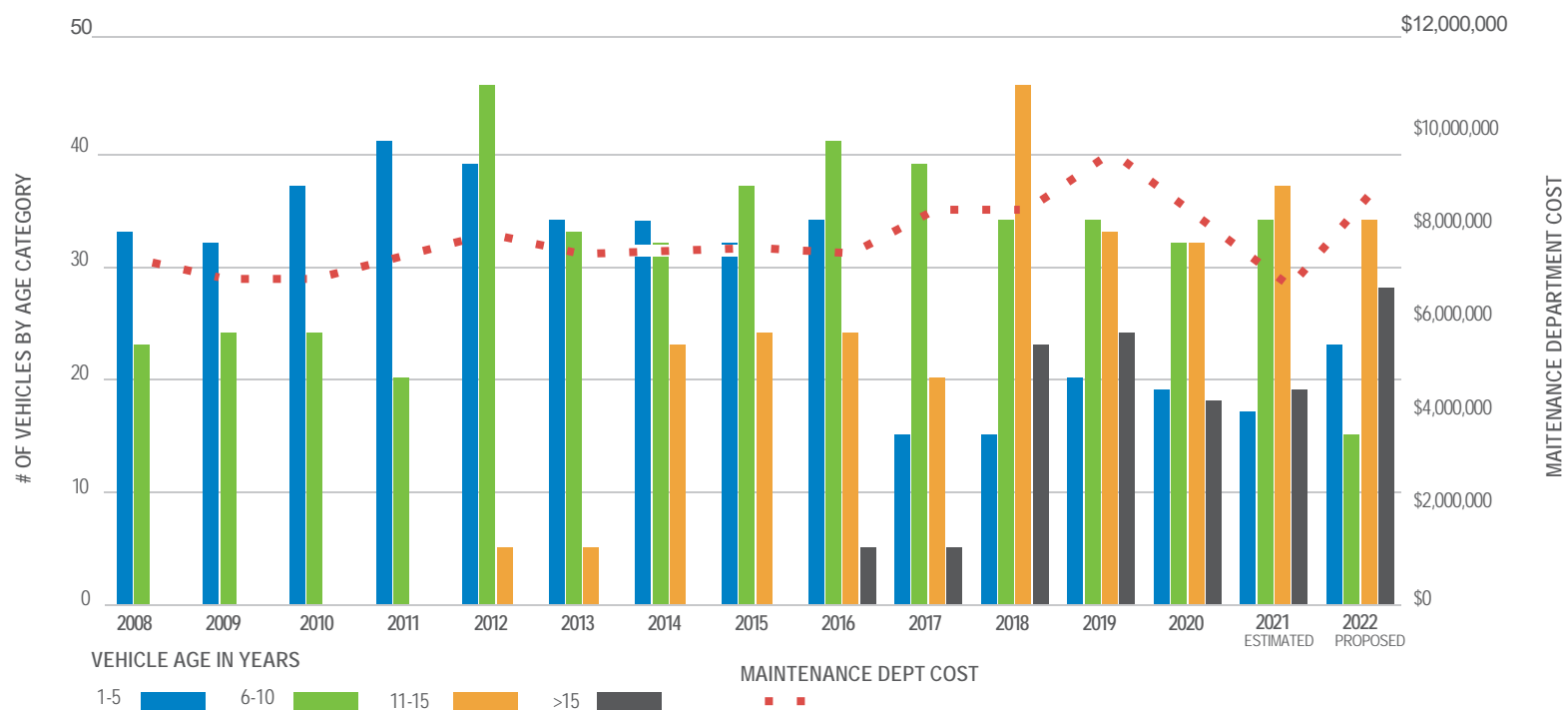




APPENDIX SLIDES

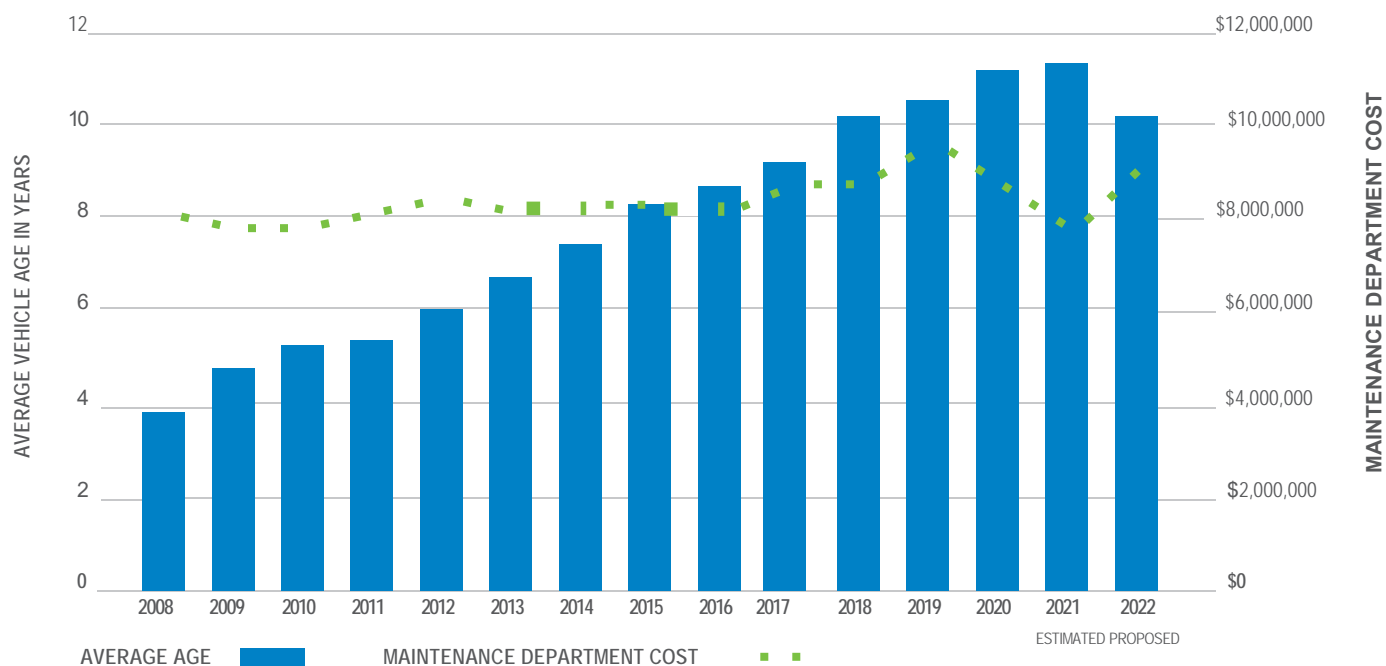


VEHICLE AGE & MAINTENANCE DEPARTMENT COST





VEHICLE AVERAGE AGE & MAINTENANCE DEPARTMENT COST TREND





APPROVAL