

PTSC

**Public
Transportation
Services
Corporation**

One Gateway
Plaza, Los
Angeles, CA 90012

213 922 4611

PTSC Board
September 8, 2005

SUBJECT: FISCAL YEAR 2006 BUDGET

ACTION: ADOPT THE FISCAL YEAR 2006 BUDGET

RECOMMENDATION

Adopt the Public Transportation Services Corporation (PTSC) FY06 budget as summarized in the attachment to this report.

FINANCIAL IMPACT

The budget is consistent with salary, fringe benefits, and support costs included in the adopted Los Angeles County Metropolitan Authority budget for PTSC, Teamster and AFSCME, Non-Contract and TCU employees that support PTSC. The budget of \$110.7 million is balanced by revenue from MTA \$109.8 million, SAFE \$0.9 million, and SCRRRA \$0.03 million.

ALTERNATIVES CONSIDERED

No alternatives were considered. In order to continue operations, PTSC must demonstrate the financial capacity to meet its operating obligations.

DISCUSSION

The FY06 budget of \$110.7 million represents a decrease of \$2 million, or 1.8%, from the FY05 budget. The FY06 proposed budget assumes increases in pay and health and welfare benefits for union employees in accordance with the collective bargaining agreements.

Prepared by: Basil Panas, Budget Director, Office of Management and Budget



Terry Matsumoto
Chief Financial Officer, PTSC

Attachment: PTSC FY06 Proposed Budget



Metropolitan Transportation Authority

Metro

Description	FY06 Proposed	FY05 Budget	Increase (Decrease)
1 Revenue:			
2 MTA	\$ 109,773,578	\$ 111,808,019	\$ (2,034,441)
3 SAFE	899,337	863,347	35,990
4 SCRRRA	26,250	26,975	(725)
5 Total Revenue	<u>110,699,165</u>	<u>112,698,341</u>	<u>(1,999,176)</u>
6			
7 Operating Expenses:			
8 Salaries, wages & fringe	110,343,365	112,208,341	(1,864,976)
9 Services, leases, taxes & misc.	355,800	490,000	(134,200)
10 Total Expenses	<u>110,699,165</u>	<u>112,698,341</u>	<u>(1,999,176)</u>
11			
12 Increase in Retained Earnings	-	-	-
13			
14 Retained Earnings - beginning of year	-	-	-
15			
16 Retained Earnings - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>