

SUBJECT: FISCAL YEAR 2009 & FISCAL 2010 BUDGETS

ACTION: ADOPT THE FISCAL YEAR 2009 & FISCAL YEAR 2010 BUDGETS

RECOMMENDATION

Adopt the Public Transportation Services Corporation (PTSC) FY09 and FY10 budgets as summarized in the attachment to this report.

FINANCIAL IMPACT

The budgets are consistent with salary, fringe benefits, and support costs included in the adopted Los Angeles County Metropolitan Authority (LACMTA) budgets for PTSC, Teamster, AFSCME and Non-Contract employees that support PTSC. The budget of \$221.5 million dollars for FY09 and \$228.5 million dollars for FY10 are balanced by revenue from LACMTA.

ALTERNATIVES CONSIDERED

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

DISCUSSION

The FY09 budget of \$221.5 million represents an increase of \$20.5 million, or 10% more than the FY08 budget. This increase includes a 4% increase for all PTSC employees and the addition of 49 non-contract positions.

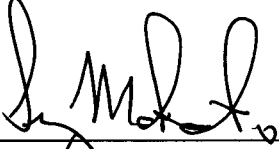
The FY10 budget of \$228.5 million represents an increase of \$7 million, or 3% more than the FY09 budget. This increase maintains PTSC employee salaries at FY09 levels and the addition of 28 non-contract positions.

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ATTACHMENT
PTSC FY09 and FY10 Budget

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March 19, 2010
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ATTACHMENT A - PTSC FY09 AND FY10 ADOPTED BUDGET

Description	A	B	C	D=A-B	E=B-C
	FY10 Budget	FY09 Budget	FY08 Budget	FY10 Increase (Decrease)	FY09 Increase (Decrease)
1 Revenue:					
2 Reimbursement for Support Services	\$ 228,487,155	\$ 221,495,594	\$ 201,039,572	\$ 6,991,561	\$ 20,456,022
3 Total Revenue	228,487,155	221,495,594	201,039,572	6,991,561	20,456,022
4					
5 Operating Expenses:					
6 Salaries, Wages & Fringe	228,177,879	221,173,646	200,720,364	7,004,232	20,453,282
7 Services, Leases, Taxes & Misc	309,277	321,948	319,208	(12,671)	2,740
8 Total Expenses	228,487,155	221,495,594	201,039,572	6,991,561	20,456,022
9					
10 Increase(Decrease) in Retained Earnings	-	-	-	-	-
11					
12 Retained Earnings - Beginning of Year	-	-	-	-	-
13					
14 Retained Earnings - End of Year	\$ -	\$ -	\$ -	\$ -	\$ -