

**PTSC****Public  
Transportation  
Services  
Corporation**One Gateway  
Plaza, Los  
Angeles, CA 90012

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PTSC Board  
August 17, 2006**SUBJECT: FISCAL YEAR 2007 BUDGET****ACTION: ADOPT THE FISCAL YEAR 2007 BUDGET****RECOMMENDATION**

Adopt the Public Transportation Services Corporation (PTSC) FY07 budget as summarized in the attachment to this report.

**FINANCIAL IMPACT**

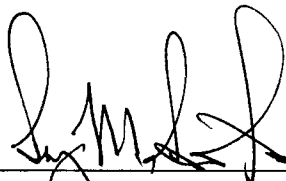
The budget is consistent with salary, fringe benefits, and support costs included in the adopted Los Angeles County Metropolitan Authority budget for PTSC, Teamster, AFSCME and Non-Contract employees that support PTSC. The budget of \$177.1 million is balanced by revenue from MTA (\$176.1 million), SAFE (\$0.9 million), and SCRRA (\$0.08 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 FY07 budget of \$177.1 million represents an increase of \$8.6 million, or 5.1% more than the FY06 budget. This increase includes an MTA approved salary increase of 2% for all PTSC employees and \$1.4 million for sixteen new bus supervisor positions.



Terry Matsumoto  
Chief Financial Officer, PTSC



Metropolitan Transportation Authority

**Metro**

**ATTACHMENT A - PTSC FY07 ADOPTED BUDGET**

<b>Description</b>	<b>FY07 Proposed</b>	<b>FY06 Budget</b>	<b>Increase (Decrease)</b>
1 Revenue:			
2 MTA	\$ 176,155,933	\$ 167,600,752	\$ 8,555,181
3 SAFE	894,090	869,793	24,297
4 SCRRA	75,500	26,250	49,250
5 Total Revenue	177,125,523	168,496,795	8,628,728
6			
7 Operating Expenses:			
8 Salaries, wages & fringe	176,864,160	168,143,504	8,720,656
9 Services, leases, taxes & misc.	261,363	353,291	(91,928)
10 Total Expenses	177,125,523	168,496,795	8,628,728
11			
12 Increase in Retained Earnings	-	-	-
13			
14 Retained Earnings - beginning of year	-	-	-
15			
16 Retained Earnings - end of year	\$ -	\$ -	\$ -