

Plan BayArea

To: MTC Planning Committee, ABAG Administrative
Committee

Date: February 10, 2012

Fr: MTC Executive Director

Re: Revised Transportation Revenues and O&M Needs Summary

This memorandum and attached presentation outline proposed revisions to the Plan Bay Area financial envelope and identify initial Plan Bay Area transportation operations and maintenance (O&M) needs.

Plan Bay Area must be financially constrained – meaning that the cost of the total planned investments must fit within the estimated financial envelope. To that end, this Joint Committee reviewed draft financial revenue assumptions in summer 2011 that generated a total 28-year revenue amount of \$244 billion. Based on additional evaluation of the assumptions and new information, staff is proposing a slightly larger revenue envelope of approximately \$266 billion for your adoption in May.

Basic system O&M needs exceed even this expanded revenue envelope by \$37 billion. The needs include the cost to operate and maintain the existing system at a level consistent with Plan Bay Area performance targets. In other words, even if we were to spend 100% of Plan Bay Area discretionary revenue on these O&M needs and none on system expansion, we would still come up short of a state of good repair for the existing transportation network. The Joint Committee will delve into the transportation investment trade-off details in earnest in April.



Steve Heminger

Attachment
Presentation

ER/SH:AB

J:\COMMITTEE\Planning Committee\2012\February\3_Revenue and Needs Summary.doc

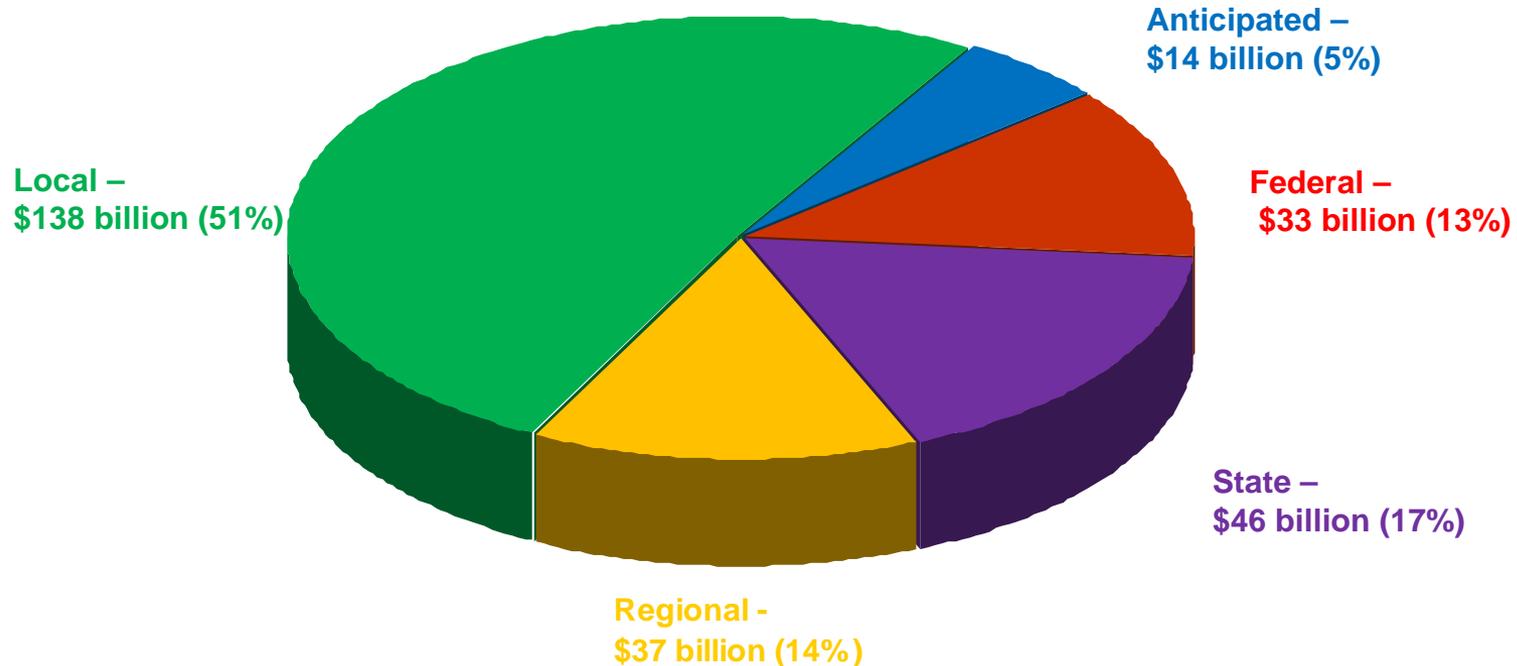
PI BayArea Plan

Revised Transportation Revenues and Needs Summary

Joint MTC Planning Committee / ABAG
Administrative Committee
February 17, 2012

Plan Bay Area 28-Year Revenue

\$266 Billion Plan Revenue



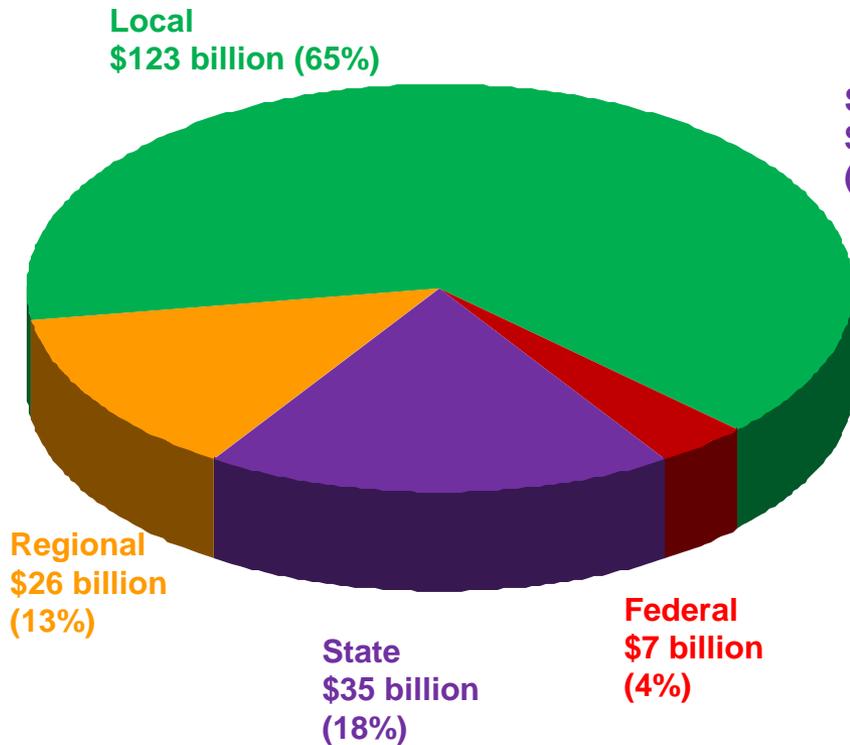
Increased \$22 Billion since June 2011

- Adjusted Local Transit Revenue* – \$10.1 B
- Augmentation of New Starts / Small Starts - \$2.4B
- Regional gas tax - \$5.1B
- Augmented Alameda County sales tax extension - \$2.5 B
- VTA Express Lanes – TBD
- Miscellaneous Local Revenues -- \$1.5 B

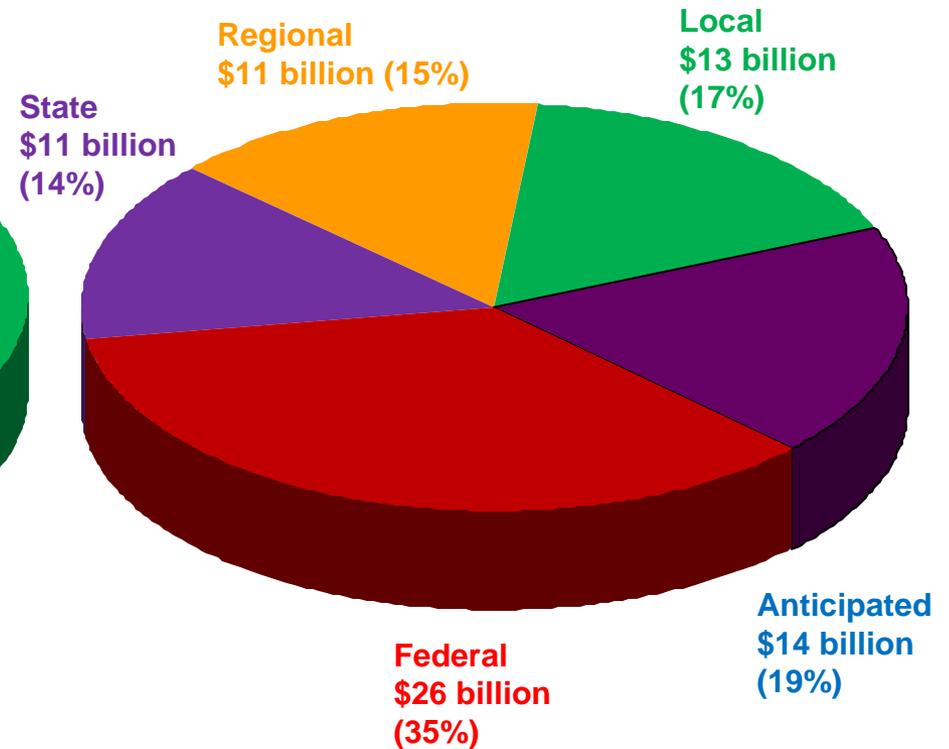
* Based on corrected transit operator submittals

Plan Bay Area Committed vs. Discretionary Revenue

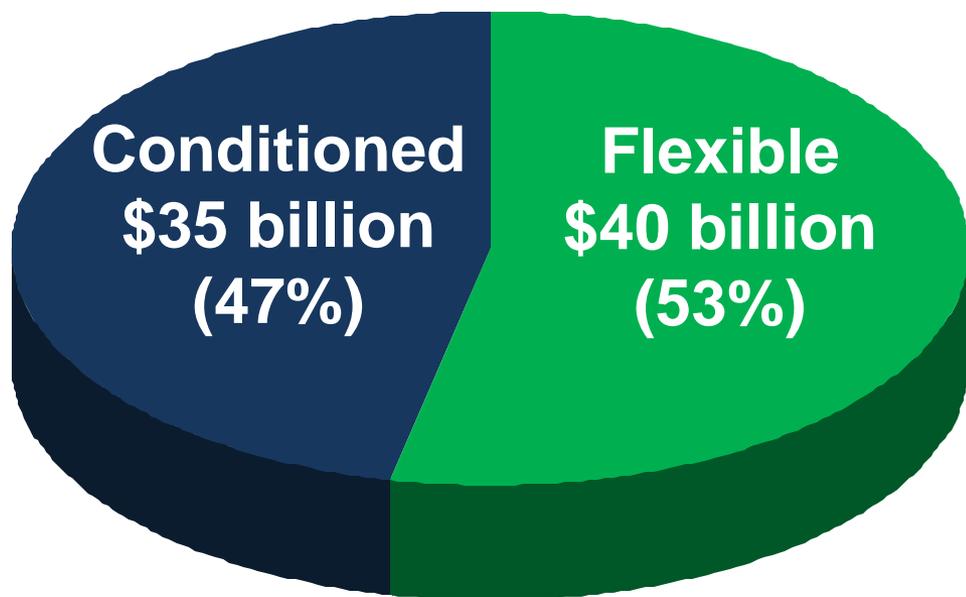
Committed Revenue \$191 Billion



Discretionary Revenue \$75 Billion



Discretionary Revenue (\$75 Billion): Conditioned vs. Flexible



Conditioned Funds	\$ in billions
FTA 5307 Urbanized Area Formula	\$16.5
FTA 5309 Fixed Guideway	
FTA 5311 Non-urbanized	
FTA 5316 JARC,	
FTA 5317 New Freedom	
AB 1107 ½ cent sales tax	\$2.5
Transit Toll	\$0.7
TDA/STA Population	\$15.0
Total	\$35.0

Flexible Funds	\$ in billions
STP/CMAQ	\$7.0
STIP	\$9.0
New Bridge Tolls	\$3.0
Anticipated	\$14.0
Regional Gas Tax	\$5.0
New/Small Starts	\$2.4
Total	\$40.4

Plan Bay Area O&M Needs

Remaining Needs:

Maintenance*:

- LSR Capital
- Transit Capital
- Transit Operating
- Highway

= \$78 Billion

Revenues:

Conditioned:

\$1 Billion

Flexible:

\$40 Billion

= \$41 Billion

Needs Exceed Revenues by over \$37 Billion

* after assigning committed and conditioned discretionary funds