

# Proposed Budget

## Fiscal Year 2023-24



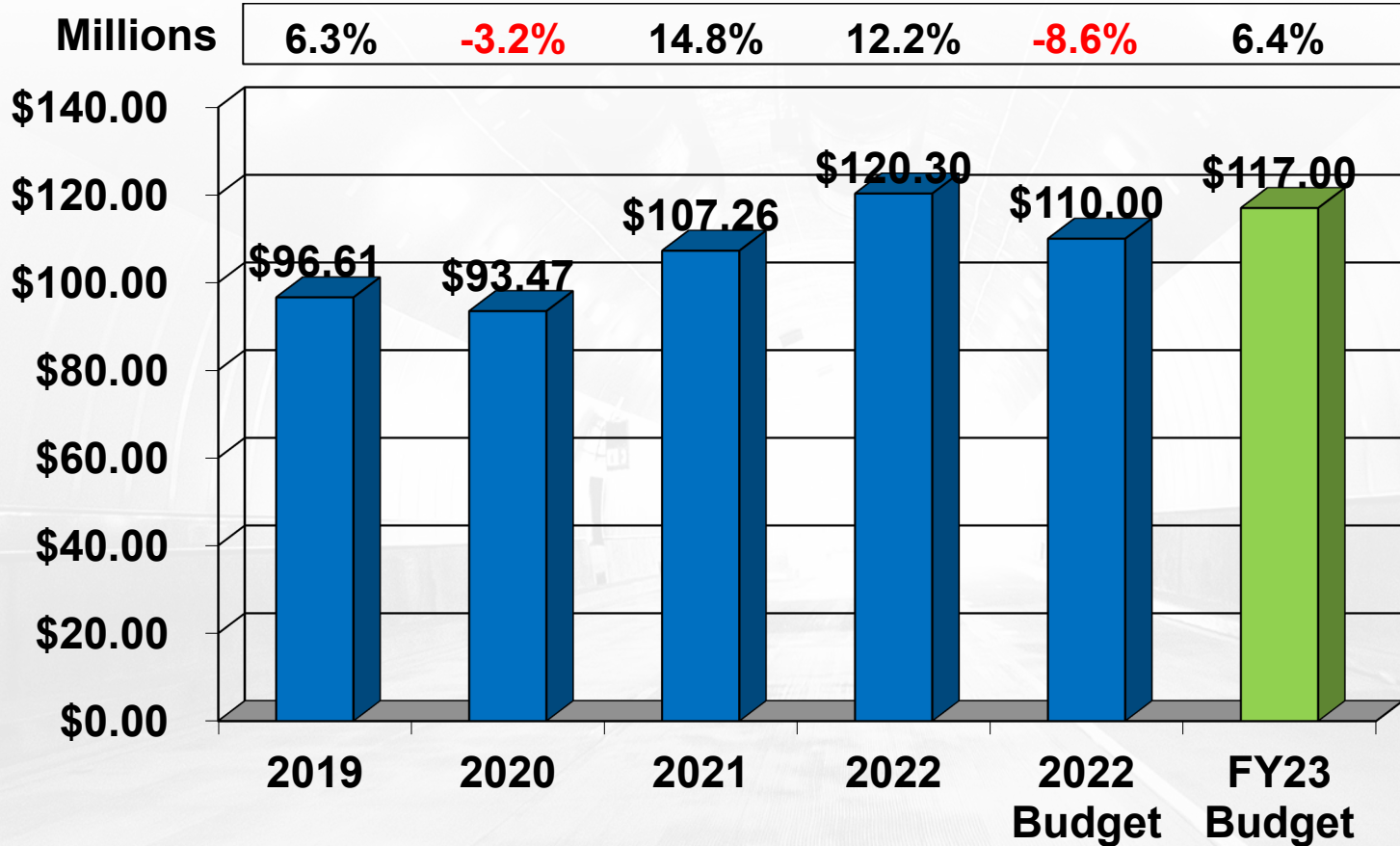
CONTRA COSTA  
transportation  
authority

**Brian Kelleher**  
Chief Financial Officer

# Proposed Summary of Changes

| Sources:                | Amended<br>FY 2022-23 | Proposed<br>FY 2023-24 | Change               |
|-------------------------|-----------------------|------------------------|----------------------|
| Sales Tax Revenues      | \$ 110,000,000        | \$ 117,000,000         | \$ 7,000,000         |
| Federal Revenues        | 7,857,596             | 12,389,801             | 4,532,205            |
| State Revenues          | 18,807,482            | 38,147,234             | 19,339,752           |
| Local Revenues          | 15,139,848            | 18,703,801             | 3,563,953            |
| Investment/Other Income | 1,132,500             | 2,595,700              | 1,463,200            |
| Other Sources           | 9,194,834             | 24,298,373             | 15,103,539           |
| Non-Measure J Projects  | -                     | 4,603,050              | 4,603,050            |
| <b>Total Sources</b>    | <b>\$ 162,132,260</b> | <b>\$ 217,737,959</b>  | <b>\$ 55,605,699</b> |
| Uses:                   |                       |                        |                      |
| Projects Section        | \$ 40,843,392         | \$ 59,848,345          | \$ 19,004,953        |
| Programs Section        | 65,755,760            | 96,260,062             | 30,504,302           |
| Planning Section        | 7,985,873             | 8,542,918              | 557,045              |
| Administration Section  | 2,527,300             | 3,465,294              | 937,994              |
| Debt Service            | 45,019,935            | 45,018,290             | (1,645)              |
| Non-Measure J Projects  | -                     | 4,603,050              | 4,603,050            |
| <b>Total Uses</b>       | <b>\$ 162,132,260</b> | <b>\$ 217,737,959</b>  | <b>\$ 55,605,699</b> |

# Sales Tax Revenues



# Projected Federal, State and Local Revenue

- **Capital Projects: (Increase for I-680/SR-4 \$12M, Mokelumne Overcrossing \$8M)**
  - Reimbursements for capital projects is based on project status and timing of reimbursements
  - Authority pays in five business days on capital projects and gets paid in 60 days on reimbursements


| <b>Funding Source</b> | <b>FY'23 Midyear</b> | <b>FY'24 Original</b> | <b>Change</b>     |
|-----------------------|----------------------|-----------------------|-------------------|
| RM3                   | \$ 8,915,497         | \$ 19,424,000         | 10,508,503        |
| BATA                  | 50,000               | -                     | (50,000)          |
| Federal               | 6,501,305            | 7,868,801             | 1,367,496         |
| SLPP/SHOP             | 1,732,742            | -                     | (1,732,742)       |
| STIP                  | 6,187,243            | 6,000,000             | (187,243)         |
| ECCRFFA               | 10,000               | -                     | (10,000)          |
| STP                   | 4,900,000            | 1,700,000             | (3,200,000)       |
| State                 | -                    | 3,400,000             | 3,400,000         |
| Other                 | 719,326              | 1,086,421             | 367,095           |
| <b>Total</b>          | <b>\$ 29,016,113</b> | <b>\$ 39,479,222</b>  | <b>10,463,109</b> |

- **Planning and CMA funding:**
  - Federal Surface Transportation \$1M
  - Contributions from Agencies for StreetLight Data \$206K
  - CMA - Local Agencies \$288K
- **Motor Vehicle Registration Surcharge (TFCA) \$1.7M**
- **Contribution from GoMentum \$214K (AMG - Oversight)**
- **City of San Ramon \$12.1M for Iron Horse Trail overcrossing (City & STIP Funding)**



# Capital Project Funding

- **Measure J – Capital Projects (CIP 1-9) \$49.9M:**
  - **Allocations of Federal, State and Local Grants \$39.5M**
- **Use of programmed capital Measure J funding \$10.4M**
- **Staff will continue to evaluate projects and prioritize use of capital reserves**
  - **External funding may have expirations and staff will safeguard these resources.**
  - **Budgeted Expenditures on completed capital projects is PMO Consultant oversight for the delivery of the Strategic plan and Measure J projects. Estimated at \$1.4 million.**



| CAPITAL IMPROVEMENT PROJECTS            | <i>Proposed<br/>Budget</i> | <i>RM3<br/>Funding</i> | <i>Federal<br/>Funding</i> | <i>State<br/>Funding</i> | <i>Other<br/>Funding<br/>(CCC/MTC)</i> | <i>MSJ<br/>Programmed</i> |
|---|----------------------------|------------------------|----------------------------|--------------------------|--|---------------------------|
| CALDECOTT TUNNEL 4TH BORE               | 296,289                    | -                      | -                          | -                        | -                                      | 296,289                   |
| BART EAST CC RAIL EXTENSION             | 346,379                    | -                      | -                          | -                        | -                                      | 346,379                   |
| SR 4 EAST WIDENING                      | 693,124                    | -                      | -                          | -                        | 200,000                                | 493,124                   |
| RAIL STATION IMPRV. (Hercules/Martinez) | 124,639                    | -                      | -                          | -                        | -                                      | 124,639                   |
| EAST COUNTY CORRIDORS - SR4 BYPASS      | 7,333,819                  | 4,424,000              | 1,634,000                  | -                        | 409,000                                | 866,819                   |
| I-680 / SR4 INTERCHANGE IMPRV.          | 22,179,537                 | 15,000,000             | -                          | 6,000,000                | -                                      | 1,179,537                 |
| I-80 CORRIDOR                           | 907,033                    | -                      | -                          | -                        | -                                      | 907,033                   |
| I-680 CORRIDOR                          | 17,982,496                 | -                      | 6,234,801                  | 5,100,000                | 477,421                                | 6,170,274                 |
| RICHMOND PARKWAY                        | 36,898                     | -                      | -                          | -                        | -                                      | 36,898                    |
| <b>CAPITAL IMPROVEMENT PROJECTS</b>     | <b>\$49,900,214</b>        | <b>\$19,424,000</b>    | <b>\$ 7,868,801</b>        | <b>\$11,100,000</b>      | <b>\$ 1,086,421</b>                    | <b>\$ 10,420,992</b>      |

# Capital Project Changes

- Capital improvement projects for MSJ total \$57M and represent 25% of the \$217.7M budget. The project timelines depend on the status of environmental clearance, accelerated or decelerated design and construction timelines will change with the elements.
  - Subregional projects increased \$5.8M (Norris Canyon Barrier \$2M, Diablo Road Trail \$3.3M)
  - Capital projects will remain open for several years to accommodate final construction items prior to acceptance by other agencies. **Budgets by year represent current projections.**

| Measure J Projects                              |        | Adopted FY<br>2022-23 | Proposed FY<br>2023-24 | Change            |
|---|--------|-----------------------|------------------------|-------------------|
| <b>Capital Improvement Projects</b>             |        |                       |                        |                   |
| Caldecott Tunnel 4th Bore                       | CIP1   | 335,424               | 296,289                | (39,135)          |
| BART East CC Rail Extension                     | CIP2   | 402,596               | 346,379                | (56,217)          |
| SR4 East Widening                               | CIP3   | 1,007,204             | 693,124                | (314,080)         |
| Rail Station Imprv. (Hercules/Martinez)         | CIP4   | 126,260               | 124,639                | (1,621)           |
| SR4 Bypass Elements                             | CIP5   | 8,645,140             | 7,333,819              | (1,311,321)       |
| I-680 and SR4 Interchange Imp                   | CIP6   | 10,595,054            | 22,179,537             | 11,584,483        |
| I-80 Corridor                                   | CIP7   | 976,519               | 907,033                | (69,486)          |
| I-680 Corridor                                  | CIP8   | 12,974,059            | 17,982,496             | 5,008,437         |
| Richmond Parkw ay                               | CIP9   | 42,885                | 36,898                 | (5,987)           |
| <b>Subregional Projects</b>                     |        |                       |                        |                   |
| Subregional Major Streets Imp                   | SPP24  | 827,739               | 6,615,418              | 5,787,679         |
| Subregional Martinez Railroad Imp               | SPP27  | 486,783               | 5,836                  | (480,947)         |
| <b>Countywide Capital &amp; Maint. Programs</b> |        |                       |                        |                   |
| BART Improvements                               | CCMP10 | 262,384               | 344,692                | 82,308            |
| <b>Sub-total - Measure J Projects</b>           |        | <b>36,682,047</b>     | <b>56,866,160</b>      | <b>20,184,113</b> |

# Proposed Expenditures

- **Programs – \$96.3 million (↑ \$30.5M)**
  - **Allocation percentages are based on the Measure J Expenditure Plan.**
    - **Ferry Service, Bus Services, TLC, Ped Bike, Commute Alternatives and Paratransit**
  - **Local and Subregional Street Maintenance is \$23.5M (20.09% of Sales Tax)**
  - **San Ramon for the Iron Horse Trail Overcrossing project - \$12.2M**
  - **Increases in budget for the TLC program \$14.8M, Ped Bike \$2.8M**
  - **Increases in budget Commute Alternatives \$2.2M (EV Readiness)**
  - **Increases in budget Paratransit Program \$2.3M (ATSP Implementation)**
  - **Several program budgets were revised to reflect current commitments.**
    - **TFCA program is \$1.7M**
    - **GMS Program (ITS Support) is \$339K.**

# Proposed Expenditures

- **Planning – \$8.5 million (↑\$557K)**
  - **Expenditures increased to reflect the current contracted services associated with the growth management, action planning and monitoring deliverables.**
    - **Regional Planning Tasks \$500K, CTP Update \$1M, StreetLight Data \$550K, Bi-County Activity Based Model Development \$575K**
    - **VMT Mitigation & Vision Zero Implementation \$350K**
  - **Salaries and Benefits for State, Planning, Programming & Monitoring (PPM) Funding in the amount of \$284K for staff allocations.**
  - **On-Call contracts awarded and budgeted - \$4.2M**
  - **Several contracts and studies are partially funded by grant revenues.**
    - **OBAG 3 Studies and Action Plans budget \$2.4M offset by grant funding**



# Proposed Expenditures

- **Administration - \$3.5 Million (↑\$938K)**
  - **Salaries and Benefits are \$975K and represent 0.83%; the 1.00% limitation by Measure J.**
  - **Increased property lease \$138K, increase of \$160k for office remodel and studies, increase of \$40K for information systems replacement and an increase of \$375K for public engagement services.**
- **Debt Service – \$45.0 million**
  - **Principal amount due \$27.6M, interest amount due \$17.4M.**
    - **Total debt service is 38.5% of \$117M of sales tax revenue.**

# Proposed Expenditures

- **Authority Salaries and Benefits - \$6.480 Million (↑ \$863,000)**
  - **Authorized positions is 25.**
  - **Current staffing is at 19 staffed positions and 6 unfilled positions.**
    - **Contracts Manager, Program Manager, Administrative Assistant and Senior Engineer Associate Engineer and the Deputy Executive Director position.**
  - **FY2023-24 budgeted employees is 25 and 4.9% CPI is included.**
- **Annual PERS rate increases – (Low Pension Liabilities)**
  - **Classic employees 10.32% to 11.84%**
  - **PEPRA employees 7.47% to 7.68%**
- **Annual OPEB contribution rate is 2% (fully funded)**
  - **Other Post-Employment Benefits Health Care contribution rate remains at 2% to reflect the Authority's current funding obligations.**

# Staff Recommends

- **Staff seeks approval of Resolution 23-26-A which will Adopt the Fiscal Year 2023-24 Budget:**
  - **The proposed budget calls for funding appropriations totaling \$217.7million for projects, programs, congestion management, planning, administration and debt service necessary for Authority operations, capital improvements and programmed activities for July 1, 2023 through June 30, 2024.**
- **Questions**