

County Connection

INTER OFFICE MEMO

To: Administration & Finance Committee

Date: 12/28/2023

From: Amber Johnson, Chief Financial Officer

Reviewed by: WC.

SUBJECT: Income Statements for the Three Months Ended September 30, 2023

Background:

The quarterly income statement report is an opportunity for the Committee to review the Authority's financial status and to provide fiscal and operational accountability.

Summary:

The unaudited County Connection Income Statements for the first quarter of Fiscal Year (FY) 2024 are presented for review. Actual revenues and expenses are presented as compared to the adopted budget. The combined expenses of Fixed Route and Paratransit for the period were \$10.5 million (*Schedule 1*), which represents 21% of the budget of \$49.7 million.

Fixed Route:

Overall Fixed Route revenues and expenses are presented on *Schedule 2*. Expenses for the period were \$8 million, representing 20% of the total budget. Since Transportation Development Act (TDA) revenue is utilized as needed, revenues are always equivalent to expenses.

The primary driver of the expense budget is salaries and wages. Actual expenditures on salaries and wages utilized 21.2% of the annual budget. *Schedule 4* provides additional details of various components specific to operator wages only. All other Fixed Route expenditures are tracking as expected at this point in the year.

Paratransit:

Paratransit revenues and expenses are presented on *Schedule 3*. Expenses for the period were \$2.4 million, representing 25.6% of the total budget. TDA revenue is also utilized as needed for Paratransit expenses, resulting in revenues that are equivalent to expenses.

Purchased transportation expenses are the primary driver of the paratransit budget. Actual expenditures on purchased transportation for the Authority's paratransit service has utilized 25.7% of the budget. Purchased transportation expenses related to paratransit services operated on behalf of our partners have been budgeted to a separate line, and these expenditures have utilized 28.1% of the budget. It is important to note that these expenditures will be completely reimbursed by our partners, so any budget overage on this line is not a cause for concern.

Statistics:

Schedule 5 provides select statistical information for FY 2024 as compared to this same period in FY 2023 and FY 2022.

In the first quarter of FY 2022, the fixed route farebox recovery ratio was 4.5%, and the cost of service per passenger was \$16.24. This improved to a farebox recovery ratio of 10.9% and cost per passenger of \$14.26 in FY 2023 as ridership improved post-pandemic. In the most recent Q1 of FY 2024, the farebox recovery ratio declined slightly over the prior year to 9.9%, primarily due to less BART bus bridge work (and related “special fare” revenue) in the current year as compared to last year. The cost per passenger, however, continued to improve to \$12.90 per passenger.

Paratransit has also experienced recovery at the farebox, and in the cost per passenger. The farebox recovery ratio of 1.3% in FY 2022 improved to 6.4% in FY 2023 and remained steady at 6.1% in FY 2024. The cost of service per passenger of \$92.91 in FY 2022 has incrementally decreased to \$89.10 in FY 2023 and \$83.38 in FY 2024.

Financial Implications:

There are no financial implications associated with this report.

Recommendation:

Staff recommends that the A&F Committee review the report for approval.

Action Requested:

Staff requests that the A&F Committee accept the report and provide the update to the Board.

Attachments:

Attachment 1: CCCTA Income Statements for FY2024 Q1 (Schedules 1 through 5)

Schedule 1-Combined Fixed Route & Paratransit

CENTRAL CONTRA COSTA TRANSIT AUTHORITY
Combined Fixed Route and Paratransit Income Statement
FY 2024 Year to Date - Comparison of Actual vs. Budget
For the Three Months Ended September 30, 2023

	Actual	Total Budget	Variance	% Budget
Revenues				
Passenger fares	688,229	2,331,000	(1,642,771)	29.5%
Special fares	234,677	586,014	(351,337)	40.0%
Total Fare Revenue	922,906	2,917,014	(1,994,108)	31.6%
Advertising	56,250	340,000	(283,750)	16.5%
Other revenue	596,626	131,200	465,426	454.7%
Federal operating	479,759	5,888,000	(5,408,241)	8.1%
TDA earned revenue	7,603,423	21,757,021	(14,153,598)	34.9%
STA revenue	-	7,316,145	(7,316,145)	0.0%
Measure J	13,084	7,480,709	(7,467,625)	0.2%
Fees from LAVTA and One Seat partners	534,063	1,900,000	(1,365,937)	28.1%
Other operating assistance	285,253	1,947,800	(1,662,547)	14.6%
Total Other Revenue	9,568,459	46,760,875	(37,192,417)	20.5%
Total Revenue	10,491,365	49,677,889	(39,186,524)	21.1%
Expenses				
Wages	3,850,795	16,845,204	(12,994,409)	22.9%
Fringe Benefits	2,616,510	13,773,608	(11,157,098)	19.0%
Total Wages and benefits	6,467,306	30,618,812	(24,151,506)	21.1%
Services	354,695	3,482,880	(3,128,185)	10.2%
Materials & Supplies	846,729	3,656,900	(2,810,171)	23.2%
Utilities	84,395	439,000	(354,605)	19.2%
Insurance	293,829	1,343,231	(1,049,402)	21.9%
Taxes	70,054	368,015	(297,961)	19.0%
Leases and Rentals	18,125	68,500	(50,375)	26.5%
Miscellaneous	37,101	283,000	(245,899)	13.1%
Purchased Transportation	1,779,694	6,997,551	(5,217,857)	25.4%
Purchased Transportation - for partners	539,438	1,920,000	(1,380,562)	28.1%
Operations Expenses	4,024,061	18,559,077	(14,535,017)	21.7%
Contingency	-	500,000	(500,000)	0.0%
Total Expenses	10,491,365	49,677,889	(39,186,524)	21.1%
Net Income (Loss)	-	-		

Schedule 2-Fixed Route

CENTRAL CONTRA COSTA TRANSIT AUTHORITY
Fixed Route Income Statement
FY 2024 Year to Date - Comparison of Actual vs. Budget
For the Three Months Ended September 30, 2023

	Actual	Total Budget	Variance	% Budget
Revenues				
Fare revenue	565,486	1,961,000	(1,395,514)	28.8%
Special service revenue	234,677	586,014	(351,337)	40.0%
Total Fare Revenue	800,163	2,547,014	(1,746,851)	31.4%
Advertising revenue	56,250	340,000	(283,750)	16.5%
Non-Operating rev	596,626	131,200	465,426	454.7%
STA Population and Revenue	-	6,275,000	(6,275,000)	0.0%
Measure J	-	5,708,451	(5,708,451)	0.0%
TDA 4.0	6,367,823	19,420,757	(13,052,935)	32.8%
Federal Operating Funds	20,000	4,088,000	(4,068,000)	0.5%
Low Carbon Transit Ops Prog	158,715	600,000	(441,285)	26.5%
BART Express Funds	-	640,531	(640,531)	0.0%
Other State Grants	-	134,731	(134,731)	0.0%
Dougherty Valley Dev Fees	69,637	200,000	(130,363)	34.8%
Other Local Grants/Contributions	1,221	5,000	(3,779)	24.4%
RM 2/Other- Express	-	117,538	(117,538)	0.0%
Total Other Revenue	7,270,272	37,661,208	(30,390,937)	19.3%
Total Revenue	8,070,435	40,208,222	(32,137,788)	20.1%
Expenses				
Wages	3,780,833	16,525,369	(12,744,536)	22.9%
Fringe benefits	2,587,951	13,542,777	(10,954,825)	19.1%
Total Wages and benefits	6,368,784	30,068,145	(23,699,361)	21.2%
Services	328,752	3,373,880	(3,045,128)	9.7%
Materials and supplies	845,554	3,652,900	(2,807,346)	23.1%
Utilities	73,680	382,000	(308,320)	19.3%
Casualty and liability	293,829	1,325,231	(1,031,402)	22.2%
Taxes	70,054	368,015	(297,961)	19.0%
Leases and rentals	18,125	68,500	(50,375)	26.5%
Miscellaneous	37,101	263,000	(225,899)	14.1%
Purchased transportation	34,556	206,551	(171,996)	16.7%
Total Other Expenses (non-wages)	1,701,651	9,640,077	(7,938,426)	17.7%
Contingency	-	500,000	(500,000)	0.0%
Total Expenses	8,070,435	40,208,223	(32,137,787)	20.1%
Net Income (Loss)	-	-	-	

Schedule 3- Paratransit

CENTRAL CONTRA COSTA TRANSIT AUTHORITY**Paratransit Income Statement****FY 2024 Year to Date - Comparison of Actual vs. Budget*****For the Three Months Ended September 30, 2023***

	Actual	Total Budget	Variance	% Budget
Revenues				
Fare revenue	115,254	350,000	(234,746)	32.9%
Fare revenue - LAVTA	7,489	20,000	(12,511)	37.4%
Total Fare Revenue	122,743	370,000	(247,257)	33.2%
Special service - One Seat Ride	87,674	600,000	(512,326)	14.6%
LAVTA Fees	446,389	1,300,000	(853,611)	34.3%
FTA Section 5307	459,759	1,800,000	(1,340,241)	25.5%
TDA 4.5	194,586	1,161,778	(967,192)	16.7%
TDA 4.0	1,041,014	1,174,486	(133,472)	88.6%
Measure J	13,084	1,772,258	(1,759,174)	0.7%
STA Paratransit & Rev based	-	1,041,145	(1,041,145)	0.0%
BART ADA Service/Other	55,681	250,000	(194,319)	22.3%
Total Other Revenue	2,298,187	9,099,667	(6,801,480)	25.3%
Total Revenue	2,420,930	9,469,667	(7,048,736)	25.6%
Expenses				
Wages	69,962	319,835	(249,873)	21.9%
Fringe benefits	28,559	230,831	(202,272)	12.4%
Total Wages and benefits	98,521	550,667	(452,145)	17.9%
Services	25,943	109,000	(83,057)	23.8%
Materials and supplies	1,175	4,000	(2,825)	29.4%
Utilities	10,715	57,000	(46,285)	18.8%
Liability	-	18,000	(18,000)	0.0%
Miscellaneous	-	20,000	(20,000)	0.0%
Purchased transportation	1,745,138	6,791,000	(5,045,862)	25.7%
Purchased transp - for partners	539,438	1,920,000	(1,380,562)	28.1%
Total Other Expenses (non-wages)	2,322,409	8,919,000	(6,596,591)	26.0%
Total Expenses	2,420,931	9,469,667	(7,048,736)	25.6%
Net Income (Loss)	-	-	-	

Schedule 4- Operator Wages

CENTRAL CONTRA COSTA TRANSIT AUTHORITY
Breakdown of Operator Wages
For the Three Months Ended September 30, 2023

	Amount	% of Total Operator Wages
Platform/report/turn in	1,795,840	85.6%
Guarantees	67,539	3.2%
Overtime	83,739	4.0%
Spread	32,980	1.6%
Protection	73,694	3.5%
Travel	2,659	0.1%
Training	34,975	1.7%
Other Misc	6,930	0.3%
	<hr/> 2,098,356	

Schedule 5 - Statistics

CENTRAL CONTRA COSTA TRANSIT AUTHORITY
FY 2024 Year to Date - Statistical Comparisons
FY 2024 Year to Date - Comparison of Actual vs. Budget

	Actual FY 2024 through Q1	Actual FY 2023 through Q1	Variance FY 2024 to FY 2023	Actual FY 2022 through Q1	Variance FY 2024 to FY 2022
Fixed Route					
Fares	\$ 565,486	\$ 584,395	-3.2%	\$ 195,793	188.8%
Special Fares	234,677	267,405	-12.2%	121,223	93.6%
Total Fares	\$ 800,163	\$ 851,800	-6.1%	\$ 317,016	152.4%
Farebox recovery ratio	9.9%	10.9%	-9.0%	4.5%	121.6%
Operating Exp (Less leases)	\$ 8,070,435	\$ 7,821,766	3.2%	\$ 7,084,108	13.9%
Revenue Hours	46,513	46,557	-0.1%	46,811	-0.6%
Cost per Rev Hour	\$ 173.51	\$ 168.00	3.3%	\$ 151.33	14.7%
Passengers	625,766	548,437	14.1%	436,229	43.4%
Cost per Passenger	\$ 12.90	\$ 14.26	-9.6%	\$ 16.24	-20.6%
Passengers per Rev Hr	13.45	11.78	14.2%	9.32	44.4%
Paratransit					
Fares	\$ 115,254	\$ 102,323	12.6%	\$ 18,185	533.8%
Farebox recovery ratio	6.1%	6.4%	-4.4%	1.3%	377.5%
Operating Exp (Less Partners)	\$ 1,881,493	\$ 1,596,239	17.9%	\$ 1,417,672	32.7%
Revenue Hours	16,237	11,462	41.7%	8,285	96.0%
Cost per Rev Hour	\$ 115.88	\$ 139.26	-16.8%	\$ 171.11	-32.3%
Passengers	22,564	17,916	25.9%	15,259	47.9%
Cost per Passenger	\$ 83.38	\$ 89.10	-6.4%	\$ 92.91	-10.2%
Passengers per Rev Hr	1.39	1.56	-12.5%	1.84	-24.5%