

To: Administration & Finance Committee

Date: March 26, 2026

From: Amber Johnson, Chief Financial Officer

Reviewed by: *W.C.*

SUBJECT: Income Statements for the Six Months Ended December 31, 2025

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 second quarter of Fiscal Year (FY) 2026 are presented for review. Actual revenues and expenses are presented as compared to the adopted budget. The combined revenues were \$26.5 million (Schedule 1), representing 46.4% of the budget of \$57.1 million, including an estimated \$803 thousand in revenue available to transfer to the Authority's discretionary reserve fund at year end. The combined expenses of fixed route and paratransit for the period were \$25.7 million, which represents 45.3% of the of the budget of \$56.7 million.

Fixed Route:

Overall Fixed Route revenues and expenses are presented on Schedule 2. Revenues for the period were \$20.4 million or 46.4% of the total budget. Expenses for the period were \$19.6 million or 45.0% of the total budget.

The primary driver of the expense budget is wages and benefits. Actual expenditures on wages and benefits utilized 45.7% of the annual budget. 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 \$6.1 million, representing 46.4% of the total budget. TDA revenue is utilized as needed for Paratransit expenses, resulting in revenues that are equivalent to expenses. Recognition of federal operating funds takes place in the first quarter of the year, resulting in low reliance on other forms of revenue.

Purchased transportation expenses are the primary driver of the paratransit budget. Actual expenditures on purchased transportation for the Authority's paratransit service has utilized 46.9% 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 44.2% of the budget.

Statistics:

Schedule 4 provides select statistical information for FY 2026 as compared to this same period in FY 2025 and FY 2024.

In the second quarter of FY 2024, the fixed route farebox recovery ratio was 10.1%, and the cost of service per passenger was \$12.71. The farebox recovery ratio increased to 10.8% in FY 2025, and the cost per passenger decreased slightly to \$12.59. In the most recent Q2 of FY 2026, the farebox recovery ratio went back down 10.0% and the cost per passenger increased to \$14.29.

Last fiscal year, paratransit experienced rising operating expenditure costs, but this has stabilized in the current year to date. The farebox recovery ratio of 6.4% in FY 2024 improved to 6.7% in FY 2025 and 7.2% in FY 2026. The cost of service per passenger of \$86.55 in FY 2024 increased to \$97.25 in FY 2025, however this metric decreased back to \$88.65 in FY 2026.

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 FY2026 Q2 (Schedules 1 through 4)

County Connection
COMBINED Income Statement - Actual vs Budget
For Year to Date Through 12/31/2025

	Y-T-D Actual	Annual Budget	Variance	% Budget
REVENUES				
Passenger Fares	1,753,744	3,473,593	(1,719,849)	50.49%
Special Service Revenue	560,444	931,791	(371,347)	60.15%
Total Fare Revenue	2,314,188	4,405,384	(2,091,196)	52.53%
Federal Operating	1,751,669	1,949,798	(198,129)	89.84%
State Transit Assistance	3,401,719	6,728,438	(3,326,719)	50.56%
BART Feeder Funds	401,235	802,469	(401,234)	50.00%
Other State Grants	161,976	361,767	(199,791)	44.77%
TDA Article 4.0	11,115,515	29,372,566	(18,257,051)	37.84%
TDA Article 4.5	523,528	1,077,864	(554,336)	48.57%
Measure J Sales Tax	4,538,793	8,980,938	(4,442,145)	50.54%
Other Local Grants and Charges	122,064	248,503	(126,439)	49.12%
Total Federal-State-Local Revenue	22,016,499	49,522,343	(27,505,844)	44.46%
Advertising Income	203,250	200,000	3,250	101.63%
Investment and Misc Income	616,040	275,000	341,040	224.01%
Total Other Revenue	819,290	475,000	344,290	172.48%
Fare Revenue - LAVTA	17,659	30,000	(12,341)	58.86%
LAVTA Fees	897,682	1,982,151	(1,084,469)	45.29%
Fare Revenue - One Seat Partners	27,842	39,000	(11,158)	71.39%
One Seat Ride Fees	393,711	663,891	(270,180)	59.30%
Go San Ramon Fees	7,036	5,000	2,036	140.72%
Total Paratransit Partners	1,343,930	2,720,042	(1,376,112)	49.41%
TOTAL REVENUE	26,493,907	57,122,769	(30,628,862)	46.38%
EXPENSES				
Wages	8,446,059	18,275,540	(9,829,481)	-46.22%
Fringe Benefits	6,544,962	14,514,672	(7,969,710)	-45.09%
Total Wages & Benefits	14,991,021	32,790,212	(17,799,191)	-45.72%
Services	1,664,556	4,134,434	(2,469,878)	-40.26%
Materials and Supplies	1,733,474	3,625,150	(1,891,676)	-47.82%
Utilities	257,090	516,150	(259,060)	-49.81%
Insurance	762,026	1,554,193	(792,167)	-49.03%
Taxes	199,609	390,372	(190,763)	-51.13%
Leases and Rentals	53,216	75,000	(21,784)	-70.95%
Miscellaneous	128,757	391,500	(262,743)	-32.89%
Purchased Transportation	4,699,772	9,975,718	(5,275,946)	-47.11%
Total Other Operating (non-wages)	9,498,500	20,662,517	(11,164,017)	-45.97%
Purchased Transp - Partners	1,201,599	2,720,040	(1,518,441)	-44.18%
Contingency	0	500,000	(500,000)	0.00%
TOTAL EXPENSES	25,691,120	56,672,769	(30,981,649)	-45.33%
Excess Revenue Over (Under) Expenditures	802,787	450,000	352,787	178.40%

County Connection
Fixed Route Income Statement - Actual vs Budget
For Year to Date Through 12/31/2025

	Y-T-D Actual	Annual Budget	Variance	% Budget
REVENUES				
Passenger Fares	1,513,836	2,941,593	(1,427,757)	51.46%
Special Service Revenue	446,946	710,491	(263,545)	62.91%
Total Fare Revenue	1,960,782	3,652,084	(1,691,302)	53.69%
Federal Operating	108,682	285,303	(176,621)	38.09%
State Transit Assistance	2,901,719	5,728,438	(2,826,719)	50.65%
BART Feeder Funds	401,235	802,469	(401,234)	50.00%
Other State Grants	161,976	361,767	(199,791)	44.77%
TDA Article 4.0	10,748,544	26,271,231	(15,522,687)	40.91%
Measure J Sales Tax	3,265,600	6,353,000	(3,087,400)	51.40%
Total Federal-State-Local Revenue	17,587,756	39,802,208	(22,214,452)	44.19%
Advertising Income	203,250	200,000	3,250	101.63%
Investment and Misc Income	616,040	275,000	341,040	224.01%
Total Other Revenue	819,290	475,000	344,290	172.48%
TOTAL REVENUE	20,367,828	43,929,292	(23,561,464)	46.37%
EXPENSES				
Wages	8,270,507	17,956,414	(9,685,907)	-46.06%
Fringe Benefits	6,435,332	14,255,077	(7,819,745)	-45.14%
Total Wages & Benefits	14,705,839	32,211,491	(17,505,652)	-45.65%
Services	1,591,372	3,916,434	(2,325,062)	-40.63%
Materials and Supplies	1,732,055	3,621,150	(1,889,095)	-47.83%
Utilities	223,389	450,150	(226,761)	-49.63%
Insurance	752,570	1,533,195	(780,625)	-49.09%
Taxes	199,609	390,372	(190,763)	-51.13%
Leases and Rentals	53,216	75,000	(21,784)	-70.95%
Miscellaneous	127,715	381,500	(253,785)	-33.48%
Purchased Transportation	179,276	400,000	(220,724)	-44.82%
Total Other Operating (non-wages)	4,859,202	10,767,801	(5,908,599)	-45.13%
Contingency	0	500,000	(500,000)	0.00%
TOTAL EXPENSES	19,565,041	43,479,292	(23,914,251)	-45.00%
Excess Revenue Over (Under) Expenditures	802,787	450,000	352,787	178.40%

County Connection
Paratransit Income Statement - Actual vs Budget
For Year to Date Through 12/31/2025

	Y-T-D Actual	Annual Budget	Variance	% Budget
REVENUES				
Passenger Fares	239,908	532,000	(292,092)	45.10%
Special Service Revenue	113,498	221,300	(107,802)	51.29%
Total Fare Revenue	353,406	753,300	(399,894)	46.91%
Federal Operating	1,642,987	1,664,495	(21,508)	98.71%
State Transit Assistance	500,000	1,000,000	(500,000)	50.00%
TDA Article 4.0	366,971	3,101,335	(2,734,364)	11.83%
TDA Article 4.5	523,528	1,077,864	(554,336)	48.57%
Measure J Sales Tax	1,273,193	2,627,938	(1,354,745)	48.45%
Other Local Grants and Charges	122,064	248,503	(126,439)	49.12%
Total Federal-State-Local Revenue	4,428,743	9,720,135	(5,291,392)	45.56%
Fare Revenue - LAVTA	17,659	30,000	(12,341)	58.86%
LAVTA Fees	897,682	1,982,151	(1,084,469)	45.29%
Fare Revenue - One Seat Partners	27,842	39,000	(11,158)	71.39%
One Seat Ride Fees	393,711	663,891	(270,180)	59.30%
Go San Ramon Fees	7,036	5,000	2,036	140.72%
Total Paratransit Partners	1,343,930	2,720,042	(1,376,112)	49.41%
TOTAL REVENUE	6,126,079	13,193,477	(7,067,398)	46.43%
EXPENSES				
Wages	175,552	319,126	(143,574)	-55.01%
Fringe Benefits	109,630	259,595	(149,965)	-42.23%
Total Wages & Benefits	285,182	578,721	(293,539)	-49.28%
Services	73,184	218,000	(144,816)	-33.57%
Materials and Supplies	1,419	4,000	(2,581)	-35.48%
Utilities	33,701	66,000	(32,299)	-51.06%
Insurance	9,456	20,998	(11,542)	-45.03%
Miscellaneous	1,042	10,000	(8,958)	-10.42%
Purchased Transportation				
Purchased Transportation	4,520,496	9,575,718	(5,055,222)	-47.21%
Total Other Operating (non-wages)	4,639,298	9,894,716	(5,255,418)	-46.89%
Purchased Transp - Partners				
Purchased Transp - Partners	1,201,599	2,720,040	(1,518,441)	-44.18%
TOTAL EXPENSES	6,126,079	13,193,477	(7,067,398)	-46.43%
Excess Revenue Over (Under) Expenditures	0	0	0	0.00%

County Connection Statistical Comparisons

For Year to Date Through 12/31/2025

	Actual FY 2026 through Q2	Actual FY 2025 through Q2	Variance FY 2026 to FY 2025	Actual FY 2024 through Q2	Variance FY 2026 to FY 2024
Fixed Route					
Fares & Fare Replacements	\$ 1,960,782	\$ 1,855,616	5.7%	\$ 1,664,708	17.8%
Operating Exp (Less leases)	\$ 19,511,825	\$ 17,174,688	13.6%	\$ 16,410,826	18.9%
Farebox recovery ratio	10.0%	10.8%	-7.0%	10.1%	-0.9%
Revenue Hours	96,976	94,172	3.0%	94,240	2.9%
Cost per Rev Hour	\$ 201.20	\$ 182.38	10.3%	\$ 174.14	15.5%
Passengers	1,365,232	1,364,415	0.1%	1,290,930	5.8%
Cost per Passenger	\$ 14.29	\$ 12.59	13.5%	\$ 12.71	12.4%
Passengers per Rev Hr	14.08	14.49	-2.8%	13.70	2.8%
Paratransit					
Fares	\$ 353,406	\$ 321,088	10.1%	\$ 246,232	43.5%
Operating Exp (Less Partners)	\$ 4,924,480	\$ 4,827,206	2.0%	\$ 3,831,687	28.5%
Farebox recovery ratio	7.2%	6.7%	7.9%	6.4%	11.7%
Revenue Hours	33,560	32,861	2.1%	30,447	10.2%
Cost per Rev Hour	\$ 146.74	\$ 146.90	-0.1%	\$ 125.85	16.6%
Passengers	55,552	49,639	11.9%	44,271	25.5%
Cost per Passenger	\$ 88.65	\$ 97.25	-8.8%	\$ 86.55	2.4%
Passengers per Rev Hr	1.66	1.51	8.7%	1.45	13.8%