



Financial Report – Fiscal Year 2022

Year to Date June 30, 2022

Major Highlights

Revenue

- Sales tax remittances received YTD May 2022 are 25.7% higher than YTD May 2021 and 20.5% higher than YTD budget
- Operating contributions and grants include \$66.2 million of CRRSAA and \$40.9 million of American Rescue Plan stimulus funds

Operating Expenses

- \$209.3 million expended to date, or 62.7% of full year amended budget
- Purchased transportation is below budget due to lower Bus and Rail hours compared to budget
- Impact of current market price surge in fuel expense has been avoided through the diesel hedging program

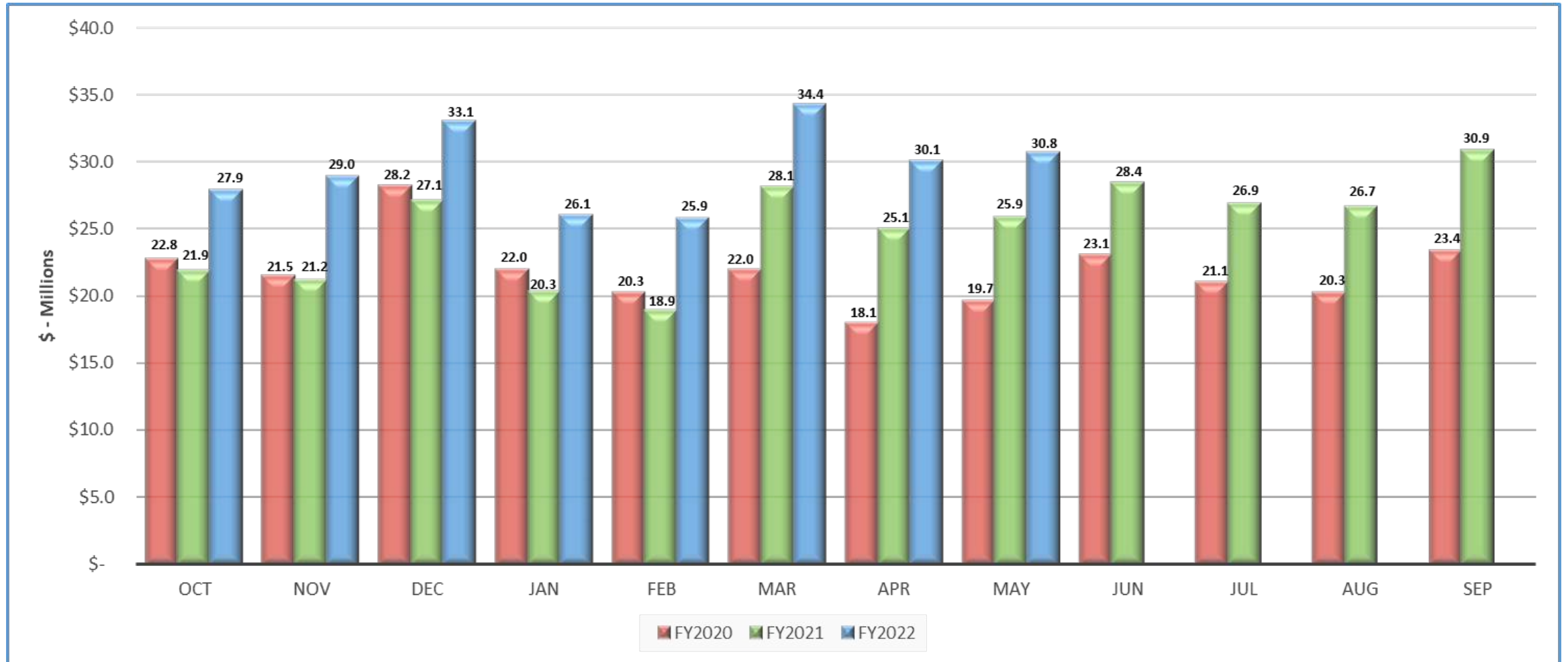
Capital Projects

- FY2022 amended capital project budget of \$306.3 million
- \$82.4 million expended to date, or 26.9% of full year amended budget
 - Demand Response Operations & Maintenance Facility Replacement, Lakeline Leander Siding, McKalla Red Line Station, MetroRapid Lines, Orange and Blue Lines and PMOR and Enterprise Resource Planning System
- \$77.4 million outstanding commitments have been issued, or 25.3% of full year amended budget
 - MetroRapid Lines, Orange and Blue Lines and PMOR, Electric Bus Replacements, McKalla Red Line Station, Enterprise Resource Planning System and Lakeline Leander Siding

Revenue

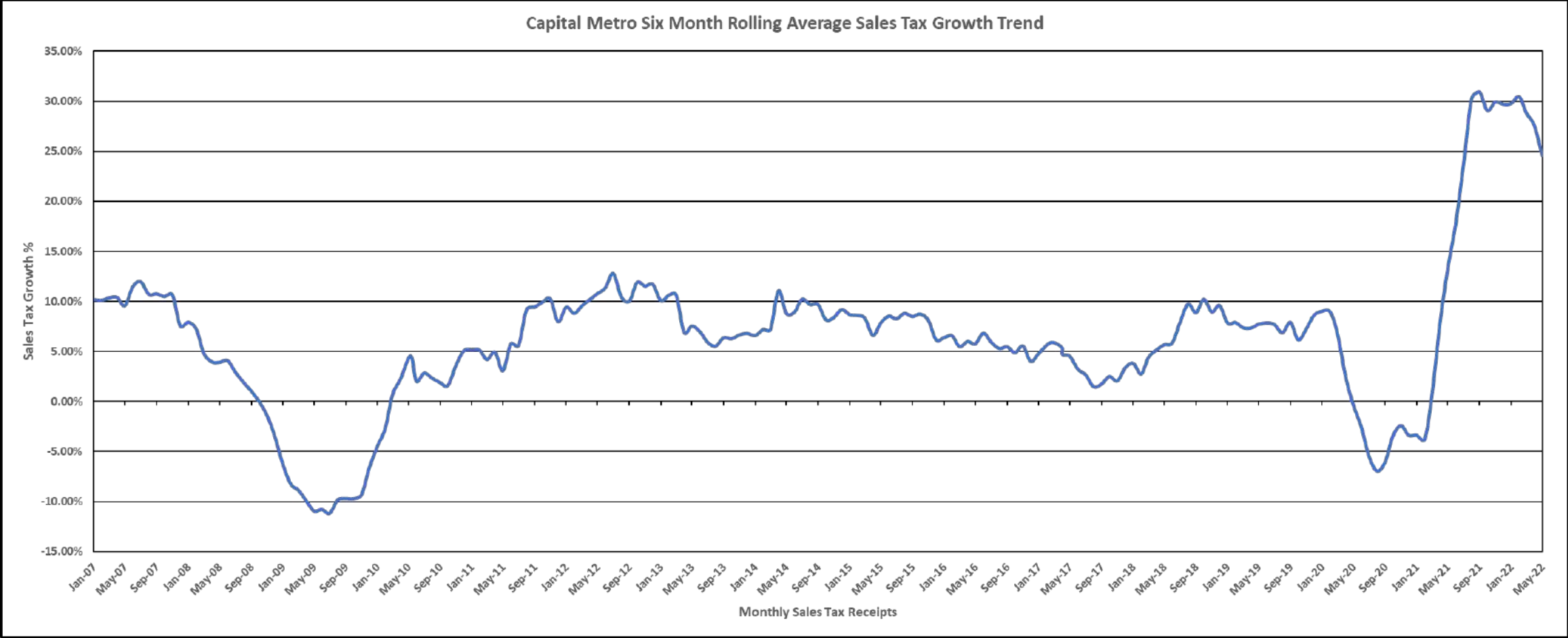
\$' Million Category	FY21 Jun YTD Actual	FY22 Jun YTD Actual	FY22 Full Year Budget	% of Budget	Comments
Sales Tax	\$205.5	\$262.4	\$297.3	88.3%	June sales tax receipts accrued
Passenger Fares	8.7	10.6	18.1	58.7%	Ridership 26.7% below budgeted projections through May
Freight Railroad Revenue	4.5	5.3	6.5	81.6%	
Other Revenue	4.8	5.3	6.6	80.7%	
Operating Contributions and Grants	34.4	137.1	172.3	79.6%	Grant draws of \$66.2m from CRRSAA and \$40.9m from ARP stimulus funds
Capital Contributions and Grants	-	13.7	157.4	8.7%	Budget includes capital contributions from the Austin Transit Partnership
Total	\$258.0	\$434.5	\$658.2	66.0%	

Actual Sales Tax Receipts



Total	\$262.5M	\$301.5M	\$237.1M
YOY % Growth	0.3%	14.8%	25.7%

Sales Tax Rolling Average Trend



Operating Expense

\$' Million Category	FY21 Jun YTD Actual	FY22 Jun YTD Actual	FY22 Full Year Budget	% of Budget	Comments
Salaries and Benefits	\$34.6	\$46.8	\$59.4	78.8%	
Professional Services	19.6	22.7	44.5	51.0%	Timing of consultation, professional services and maintenance and repair
Materials and Supplies	1.0	3.1	5.0	61.6%	
Fuel and Fluids	8.1	7.4	12.2	60.5%	Cost avoidance in market price surge through diesel hedging program
Utilities	2.4	2.6	3.9	66.0%	
Insurance	0.4	0.5	0.8	54.3%	
Purchased Transportation	116.2	121.5	192.1	63.3%	Lower Bus and Rail hours compared to budget
Lease/Rentals	2.4	2.7	6.8	40.4%	
Other Expenses	1.6	2.1	9.0	23.5%	Unspent contingency, timing of advertising and travel-related expense
Total	\$186.3	\$209.3	\$333.7	62.7%	

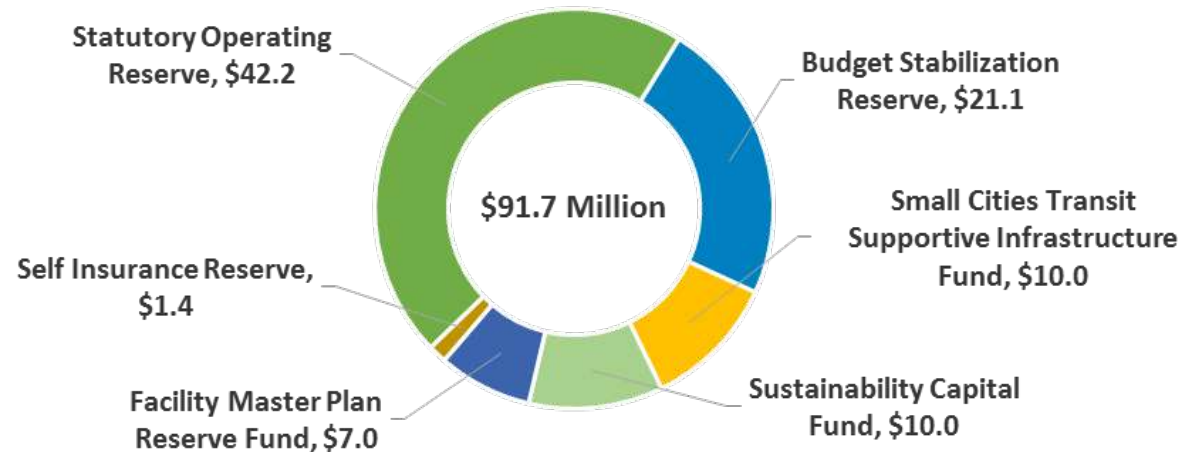
Budget Transfers

Consistent with Capital Metro's Financial Policies, there were seven budget transfers that cumulatively exceeded \$150,000 to report to the board for the 3rd quarter of FY2022.

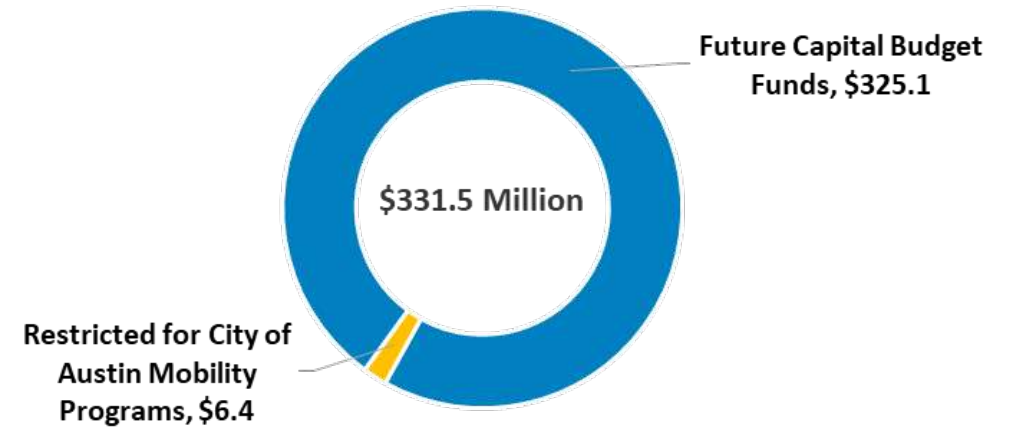
April-22				
Transfer #1				
From:	510-Multiple-420	Risk Management and Safety	(1,896,112)	Reorganized the Risk Management and Safety department into the Safety department and Systemwide Accessibility department.
To:	510-Multiple-140	Safety	1,550,902	
	510-Multiple-142	Systemwide Accessibility	345,210	
April-22				
Transfer #2				
From:	FIN2201	Capital Contingency	(500,000)	Transferred funds from capital contingency for projects that require roll-forward funding from FY2021 to FY2022 and miscellaneous budget transfers of less than
To:	FIN2203	Capital Project Multiyear Rollover and Misc.	500,000	
April-22				
Transfer #3				
From:	FIN2201	Capital Contingency	(350,000)	Transferred funds from capital contingency to replace a truck rack for bent frame repairs on buses and other vehicles at the request of the Safety department.
To:	OMO2205	Vehicle Maintenance Bus Frame Machine	350,000	
April-22				
Transfer #4				
From:	510-5121201-550	Lease-Administrative Facility	(1,273,800)	Transferred funds from lease administrative space that has been placed on hold to multiple projects in public facilities and property management to include painting, maintenance and repairs.
To:	510-5030309-457	Other Professional Fees	43,200	
	510-5030309-540	Other Professional Fees	669,881	
	510-5039909-540	Other Services	560,719	
May-22				
Transfer #5				
From:	510-5090702-220	Operating Contingency	(310,000)	Transferred funds from operating contingency to expand the transit-oriented development analysis for land use and economic development competitiveness.
To:	510-5030303-320	Consulting Services	310,000	
May-22				
Transfer #6				
From:	FIN2201	Capital Contingency	(200,000)	Transferred funds from capital contingency to replace the in-house rail configuration management system as mandated for public safety by the FRA.
To:	ITS2215	Rail Configuration Management System	200,000	
May-22				
Transfer #7				
From:	FIN2201	Capital Contingency	(177,033)	Transferred funds from capital contingency to replace and add functionality to governance risk and compliance software.
To:	ITS2403	Governance Risk and Compliance (GRC) Software	177,033	

Reserve, Allocated & Restricted Funds

Reserve Funds



Allocated & Restricted Funds



Notes:

- Additional funding was allocated to the statutory operating and budget stabilization reserves based on the board-approved funding formula. The statutory operating reserve equals 2 months of audited FY2021 operating expenses. Contributions to the budget stabilization reserve began in February 2016 with \$7 million reserved in FY2016 and \$3 million in FY2017. An additional contribution was made in FY2018 to fully fund the budget stabilization reserve. The sustainability capital fund was established in FY2022 with \$10 million to support CapMetro's Sustainability Vision Plan. In March 2022, a regional partnership with small-member cities and a \$10 million Transit Supportive Infrastructure Fund was established. A \$7 million Facility Master Plan Reserve Fund was also established in March 2022 as CapMetro addresses one of the largest needs of the agency.
- Funds for capital investment are required to help address extensive capital needs. The capital budget for FY2022 is \$306.3 million, with \$149 million funded by FY2022 income and \$157.3 million from capital contributions and grants. These capital improvements are needed to maintain the state of good repair of the community's transit infrastructure and to be in compliance with Federal regulations. The FY2022 capital budget also contains CapMetro held contracts of the Project Connect program of projects. The City of Austin Mobility Fund was reduced by \$1.4 million from City projects in FY2021.

Statement of Revenue, Expenses and Change in Net Position

\$' Million	FY21 Jun YTD Actual	FY22 Jun YTD Actual	FY22 Full Year Budget	% of Budget
<i>Operating Revenue</i>				
Passenger Fares	\$8.7	\$10.6	\$18.1	58.7%
Freight Railroad Revenue	4.5	5.3	\$6.5	81.6%
Other Revenue	4.0	4.3	\$5.8	74.4%
Total	17.2	20.3	30.4	66.6%
<i>Operating Expenses</i>				
Salaries and Benefits	34.6	46.8	59.4	78.8%
Professional Services	19.6	22.7	44.5	51.0%
Fuel and Fluids	8.1	7.4	12.2	60.5%
Utilities	2.4	2.6	3.9	66.0%
Purchased Transportation	116.2	121.5	192.1	63.3%
Other Expenses	3.0	5.7	14.8	38.1%
Lease/Rental	2.4	2.7	6.8	40.4%
Depreciation & Amortization	30.3	37.4	53.6	69.8%
Total	216.6	246.8	387.3	63.7%
<i>Operating Income/Loss</i>	<i>(199.4)</i>	<i>(226.5)</i>	<i>(356.9)</i>	<i>63.5%</i>
<i>Non-Operating Revenue/(Expenses)</i>				
Sales Tax	205.5	262.4	297.3	88.3%
Investment Income	.9	1.0	.8	130.0%
Operating Contributions and Grants	34.4	137.1	172.3	79.6%
Capital Contributions and Grants	-	13.7	157.4	8.7%
Mobility Interlocal Agreements	(68.7)	(18.2)	(4.0)	449.7%
Other	(.1)	(.0)	(.0)	0.0%
<i>Non-Operating Income/(Loss)</i>	<i>172.1</i>	<i>396.1</i>	<i>623.7</i>	<i>63.5%</i>
Change in Net Position	\$(27.3)	\$169.6	\$266.8	63.6%

Budget Variances by Department

Department	FY21 YTD Actual	FY22 YTD Actual	FY22 YTD Revised Budget	YTD % of Revised Budget	YTD Budget vs. Actual	FY22 Budget Full Year	Comments
100 - Non-Allocated Benefits	\$9,102	\$12,345	\$12,365	99.84%	\$20	\$14,514	
102 - Wellness Center	188	194	326	59.51%	\$132	466	Timing of wellness clinic opening and equipment purchases
103 - Child Care Center	754	747	826	90.44%	\$79	1,101	
105 - Business Center	245	249	279	89.25%	\$30	372	
110 - Executive Staff	533	1,182	828	142.75%	(\$354)	1,057	Labor for Project Connect Integration employees to be moved to Department 940
118 - Government Affairs	470	690	620	111.29%	(\$70)	814	Timing of vacation and sick leave accrual true up
119 - Diversity, Equity, and Inclusion	403	454	562	80.78%	\$108	772	Timing of consultation fees
120 - Board Of Directors	109	131	146	89.73%	\$15	197	
125 - Internal Audit	389	309	300	103.00%	(\$9)	401	
130 - Performance Management and Imaginat	466	798	919	86.83%	\$121	1,149	Timing of consultation fees
140 - Safety	0	1,239	1,161	106.72%	(\$78)	1,551	Actuals will be re-aligned after dept 420 disbursement
141 - Public Safety and Emergency Managemer	3,307	3,681	6,051	60.83%	\$2,370	8,049	Vacancy and security services savings and APD staffing shortages
142 - Systemwide Accessibility	0	135	259	52.12%	\$124	345	Actuals will be re-aligned after dept 420 disbursement
150 - Legal	685	739	940	78.62%	\$201	1,254	Timing of legal services expense
220 - Finance	2,765	3,963	8,884	44.61%	\$4,921	11,520	Timing of insurance premiums and unspent contingency
230 - Information Technology	8,779	11,245	16,683	67.40%	\$5,438	21,288	Timing of services expense and vacancy savings
250 - Procurement	1,220	1,569	1,470	106.73%	(\$99)	1,965	
275 - Rideshare	1,009	1,178	1,473	79.97%	\$295	2,036	Savings from lower vanpool participation
320 - Planning	1,848	3,206	4,323	74.16%	\$1,117	5,368	Timing of Orange & Blue Line ETOD and consultation fees
330 - Marketing and Communications	2,223	3,020	4,366	69.17%	\$1,346	5,771	Timing of Value of Transit, Fare Collection and Fall and Spring campaigns, Branding and User Experience Testing
331 - Community Engagement	549	1,018	1,115	91.30%	\$97	1,489	Timing of Community Survey
332 - Customer Service	742	835	816	102.33%	(\$19)	1,103	
340 - People and Culture	2,003	3,268	2,815	116.09%	(\$453)	3,537	
420 - Safety and Accessible Services	1,322	(5)	0	0.00%	\$5	0	Department split to Safety and Systemwide Accessibility departments
457 - Public Facilities	3,820	3,808	4,821	78.99%	\$1,013	6,525	Timing of professional and maintenance services
530 - Capital Projects	1,268	1,003	1,481	67.72%	\$478	2,008	Labor savings and timing of services and Street Improvements project
540 - Property and Asset Management	2,187	2,595	4,405	58.91%	\$1,810	5,241	Timing of maintenance services and the Facilities Master Plan
542 - Freight Rail Management	1,139	1,338	1,591	84.10%	\$253	2,030	Savings from Bridge Analysis deferred to next fiscal year
544 - Commuter Rail Operations	13,016	16,910	21,285	79.45%	\$4,375	27,591	Savings in purchased transportation from 12.2% fewer hours through May
550 - Real Estate and Facility Planning	2,030	2,222	1,924	115.49%	(\$298)	5,136	Timing of lease and rental expense
600 - Operations and Maintenance Oversight	95,319	100,357	120,239	83.46%	\$19,882	156,599	Purchased transportation and fuel savings from 12.4% fewer hours through April and timing of professional services
615 - Innovative Mobility	3,005	4,013	3,992	100.53%	(\$21)	5,273	
616 - MetroBike	0	28	665	4.21%	\$637	853	Timing of program starting up
620 - Demand Response Oversight	22,379	22,456	24,077	93.27%	\$1,621	32,443	Purchased transportation and fuel savings from 18.9% fewer hours through April
640 - Paratransit Reservation & Control	1,517	1,656	1,710	96.84%	\$54	2,287	
650 - Paratransit Eligibility	744	743	897	82.83%	\$154	1,186	Savings in temporary help
920 - Project Connect	771	(27)	0	0.00%	\$27	0	
940 - Project Connect Integration	0	57	405	14.07%	348	405	Labor expenses to be moved from the Executive Staff department
Total	186,306	209,349	255,019	82.09%	45,670	333,696	

Capital Projects Summary

\$'000 Project Category	Expended	Outstanding Commitments	Amended Budget	Expended & Committed as % of Budget	Comments
Commuter Rail	\$6,516	\$4,721	\$18,984	59.2%	Lakeline Leander Siding and State of Good Repair for Rail Crossings, Bridges and Track
Vehicles	559	17,136	41,446	42.7%	Electric Bus Replacements and Heavy Duty Driver Barriers
Information Technology	6,340	11,373	26,273	67.4%	Enterprise Resource Planning System and Customer Payment Systems
Facilities	3,506	4,302	30,025	26.0%	Office Space Re-Configuration and Airport Lamar Red Line Grade Separation
Freight Railroad	34	24	4,045	1.4%	Bridge Replacement
Property and Asset Mgmt	7,785	1,620	16,491	57.0%	Demand Response Operations and Maintenance Facility Replacement
Contingency	-	-	5,000	0.0%	
Project Connect	57,101	37,904	162,134	58.6%	Orange Line, Blue Line, PMOR and MetroRapid Lines
Security	591	335	1,932	47.9%	Rail House Signal Security Enhancements and Rapid Deployable Video System
Total	\$82,431	\$77,415	\$306,330	52.2%	

Outstanding commitments are for purchase orders that have been issued.

CapMetro

Thank you!