

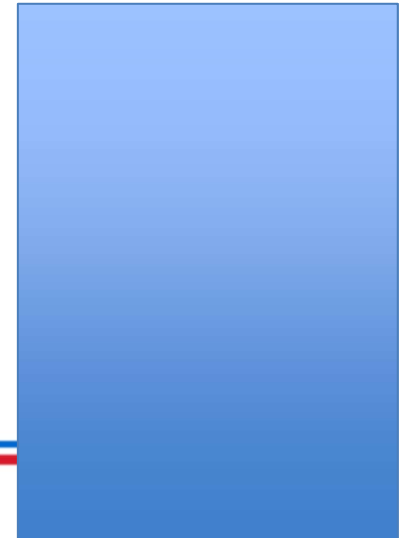


2021 Tax Budget

Operational Planning & Infrastructure Committee

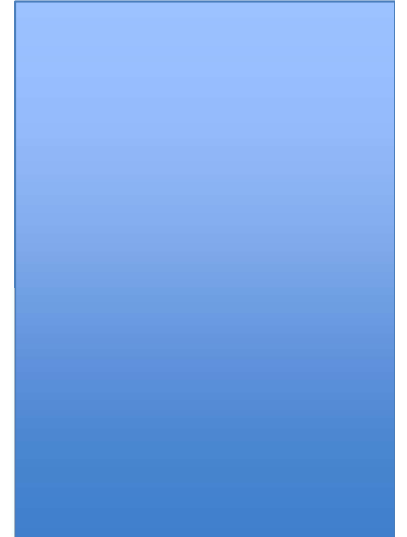
July 14, 2020

Office of Management & Budget

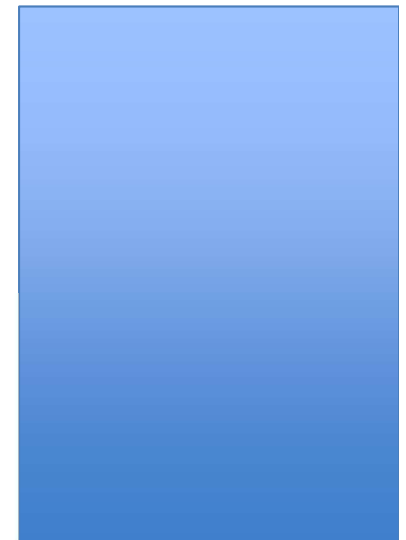
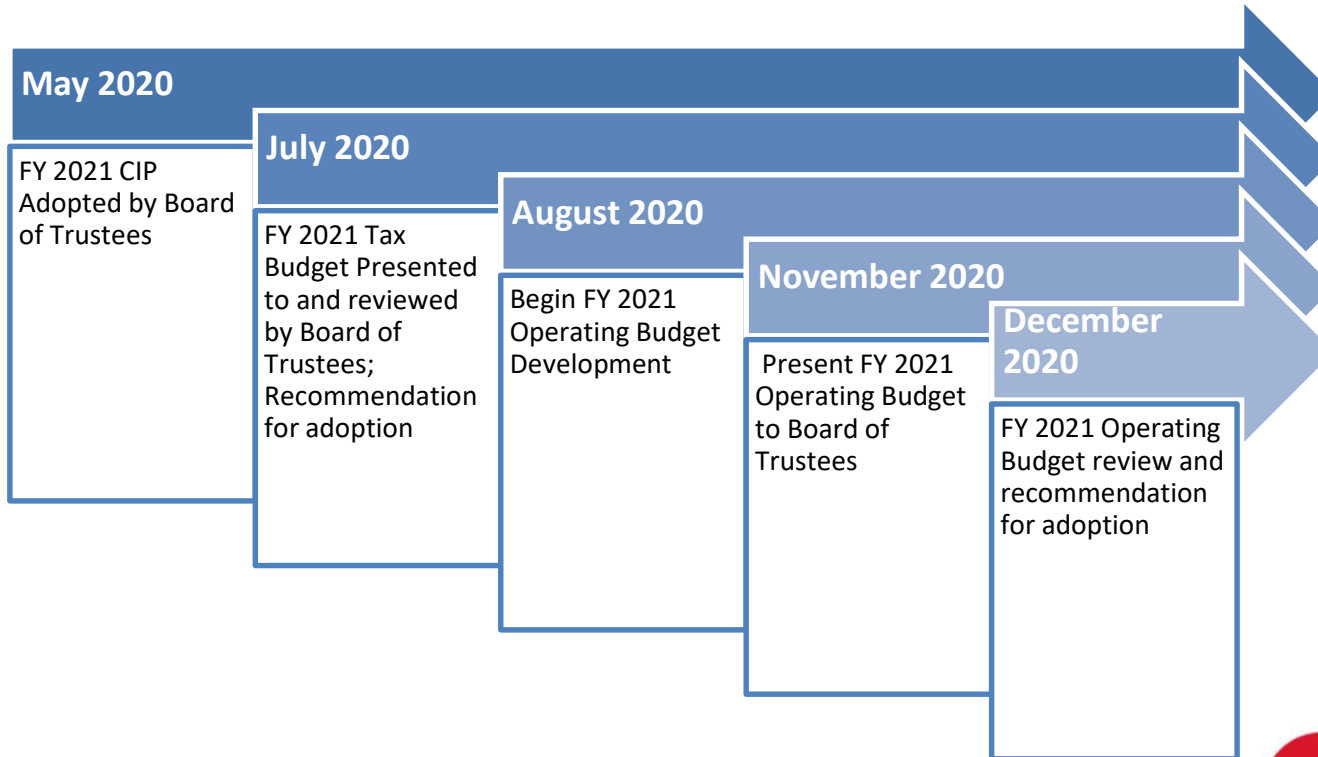


Agenda

- Budget Schedule
- Economic Assumptions
- 2021 Tax Budget
- Public Hearing

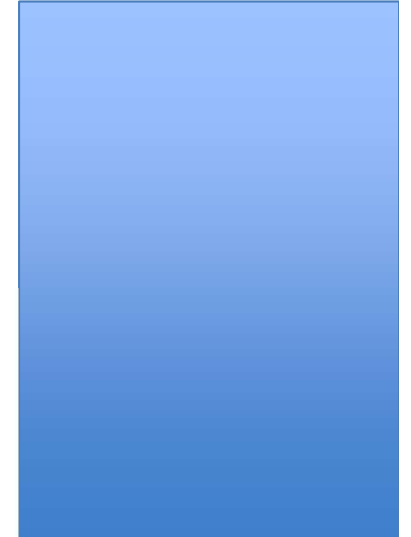


FY 2021 Budget Schedule



2021 Economic Assumptions

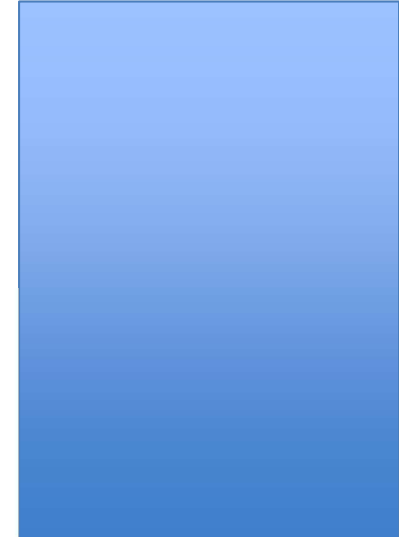
- Inflation 2%
- Interest Rates 1.5% - 1.75%
- Federal Assistance (COVID-19) \$0.0
- Ridership modest growth
- Service Levels slowly restored
- Sales Tax modest growth
- Wage Increases largely contractual



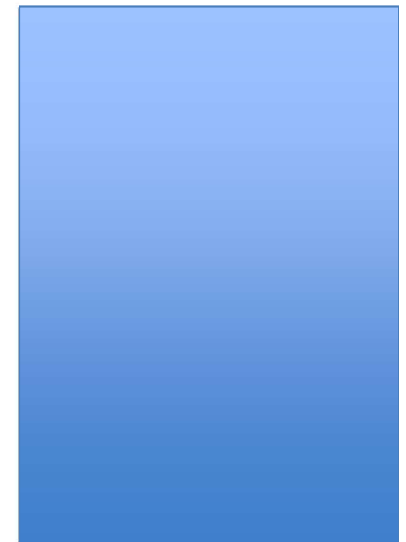
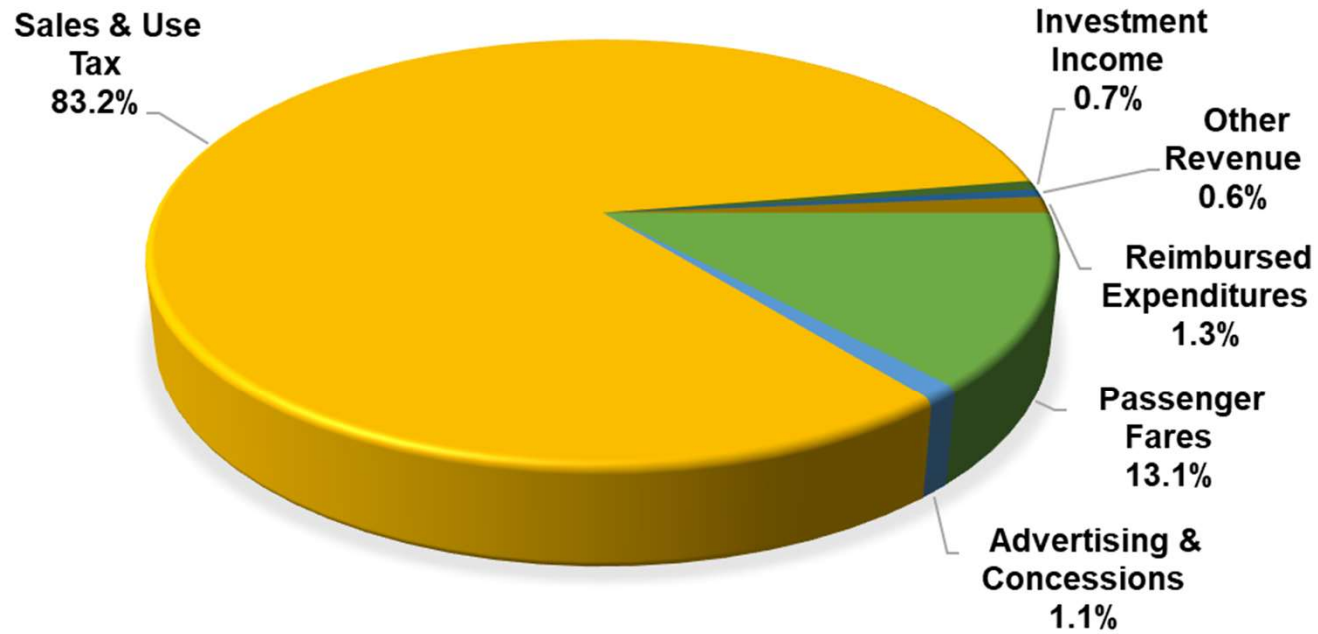
Revenues

(in Millions)	2019 Actual	2020 Estimate	2021 Tax Budget
Passenger Fares	\$42.79	\$23.62	\$30.46
Sales & Use Tax	212.19	192.04	193.16
Reimbursed Expenditures	25.29	24.52	2.93
Advertising, Investment Income, Other	5.73	5.52	5.52
Total	\$286.00	\$247.50	\$232.07
CARES Act Reimbursement	0.00	111.98	0.00
Total Revenue	\$286.00	\$357.68	\$232.07

Greater Cleveland Regional Transit Authority

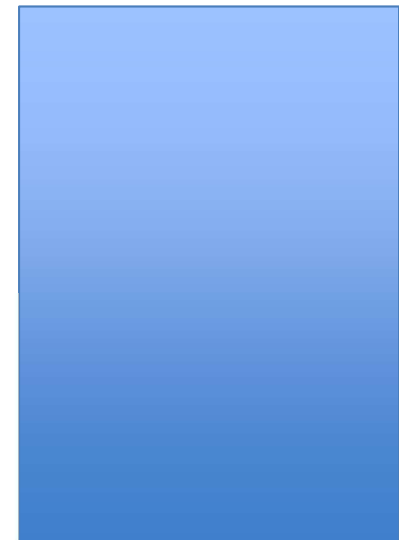


2021 TAX BUDGET GENERAL FUND REVENUES

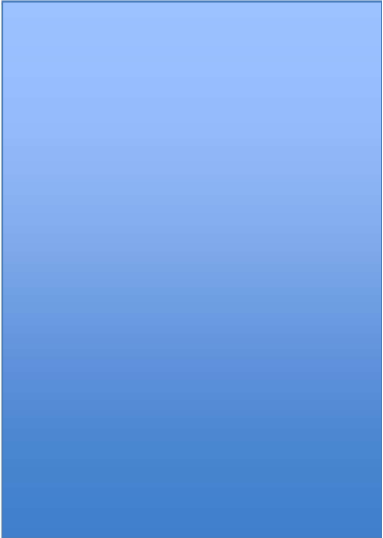
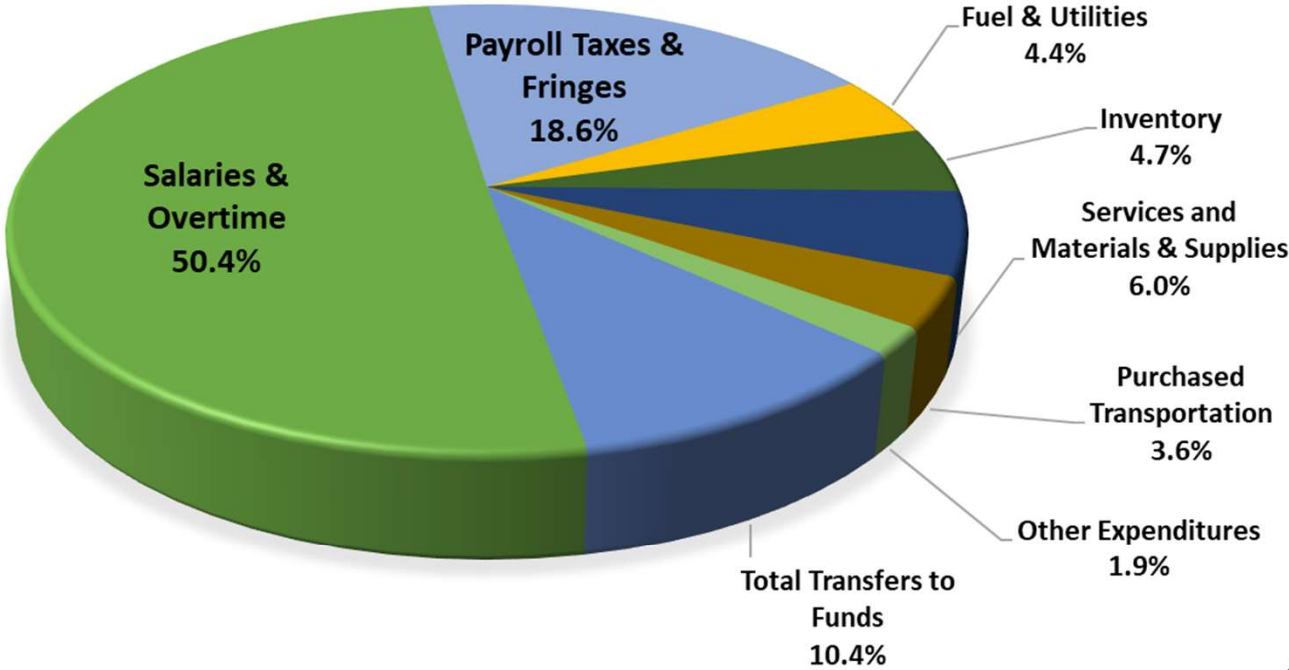


Expenditures

(in Millions)	2019 Actual	2020 Estimate	2021 Tax Budget
Salaries and Overtime	\$134.89	\$141.02	\$143.95
Payroll Taxes & Fringe Benefits	49.58	48.50	52.98
Fuel & Utilities	14.10	12.38	12.41
Inventory	11.23	11.81	13.50
Services, Materials, Supplies	18.52	17.29	17.15
Purchased Transportation	9.18	7.78	10.25
Other Expenditures	4.82	3.97	5.48
Transfers	41.06	33.59	29.67
Total Expenditures	\$283.38	\$276.34	\$285.39



**2021 TAX BUDGET
GENERAL FUND EXPENDITURES**



General Fund Balance

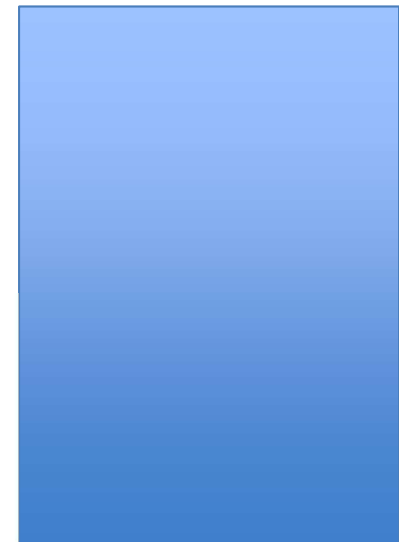
(in Millions)	2019 Actual	2020 Estimate	Variance (2020 - 2019)	2021 Tax Budget	Variance (2021 - 2020)	2022 Plan
Total Revenues	\$ 286.00	\$ 245.70	\$ (40.30)	\$ 232.08	\$ (13.62)	\$ 245.08
Salaries Payroll Taxes, Fringes	184.47	189.52	5.05	196.93	7.41	199.63
Non-Personnel Expenses	57.85	53.23	(4.62)	58.79	5.56	59.69
Total Operating Expenses	242.32	242.75	0.43	255.72	12.97	259.32
Transfers to Other Funds	41.06	33.59	(7.47)	29.67	(3.92)	30.87
Total Expenditures	283.38	276.34	(7.04)	285.39	9.05	290.19
Revenues less Expenditures	2.62	(30.64)		(53.31)		(45.11)
Beginning Balance	\$ 38.96	\$ 41.58	\$ 2.62	\$ 122.92	\$ 81.34	\$ 69.61
Ending Balance before CARES	\$ 41.58	\$ 10.94		\$ 69.61		\$ 24.50
CARES Act Funding	\$ -	\$111.98		-		-
Available Ending Balance	\$ 41.58	\$ 122.92		\$ 69.61		\$ 24.50



Projected use of CARES Act Funding

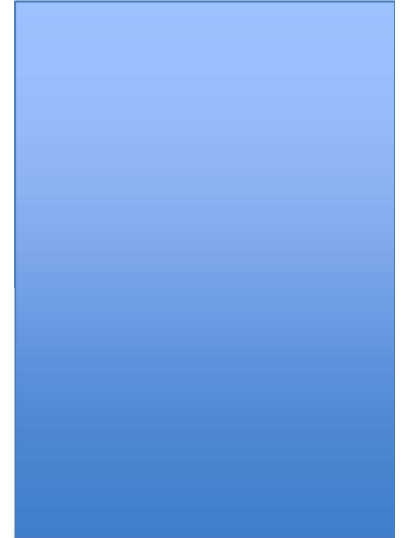
CARES Act Funding	\$ 111.98
2020 Losses	(30.64)
2021 Losses	(53.31)
2022 Losses	(45.11)
Net Loss	(129.06)
Ending Balance 12/2019	41.58
Ending Balance 12/2022	\$ 24.50

- Service Redesign & Fare Equity Study recommendations
- Labor Stability
- Increase Capital Investments
- Reduce Backlog



Public Hearing

Greater Cleveland Regional Transit Authority



Staff requests that the Operational Planning & Infrastructure Committee recommend the FY 2021 Tax Budget to the Full Board for approval

