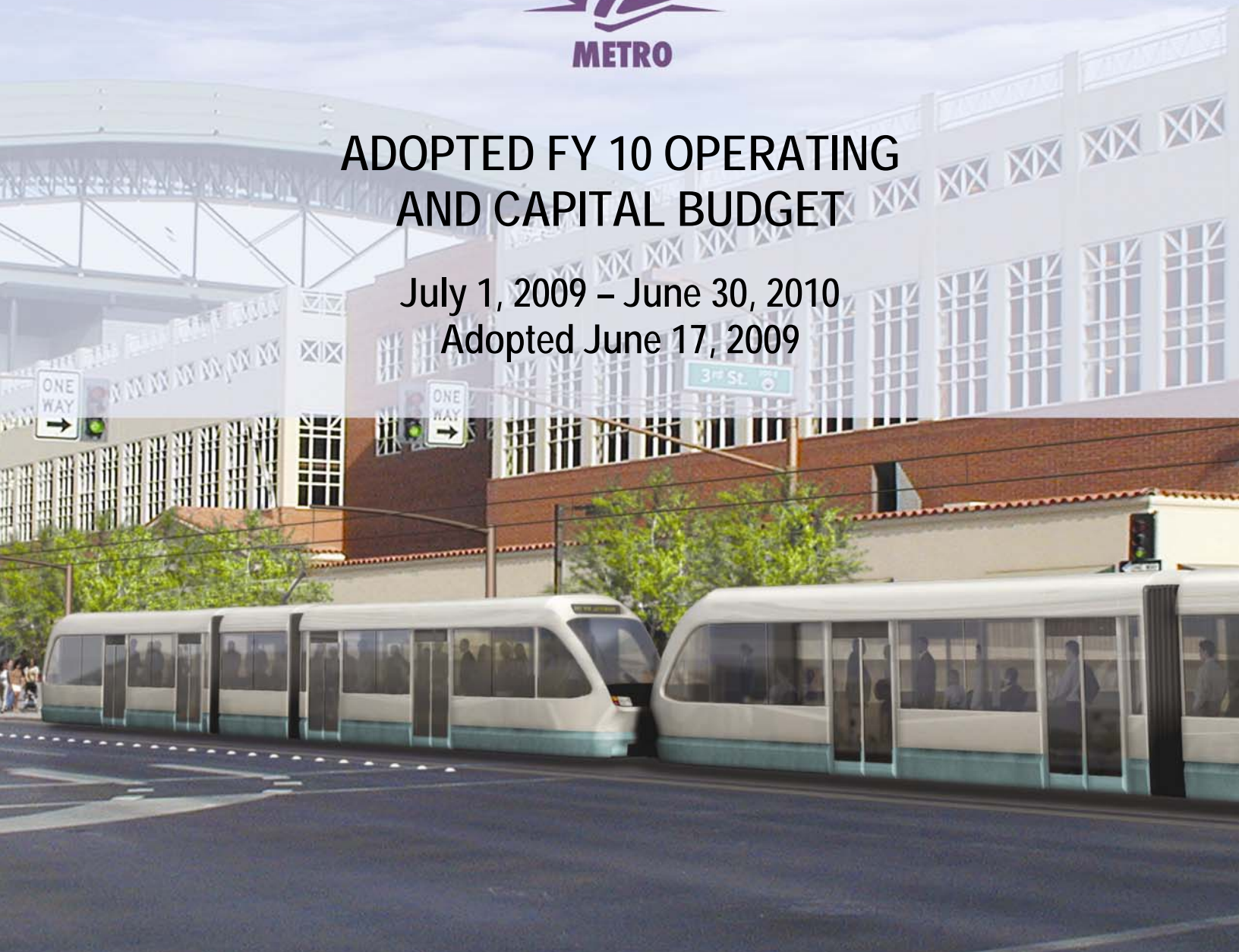




# ADOPTED FY 10 OPERATING AND CAPITAL BUDGET

July 1, 2009 – June 30, 2010  
Adopted June 17, 2009





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**Valley Metro Rail, Inc.**  
Phoenix, Arizona

**Adopted Operating and Capital Budget**  
Fiscal Year 2009/2010

**Board of Directors**

Chairman – Councilman Tom Simplot, Phoenix  
Mayor Bob Barrett, Peoria  
Mayor Boyd Dunn, Chandler  
Mayor Hugh Hallman, Tempe  
Mayor Scott Smith, Mesa  
Mayor Elaine Scruggs, Glendale

**Executive Management Team**

Richard J. Simonetta, Chief Executive Officer  
Brian Buchanan, Design and Construction Director  
Larry Engleman, Safety, Security, and Quality Assurance Director  
John Farry, Community Relations Director  
Wulf Grote, Project Development Director  
Jay Harper, Operations and Maintenance Director  
Mike Ladino, General Counsel  
John McCormack, Finance and Administration Director



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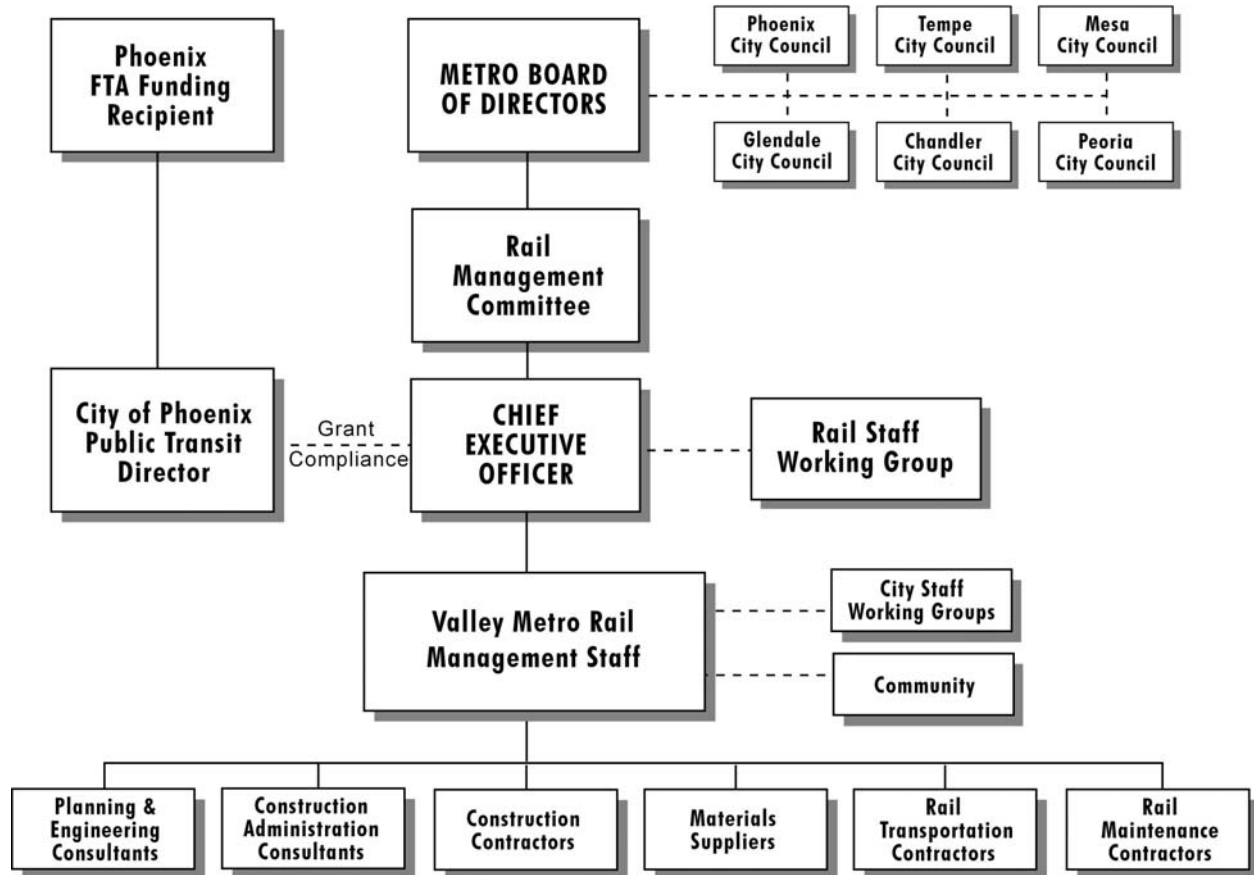
## **METRO ORGANIZATION**

Valley Metro Rail, Inc. (METRO) is a public non-profit corporation whose members are the cities of Chandler, Glendale, Mesa, Peoria, Phoenix, and Tempe. METRO was created to manage the design, construction, and operation of the Light Rail Transit (LRT) System within the Metropolitan Area. The Board of Directors includes the mayors of the member cities or their designated representatives. The Board of Directors establishes overall policies for management and administration of the LRT System, provides oversight over the design, construction, and operation of light rail and oversees the receipt and disbursement of funds and grants from federal, state, local, and other funding sources.

The Chief Executive Officer (CEO) is responsible for the day-to-day management of the organization. The CEO plans, coordinates, and directs the activities of the Management staff in carrying out the organization's responsibilities. The Management Staff includes a limited number of core agency employees, augmented by consultant personnel with specialized expertise and experience in light rail planning, design, construction, and operations on a project-by-project basis. The following chart depicts the policy organization for METRO and the relationships to key stakeholders.



## METRO POLICY ORGANIZATION



Rev. 07-22-09

## METRO VISION

In June of 2004, the METRO Board of Directors adopted a Vision Statement to describe what METRO will be when it has achieved a high level of success. The Vision was developed by volunteers of the METRO staff as part of the strategic planning effort that began with the development of the Vision statement and continued throughout this fiscal year. The Vision Statement of METRO is:

**“METRO will be recognized as a trusted and respected community partner and visionary leader that provides a premier regional rail transit system with a commitment to excellence and safety, which provides value, enhances quality of life and is a point of pride for our community.”**

## FY 2009 ACCOMPLISHMENTS

- METRO opened on time and within budget – December 27, 2008
  - Over 150,000 rides on opening weekend without incident



- Additional 150,000 rides during free fare period leading up to revenue service date of January 1st.
- METRO rides exceed projections for 1st Quarter of revenue service
  - Projected average weekday rides – 26,000
  - Actual average weekday rides for the 1st Quarter – 33,454
- METRO Saturday service is exceeding expectations
  - Projected average Saturday rides – 20,800
  - Actual average Saturday rides for the 1st Quarter – 30,498
- CPEV total project construction safety exceeded industry standards:
  - 5.6 Million hours worked
  - Construction lost time rate 1.3 vs. 5.30 National Standard
  - Construction lost time rate 0.1 vs. 2.20 hrs/100 National Standard
- Implementation of a safety awareness campaign to ensure safety during the testing period and the implementation of revenue service that included:
  - Production and distribution of a driver safety video
  - Production of a safety advertising campaign in English and Spanish generating 37 million impressions.
  - Conducted outreach and training events focused solely on accessibility and light rail safety for persons with disabilities
- Established Risk Management policies and procedures to prepare for passenger operations including establishment of Self Insurance Reserve Trust Fund
- Prepared and facilitated execution of agreements with METRO Member Cities:
  - \* Master Funding Agreements, Security Agreements, Conduct Ordinances
- Successfully completed Procurement Systems Review with City of Phoenix / FTA (began in early 2007).
- Pursued and established advertising revenue potential with NBA (All-Star Game)
- Continued final design for the 3.2 mile Northwest Extension Light Rail Project with over the shoulder review by the Construction Manager at Risk firm.
- Significant progress was made on Alternatives Analysis for three future high capacity transit corridors including Central Mesa, I-10 West and Tempe South.
  - Received federal section 5339 grant funding commitments of \$1.568 million to fund the AA studies and obtained a follow-up commitment for another \$950,000 discretionary federal funds to assist with MAG and RPTA activities related to METRO's AA studies.



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## **Awards Received by METRO**

- Best of the Best – Transportation - Engineering News Record
- METRO recognized as Project of the Year by the Associated Minority Contractors of America
- Dreamer 2008-Best Project in downtown Phoenix area award
- Public Works Project of the Year from AZ Chapter of APWA
- METRO awarded Transportation Innovation recognition by WTS
- Government Financial Officers' Association awards METRO its Certificate of Achievement for Excellence in Financial Reporting for Fiscal Year 2007 CAFR.

## **FY 2010 GOALS AND OBJECTIVES**

### **1. Operate a safe, efficient, customer-oriented, reliable METRO system.**

- Achieve performance goals and track performance against peer agency benchmarks. Manage all controllable costs to remain within adopted budget.
- Manage an effective safety and security program.
  - Establish benchmarks and make continuous improvements.
  - Enforce ordinances (fare compliance, parking, conduct, etc.).
  - Identify and secure funding for additional security enhancements.
- Work with Bus Operations to optimize passenger usage of integrated Bus/Rail transportation system.
- Maximize Fare Revenues. Continue to work with regional and local entities to integrate innovative rail fare policy initiatives into the regional framework to increase overall transit fare revenue.
- Monitor electrical power and work with utility companies to reduce cost.
- Continue development of information systems to support rail operations.

### **2. Plan, design, and construct the rail/high capacity transit element of the Regional Transportation Plan.**

- Close out CPEV project within budget; minimize claims paid and maximize warranty payments from suppliers.
- Utilizing the CM@R delivery method, finalize design and begin construction on the Northwest Extension.



- 
- Continue to foster utility company relationships and buy-in for construction schedule coordination for NW Extension and future projects.
  - Determine the Locally Preferred Alternative and receive Board approval for future high capacity transit corridors in the RTP: Central Mesa, I-10 West, Tempe South. Enter into preliminary engineering in each corridor.
  - Actively pursue regional, state, and federal funding opportunities to facilitate implementation of the region's high capacity transit program.
  - Actively explore ways to reduce future project costs to address shortfalls in regional funding for the transit program.
  - Resolve the proper location for a high capacity transit investment to serve Glendale and west Phoenix; begin the alternative analysis for this high capacity transit corridor
  - Continue to refine the LRT system configuration for high capacity transit corridors in the RTP and determine potential for FTA funding for each future corridor
  - Implement Phase II of an effective agency-wide Geographic Information System (GIS)

**3. Strengthen public confidence in METRO as a premier regional rail system.**

- Maintain awareness and education efforts regarding light rail safety for both users of the METRO system and vehicular traffic adjacent to the alignment.
- Maintain positive relationships with stakeholders along the alignment to integrate light rail into the communities and neighborhoods.
- Maintain positive relationships with the media resulting in objective news coverage. At least 75% of new stories about METRO should be positive or neutral, consistent with METRO's evaluation criteria.
- Successful implementation of marketing strategies that maximize ridership from event venues (e.g. Phoenix Suns, AZ Diamondbacks, ASU Sun Devils, etc.)
- Continue public involvement activities related to future METRO extensions.



- 
- 4. Maintain sound relationships with public and private stakeholders in the METRO system.**
- Continue to improve and maintain a sound relationship with the FTA to foster federal support for future rail projects.
  - Maintain sound relationships with Congressional leaders and Arizona delegation members that maximizes federal funding for the METRO system, especially related to the annual appropriations process and the reauthorization of SAFETEA-LU.
  - Continue to develop partnerships with utility companies, including personal contacts with Senior Management of those companies.
  - Continue to meet regularly with Board Members to develop strategies for improved Board/CEO relations.
  - Continue to develop a strong working relationship with MAG, RPTA and ADOT to improve coordination efforts towards developing an effective comprehensive multi-modal transportation system for the Phoenix Metropolitan Area.
  - Continue to identify partnering opportunities at all levels where needed and measure results.

#### **FIVE-YEAR CAPITAL AND OPERATING PROGRAM**

The By-Laws of the Corporation call for the Board of Directors to approve a Five-Year Capital and Operating Program annually, which identifies anticipated capital projects, their anticipated capital and operating costs, and funding sources. The approved Program is utilized by METRO Management staff and the member cities for financial planning and programming over the upcoming five years and serves as the basis for local budgeting for the ensuing fiscal year. At this time, a comprehensive staffing analysis has been developed to determine whether additional positions should be added to the agency and the timing of those positions. The analysis will include the cost savings of moving certain positions from consultant contracts to agency employment. The FY 2010 – FY 2014 Five-Year Operating and Capital Program will be completed and submitted to the Board of Directors for approval along with the FY 2010 Operating and Capital Budget.

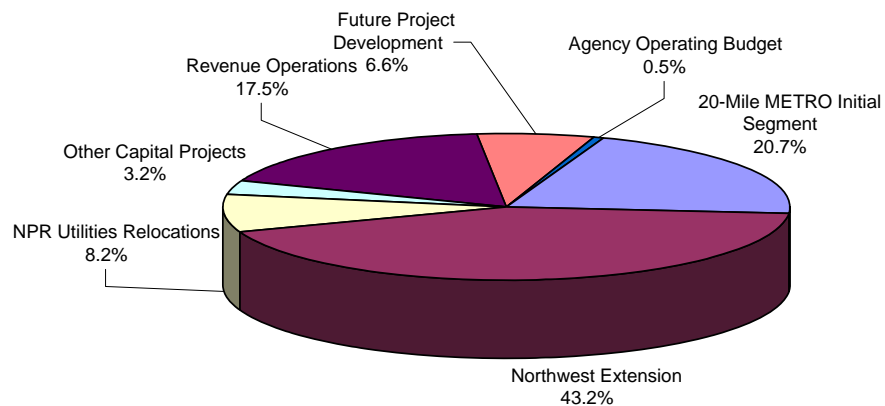


## TOTAL FINANCIAL PROGRAM

The FY 2010 Operating and Capital Budget has been prepared with the goal of delivering a fiscally prudent, balanced budget. Last year, the Board approved a total of \$259.2 million for the FY 2009 Capital and Operating Budget. Total expenditures for FY 2010 are estimated to be \$192.6 million. The unexpended balance for FY 2009 capital expenditures has been reprogrammed in the project cash flow for expenditure in future years.

**Uses of Funds** - The FY 2010 Budget includes anticipated capital and operating expenditures in the amount of approximately \$192.6 million to support eleven program elements during the period of July 1, 2009 through June 30, 2010, as follows:

<b>Uses of Funds</b>		<b>(\$,000)</b>
<b>Capital Projects:</b>		
20-Mile METRO Initial Segment	20.7%	39,886
Northwest Extension	43.2%	83,268
Non-Prior Rights Utilities Relocations	8.2%	15,816
Other Capital Projects:		
Central Mesa Extension	0.5%	927
South Tempe Extension	0.5%	939
I-10 West Extension	0.5%	971
CNPAs - 20-Mile Initial Segment	0.5%	1,012
14 LRV's	1.2%	2,229
	75.3%	145,047
<b>Operating Projects:</b>		
Revenue Operations	17.5%	33,733
Future Project Development	6.6%	12,798
Agency Operating Budget	0.5%	982
	24.7%	47,513
<b>Total Uses of Funds</b>	<b>100.0%</b>	<b>192,560</b>

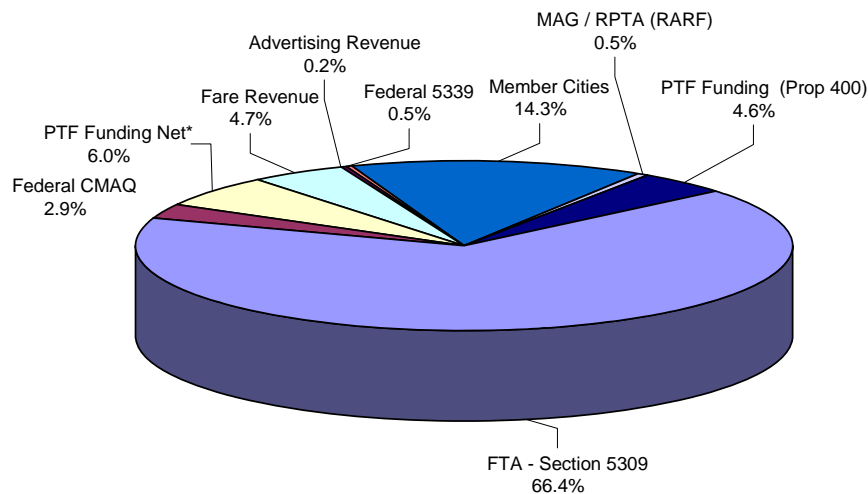




**Sources of Funds** - The FY 2010 Capital and Operating Budget will be funded with a combination of Federal 5309 New Starts and Congestion Mitigation and Air Quality (CMAQ) funding, and local funding. Full Federal 5309 reimbursement is not expected to be received until three years after completion of construction (2011). The FY 2010 Budget includes anticipated capital and operating sources of funds in the amount of approximately \$192.6 million, as follows:

<b>Sources of Funds</b>		<b>(\$,000)</b>
<b>Capital Projects:</b>		
FTA - Section 5309	66.4%	127,800
Federal CMAQ	2.9%	5,618
PTF Revenue *	6.0%	11,629
	75.3%	145,047
<b>Operating Projects:</b>		
Fare Revenue	4.7%	8,985
Advertising Revenue	0.2%	350
Federal 5339	0.5%	950
Member Cities	14.3%	27,461
MAG / RPTA (RARF)	0.5%	1,000
PTF Capital Project Planning	4.6%	8,767
	24.7%	47,513
<b>Total Sources of Funds</b>	<b>100.0%</b>	<b>192,560</b>

\* Includes reimbursements to Member Cities of \$59,235 and PTF Revenues of \$70,864 for a net of \$11,269.





## STAFFING REQUIREMENTS

**Rail Operations Personnel** – METRO is proposing to delete existing positions and add others to ensure system reliability. The proposed changes are as follows:

	<u>Positions</u>	<u>Dollars</u>
<b>Authorized FY 2009</b>	44	\$ 3,828,054
Positions Deleted:		
Rail Operations Manager	-1	(135,710)
Rail Maintenance Manager	-1	(175,190)
Manager, Systems and Facility Maint	-1	(135,710)
Positions Added:		
Signal Comm Sys Tech	2	153,210
Track Maintainer	2	126,621
Traction Elec Supervisor	1	101,961
Traction Power Sys Tech	3	229,815
<b>Proposed FY 2010</b>	49	\$ 3,993,051
Net Increase	5	\$ 164,997

**Reasons for Staffing Changes** –The changes are intended to allow METRO to properly maintain the track, power and signal control systems without the need for large amounts of overtime.

1. In the first six months of operations, METRO has been able to keep pace with Preventative Maintenance requirements by crews foregoing vacations and sick time. With the new system still covered by warranty, repairs are limited in the first year.
2. Some of the system is now over two years old and maintenance requirements are enhanced. Safety requirements do not allow any work to be performed along the rail corridor without a watchperson. Many maintenance activities, such as repairing overhead catenary systems, require a minimum of two and often three-person crews. These needs necessitate additional technicians and maintainers for track, power and signal control systems.
3. Original staffing levels were based on end-to-end run times that were shorter than the average actual run times that have been experienced. Longer end-to-end run times translate into more trains to maintain the same schedule and an increased system maintenance requirement.
4. Original staffing assumptions did not provide sufficient weekend coverage to support the extra train service for numerous regional events

**Fiscal Impact** – While the foregoing analysis shows a net increase of \$164,997, the total Rail Operations staff cost proposed for FY 2010 (\$3,993,051) is \$44,686 less than the total for FY 2009 (\$4,037,737). Since there are no proposed cost-of-living or merit increases for



FY 2010, the overall decrease relates to lower actual costs versus the costs anticipated in the FY 2009 Adopted Budget.

All duties related to the 3 deleted positions are being assumed by other personnel. As the system becomes more mature, it may become necessary to reinstate the Rail Maintenance Manager and the Manager, Systems and Facility Maintenance positions.

**Management and Administration Staff** – In FY 2009 there were 47 RPTA employees. The current year METRO project management and administration staff is comprised of the same 47 positions (for 3 METRO Board-approved positions, hiring has been deferred). This core METRO staff is supplemented by various design and construction management consultants:

ALL STAFF COMPARISON (FTE's)	FY 2009	FY 2010	Change
METRO RPTA Staff	47.0	47.0	-
CPEV Project Consultants			
PMC Staff	13.0	-	(13.0)
CAC Staff	20.0	2.0	(18.0)
GEC Staff	10.0	-	(10.0)
NW Extension Project Consultants			
PMC Staff	2.0	4.2	2.2
Const Mgmt Staff	-	7.6	7.6
Design Staff	36.0	7.0	(29.0)
<b>Total Staff METRO and Consultants</b>	<b>128.0</b>	<b>67.7</b>	<b>(60.3)</b>

**Staff Listing** A listing of the existing METRO full-time equivalent positions by project is included on page 27. A listing of the METRO FY 2010 Adopted Pay Grades and Ranges is included on page 26.

**Staffing Costs**

The FY 2010 Budget includes salary, benefit, and corresponding overhead costs assuming a 0% increase. RPTA has completed a salary survey and has determined that the current salary ranges are competitive and will not be adjusted for the fiscal year. The funding for METRO staff authorized in the FY 2010 Budget will be used to reimburse RPTA for their costs to support METRO staffing requirements. Pages 11-22 provide line-item salary and benefit cost information applied to the various FY 2010 budgets.

**Organizational Chart**

The organization chart attached at the end of this document illustrates the METRO management organization. It includes the proposed position included in the FY 2010 Budget.



**FY 2009-10 Adopted Overall Operating & Capital Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>	<b>Budget Analysis Note #</b>
<b>Sources of Funds</b>				
Fare Revenue	\$ 8,985,159	\$ 4,494,963	\$ 4,490,196	1
Advertising Revenue	350,000	-	350,000	2
FTA - Section 5309	127,800,000	88,200,000	39,600,000	3
FTA - Section 5339	950,000	1,568,000	(618,000)	
Federal - CMAQ	5,618,000	7,038,000	(1,420,000)	4
Chandler	50,000	66,500	(16,500)	
Glendale	1,419,452	417,522	1,001,929	
Mesa - See Note below	(7,247,488)	(1,499,416)	(5,748,072)	
Peoria	84,452	316,522	(232,071)	
Phoenix	427,670	42,106,561	(41,678,890)	
Scottsdale	50,000	50,000	-	
Tempe - See Note below	(26,557,626)	(8,859,318)	(17,698,308)	
MAG / RPTA Planning Funds	1,000,000	1,350,000	(350,000)	
ASU/Others	-	450,000	(450,000)	
PTF Revenue	79,631,294	38,481,481	41,149,814	5
PTF Revenue Bonds	-	85,020,000	(85,020,000)	5
	<u>\$ 192,560,914</u>	<u>\$ 259,200,815</u>	<u>\$ (66,639,902)</u>	
<b>Expenditures</b>				
Salaries and Fringe Benefits	\$ 9,178,186	\$ 9,468,250	\$ (290,064)	6
RPTA Overhead	858,392	830,042	28,350	
Transportation Contractors Labor & Materials	9,247,624	4,218,595	5,029,029	1
Fare Inspection & Security	3,492,809	1,928,500	1,564,309	1
Propulsion Power	2,294,520	844,812	1,449,708	1
Vehicle Maintenance Contractor Labor & Materials	5,447,132	2,761,377	2,685,755	1
Systems & Facilities Maintenance Contractors	1,544,962	958,850	586,112	1
SFM Material / Supplies / Other Direct Costs	846,000	87,500	758,500	1
Utilities	1,052,700	626,538	426,162	1
Fare Collection Material/Security	388,386	196,350	192,036	1
Park & Ride Lots / Contingency	-	150,000	(150,000)	1
Regional Customer Services	150,258	67,000	83,258	1
Safety Consultants	563,300	272,500	290,800	1
Regional Office Center	-	550,000	(550,000)	7
Consulting COP Liaison	125,000	-	125,000	8
Consultants - General/Prelim Engineering	3,820,000	13,925,063	(10,105,063)	3
Consultants - Program Management	-	4,375,000	(4,375,000)	3
City management & administration	1,233,000	1,792,000	(559,000)	3
Consultants - Construction Admin.	1,705,000	7,400,000	(5,695,000)	3
Consultants - Art Design	826,051	2,333,000	(1,506,949)	3
Consultants - Planning/Environmental	9,432,000	6,578,000	2,854,000	8
Consultants - Other	1,816,350	1,762,800	53,550	8
Facilities construction	64,195,000	57,628,000	6,567,000	8
Light rail vehicles	5,750,000	20,022,000	(14,272,000)	3
Systems	1,700,000	26,950,000	(25,250,000)	3
Real estate acquisition	17,500,000	25,900,000	(8,400,000)	3
Project reserve	900,000	1,801,209	(901,209)	3
Employee development	-	30,500	(30,500)	3
Conferences & seminars	9,050	53,750	(44,700)	3
Advertising	13,500	566,000	(552,500)	3
Printing	92,850	253,300	(160,450)	3
Postage	27,000	110,875	(83,875)	3
Public meetings & information	68,300	49,900	18,400	3
Other direct expenditures	794,370	206,150	588,220	3
LRT project office expense	25,900	1,770,500	(1,744,600)	9
LRT audit and accounting costs	26,250	90,000	(63,750)	3
LRT risk management	-	430,000	(430,000)	3
LRT legal services	626,500	240,000	386,500	
Liability Insurance	1,800,000	768,000	1,032,000	1
Local meetings & mileage	3,900	4,950	(1,050)	3
Travel expenses	32,750	76,800	(44,050)	3
LRT startup cost	-	11,200,000	(11,200,000)	3
Interest expense	29,937,672	27,464,693	2,472,979	3
Non-Prior Rights Utility Relocation	10,615,750	15,000,000	(4,384,250)	
14 LRV's	1,635,840	7,142,111	(5,506,271)	3
LRT project capital outlay	1,130,628	315,900	814,728	3
Agency Overhead Allocation	1,653,984	(0)	1,653,984	9
Grand Total	<u>\$ 192,560,914</u>	<u>\$ 259,200,815</u>	<u>\$ (66,639,901)</u>	

**Note:** Negative Sources of Funds reflect reimbursements to Member Cities for the CPEV 20 Mile Initial Segment Capital Project. Sources of funding include federal grant proceeds and Prop 400 revenues forecasted to fund Regional Assets.

\* Cost of Revenue Operations includes additional salaries, see Page 19.

**See Page 12 for Budget Analysis Notes.**



## Adopted FY 2009-10 Operating and Capital Budget

### BUDGET ANALYSIS

The following is an analysis of the major changes in the FY 2010 Adopted Budget over the FY 2009 Adopted Budget. The number in the "Note" column corresponds to the "Note" column of the "Adopted FY 2009/10 Overall Operating & Capital Budget." See Page 11.

Note	Budget Analysis
1	The prior year budgeted amounts for operations were based on six months of revenue operations. The current year forecast is based on limited actual results and is very similar to the preliminary budget presented in October 2008. See page 19 for further details.
2	Advertising revenues are forecast for light rail vehicle advertising wraps and station platform advertisements.
3	The capital construction phase of the CP/EV LRT initial 20-mile segment is coming to a close with the beginning of revenue operations on December 26, 2008. Federal and PTF funding is expected to exceed costs by approximately \$140.6 million, with the excess returned to Member Cities.
4	The FY 2010 revenue for CMAQ is the final amount forecast as part of the Full Funding Grant Agreement.
5	PTF sales tax revenues are forecast to be \$50.5 million for FY 2010. The first phase of PTF bonding is expected to be completed in June 2009. Of the 2009 Series Bonds, \$29.1 million will be expended in FY 2010 to fund capital projects.
6	Overall salaries and benefits are down for FY 2010 and do not include any cost-of-living or merit increases. Refer to staffing discussion on Pages 9 and 10.
7	The Regional Office Center Project is no longer being actively pursued.
8	As explained in Note 3, construction costs are generally down. Increases in this category relate primarily to the ramp-up of activities for the Northwest Extension. See Page 16 for details.
9	Overhead costs were shown in LRT project office expense in the prior year. In the current fiscal year, overhead costs are shown on Page 22 and assume that floors 9 and 10 will be leased for revenue totaling \$150,000.



## FY 2009-10 Adopted Overall Capital Budget

	2009/10 Adopted Budget	2008/09 Amended Budget	Amount Increase/ (Decrease)
<b>Sources of Funds</b>			
Sales Tax (RARF)	-	-	-
FTA - Section 5309	127,800,000	88,200,000	39,600,000
FTA - Section 5339	-	-	-
Federal - CMAQ	5,618,000	4,000,000	1,618,000
Chandler	-	-	-
Glendale	-	-	-
Mesa - See Note below	(8,687,434)	(2,199,024)	(6,488,410)
Peoria	-	-	-
Phoenix	(16,521,948)	32,265,720	(48,787,668)
Scottsdale	-	-	-
Tempe - See Note below	(34,025,983)	(12,414,134)	(21,611,849)
MAG / RPTA Planning Funds	-	-	-
ASU/Others	-	450,000	(450,000)
PTF Sales Tax Revenue	70,864,194	38,034,997	32,829,197
PTF Revenue Bonds	-	85,020,000	(85,020,000)
	<u>\$ 145,046,829</u>	<u>\$ 233,357,559</u>	<u>\$ (88,310,730)</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 2,361,563	\$ 5,519,088	\$ (3,157,524)
RPTA Overhead	220,866	473,065	(252,199)
Consulting COP Liaison	125,000	-	125,000
Consultants - General/Prelim Engineering	3,820,000	13,925,063	(10,105,063)
Consultants - Program Management	-	4,375,000	(4,375,000)
City management & administration	1,233,000	1,792,000	(559,000)
Consultants - Construction Admin.	1,705,000	7,400,000	(5,695,000)
Consultants - Art Design	826,051	2,333,000	(1,506,949)
Consultants - Planning/Environmental	-	300,000	(300,000)
Consultants - Other	951,350	1,036,000	(84,650)
Facilities construction	64,195,000	57,628,000	6,567,000
Light rail vehicles	5,750,000	20,022,000	(14,272,000)
Systems	1,700,000	26,950,000	(25,250,000)
Real estate acquisition	17,500,000	25,900,000	(8,400,000)
Project reserve	-	1,706,000	(1,706,000)
Employee development	-	-	-
Conferences & seminars	2,000	29,250	(27,250)
Advertising	5,500	524,500	(519,000)
Printing	59,100	218,300	(159,200)
Postage	15,800	57,375	(41,575)
Public meetings & information	13,800	15,900	(2,100)
Other direct expenditures	29,510	115,300	(85,790)
LRT project office expense	22,100	130,900	(108,800)
LRT audit and accounting costs	-	60,000	(60,000)
LRT risk management	-	430,000	(430,000)
LRT legal services	551,500	240,000	311,500
Liability Insurance	-	-	-
Local meetings & mileage	2,200	3,250	(1,050)
Travel expenses	4,000	45,300	(41,300)
LRT startup cost	-	11,200,000	(11,200,000)
Interest expense	29,937,672	27,464,693	2,472,979
Non-Prior Rights Utility Relocation	10,615,750	15,000,000	(4,384,250)
14 LRV's	1,635,840	7,142,111	(5,506,271)
LRT project capital outlay	1,108,628	247,300	861,328
Agency Overhead Allocation	655,599	1,074,165	(418,566)
Grand Total	<u>\$ 145,046,829</u>	<u>\$ 233,357,559</u>	<u>\$ (88,310,730)</u>

**Note:** Negative Sources of Funds reflect reimbursements to Member Cities for the CPEV 20 Mile Initial Segment



**FY 2009-10 Adopted 20-Mile METRO Initial Segment Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
FTA - Section 5309	\$ 127,800,000	\$ 88,200,000	\$ 39,600,000
FTA - CMAQ	5,618,000	4,000,000	1,618,000
Local Match - Mesa	(8,687,434)	(2,799,024)	(5,888,410)
Local Match - Phoenix	(97,904,604)	(26,737,320)	(71,167,284)
Local Match - Tempe	(34,025,983)	(13,414,134)	(20,611,849)
PTF Sales Tax Revenue	47,086,000	102,364,818	(55,278,818)
	<u>\$ 39,885,980</u>	<u>\$ 151,614,340</u>	<u>\$ (111,728,360)</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 111,291	\$ 4,009,553	\$ (3,898,262)
RPTA Overhead	10,409	343,676	(333,267)
Consultants - General/Prelim Engineering	300,000	2,425,063	(2,125,063)
Consultants - Program Management	-	3,600,000	(3,600,000)
City management & administration	-	1,792,000	(1,792,000)
Consultants - Construction Admin.	495,000	5,300,000	(4,805,000)
Consultants - Art Design	-	1,808,000	(1,808,000)
Consultants - Other	432,238	622,500	(190,263)
Facilities construction	4,242,000	38,543,000	(34,301,000)
Light rail vehicles	5,750,000	20,022,000	(14,272,000)
Systems	1,700,000	26,200,000	(24,500,000)
Real estate acquisition	1,500,000	5,400,000	(3,900,000)
Project Reserve	-	1,706,000	(1,706,000)
Employee development	-	-	-
Conferences & seminars	1,000	27,250	(26,250)
Advertising / Safety Awareness	-	515,000	(515,000)
Printing	1,500	191,400	(189,900)
Postage	1,250	29,625	(28,375)
Public meetings & information	-	7,400	(7,400)
Other direct expenditures	15,110	102,300	(87,190)
LRT project office expense	2,100	97,900	(95,800)
Contract compliance audit & accounting costs	-	60,000	(60,000)
LRT risk management	-	430,000	(430,000)
LRT legal services	551,500	240,000	311,500
Local meetings & mileage	100	2,450	(2,350)
Travel expenses	1,000	42,900	(41,900)
LRT startup cost	-	11,200,000	(11,200,000)
LRT project capital outlay	-	82,250	(82,250)
Interest expense	24,737,672	26,174,514	(1,436,842)
Agency Overhead Allocation	33,810	639,558	(605,748)
	<u>\$ 39,885,980</u>	<u>\$ 151,614,340</u>	<u>\$ (111,728,360)</u>

Note: Negative Sources of Funds reflect reimbursements to Member Cities for the CPEV 20 Mile Initial Segment Capital Project. Sources of funding include federal grant proceeds and Prop 400 revenues forecasted to fund Regional Assets. See Page 24, Funds Flow Fiscal Year 2009.



**FY 2009-10 Adopted Northwest Extension Phase I Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
PTF Revenue	\$ 4,533,000	\$ 4,400,000	\$ 133,000
Phoenix - Water Services	12,837,000	-	12,837,000
Phoenix - T2000	65,897,815	37,825,929	28,071,886
	<u>\$ 83,267,815</u>	<u>\$ 42,225,929</u>	<u>\$ 41,041,886</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 2,073,398	\$ 1,509,534	\$ 563,864
RPTA Overhead	193,915	129,389	64,526
Consulting COP Liaison	125,000	-	125,000
City management & administration	1,233,000	-	1,233,000
Consultants - General/Prelim Engineering	880,000	11,500,000	(10,620,000)
Consultants - Program Management	-	775,000	(775,000)
Consultants - Construction Admin.	1,210,000	2,100,000	(890,000)
Consultants - Planning/Environmental	-	300,000	(300,000)
Consultants - Art Design	826,051	525,000	301,051
Consultants - Other	519,113	413,500	105,613
Facilities construction	59,941,000	3,000,000	56,941,000
Real estate acquisition	15,000,000	20,500,000	(5,500,000)
Systems	-	750,000	(750,000)
Conferences & seminars	1,000	2,000	(1,000)
Advertising	5,500	9,500	(4,000)
Printing	57,600	26,900	30,700
Postage	14,550	27,750	(13,200)
Public meetings & information	13,800	8,500	5,300
Other direct expenditures	14,400	13,000	1,400
LRT project office expense	20,000	33,000	(13,000)
Local meetings & mileage	2,100	800	1,300
Travel expenses	3,000	2,400	600
LRT project capital outlay	512,600	165,050	347,550
Agency Overhead Allocation	621,789	434,606	187,183
	<u>\$ 83,267,815</u>	<u>\$ 42,225,929</u>	<u>\$ 41,041,886</u>



**FY 2009-10 Adopted Central Mesa HCT Capital Project**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
PTF Revenue	\$ 926,568		\$ 926,568
CMAQ	-		-
	<u>\$ 926,568</u>	<u>\$ -</u>	<u>\$ 926,568</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 41,671	\$ -	\$ 41,671
RPTA Overhead	3,897		3,897
Consultants - General/Prelim Engineering	880,000		880,000
LRT project capital outlay	1,000		1,000
	<u>\$ 926,568</u>	<u>\$ -</u>	<u>\$ 926,568</u>

**FY 2009-10 Adopted South Tempe HCT Capital Project**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
PTF Revenue	\$ 938,810		\$ 938,810
CMAQ	-		-
	<u>\$ 938,810</u>	<u>\$ -</u>	<u>\$ 938,810</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 52,866		\$ 52,866
RPTA Overhead	4,944		4,944
Consultants - General/Prelim Engineering	880,000		880,000
LRT project capital outlay	1,000		1,000
	<u>\$ 938,810</u>	<u>\$ -</u>	<u>\$ 938,810</u>

**FY 2009-10 Adopted I-10 West HCT Capital Project**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
PTF Revenue	\$ 971,038	\$ -	\$ 971,038
CMAQ	-		-
	<u>\$ 971,038</u>	<u>\$ -</u>	<u>\$ 971,038</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 82,337		\$ 82,337
RPTA Overhead	7,701		7,701
Consultants - General/Prelim Engineering	\$ 880,000	\$ -	\$ 880,000
LRT project capital outlay	\$ 1,000		\$ 1,000
	<u>\$ 971,038</u>	<u>\$ -</u>	<u>\$ 971,038</u>



**FY 2009-10 Adopted 20-Mile METRO Initial Segment--Concurrent Non-Project  
Activities (CNPA) Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
Mesa	\$ -	\$ 600,000	\$ (600,000)
Mesa CMAQ Funding		-	-
Phoenix	1,012,000	14,035,000	(13,023,000)
Tempe		1,000,000	(1,000,000)
ASU, Others		450,000	(450,000)
	<u>\$ 1,012,000</u>	<u>\$ 16,085,000</u>	<u>\$ (15,073,000)</u>
<b>Expenditures</b>			
Consultants - General/Prelim Engineering	\$ -	\$ -	\$ -
Consultants - Construction Admin.	-	-	-
Facilities construction	12,000	16,085,000	(16,073,000)
Systems	-	-	-
Real estate acquisition	1,000,000	-	1,000,000
Project reserve	-	-	-
	<u>\$ 1,012,000</u>	<u>\$ 16,085,000</u>	<u>\$ (15,073,000)</u>

**FY 2009-10 Adopted Non-Prior Rights Utilities Relocation Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
PTF Revenue	\$ 15,815,750	\$ (68,729,821)	\$ 84,545,571
PTF Revenue Bonds *	-	85,020,000	(85,020,000)
	<u>\$ 15,815,750</u>	<u>\$ 16,290,179</u>	<u>\$ (474,429)</u>
<b>Expenditures</b>			
CP/EV NPR Utilities	\$ 4,150,000	\$ 12,000,000	\$ (7,850,000)
Northwest Extension NPR Utilities	6,465,750	3,000,000	3,465,750
Interest expense	5,200,000	1,290,179	3,909,821
	<u>\$ 15,815,750</u>	<u>\$ 16,290,179</u>	<u>\$ (474,429)</u>

\* Note: 100% of PTF Bond funds required for the LRT Program are recorded to the NPR Utility Budget. Finance Costs will be collected in this budget and allocated to projects in future year budget presentations.

**FY 2009-10 Adopted 14 LRV Budget - Systemwide Improvements**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
City of Phoenix T 2000	\$ 1,635,840	\$ 7,142,111	\$ (5,506,271)
PTF Revenue	593,028		593,028
	<u>\$ 2,228,868</u>	<u>\$ 7,142,111</u>	<u>\$ (4,913,243)</u>
<b>Expenditures</b>			
14 Light Rail Vehicles - Phoenix	\$ 1,635,840	\$ 7,142,111	\$ (5,506,271)
Systemwide Capital - Other	593,028	-	593,028
	<u>\$ 2,228,868</u>	<u>\$ 7,142,111</u>	<u>\$ (4,913,243)</u>



**FY 2009-10 Adopted Overall Operating Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
Fare Revenue	\$ 8,985,159	\$ 4,494,963	\$ 4,490,196
Advertising Revenue	350,000	-	350,000
FTA - Section 5309	-	-	-
FTA - Section 5339	950,000	1,568,000	(618,000)
Federal - CMAQ	-	3,038,000	(3,038,000)
Chandler	50,000	66,500	(16,500)
Glendale	1,419,452	417,522	1,001,929
Mesa	1,439,946	699,608	740,338
Peoria	84,452	316,522	(232,071)
Phoenix	16,949,619	9,840,841	7,108,778
Scottsdale	50,000	50,000	-
Tempe	7,468,357	3,554,816	3,913,541
MAG / RPTA Planning Funds	1,000,000	1,350,000	(350,000)
ASU/Others	-	-	-
PTF Capital Project Planning Revenue	8,767,100	446,484	8,320,616
	<u>\$ 47,514,084</u>	<u>\$ 25,843,256</u>	<u>\$ 21,670,828</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 6,816,623	\$ 3,949,163	\$ 2,867,460
RPTA Overhead	637,526	356,977	280,549
Transportation Contractors Labor & Materials	9,247,624	4,218,595	5,029,029
Fare Inspection & Security	3,492,809	1,928,500	1,564,309
Propulsion Power	2,294,520	844,812	1,449,708
Vehicle Maintenance Contractor Labor & Materials	5,447,132	2,761,377	2,685,755
Systems & Facilities Maintenance Contractors	1,544,962	958,850	586,112
SFM Material / Supplies / Other Direct Costs	846,000	87,500	758,500
Utilities	1,052,700	626,538	426,162
Fare Collection Material/Security	388,386	196,350	192,036
Park & Ride Lots / Contingency	-	150,000	(150,000)
Regional Customer Services	150,258	67,000	83,258
Safety Consultants	563,300	272,500	290,800
Regional Office Center	-	550,000	(550,000)
Consultants - Planning/Environmental	9,432,000	6,278,000	3,154,000
Consultants - Other	865,000	726,800	138,200
Project reserve	900,000	95,209	804,791
Employee development	-	30,500	(30,500)
Conferences & seminars	7,050	24,500	(17,450)
Advertising	8,000	41,500	(33,500)
Printing	33,750	35,000	(1,250)
Postage	11,200	53,500	(42,300)
Public meetings & information	54,500	34,000	20,500
Other direct expenditures	764,860	90,850	674,010
LRT project office expense	3,800	1,639,600	(1,635,800)
LRT audit and accounting costs	26,250	30,000	(3,750)
LRT risk management	-	-	-
LRT legal services	75,000	-	75,000
Liability Insurance	1,800,000	768,000	1,032,000
Local meetings & mileage	1,700	1,700	-
Travel expenses	28,750	31,500	(2,750)
LRT project capital outlay	22,000	68,600	(46,600)
Agency Overhead Allocation	998,385	(1,074,165)	2,072,549
Grand Total	<u>\$ 47,514,085</u>	<u>\$ 25,843,256</u>	<u>\$ 21,670,829</u>



**FY 2009-10 Adopted METRO Revenue Operations Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
Fare Revenue	\$ 8,985,159	\$ 4,494,963	\$ 4,490,196
Mesa	1,071,696	473,300	598,396
Phoenix	14,701,307	6,492,636	8,208,671
Tempe	6,143,078	2,713,008	3,430,070
Mesa Advertising	17,115	-	17,115
Phoenix Advertising	234,780	-	234,780
Tempe Advertising	98,105	-	98,105
Mesa Local Security	299,530	135,589	163,941
Phoenix Local Security	1,161,452	999,500	161,952
Tempe Local Security	1,020,946	453,411	567,535
	<u>\$ 33,733,168</u>	<u>\$ 15,762,407</u>	<u>\$ 17,970,761</u>

<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 4,589,346	2,365,634	\$ 2,223,712
RPTA Overhead	429,220	221,246	207,974
Transportation Contractors Labor & Materials	9,247,624	4,218,595	5,029,029
Fare Inspection & Security	3,492,809	1,928,500	1,564,309
Propulsion Power	2,294,520	844,812	1,449,708
Vehicle Maintenance Contractor Labor & Materials	5,447,132	2,761,377	2,685,755
Systems & Facilities Maintenance Contractors	1,544,962	958,850	586,112
SFM Material / Supplies / Other Direct Costs	846,000	87,500	758,500
Utilities	1,052,700	626,538	426,162
Fare Collection Material/Security	388,386	196,350	192,036
Park & Ride Lots / Contingency	-	150,000	(150,000)
METRO Staff Costs	-	-	-
Regional Customer Services	150,258	67,000	83,258
Advertising	-	-	-
General & Administrative Costs	638,360	47,100	591,260
Consultants	563,300	272,500	290,800
LRT legal services	75,000	-	75,000
Liability Insurance	1,800,000	768,000	1,032,000
Contingency Reserve	900,000	95,209	804,791
Agency Overhead Allocation	273,551	153,195	120,356
	<u>\$ 33,733,168</u>	<u>\$ 15,762,407</u>	<u>\$ 17,970,761</u>

**Allocation of Operating Costs**

<b>Phoenix</b>			
Base Costs	\$ 20,342,322	\$ 9,280,057	\$ 11,062,265
Regional Security	621,010	227,800	393,210
Local Security	1,161,452	999,500	161,952
	<u>22,124,784</u>	<u>10,507,357</u>	<u>11,617,427</u>
<b>Tempe</b>			
Base Costs	8,500,196	3,877,746	4,622,450
Regional Security	259,527	95,200	164,327
Local Security	1,020,946	453,411	567,535
	<u>9,780,669</u>	<u>4,426,357</u>	<u>5,354,312</u>
<b>Mesa</b>			
Base Costs	1,481,842	676,104	805,738
Regional Security	46,344	17,000	29,344
Local Security	299,530	135,589	163,940
	<u>1,827,715</u>	<u>828,693</u>	<u>999,022</u>
<b>Total Operating Costs</b>	<u>\$ 33,733,168</u>	<u>\$ 15,762,407</u>	<u>\$ 17,970,761</u>



**FY 2009-10 Adopted Future Project Development Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
FTA - Section 5339	\$ 950,000	\$ 1,568,000	\$ (618,000)
Chandler	20,548	29,978	(9,429)
Glendale	1,390,000	381,000	1,009,000
Peoria	55,000	280,000	(225,000)
Phoenix	596,000	1,740,000	(1,144,000)
Scottsdale	20,548	29,978	(9,429)
MAG	500,000	500,000	-
RPTA (RARF/Other)	500,000	850,000	(350,000)
PTF Revenue	8,767,100	446,484	8,320,616
FHWA - CMAQ	-	3,038,000	(3,038,000)
	<u>\$ 12,799,197</u>	<u>\$ 8,863,439</u>	<u>\$ 3,935,758</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 1,787,779	\$ 1,286,032	\$ 501,748
RPTA Overhead	167,202	110,231	56,971
Consultants - Planning/Environmental	9,432,000	6,278,000	3,154,000
Consultants - Other	717,000	601,800	115,200
Employee development	-	-	-
Conferences & seminars	3,000	21,500	(18,500)
Advertising	7,500	41,500	(34,000)
Printing	32,500	35,000	(2,500)
Postage	10,700	53,500	(42,800)
Public meetings & information	10,000	4,000	6,000
Other direct expenditures	4,200	6,750	(2,550)
LRT project office expense	800	-	800
LRT audit & accounting costs	-	5,000	(5,000)
Local meetings & mileage	1,700	1,700	-
Travel expenses	11,500	13,000	(1,500)
LRT project capital outlay	22,000	31,400	(9,400)
Agency Overhead Allocation	591,315	374,026	217,289
	<u>\$ 12,799,197</u>	<u>\$ 8,863,439</u>	<u>\$ 3,935,758</u>



**FY 2009-10 Adopted Agency Operating Budget**

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
Chandler	\$ 29,452	\$ 36,522	\$ (7,071)
Glendale	29,452	36,522	(7,071)
Mesa	68,720	90,719	(21,998)
Peoria	29,452	36,522	(7,071)
Phoenix	490,860	608,705	(117,846)
Scottsdale	29,452	20,022	9,429
Tempe	304,333	388,397	(84,064)
	<u>\$ 981,720</u>	<u>\$ 1,217,410</u>	<u>\$ (235,691)</u>
<b>Expenditures</b>			
Salaries and Fringe Benefits	\$ 439,497	\$ 297,497	\$ 142,001
RPTA Overhead	41,104	25,500	15,604
Regional Office Center	-	550,000	(550,000)
Consultants - Other	148,000	125,000	23,000
Conferences & seminars	4,050	3,000	1,050
Advertising	500	-	500
Printing	1,250	-	1,250
Postage	500	-	500
Public meetings & information	44,500	30,000	14,500
LRT project office expense	3,000	-	3,000
Other direct expenditures	122,300	37,000	85,300
LRT audit and accounting costs	26,250	25,000	1,250
Travel expenses	17,250	18,500	(1,250)
LRT project capital outlay	-	18,800	(18,800)
Agency Overhead Allocation	133,518	87,114	46,404
	<u>\$ 981,720</u>	<u>\$ 1,217,410</u>	<u>\$ (235,691)</u>

Note: In FY 2008/2009, Employee Development (\$30,500) and LRT project office expense (\$1,639,600) were shown as separate amounts and a portion of these total costs (\$1,601,386) was allocated to other projects. For FY 2009/2010, all allocated costs are included in Project 4021 and only the portion allocable to Project 4020 is shown here. For comparability, prior year is shown net at \$68,714.



## FY 2009-10 Adopted Agency Overhead Allocation

	<b>2009/10 Adopted Budget</b>	<b>2008/09 Amended Budget</b>	<b>Amount Increase/ (Decrease)</b>
<b>Sources of Funds</b>			
Agency Overhead Allocation:	\$ -	\$ -	\$ -
Revenue Operations	273,551	153,195	120,355
CP/EV	33,810	639,558	(605,748)
Northwest Extension	621,789	434,606	187,183
Agency Operating	133,518	87,114	46,405
Future Projects	591,315	374,026	217,289
	<u>\$ 1,653,984</u>	<u>\$ 1,688,500</u>	<u>\$ (34,516)</u>
<b>Expenditures</b>			
Building Rent	\$ 1,284,000	\$ 1,268,000	\$ 16,000
Building Rent Sublease	(150,000)	-	(150,000)
Parking	42,000	70,000	(28,000)
IT Services	248,228	320,000	(71,772)
Equipment Leases	59,433	-	59,433
Equipment Maintenance	20,115	-	20,115
Office Supplies	51,358	-	51,358
Telecommunication Services	34,812	-	34,812
Employee development	16,500	30,500	(14,000)
Other Office Expense Contingency	33,798	-	33,798
LRT project capital outlay	13,740	-	13,740
	<u>\$ 1,653,984</u>	<u>\$ 1,688,500</u>	<u>\$ (34,516)</u>

Note: All costs in this Project are allocated to other Projects as "Agency Overhead Allocation." The current year allocations also contain the assumption that the 9th and 10th floors of the property underlying the building lease will be sublet to third parties for rents totaling \$150,000. In FY 2008/2009, this overhead allocation was shown in Project 4020, Agency Operating. The current year budget schedule for Agency Operating has been adjusted to reflect the net amount allocated to that project (\$87,114) in FY 2008/2009. In addition, the current budget includes several new categories of costs (totaling \$213,255) that are included in the overhead allocation that were not in the prior allocation. In FY 2008/2009 these costs were included in CP/EV.



**CP/EV Project Budget Overview  
FY 2010 and Total Project  
Adjusted February 2009 Cash Flow Forecast**

<u>Description</u>	<u>FFGA Original Project Budget</u>	<u>February 2009 Project Budget</u>	<u>Projected Expenditures Through FY 09</u>	<u>FY 10 Projected Budget</u>	<u>Remaining Forecasted Expenditures</u>	<u>Total Forecast</u>
Management/Administration	\$ 133,745,867	\$ 136,348,016	\$ 135,079,132	\$ 1,161,307	\$ (555,000)	\$ 135,685,439
Real Estate/Right of Way	136,295,150	126,500,000	130,100,000	1,500,000	-	131,600,000
Engineering	122,445,027	132,702,178	133,572,155	300,000	-	133,872,155
Owner Furnished Materials	29,671,419	33,460,104	33,320,028	-	-	33,320,028
Vehicles	121,276,824	118,422,565	111,806,051	5,750,000	850,000	118,406,051
Facilities	422,341,688	538,769,818	534,417,739	3,458,447	-	537,876,186
Systems	119,790,902	113,411,312	112,398,543	1,700,000	-	114,098,543
Construction Administration	53,003,749	56,281,460	57,781,460	495,000	-	58,276,460
Archeology / HAZMAT removal	-	7,372,689	6,302,540	783,553	303,258	7,389,351
Testing & Startup	31,000,000	23,000,000	23,000,000	-	-	23,000,000
Arts Program	6,283,133	6,283,133	6,283,133	-	-	6,283,133
Contingency Unallocated	7,575,241	-	-	-	-	-
Project Reserve	69,829,000	1,201,257	-	-	-	-
Subtotal	<u>1,253,258,000</u>	<u>1,293,752,532</u>	<u>1,284,060,781</u>	<u>15,148,307</u>	<u>598,258</u>	<u>1,299,807,346</u>
Finance Costs	158,867,346	118,372,814	66,622,782	24,737,672	20,957,546	\$ 112,318,000
Total CP/EV LRT Project	<u>\$ 1,412,125,346</u>	<u>\$ 1,412,125,346</u>	<u>\$ 1,350,683,562</u>	<u>\$ 39,885,980</u>	<u>\$ 21,555,804</u>	<u>\$ 1,412,125,346</u>



**CP/EV Project Budget Overview  
Management Administration - FY 2010 and Total Project**

<u>Description</u>	<u>FFGA Original</u>	<u>February 2009</u>	<u>Projected</u>	<u>FY 10</u>	<u>Remaining</u>	<u>Total</u>	<u>Feb PBS</u>
	<u>Project Budget</u>	<u>Project Budget</u>	<u>Expenditures</u>	<u>Projected</u>	<u>Forecasted</u>	<u>Total</u>	<u>Forecast at</u>
			<u>Through FY 09</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Forecast</u>	<u>completion</u>
Consultants - Program Management	\$ 53,053,279	\$ 53,053,279	\$ 52,500,000	\$ -	\$ -	\$ 52,500,000	\$ 52,500,000
City Management	22,185,439	22,185,439	22,185,439	-	-	22,185,439	22,185,439
ADOT Oversight	420,000	1,087,676	708,342	-	-	708,342	708,342
Agency Insurance Cost	7,000,000	7,000,000	7,500,000	-	-	7,500,000	7,500,000
RPTA Preliminary Eng MGMT	4,363,526	4,363,526	8,388,002	-	-	8,388,002	8,388,002
Construction Administration Services	1,697,232	2,067,564	1,912,968	-	-	1,912,968	1,912,968
CAB Program	-	2,500,000	2,500,000	-	-	2,500,000	2,500,000
Art Program Administration	414,632	414,632	414,632	-	-	414,632	414,632
Administrative ROW Costs	696,712	557,660	736,330	-	-	736,330	736,330
Administrative Management Contingency	-	388,523	972,959	-	-	972,959	972,959
VMR Administration -see below detail	43,915,047	42,729,717	37,260,460	1,161,307	(555,000)	37,866,767	37,866,767
Management/Administration	133,745,867	136,348,016	\$ 135,079,132	\$ 1,161,307	\$ (555,000)	\$ 135,685,439	\$ 135,685,439

**FY 2010 Budget Breakdown:**

Salaries and Fringe Benefits			\$ 15,757,868	\$ 111,291	\$ -	\$ 15,869,160	\$ 15,869,160
RPTA Overhead			3,361,526	10,409	-	3,371,935	3,371,935
Consultants - Direct			2,152,343	432,238	445,000	3,029,581	3,029,581
Employee Development			81,909	-	-	81,909	81,909
Conferences & Seminars			102,783	1,000	-	103,783	103,783
Advertising / Safety Awareness			1,409,754	-	-	1,409,754	1,409,754
Printing			1,074,199	1,500	-	1,075,699	1,075,699
Postage			321,808	1,250	-	323,058	323,058
Public Meetings & Information			276,143	-	-	276,143	276,143
Other Direct Expenditures			552,897	15,110	-	568,007	568,007
LRT Project Office Expense / Overhead Allocation			6,735,132	35,910	-	6,771,042	6,771,042
Contract Compliance Audit & Accounting Costs			188,647	-	-	188,647	188,647
LRT Risk Management Costs			1,255,468	-	-	1,255,468	1,255,468
LRT Legal Services			1,769,377	551,500	(1,000,000)	1,320,877	1,320,877
Local Meetings & Mileage			11,772	100	-	11,872	11,872
Travel Expenses			396,719	1,000	-	397,719	397,719
LRT Project Capital Outlay			1,812,113	-	-	1,812,113	1,812,113
Total VMR Administration			\$ 37,260,460	\$ 1,161,307	\$ (555,000)	\$ 37,866,767	\$ 36,166,385



**Funds Flow Fiscal Year 2010**  
**\$ Thousands**

Funding Sources	Central Phoenix/East Valley LRT Project			Other Costs Funded in Current FY			Total Funding
	Costs Funded Currently	Federal/Regional Reimbursements	Member Cities / Other Sources	NW Extension	Other Capital	Operations	
Fare Revenue:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Phoenix						6,027	6,027
Tempe						2,519	2,519
Mesa						439	439
Advertising Revenue:							
Phoenix						235	235
Tempe						98	98
Mesa						17	17
Phoenix	28,695	(126,600)	(97,905)	78,735	2,648	16,950	428
Tempe	10,675	(44,701)	(34,026)			7,468	(26,558)
Mesa	516	(9,203)	(8,687)			1,440	(7,247)
Glendale						1,419	1,419
Chandler						50	50
Peoria						84	84
Scottsdale						50	50
Federal 5309		127,800	127,800				127,800
Federal 5339						950	950
Federal CMAQ		5,618	5,618				5,618
Regional PTF		47,086	47,086	4,533	19,246	8,767	79,632
RPTA						500	500
MAG Arranged Funding						500	500
Other Funding							-
<b>TOTAL FUNDING</b>	<b>\$ 39,886</b>	<b>\$ -</b>	<b>\$ 39,886</b>	<b>\$ 83,268</b>	<b>\$ 21,894</b>	<b>\$ 47,513</b>	<b>\$ 192,561</b>



**FY 2010 Adopted Pay Grades and Ranges**

<b>Grade</b>	<b>RPTA Position Titles</b>	<b>Pay Range</b>	
III	Administrative Support Assistant	\$27,626	- \$41,439
IV	Accounting Technician Administrative Assistant	\$30,696	- \$46,043
VI	Paralegal TES Worker	\$37,142	- \$55,712
VII	Accountant I Executive Assistant Materials Handler Network Support Specialist Planner I Procurement Specialist Systems Electronic/Communications Maintainer TES Maintainer Track Maintainer	\$40,856	- \$61,284
VIII	Document Control Supervisor Executive Administrative Coordinator Information Technology Systems Specialist Maintenance Scheduling Materials/Warranty Coordinator Utility Relocation Specialist Warranty Administrator	\$44,942	- \$67,413
IX	Accountant II Area Coordinator Contract Administrator Planner II Supervisor, Facility Maintenance Supervisor, Track Maintenance Systems Electronic/Communications Technician TES Lead	\$49,435	- \$74,154
X	Lead Technician Network Systems Engineer Program Control Specialist Senior Contract Administrator Signals/Communications Maintenance Supervisor TES Supervisor	\$54,380	- \$81,569
XI	Public Arts Administrator Public Information Officer Rail DBE Program Manager	\$59,818	- \$89,726
XII	Marketing Manager Rail Public Involvement Manager Rail Real Estate Manager Rail Senior Engineer (PE) Rail Senior Program Control Specialist Rail Utility Manager	\$65,799	- \$98,698
XIII	Contracts and Procurement Manager Finance and Budget Manager Manager, Signals, Communications, and Traction Power Rail Manager of Construction Rail Schedule Manager - CP Rail Maintenance Manager Rail Operations Manager Rail Project Manager, Facilities Engineer Rail Project Manager, Planning	\$72,379	- \$108,568
XIV	Chief Transportation Officer Chief System Engineering Officer	\$81,992	- \$122,987
XV	Rail Community Relations Director Rail Finance & Administration Director Rail Safety, Security, and Quality Assurance Director	\$106,589	- \$143,874
XVI	Rail Design & Construction Director Rail Operations & Maintenance Director Rail General Counsel Rail Project Development Director	\$117,246	- \$165,355
ED	Chief Executive Officer	Salary Negotiated	



Adopted Full-Time Equivalents (FTE) Allocated by Project

Position	Rev Operations	Northwest	Future Projects	Agency Ops	CP/EV	Interstate 10	Tempe South	Central Mesa	Grand Total
Accountant I	1.40	0.26	0.24	0.10					2.00
Accountant II	0.30	0.52	0.13	0.05					1.00
Accounting Technician	0.35	0.48	0.12	0.05					1.00
Admin Support Assistant	0.35	0.47	0.13	0.05					1.00
Administrative Assistant	2.60	1.60	2.01	0.55	0.15	0.03	0.03	0.03	7.00
Area Coordinator	0.15	1.10	0.70	0.05					2.00
Chief System Engineering Officer	0.85	0.10	0.05						1.00
Chief Transportation Officer	1.00								1.00
Contract Administrator	0.15	0.25	0.20	0.25	0.15				1.00
Contracts and Procurement Manager	0.15	0.25	0.20	0.25	0.15				1.00
Document Control Supervisor	0.05	0.80	0.10	0.05					1.00
Engineer Civil	0.15	0.30	0.45			0.15	0.07	0.03	1.00
Exec Admin Coordinator	0.15	0.30	0.40	0.15					1.00
Executive Assistant	1.00	0.15	0.70			0.05	0.05	0.05	2.00
Facility Maintenance Supervisor	1.00								1.00
Finance and Budget Manager	0.30	0.52	0.13	0.05					1.00
Materials Handler	1.00								1.00
Materials/Warranty Coordinator	2.00								2.00
Metro Info Tech Sys Spec	0.50	0.40		0.10					1.00
Metro Marketing Manager	0.65	0.05	0.25	0.05					1.00
Mgr. Sched & Cap Proj	0.15	0.80	0.20						1.00
Network Systems Engineer	1.00								1.00
Paralegal	0.25	0.30	0.15	0.15	0.15				1.00
Planner II			0.85			0.05	0.05	0.05	1.00
Planner III	0.05	0.10	1.55			0.10	0.10	0.10	2.00
Program Control Specialist		0.80	0.20						1.00
Project Development Director		0.05	0.80			0.05	0.05	0.05	1.00
Public Arts Administrator	0.10	0.60	0.20	0.10					1.00
Public Information Officer	0.30	0.40	0.25	0.05					1.00
Rail Chief Executive Officer	0.15	0.50	0.15	0.20					1.00
Rail Community Relations Director	0.20	0.20	0.40	0.20					1.00
Rail DBE Program Manager	0.15	0.35	0.30	0.20					1.00
Rail Design & Construction Director		0.75	0.10	0.05	0.10				1.00
Rail Design/Construct Mgr		0.80	0.20						1.00
Rail Engineer/Technician	0.90	0.05	0.05						1.00
Rail Finance & Administration Director	0.40	0.43	0.12	0.05					1.00
Rail General Counsel	0.25	0.25	0.20	0.15	0.15				1.00
Rail Operations & Maintenance Director	0.90	0.05	0.05						1.00
Rail Project Manager, Facilities Engineer		0.35	0.35			0.20	0.05	0.05	1.00
Rail Project Mgr Planning			0.90			0.05	0.05		1.00
Rail Public Involvement Manager	0.15	0.40	0.40	0.05					1.00
Rail Real Estate Manager		0.45	0.55						1.00
Rail Safety, Security, and Quality Director	0.60	0.30	0.10						1.00
Rail Utility Manager		0.50	0.50						1.00
Senior Contract Administrator	0.30	0.60	0.60	0.50					2.00
Signal Comm Sys Maintain	6.00								6.00
Signal Comm Sys Supv	1.00								1.00
Signal Comm Sys Tech	4.00								4.00
Track Maintainer	6.00								6.00
Track Maintenance Supervisor	1.00								1.00
Traction Elec Supervisor	1.00								1.00
Traction Power Sys Tech	9.00								9.00
Utility Relocation Specialist		0.50	0.30	0.20					1.00
Maintenance Scheduler	1.00								1.00
Network Support Analyst	1.00								1.00
Existing Total	49.65	17.08	15.28	3.65	0.85	0.68	0.45	0.36	88.00
Signal Comm Sys Tech	2.00								2.00
Track Maintainer	2.00								2.00
Traction Elec Supervisor	1.00								1.00
Traction Power Sys Tech	3.00								3.00
New Total	8.00								8.00
Grand Total	57.65	17.08	15.28	3.65	0.85	0.68	0.45	0.36	96.00



# VALLEY METRO RAIL AGENCY ORGANIZATION - FY10 Update

04-17-09

