

FY 24/25 - FY 26/27
3-Year Budget

Jeff Kise
Director of Finance & Administration
Board of Directors Meeting
May 22nd, 2024



Changes from Feb Draft

Operating Budget

Operating Revenue and Expense increased from \$3,926,133 to \$4,132,762

Items accounting for the increase are as follows:

- Financial software evaluation consultant \$35,000
- Office space planning consultant \$50,000
- Fully loaded cost of new Finance Officer overlap \$89,500
- Updated annual CalPERS UAL annual payment \$32,129

Changes from Feb Draft

Direct Program Budget

Direct Program Revenue and Expenses increased from \$5,642,279 to \$5,699,779

- The \$57,453 difference reflects a correction in the work element sub-ledger.

Changes from Feb Draft

Capital Expenditures

Staff is recommending using reserve funds for the following expenses:

- Payoff the TAMC unfunded accrued liability with CalPERS which is approximately \$1,500,000
- Replace one agency vehicle - \$45,000 budget

Revenue Assumptions

Increase

- Monterey County Vision Zero Plan
- Regional Transportation Vulnerability Assessment
- SRTS in N. Monterey County & San Antonio Path
- FORTAG Construction Management

Decrease

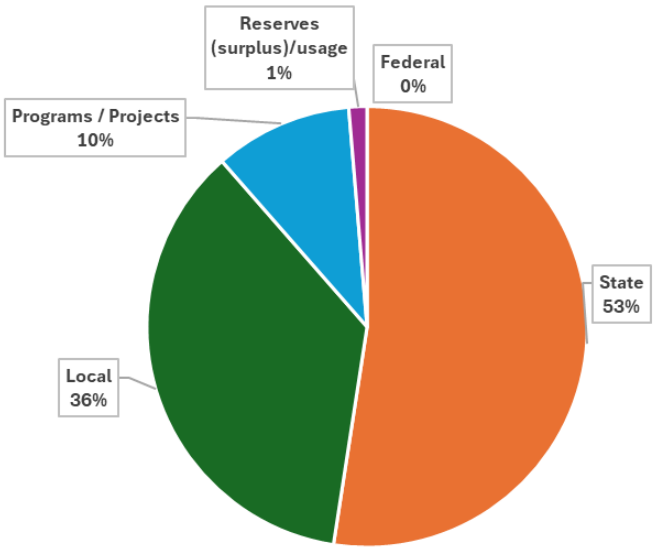
- Salinas Valley SRTS
- Rail Extension HDR Amendment 1
- Alisal Greening – Clean CA.

Total Revenue by Type

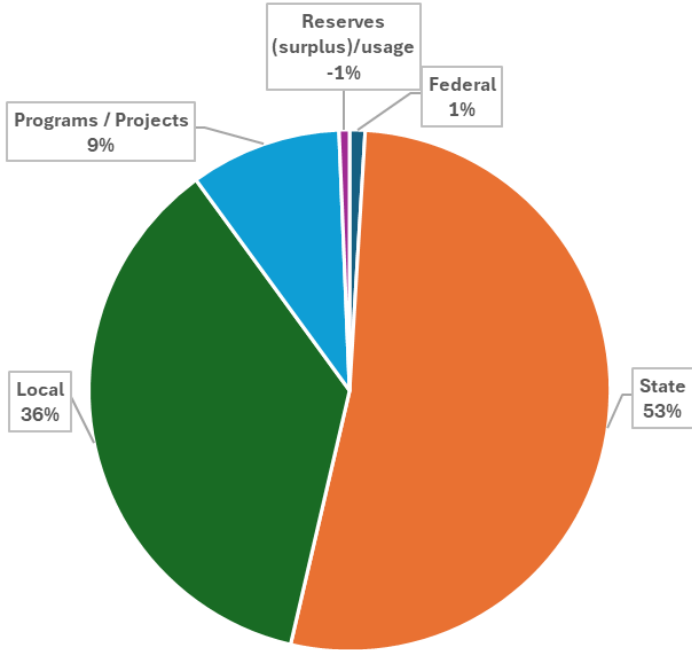
	FY 23-24	FY 24-25	Change
Operating	\$3,783,480	\$4,132,762	9.2%
Direct	\$3,762,073	\$5,699,779	51.5%
TOTAL	\$7,545,553	\$9,832,541	30.3%

Operating Revenue Sources

FY 23-24
\$3,783,480



FY 24-25
\$4,132,762



3-Year Operating Budget Horizon

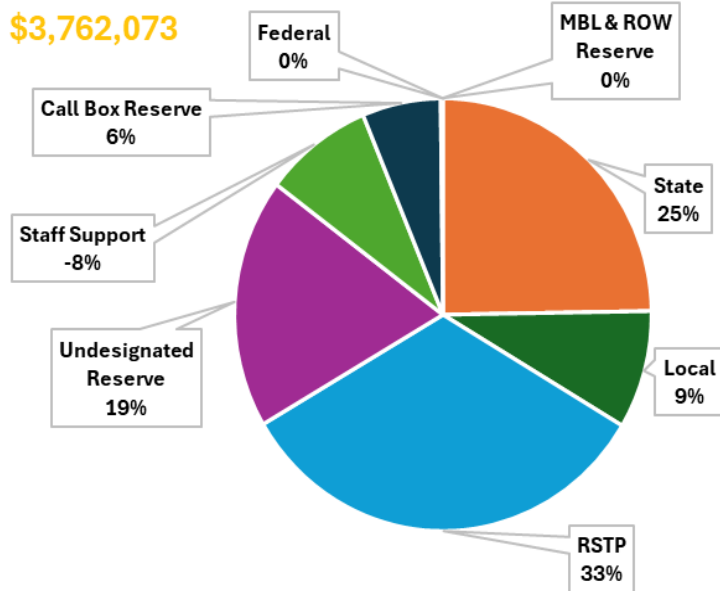
Fiscal Year	Budget	Change
23-24 (Approved)	\$3,783,480	
24-25 (Forecast)	\$4,132,762	9.2%
26-26 (Forecast)	\$4,170,364	0.9%
26-27 (Forecast)	\$4,418,200	5.9%

Direct Programs

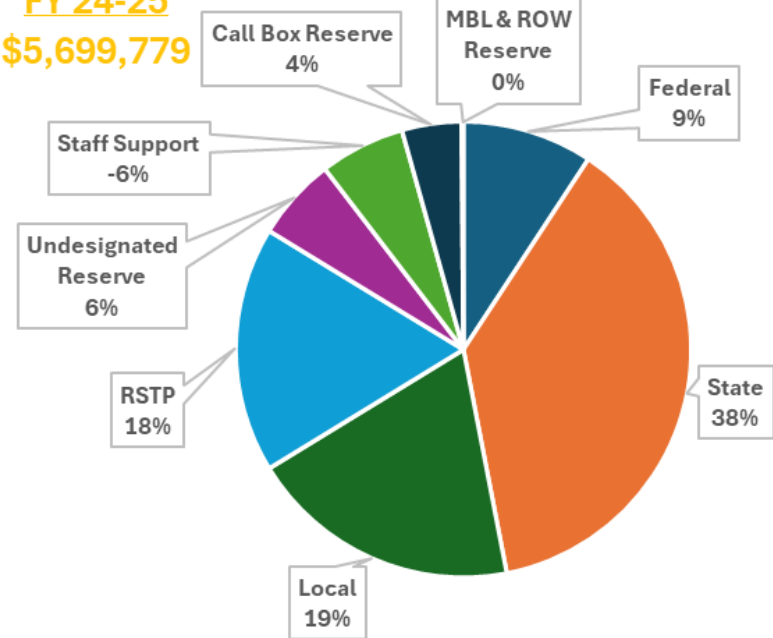
- Change made 3 years ago in budgeting process
 - Capital Expenditures e.g. Rail to Salinas were put in the Integrated Funding Strategy
 - Ongoing programs e.g. FSP/SAFE/Go 831 stayed in the budget
- Continue use of Reserves for activities
 - Public Outreach
 - Legislative Advocates
 - Triennial Audit
 - Caltrans Audit repayment
 - Rail Property Expenses

Direct Revenue Sources

FY23-24
\$3,762,073



FY 24-25
\$5,699,779



Unrestricted Reserves

Fiscal Year	Balance	Change
2019/2020 Audit	\$8,078,791	
2020/2021 Audit	\$8,869,401	\$790,610
2021/2022 Audit	\$10,578,150	\$1,708,749
2022/2023 Draft	\$10,050,421	(\$527,729)*

* Rail project funding sources had expired in the fiscal year, so reserves were budgeted to be used.

Recommended Action

- **APPROVE** Resolution 2024-07 adopting the fiscal year 24/25 budget and estimated budgets for fiscal years 25/26 and 26/27 and the Overall Work Program for FY 24/25, and;
- **APPROVE** the 2024 Integrated Funding Strategy.