



Photo: Flickr user: Mellifcentgrd

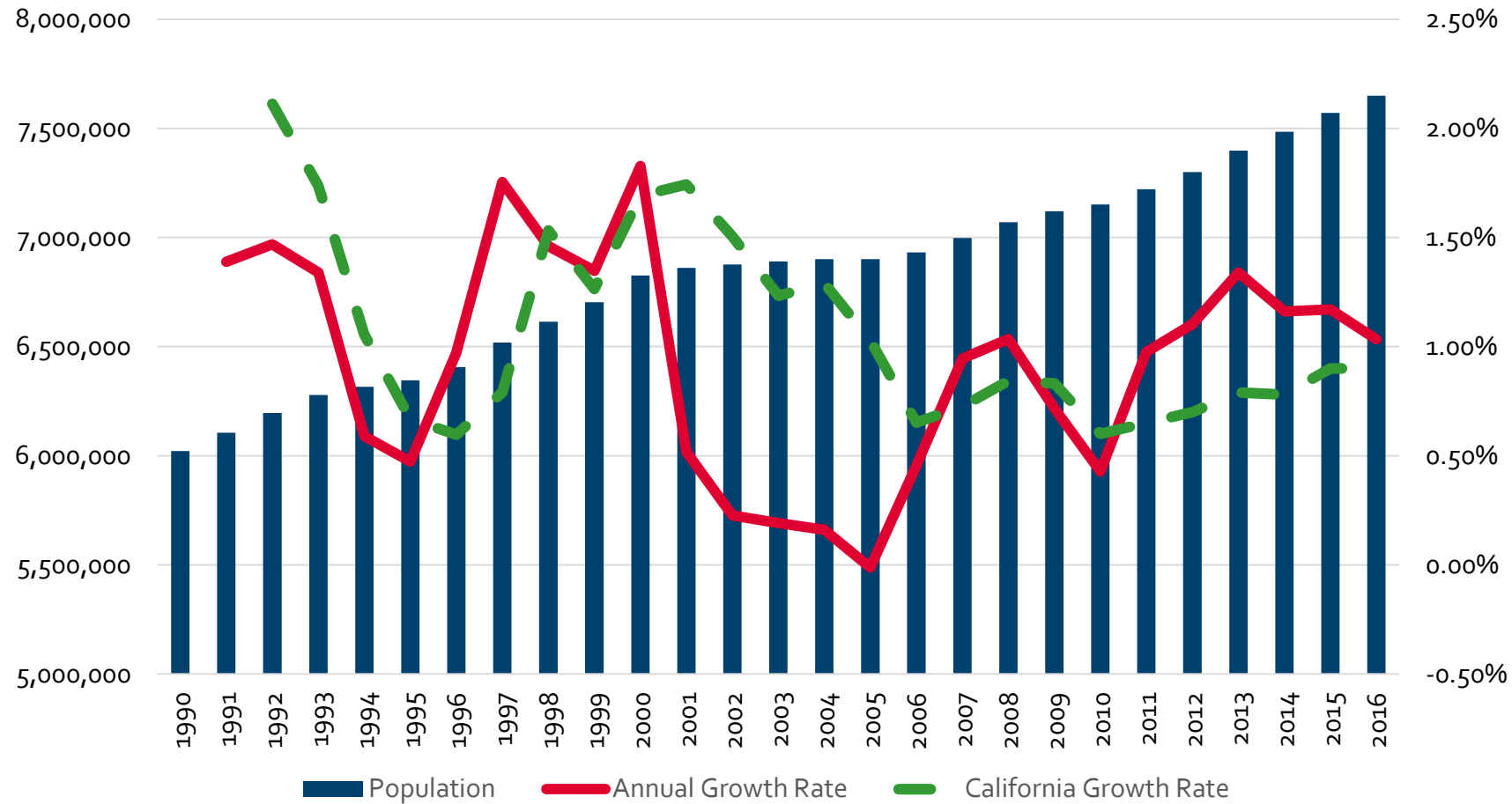


FY 2017-18 Fund Estimate Kickoff

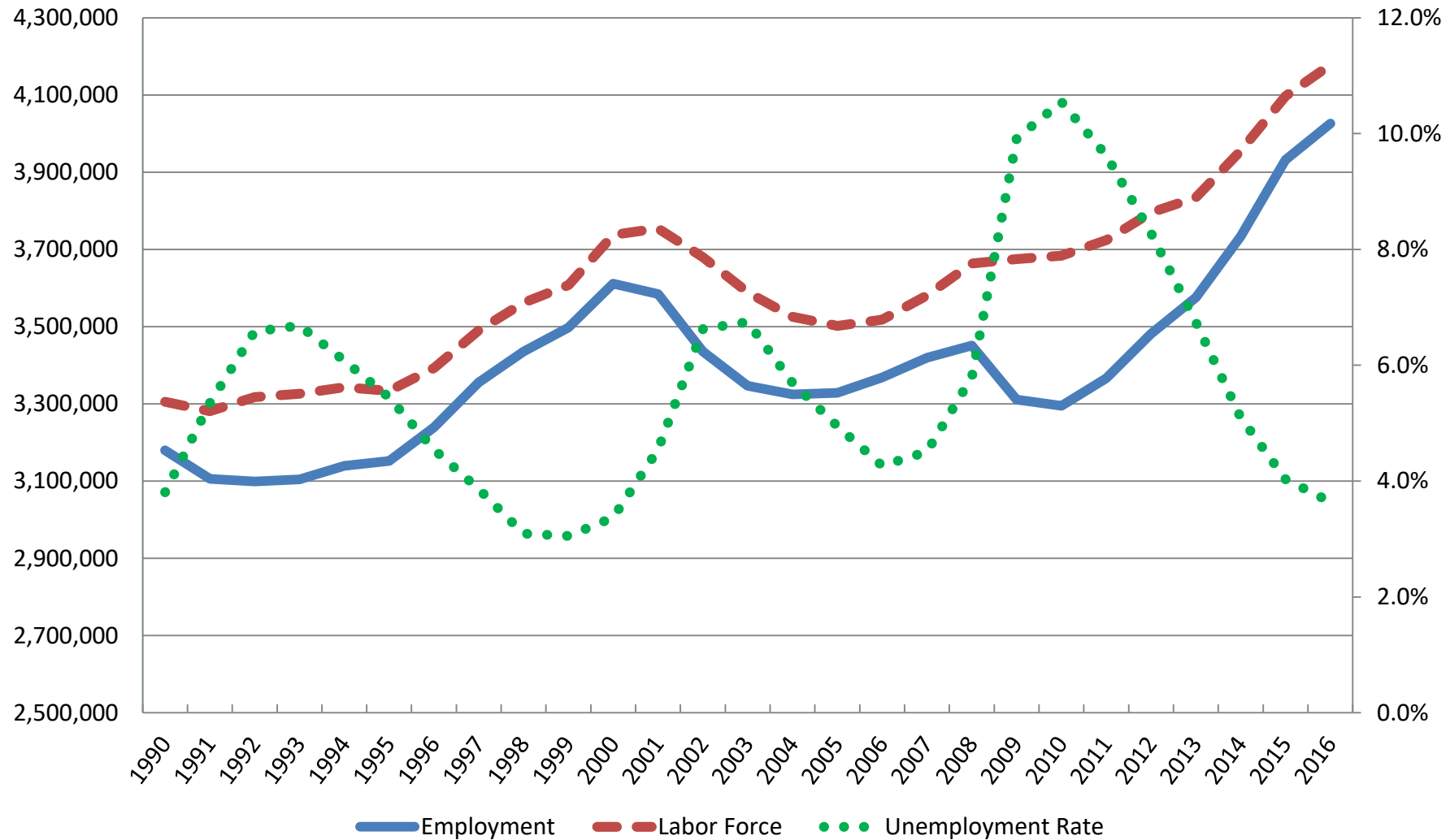
Thursday, January 12, 2017 | 10:30 a.m. – 11:30 a.m.

Economic Indicators

Bay Area Population



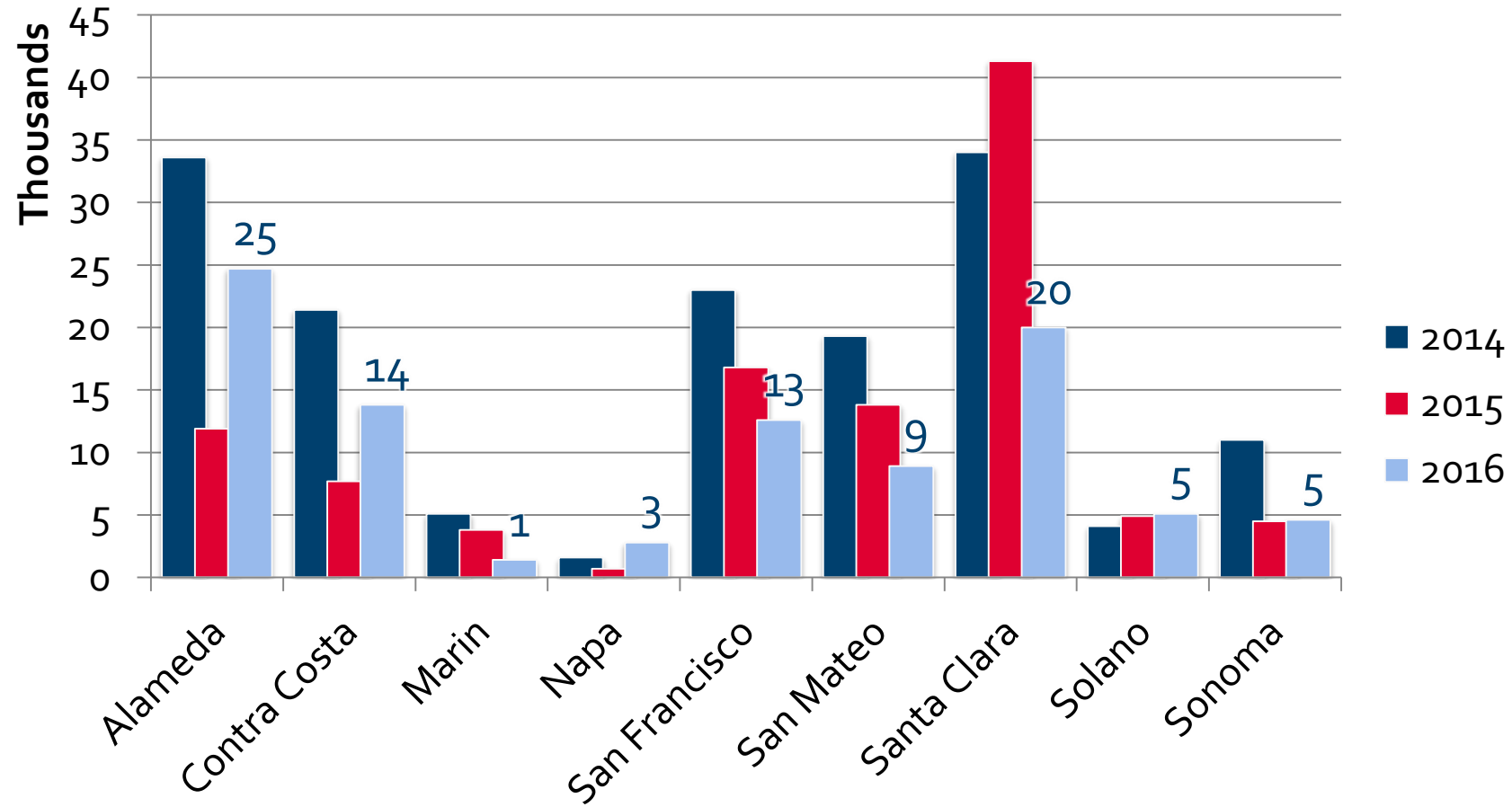
Bay Area Labor Force



Data current as of November 2016 (most recent available data).

Source: California Employment Development Department, Labor Market Information Division – www.labormarketinfo.edd.ca.gov

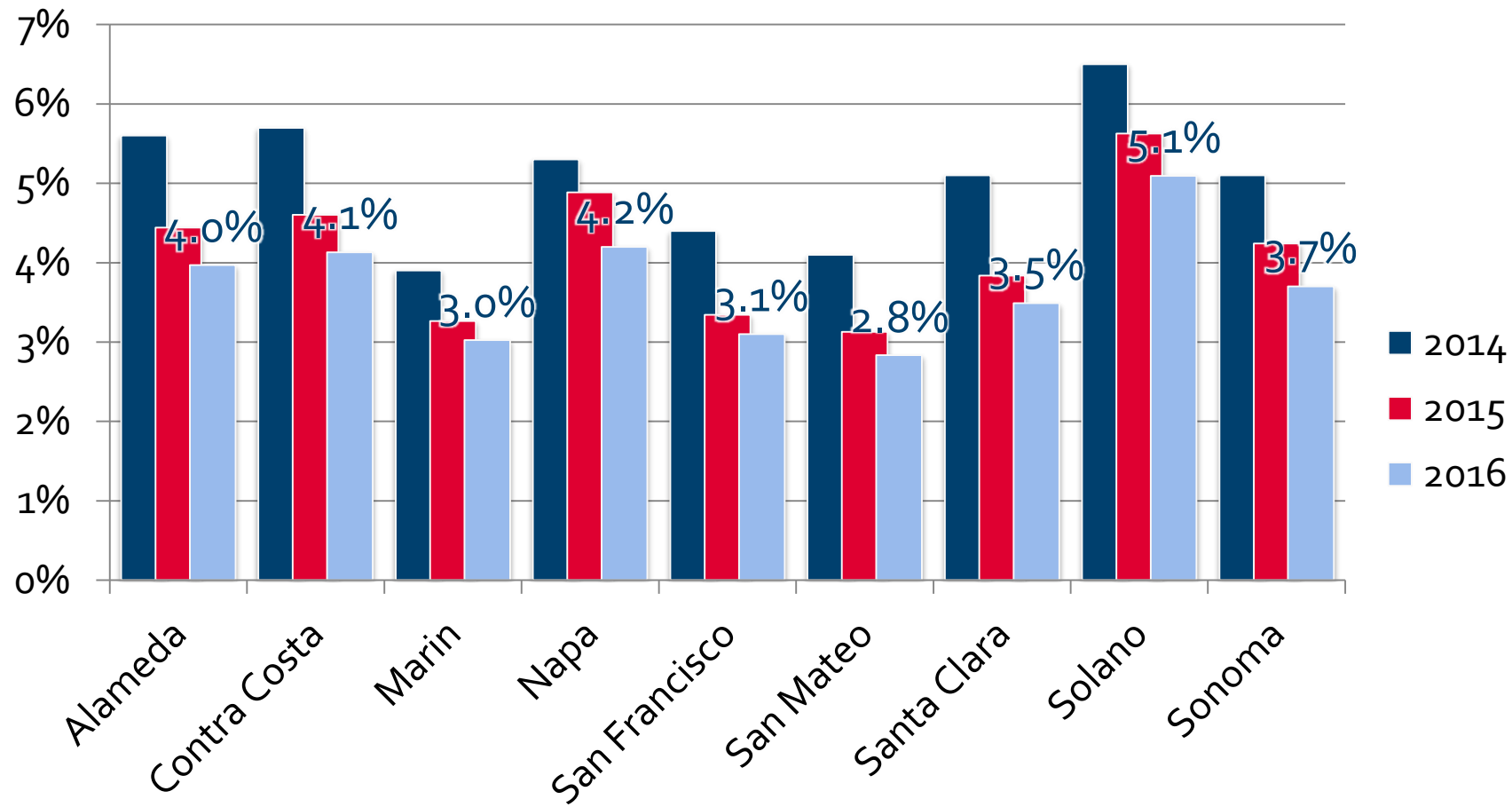
Job Growth by County



Data current as of November 2016 (most recent available data).

Source: California Employment Development Department, Labor Market Information Division – www.labormarketinfo.edd.ca.gov

Unemployment Rates by County



Data current as of November 2016 (most recent available data).

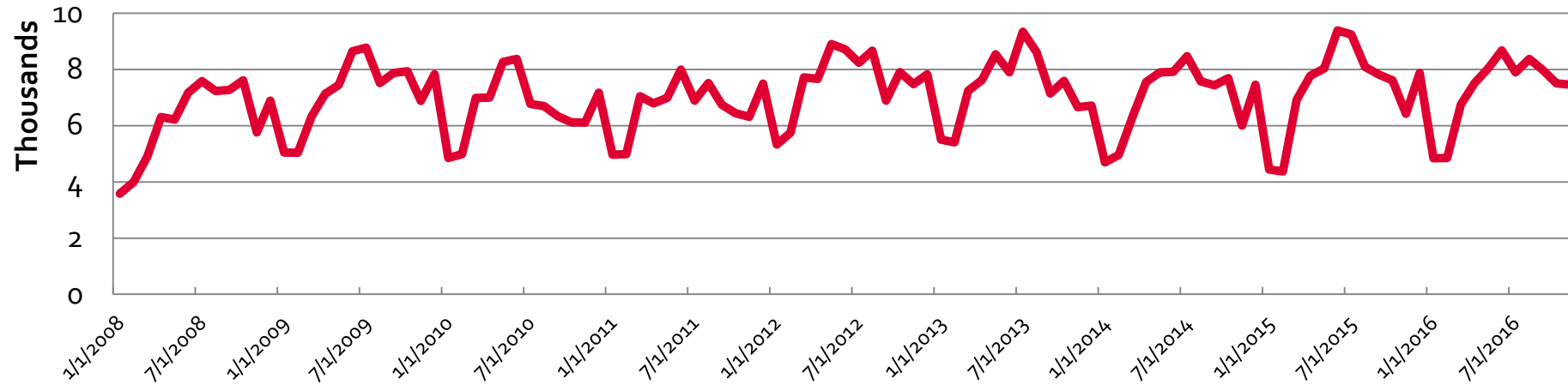
Source: California Employment Development Department, Labor Market Information Division – www.labormarketinfo.edd.ca.gov

Labor Force

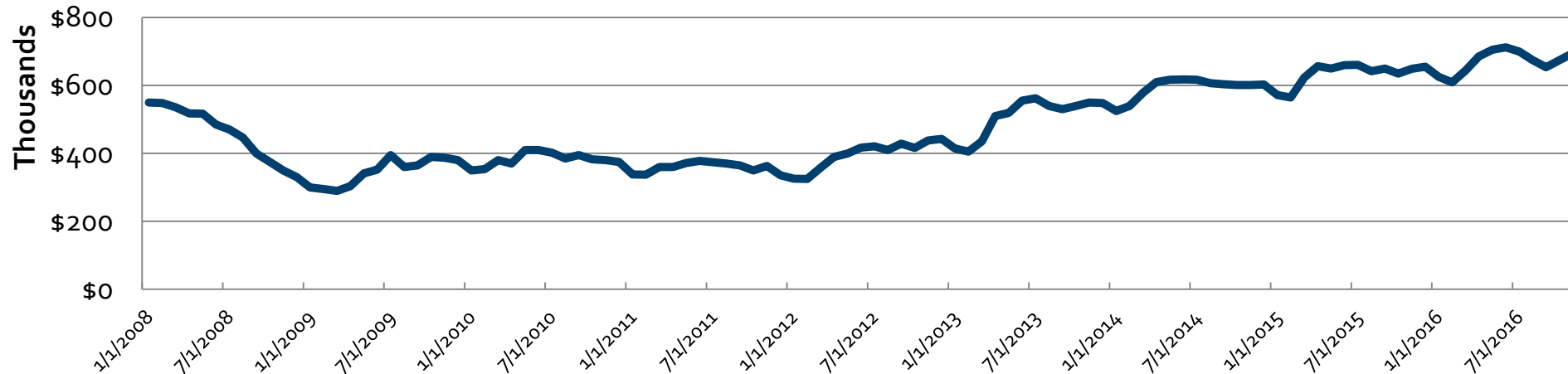
- November, 2015 to 2016
 - Labor Force, +2.0%
 - Employed Persons, +2.4%
 - Unemployed Persons, -7.4 %
- November, 2014 to 2015
 - Labor Force, +1.7%
 - Employed Persons, +2.8%
 - Unemployed Persons, -18.1 %

Bay Area Housing Market

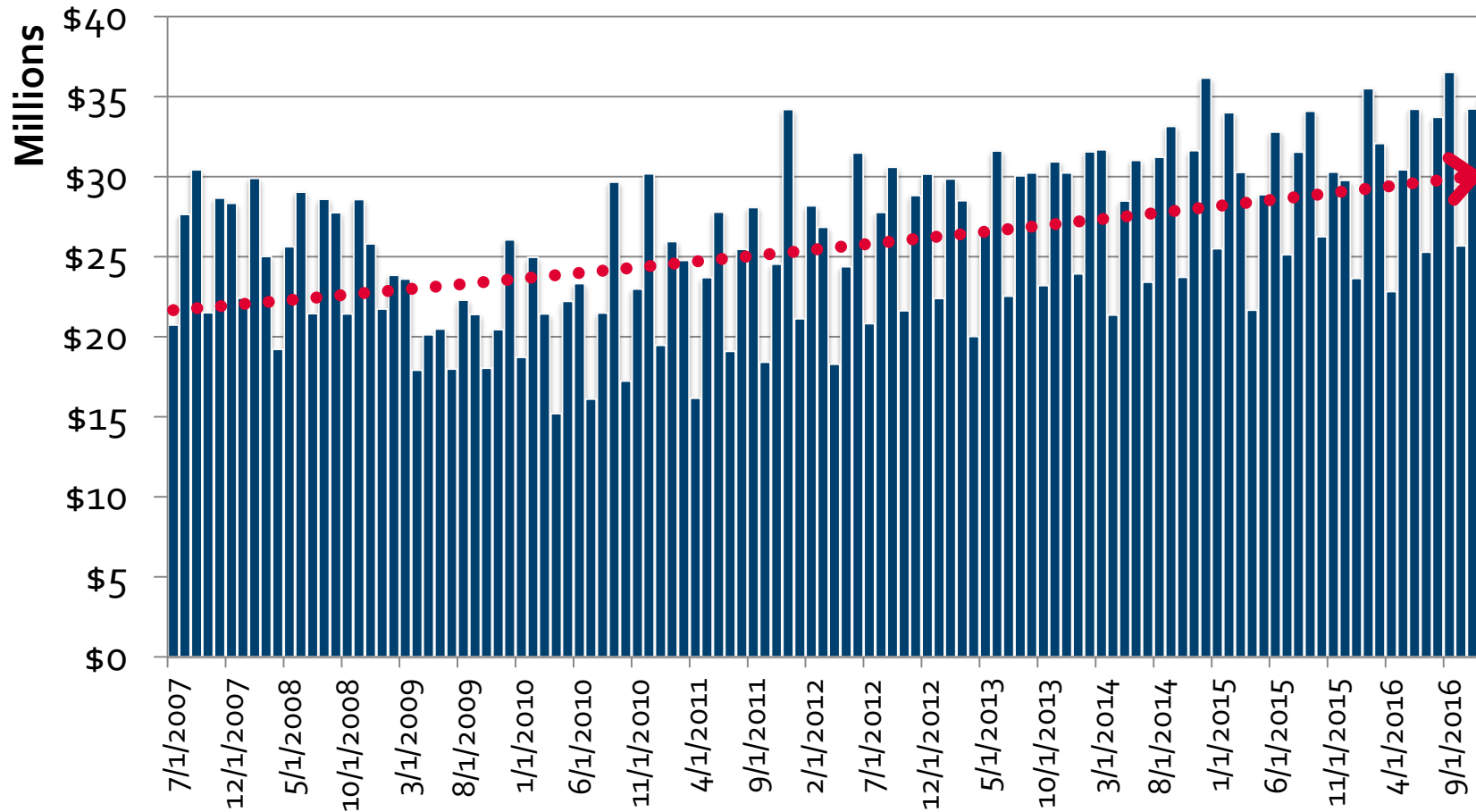
Housing Sales



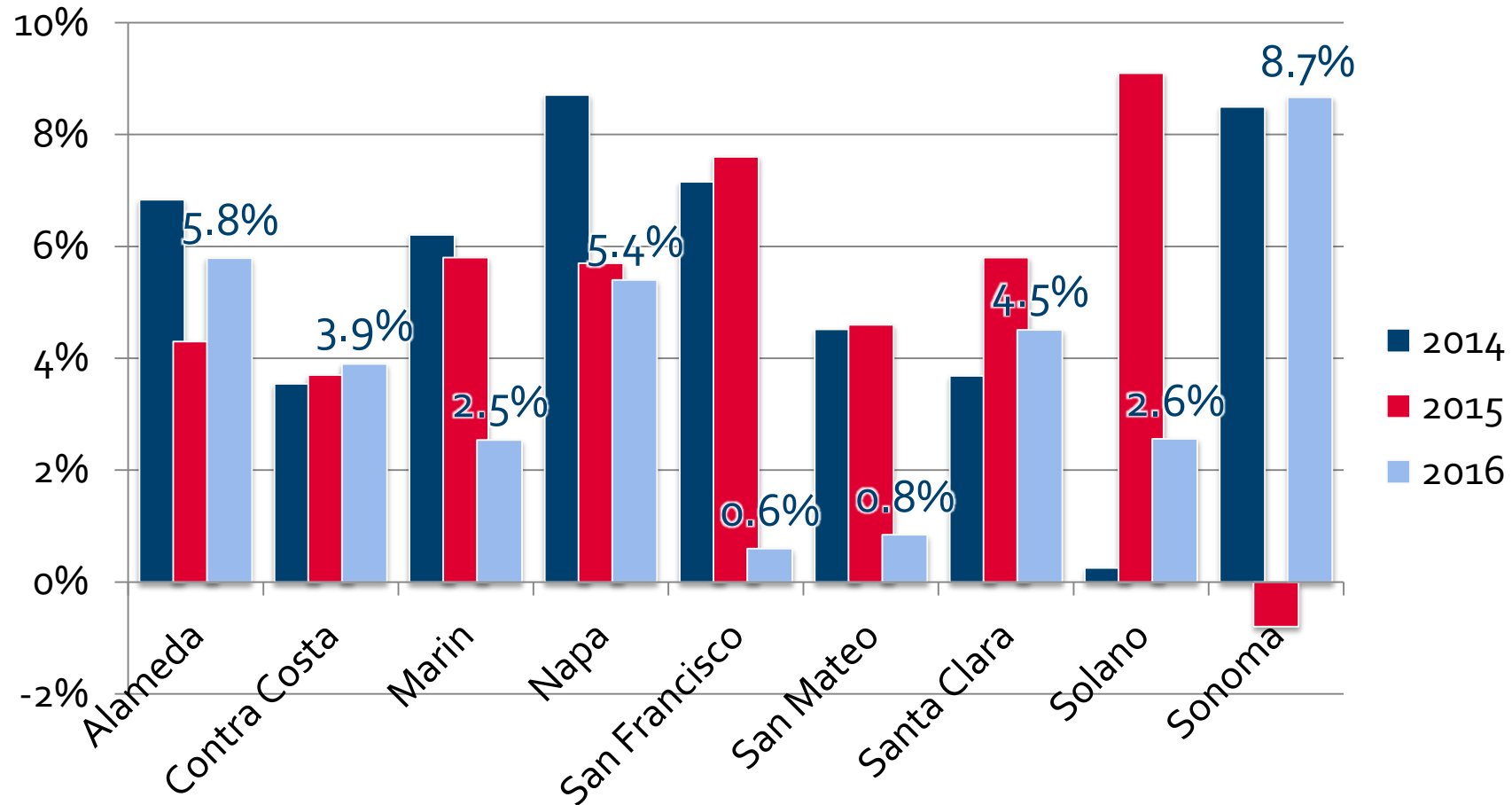
Median Prices



Bay Area Taxable Sales



Taxable Sales Growth by County



FY 2017-18 Fund Estimate

MTC's Fund Estimate

- State law requires MTC to complete a Fund Estimate by March 1st, annually
- Assists claimants in budgeting
- Provides estimate and apportionment of TDA as required by California Code of Regulations
- Approximately 40% of Bay Area transit operating revenues are based on sales and use taxes

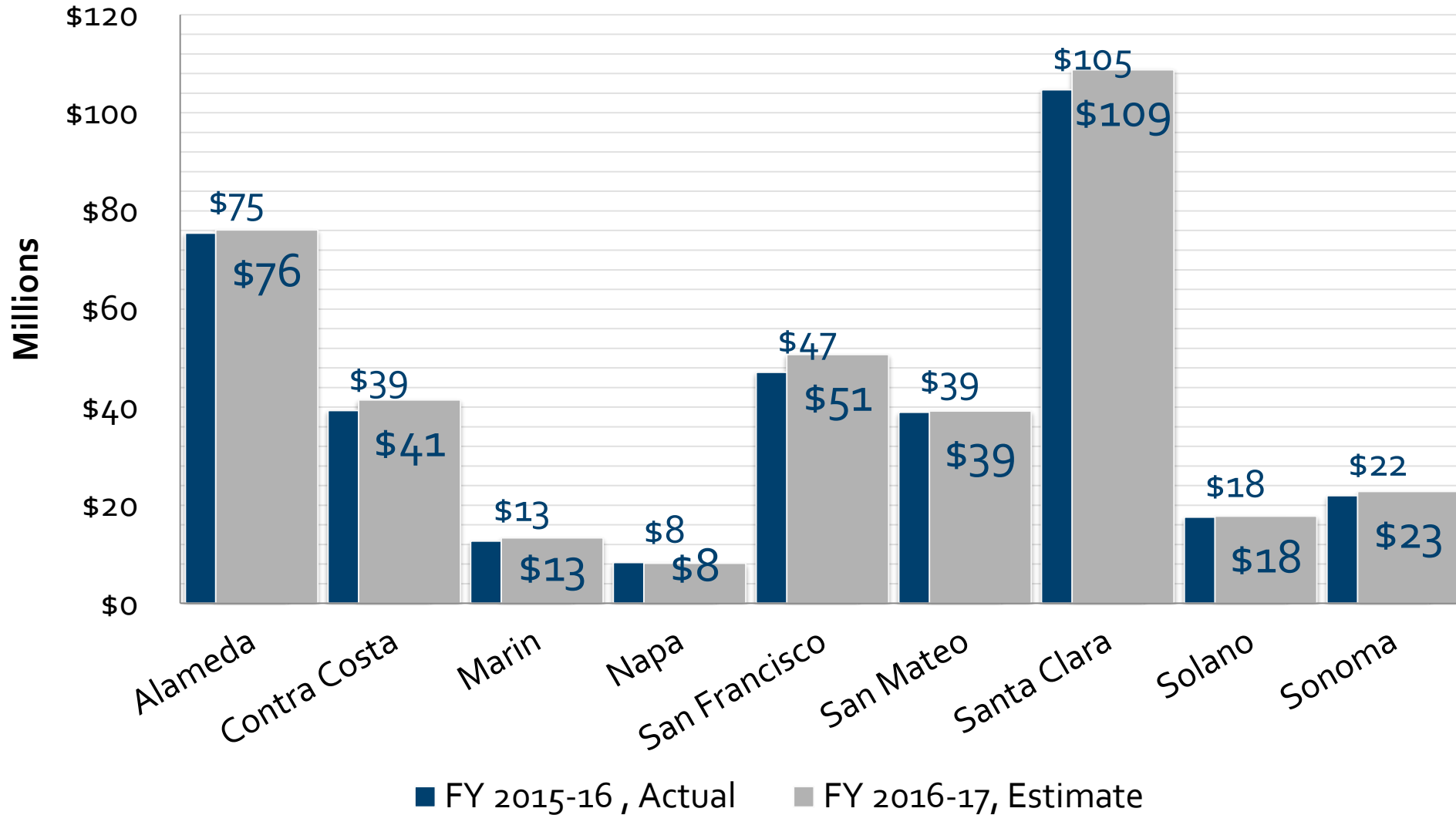
Fund Estimate Overview

Fund Source	Description	FY 2014-15 Actual \$ millions	FY 2015-16 Actual \$ millions	FY 2016-17 <u>Estimate</u> \$ millions
TDA	¼-cent sales tax in each county	\$353.4	\$366.0	\$378.4
AB1107	MTC administered portion (25%) of the ½-cent sales tax in Alameda, Contra Costa, and San Francisco counties	\$77.6	\$80.5	\$80.7
STA	Sales tax on diesel fuel	\$143.7	\$112.2	\$100.3
Cap and Trade: LCTOP	5% of state Cap and Trade proceeds	9.1	\$28.2	\$38.6
Bridge Tolls	AB 664, MTC 2%, and 5% State General Fund	\$63.5	\$7.0	\$7.0
Total		\$646.3	\$593.9	\$605.0

TDA Overview

- Transportation Development Act (TDA)
- 1/4-cent general sales and use tax for transportation
- Mainly used for transit operations and capital
- TDA revenue generation estimates provided by County Auditor/Controllers

TDA Estimates

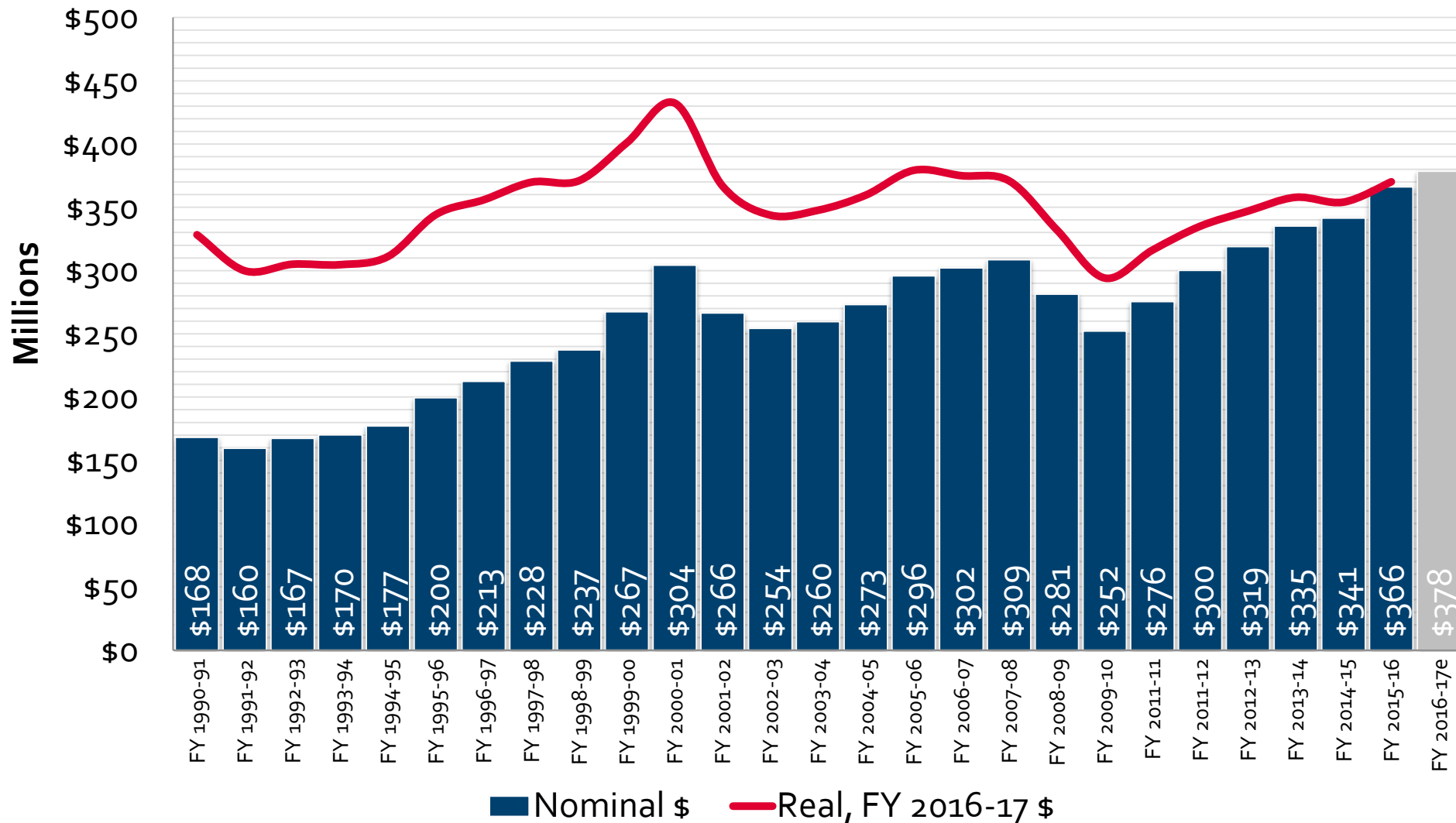


Source:

1. FY2015-16 actual reported by CA State BOE

2. FY2016-17 estimates from FY 2016-17 Fund Estimate

Growth in TDA Revenue



Source:

1. Actuals reported by CA State BOE
2. FY 2016-17 estimates from FY 2016-17 Fund Estimate

Example TDA Fund Estimate Page

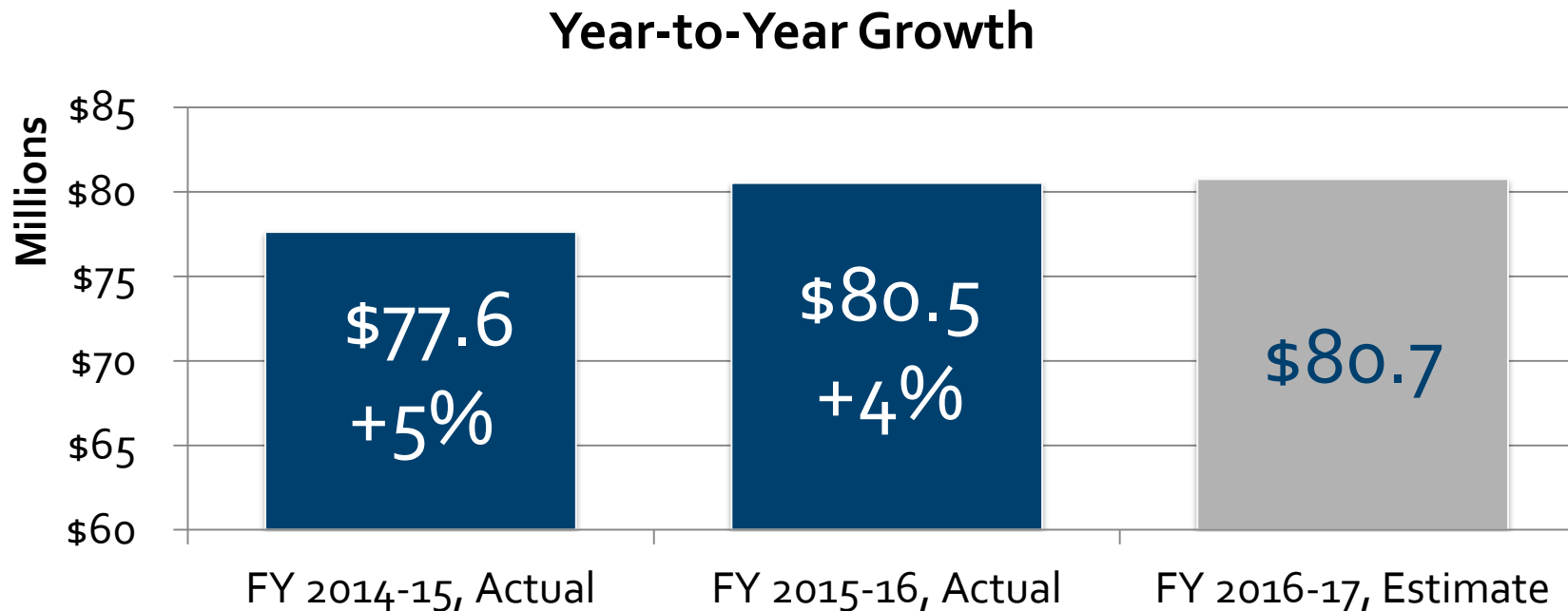
FY 2016-17 FUND ESTIMATE TRANSPORTATION DEVELOPMENT ACT FUNDS SAN MATEO COUNTY										Attachment A Res No. 4220 Page 7 of 17 11/16/2016
FY2015-16 TDA Revenue Estimate FY2015-16 Generation Estimate Adjustment					FY2016-17 TDA Revenue Estimate FY2016-17 County Auditor's Generation Estimate					
1. Original County Auditor Estimate (Feb, 15)			36,914,589		13. County Auditor Estimate					39,205,837
2. Actual Revenue (June, 16)			38,960,065		FY2016-17 Planning and Administration Charges					
3. Revenue Adjustment (Lines 2-1)				2,045,476	14. MTC Administration (0.5% of Line 13)			196,029		
FY2015-16 Planning and Administration Charges Adjustment					15. County Administration (0.5% of Line 13)			196,029		
4. MTC Administration (0.5% of Line 3)			10,227		16. MTC Planning (3.0% of Line 13)			1,176,175		
5. County Administration (Up to 0.5% of Line 3) ¹			10,227		17. Total Charges (Lines 14+15+16)					1,568,233
6. MTC Planning (3.0% of Line 3)			61,364		18. TDA Generations Less Charges (Lines 13-17)					37,637,604
7. Total Charges (Lines 4+5+6)				81,818	FY2016-17 TDA Apportionment By Article					
8. Adjusted Generations Less Charges (Lines 3-7)				1,963,658	19. Article 3.0 (2.0% of Line 18)			752,752		
FY2015-16 TDA Adjustment By Article					20. Funds Remaining (Lines 18-19)					36,884,852
9. Article 3 Adjustment (2.0% of line 8)			39,273		21. Article 4.5 (5.0% of Line 20)			1,844,243		
10. Funds Remaining (Lines 8-9)				1,924,385	22. TDA Article 4 (Lines 20-21)					35,040,609
11. Article 4.5 Adjustment (5.0% of Line 10)			96,219							
12. Article 4 Adjustment (Lines 10-11)				1,828,166						
TDA APPORTIONMENT BY JURISDICTION										
Column	A	B	C=Sum(A:B)	D	E	F	G	H=Sum(C:G)	I	J=Sum(H:I)
	6/30/2015	FY2014-15	6/30/2015	FY2014-16	FY2015-16	FY2015-16	FY2015-16	6/30/2016	FY2016-17	FY 2016-17
Apportionment Jurisdictions	Balance (w/o interest)	Interest	Balance (w/ interest) ²	Outstanding Commitments ³	Transfers/ Refunds	Original Estimate	Revenue Adjustment	Projected Carryover	Revenue Estimate	Available for Allocation
Article 3	3,201,159	42,332	3,243,491	(3,554,875)	0	708,760	39,273	436,649	752,752	1,189,401
Article 4.5	184,358	323	184,681	(1,771,554)	0	1,736,462	96,219	245,808	1,844,243	2,090,051
SUBTOTAL	3,385,516	42,656	3,428,172	(5,326,429)	0	2,445,222	135,492	682,457	2,596,995	3,279,452
Article 4										
SamTrans	1,986,662	5,905	1,992,567	(32,212,723)	0	32,992,783	1,828,166	4,600,793	35,040,609	39,641,402
SUBTOTAL	1,986,662	5,905	1,992,567	(32,212,723)	0	32,992,783	1,828,166	4,600,793	35,040,609	39,641,402
GRAND TOTAL	\$5,372,178	\$48,561	\$5,420,739	(\$37,539,152)	\$0	\$35,438,005	\$1,963,658	\$5,283,250	\$37,637,604	\$42,920,854
1. Unclaimed County Administration charges will be redistributed as carryover for apportionment jurisdictions. 2. Balance as of 6/30/15 is from MTC FY2014-15 Audit, and it contains both funds available for allocation and funds that have been allocated but not disbursed. 3. The outstanding commitments figure includes all unpaid allocations as of 6/30/15, and FY2015-16 allocations as of 6/30/16.										

AB1107 Overview

- 25% of BART's ½-cent general sales and use tax revenue generated in Alameda, Contra Costa, and San Francisco counties
- MTC estimates and establishes funding distribution policy
 - AC Transit, BART, and SFMTA eligible by law
 - Historically, distributed 50% to AC Transit and 50% to SFMTA
- Mainly used for transit operations

AB1107 Revenue Estimates

- AB 1107 revenues have been experiencing robust growth, FY 2016-17 revenues to date on track to exceed FY 2016-17 estimate by approx. 6%.



Source:

1. Actuals reported by CA State BOE

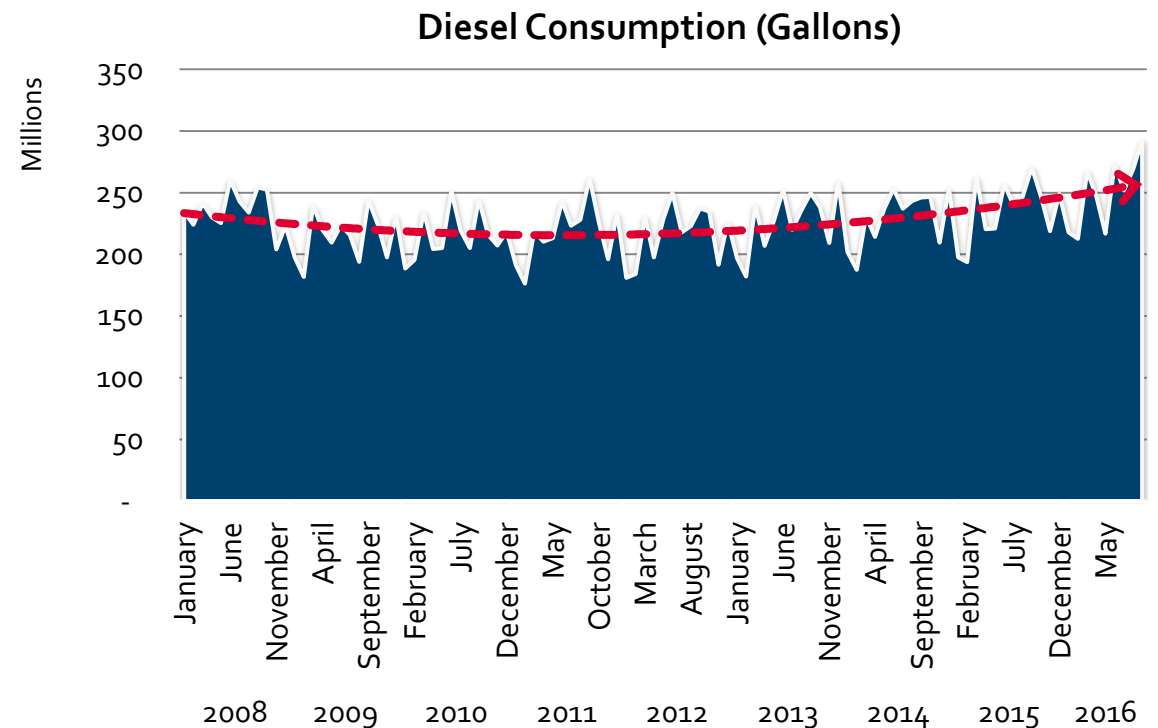
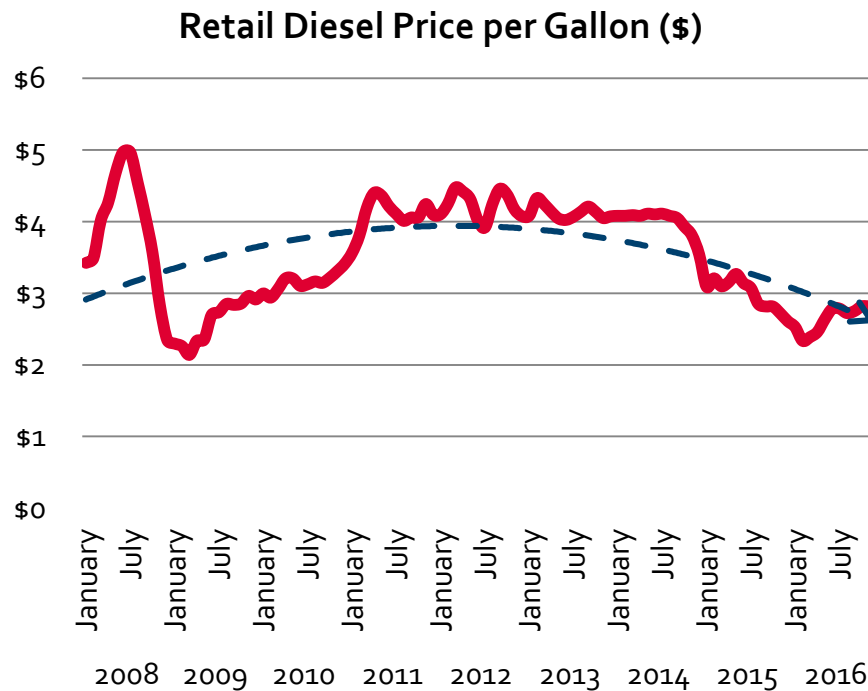
2. FY 2016-17 estimate from FY 2016-17 Fund Estimate

STA Overview

- State Transit Assistance (STA)
- Revenues generated through a statewide tax on the sale of diesel fuel
 - 50% distributed to region by population
 - 50% distributed to transit operators based on revenue factors
- Mainly used for transit operations
- State Controller's Office (SCO) changes
 - SB 838 (2016) and current statewide efforts

STA Revenue Estimate

- STA program revenue has been decreasing for several years due to declining diesel prices
- FY 2017-18 State Budget is projecting a 12% increase in STA revenues



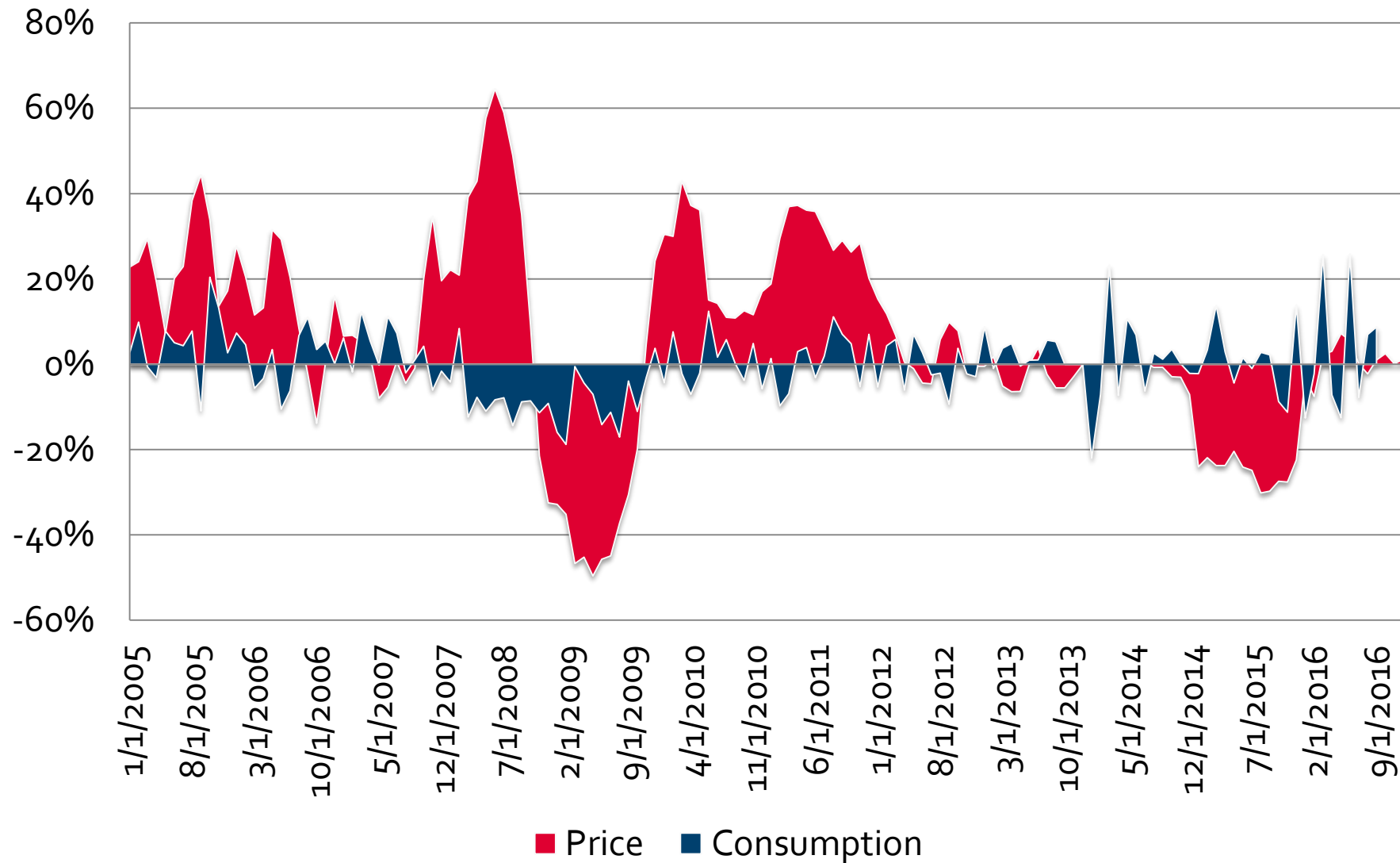
Sources:

STA revenue estimates from CA State Controller's Office - www.sco.ca.gov/ard_payments_transit.html

Diesel Prices from U.S. Energy Information Administration - www.eia.gov/petroleum/gasdiesel/

Diesel Consumption from CA State BOE - www.boe.ca.gov/sptaxprog/spftrpts.htm

Diesel Growth



Sources:
Diesel Prices from U.S. Energy Information Administration – www.eia.gov/petroleum/gasdiesel/
Diesel Consumption from CA State BOE – www.boe.ca.gov/sptaxprog/spftrpts.htm

Example STA Rev.-Based Fund Estimate Page

FY 2016-17 FUND ESTIMATE STATE TRANSIT ASSISTANCE REVENUE-BASED FUNDS (PUC 99314)					Attachment A Res No. 4220 Page 11 of 17 11/16/2016		
FY2015-16 STA Revenue Estimate				FY2016-17 STA Revenue Estimate			
1. State Estimate (May, 16)		\$82,689,232		4. Projected Carryover (May, 16)		\$9,004,136	
2. Actual Revenue (Oct, 16)		\$83,912,765		5. State Estimate (Oct, 16)		\$74,374,186	
3. Revenue Adjustment (Lines 2-1)		\$1,223,533		6. Total Funds Available (Lines 4+5)		\$83,341,862	
STA REVENUE-BASED APPORTIONMENT BY OPERATOR							
Column	A	B	C	D	E=Sum(A:D)	F	G=Sum(E:F)
	6/30/2015	FY2014-15 Q4	FY2014-16	FY2015-16	6/30/2016	FY2016-17	Total
Apportionment Jurisdictions	Balance (w/interest) ¹	Accrual Adjustment ²	Outstanding Commitments ³	Actual Revenue	Projected Carryover ⁴	Revenue Estimate ⁵	Available For Allocation
ACCMA - Corresponding to ACE	429,655	(1,929)	(450,000)	205,331	183,057	186,347	369,404
Caltrain	487,279	(40,137)	(4,736,726)	4,289,585	0	3,877,168	3,877,168
CCCTA	9	(4,536)	(480,295)	484,822	0	438,211	438,211
City of Dixon	4,930	(35)	0	3,762	8,657	3,400	12,057
ECCTA	2	70,017	(260,539)	224,534	34,015	202,949	236,964
City of Fairfield	16,405	(886)	(102,080)	94,786	8,225	85,636	93,861
GGBHTD	9	0	(3,370,520)	5,260,368	1,889,857	3,432,072	5,321,929
City of Healdsburg	376	0	0	0	376	(744)	(368)
LAVTA	199,818	(1,834)	(199,577)	195,971	194,378	177,130	371,508
Marin Transit	1,406,662	(6,618)	(1,009,970)	707,884	1,097,958	639,229	1,737,187
NVTA	5	13,742	(42,788)	48,995	19,954	44,265	64,219
City of Petaluma	(7,312)	0	3,517	3,795	0	9,942	9,942
City of Rio Vista	0	0	0	0	0	530	530
SamTrans	1	(24,684)	(2,624,059)	2,648,742	0	2,384,429	2,384,429
City of Santa Rosa	140,746	(8,877)	(128,585)	107,914	111,198	97,323	208,521
Solano County Transit	0	(2,070)	(190,279)	221,201	28,853	199,935	228,788
Sonoma County Transit	44,800	(1,091)	(66,975)	116,601	93,334	105,377	198,711
City of Union City	1	(310)	(32,845)	33,153	0	29,967	29,967
VTA	922,200	(94,969)	(11,055,943)	10,228,712	0	9,173,929	9,173,929
VTA - Corresponding to ACE	47,826	(2,066)	(231,943)	219,905	33,723	199,485	233,208
WCCTA	6	(2,378)	(251,710)	254,082	0	229,652	229,652
WETA	3,912,726	(9,765)	0	1,043,701	4,946,661	943,358	5,890,019
SUBTOTAL	7,606,143	(118,426)	(25,231,317)	26,393,845	8,650,246	22,459,586	31,109,832
AC Transit	1,332,353	(620,881)	(8,045,389)	7,687,806	353,890	6,938,750	7,292,640
BART	2,427,827	(1,002,273)	(19,088,061)	17,662,507	0	15,941,572	15,941,572
SFMTA	1,290,017	1,085,731	(34,544,354)	32,168,606	0	29,034,278	29,034,278
SUBTOTAL	5,050,197	(537,423)	(61,677,804)	57,518,920	353,890	51,914,600	52,268,490
GRAND TOTAL	\$12,656,340	(\$655,849)	(\$86,909,121)	\$83,912,765	\$9,004,136	\$74,374,186	\$83,378,322
1. Balance as of 6/30/15 is from MTC FY2014-15 Audit, and it contains both funds available for allocation and funds that have been allocated but not disbursed.							
2. Due to delayed SCO payment of FY 2014-15 STA Revenue-Based funds, estimated accruals of FY 2014-15 STA funds were necessary for MTC audit purposes. These estimated accruals were included in the 6/30/2015 balance amounts shown in column A. In order to properly account for the final actual FY 2014-15 STA payments to MTC, which were \$655,849 lower than the estimated accrual amount, adjustments were necessary to the starting balances for FY 2015-16.							
3. The outstanding commitments figure includes all unpaid allocations as of 6/30/15, and FY2015-16 allocations as of 6/30/16.							
4. Projected carryover as of 6/30/16 does not include interest accrued in FY2015-16.							
5. FY2016-17 STA revenue generation based on the \$266.9 million in the Governor's May 2016 revised FY2016-17 State Budget.							

STA Population-Based Funds

- Distributed according to MTC Commission Resolution 3837, Revised.
- Four main programs, mainly distributed to transit operators:

Program	Approx. % of STA Pop.-Based Rev.	Approx. FY 2016-17 Revenue
-Northern Counties/Small Operators	24.4%	\$7.2 million
-Regional Paratransit	15.6%	\$43.9 million
-Lifeline Transportation Program	29.2%,	\$7.5 million
-MTC Regional Coordination Program	26.9%	\$6.9 million
Transit Emergency Service Contingency Fund	N/A	\$333,333

Bridge Toll Revenues

- Annual distributions and policies established in Resolution Nos. 4015 and 4022

Fund Source	FY 2016-17 Payment
AB 664	\$2,300,000
MTC 2% Toll	
Ferry Capital	\$1,000,000
ABAG Bay Trail	\$450,000
2% Subtotal	\$1,450,000
5% State General Fund	
Ferry	\$2,977,621
ABAG Bay Trail	\$265,380
2% Subtotal	\$3,243,001

Cap and Trade Revenues

- Low Carbon Transit Operations Program (LCTOP) revenues are included in the Fund Estimate for informational purposes
 - Revenue-based and Population-based funds
- LCTOP fund policy set forth through MTC's Cap and Trade Framework

FY 2015-16 Actual \$ millions	FY 2016-17 Estimate \$ millions
\$28.2	\$38.7

Fund Estimate Next Steps

- January 25th STA estimates from SCO*
- February 22nd Commission approval
- July 2016: TDA and AB 1107 revenue reconciliation
- September 2016: STA revenue reconciliation

*STA estimates subject to change due to soon to be introduced state legislation.

Thank you

Questions?

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