Why we are here

No action requested today, we are here to provide information

• Year-to-date budget performance at August 31, 2019
Executive summary
2019 August Year to Date (YTD) performance

• Revenue and other funding above budget on higher tax revenue and investment income

• Capital spending below budget due in part to major projects ramping up later than planned

• Transit operations expenses tracking to budget; year-end performance projected at 97%
Revenue & other financing sources

$1.6B August YTD exceeds budget by $72M (5%)
- Tax revenue of $1.2B - above budget by $31M (3%)
- Investment income of $51M - above budget by $29M (29%)

$2.5B year-end forecast exceeds budget by $58M (2%)

*Numbers may not add correctly due to rounding.*
**Projects**

$1,212M August YTD; $326M below budget

$2,129M year-end forecast; $304M below budget

*Numbers may not add correctly due to rounding.*
Projects – system expansion

$1,150M August YTD; $305M below budget

• Deferred payments due to light rail vehicle manufacturing delays encountered early in the production process

• Slower than anticipated ramp up of Lynnwood Link right-of-way acquisition and construction due to design refinements and protracted negotiations of civil construction contract modifications

• High volume of complex right-of-way acquisitions and relocations across several large projects extending closings beyond planned dates

$1,987M year-end forecast; $300M below budget
Projects – non-system expansion

$62M August YTD – $21M below budget

• Enhancement: Revised scope and deliverables for SODO/MLK Hazard Mitigation; delays in Passenger Information Management System and TOD

• State of good repair: DSTT improvements pending design completion; Link station tile replacement deferred to coordinate with Connect 2020

• Administrative: Procurement delays for SharePoint upgrade and operations performance reporting and property management software

$143M year-end forecast – $4M below budget
Transit operations

Expenses 4% below YTD budget due to:

- Unfilled security hours
- Timing of maintenance & facility expense projects
- Agency overhead

Year-end forecast 97% of budget
Thank you.