Why we are here

Request that the Board:

• Approve Resolution No. R2023-40, recommended by Finance and Audit Committee, to adopt the 2024 Budget and Transit Improvement Plan.
## Budgets within Committee purview

<table>
<thead>
<tr>
<th>Committee</th>
<th>Budget/TIP Sections</th>
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</thead>
<tbody>
<tr>
<td>Rider Experience and Operations</td>
<td>• Modal operating</td>
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<tr>
<td></td>
<td>• Non-system expansion projects</td>
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<tr>
<td>System Expansion</td>
<td>System expansion projects – Link, Sounder, Regional Express, Stride</td>
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<tr>
<td>Executive</td>
<td>• System expansion projects – systemwide</td>
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<tr>
<td></td>
<td>• Debt service and other expenditures</td>
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<tr>
<td>Finance and Audit Committee</td>
<td>Other committees recommend budgets to FAC; FAC recommends overall budget to Board</td>
</tr>
</tbody>
</table>
Proposed 2024 Budget and Transit Improvement Plan (TIP)
Proposed 2024 Budget

Sources lower than expenditures, gap will be covered by existing cash balance.

**Sources: $2.9B**
- Tax Revenues, $2,397.6, 82.7%
- Grant & Local Contributions, $216.7, 7.5%
- Passenger Fare Revenues, $59.4, 2.1%
- Investment Income, $115.0, 4.0%
- Miscellaneous Revenues, $16.7, 0.6%
- Bond & TIFIA Loan Proceeds, $93.3, 3.2%

**Expenses: $3.0B**
- Modal Operating Expenses, $634.2, 21.0%
- System Expansion Projects, $1,850.7, 61.2%
- Non-System Expansion Projects, $306.7, 10.1%
- Debt Service, $179.7, 5.9%
- Leases, $12.9, 0.4%
- Agency Contingency, $19.0, 0.6%
- Other Non-Operating Expenses, $0.6, 0.02%
- Tax Collection & Fees, $19.4, 0.6%
2024 Transit Improvement Plan by mode: $25B

- **SOUNDER**: $1.2B, 5%
- **LINK**: $17.9B, 71%
- **TACOMA LINK**: $0.3B, 1%
- **REGIONAL EXPRESS**: $0.6B, 2%
- **STRIDE**: $2.4B, 9%
- **SYSTEMWIDE**: $3.0B, 12%
Updates to authorized allocation

- Increase to previously-shared TIP of $98.8 million.
- $96.2M due to board-approved budget amendment to Series 2 LRV Fleet Exp.
- Revisions approved by System Exp Committee:
  - $850K Preliminary Engineering increase to Ballard Link for additional studies
  - $1.74M Construction Management increase shared between West Seattle Link and Ballard Link to accommodate negotiated PMSS contract
Budget timeline and next steps
Timeline

October – budget and Financial Plan kickoff

- **10/19** – Finance and Audit Committee – Overview of Long-Range Financial Plan projections and Proposed 2024 budget and TIP
- **10/26** – Board Meeting – Overview of Long-Range Financial Plan projections and Proposed 2024 budget and TIP

November – budget overview and property tax levy approval

- **11/2** – Public hearing – budget and property taxes.
- **11/2** – Executive Committee – budget overview and property tax levy
- **11/2** – Rider Experience and Operations Committee – budget overview
- **11/9** – System Expansion Committee – budget overview
- **11/22** – Board Meeting – request for approval of the property tax levy
Timeline continued

December – budget recommendation and approval

- 12/7 – Rider Experience and Operations Committee – recommends to FAC
- 12/7 – Executive Committee – recommends to FAC
- 12/14 – System Expansion Committee – recommends to FAC
- 12/15 – Finance and Audit Committee – recommends to Board

12/15 – Board – adoption of the Proposed 2024 Budget and Transit Improvement Plan
Thank you.