

# *Q3 Budget Performance Report*

*Finance and Audit Committee Meeting*

*December 19, 2019*



 **SOUNDTRANSIT**

## *Why we are here*

- No action requested today, we are here to provide information
- Year-to-date budget performance at September 30, 2019

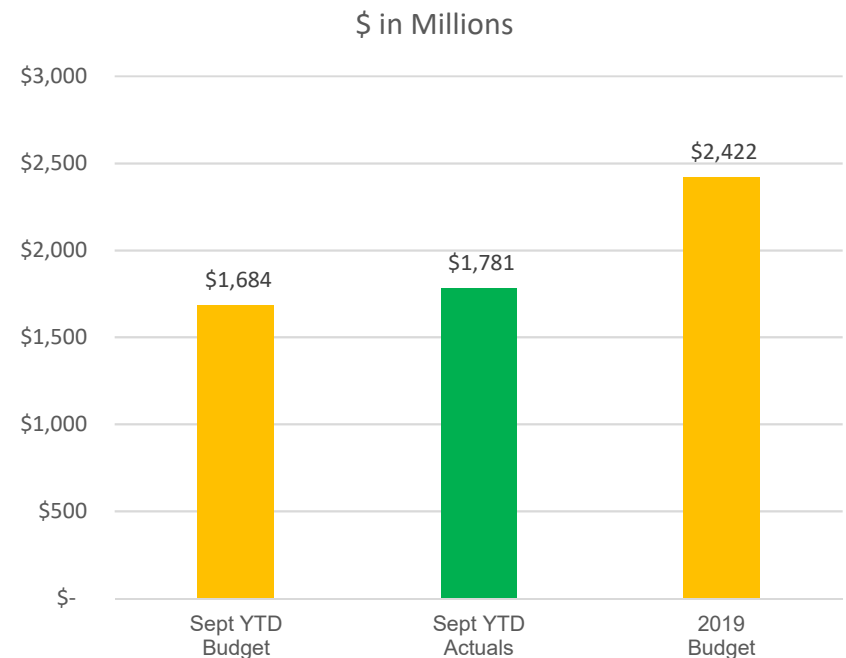
## *Executive summary 2019 Q3 performance*

- Revenue and other funding at 106% of budget on higher tax revenue and investment income
- Capital spending at 79% of budget due in part to major projects ramping up later than planned
- Transit operating expense tracking to budget at 95% of budget

## Revenue & other financing sources

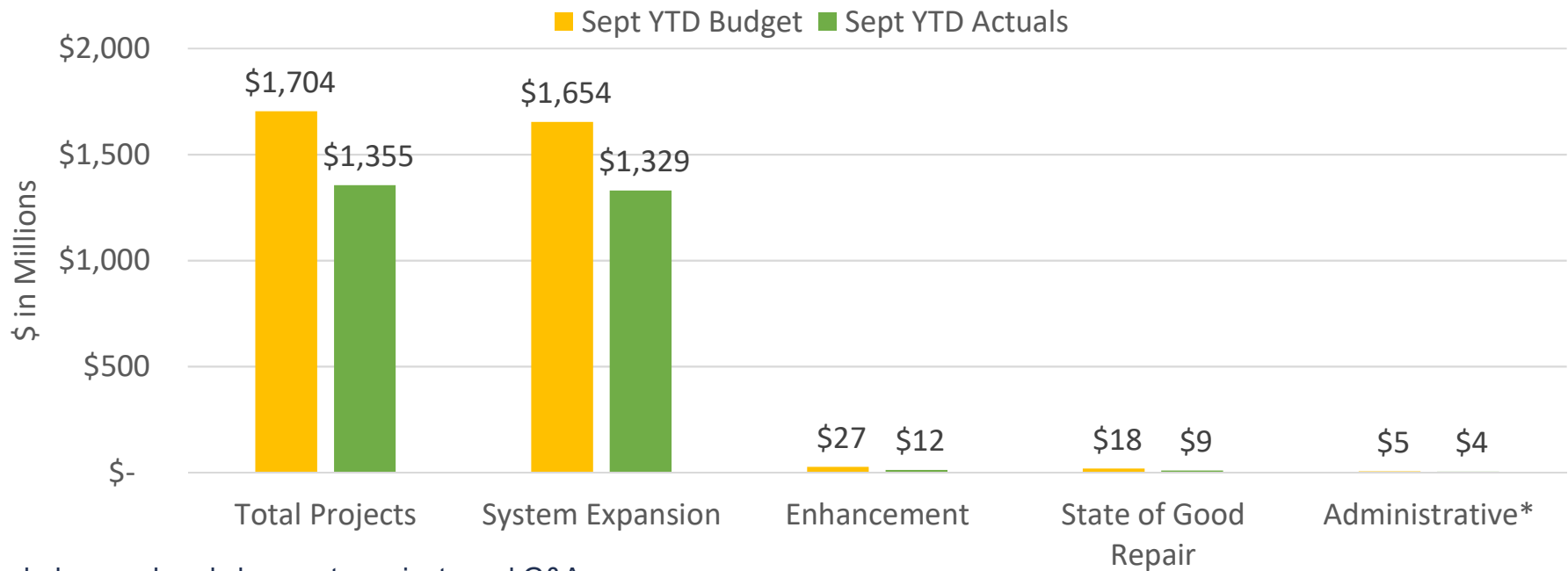
**\$1,781M September YTD exceeds budget by \$97M (6%)**

- Tax revenue of \$1,405M - above budget by \$39M (3%)
- Investment income of \$58M - above budget by \$32M (129%)



# Projects

**\$1,355M September YTD below budget by \$349M (21%)**



\*Excludes overhead charges to projects and G&A.

## ***Projects – system expansion***

***\$1,329M September YTD below budget by \$324M (20%)***

- 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

## ***Projects – non-system expansion***

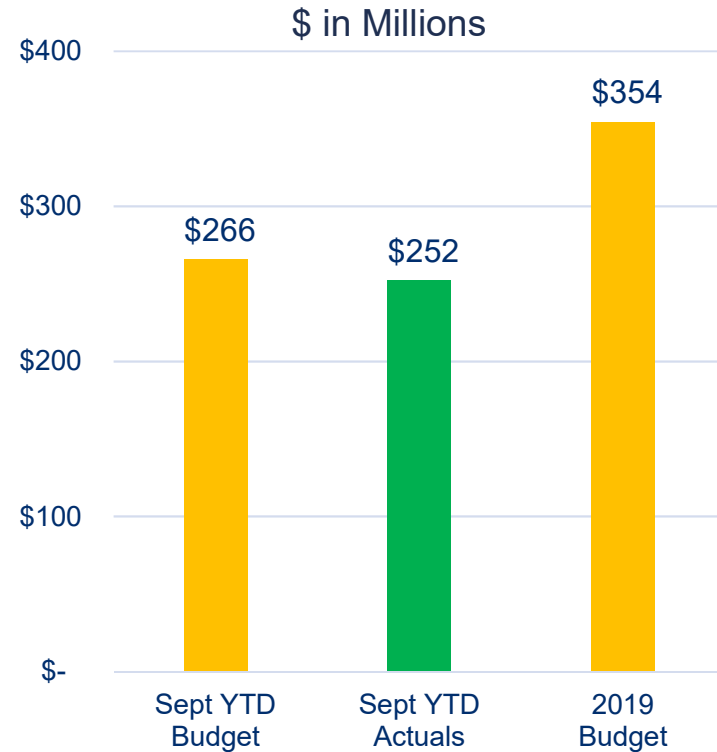
***\$50M September YTD below budget by \$25M (50%)***

- 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

# Transit operations

**Expenses \$13.4M (5%) below YTD budget due to:**

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





*Thank you.*



 [soundtransit.org](https://www.soundtransit.org)

