

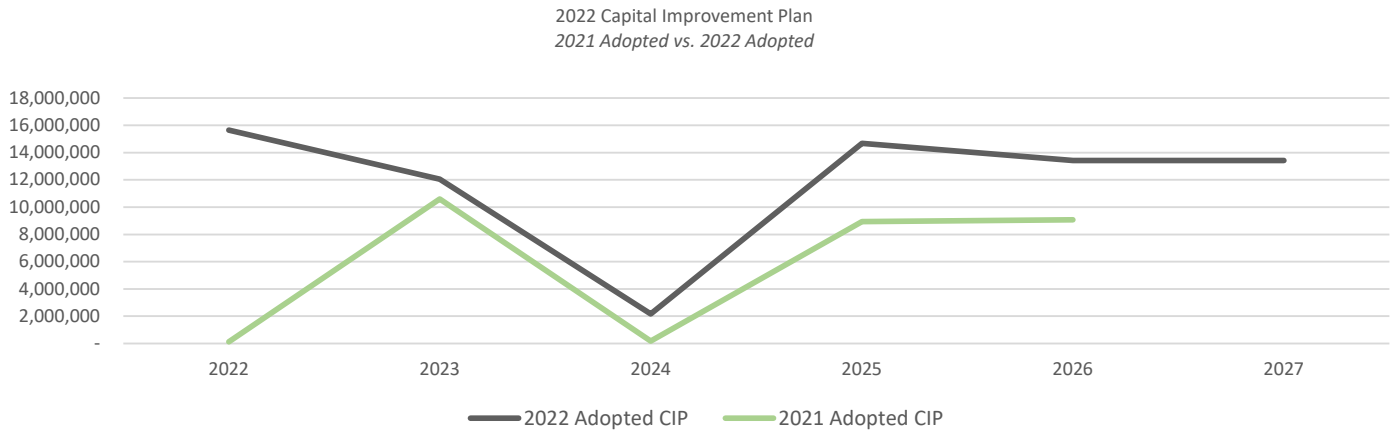
Metro Transit

Capital Improvement Plan

Project Summary: Adopted

| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
|------------------------------------|---------------|---------------|--------------|---------------|---------------|---------------|
| Facilities Repairs and Improvement | - | 10,000,000 | 40,000 | 40,000 | 40,000 | 40,000 |
| Transit Coaches | 13,522,500 | - | - | 13,200,000 | 13,200,000 | 13,200,000 |
| Transit System Upgrades | 2,124,000 | 2,056,000 | 2,129,000 | 1,446,000 | 178,000 | 186,000 |
| | \$ 15,646,500 | \$ 12,056,000 | \$ 2,169,000 | \$ 14,686,000 | \$ 13,418,000 | \$ 13,426,000 |

Changes from 2021 CIP



Major Changes

- Facilities Repairs and Improvement
 - Funding source changed from Non-General Fund GO Borrowing to General Fund GO Borrowing. Metro's growing debt service requires support through the General Fund subsidy to Metro, which in turn puts stress on the City qualifying under the State's Expenditure Restraint Program (ERP). To address the ERP issue, major facilities projects within Metro's capital budget will be funded from General Fund-supported borrowing with the resulting asset contributed to Metro.
- Transit Coaches
 - \$13.5 million in State funding added in 2022 to utilize Volkswagen settlement funds. Use of these funds requires the City to take a reduction in shared revenues in an amount equal to 75% of the grant award. This reduction is spread equally over 10 years.
 - Total budget increased \$4.8 million in 2025 and \$4.3 million in 2026 compared to the 2021 Adopted CIP, anticipating the purchase of electric buses instead of diesel.
- Transit System Upgrades
 - Similar to the Facilities Repairs and Improvement program, borrowing is changed from Metro-supported to General Fund-supported borrowing to alleviate pressure on qualifying under ERP.
 - Borrowing across 2022 to 2025 increased by \$7 million. This increase is part of Metro's overall plan for using its federal economic recovery funding. The Bus Rapid Transit project in Transportation's budget includes an additional \$7 million in federal economic recovery funds and a corresponding decrease in borrowing. That decrease in borrowing has been applied to the Transit Systems Upgrades program to make investments that will help reduce Metro's long-term operating costs.

Metro Transit

Budget Overview

2022 CIP by Expenditure Type

| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
|-------------------------|----------------------|----------------------|---------------------|----------------------|----------------------|----------------------|
| Building | - | 10,000,000 | 40,000 | 40,000 | 40,000 | 40,000 |
| Machinery and Equipment | 15,646,500 | 2,056,000 | 2,129,000 | 14,646,000 | 13,378,000 | 13,386,000 |
| Total | \$ 15,646,500 | \$ 12,056,000 | \$ 2,169,000 | \$ 14,686,000 | \$ 13,418,000 | \$ 13,426,000 |

2022 CIP by Funding Source

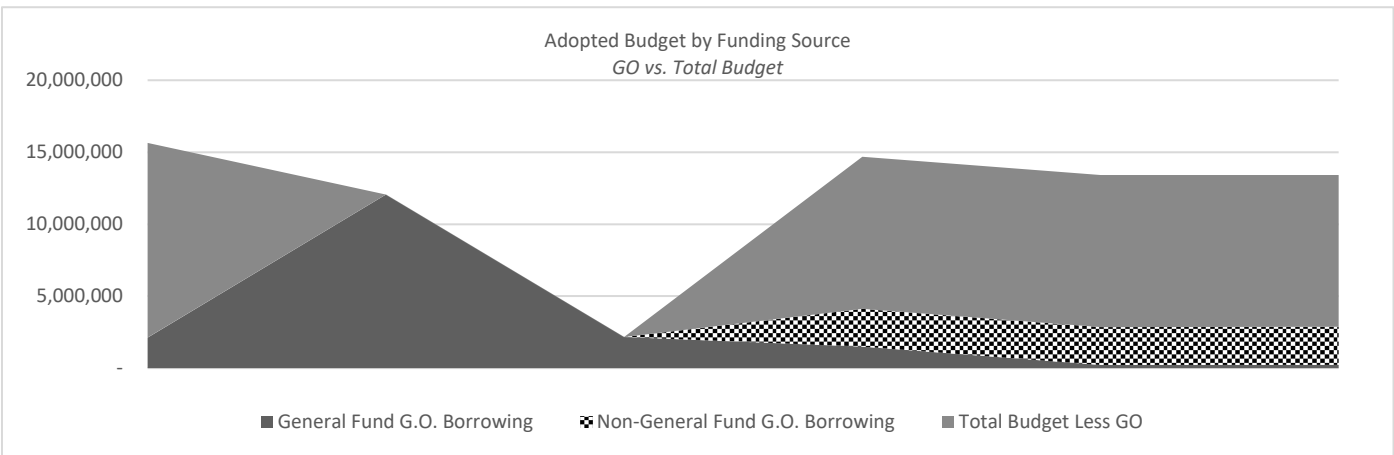
| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
|---------------------|----------------------|----------------------|---------------------|----------------------|----------------------|----------------------|
| GF GO Borrowing | 2,124,000 | 12,056,000 | 2,169,000 | 1,486,000 | 218,000 | 226,000 |
| Non-GF GO Borrowing | - | - | - | 2,640,000 | 2,640,000 | 2,640,000 |
| Federal Sources | - | - | - | 10,560,000 | 10,560,000 | 10,560,000 |
| State Sources | 13,522,500 | - | - | - | - | - |
| Total | \$ 15,646,500 | \$ 12,056,000 | \$ 2,169,000 | \$ 14,686,000 | \$ 13,418,000 | \$ 13,426,000 |

Borrowing Summary

| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
|---------------------------------|---------------------|----------------------|---------------------|---------------------|---------------------|---------------------|
| Borrowing Schedule | | | | | | |
| General Fund G.O. Borrowing | 2,124,000 | 12,056,000 | 2,169,000 | 1,486,000 | 218,000 | 226,000 |
| Non-General Fund G.O. Borrowing | - | - | - | 2,640,000 | 2,640,000 | 2,640,000 |
| Total | \$ 2,124,000 | \$ 12,056,000 | \$ 2,169,000 | \$ 4,126,000 | \$ 2,858,000 | \$ 2,866,000 |

Annual Debt Service

| | | | | | | |
|---------------------------------|---------|-----------|---------|---------|---------|---------|
| General Fund G.O. Borrowing | 276,120 | 1,567,280 | 281,970 | 193,180 | 28,340 | 29,380 |
| Non-General Fund G.O. Borrowing | - | - | - | 343,200 | 343,200 | 343,200 |



Metro Transit

Project Overview

| | | | |
|------------------|---|--------------|----------------|
| Project | Facilities Repairs and Improvement | Project # | 85002 |
| Citywide Element | Land Use and Transportation | Project Type | Program |

Project Description

This program is for major building repairs and improvements to the existing Metro Transit facility at 1101 East Washington Avenue. This program's goal is to ensure that the Metro facility remains usable for at least the next 20 years. The project scope includes recommendations of a 2018 study, which detailed a 4-phase construction plan for the facility. No work is scheduled to occur in 2022, but will resume in 2023 with funding for Phase 3B that provides upgrades to the administrative and support areas. Funding for additional phases, which would include bus storage remodeling and exterior building improvements, is deferred beyond the CIP.

Project Budget by Funding Source

| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
|-----------------|-------------|----------------------|------------------|------------------|------------------|------------------|
| GF GO Borrowing | - | 10,000,000 | 40,000 | 40,000 | 40,000 | 40,000 |
| TOTAL | \$ - | \$ 10,000,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 |

| | | | |
|------------------|------------------------------------|--------------|----------------|
| Project | Transit Coaches | Project # | 85001 |
| Citywide Element | Land Use and Transportation | Project Type | Program |

Project Description

This program is for the replacement of fixed route transit coaches. The program's goal is to maintain an updated fleet of vehicles for Metro Transit's fixed route service. All transit coaches purchased through this program meet both EPA Emission Standards and Americans with Disabilities Act requirements. Funding in 2022 includes \$13.5m in state Volkswagen settlement funds to replace 40-foot diesel buses. Funding is included in the Transportation budget in 2023 and 2024 to acquire buses for the Bus Rapid Transit Project. Metro anticipates the purchase of electric buses starting in 2025.

Project Budget by Funding Source

| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
|---------------------|----------------------|-------------|-------------|----------------------|----------------------|----------------------|
| Non-GF GO Borrowing | - | - | - | 2,640,000 | 2,640,000 | 2,640,000 |
| Federal Sources | - | - | - | 10,560,000 | 10,560,000 | 10,560,000 |
| State Sources | 13,522,500 | - | - | - | - | - |
| TOTAL | \$ 13,522,500 | \$ - | \$ - | \$ 13,200,000 | \$ 13,200,000 | \$ 13,200,000 |

| | | | |
|------------------|------------------------------------|--------------|----------------|
| Project | Transit System Upgrades | Project # | 85003 |
| Citywide Element | Land Use and Transportation | Project Type | Program |

Project Description

This program is for Metro Transit's equipment and software enhancements. The program's goal is to improve the efficiency of Metro Transit's operations by updating the system tools used for the services provided. The CIP includes an additional \$7m over 2022 to 2025 for capital investments meant to reduce future operating costs and help address the agency's operating deficit.

Project Budget by Funding Source

| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
|-----------------|---------------------|---------------------|---------------------|---------------------|-------------------|-------------------|
| GF GO Borrowing | 2,124,000 | 2,056,000 | 2,129,000 | 1,446,000 | 178,000 | 186,000 |
| TOTAL | \$ 2,124,000 | \$ 2,056,000 | \$ 2,129,000 | \$ 1,446,000 | \$ 178,000 | \$ 186,000 |

Metro Transit

2022 Appropriation Schedule

2022 Appropriation

Adopted Budget

| | Request | Executive | GO Borrowing | Other | Total |
|---------------------------------|----------------------|----------------------|---------------------|----------------------|----------------------|
| Transit Coaches | 13,522,500 | 13,522,500 | - | 13,522,500 | 13,522,500 |
| Transit System Upgrades | 7,124,000 | 2,124,000 | 2,124,000 | - | 2,124,000 |
| Total 2022 Appropriation | \$ 20,646,500 | \$ 15,646,500 | \$ 2,124,000 | \$ 13,522,500 | \$ 15,646,500 |