



BOARD OF DIRECTORS

Chairman Bob Campbell
Sam Abed
Carl Hilliard
Bill Horn
Chris Orlando
Mark Packard
Dave Roberts
Jerome Stocks
Jim Wood

Matthew Tucker, Executive Director
C. Michael Cowett, General Counsel

AGENDA

PERFORMANCE, ADMINISTRATION AND FINANCE COMMITTEE

Chairman Chris Orlando, Vice Chair Dave Roberts
Sam Abed, Mark Packard
Staff Committee Liaison: Richard Hannasch

Tuesday, May 4, 2010 – 8:00 a.m.
Closed Session Room

810 Mission Avenue, Oceanside, California

1. Call to Order
2. Changes to the Agenda
3. FY 2011 Budget (Attachments 3A, 3B, 3C)
Staff will review the proposed FY 2011 operating budget and the next steps in the budget process.
4. Resolution for the FY 11 TDA Act 4.0 and 4.5 Funds
Staff will review NCTD's FY 2011 allocation of TDA funds under Articles 4.0 and 4.5, as well as the final FY 2010 allocations. TDA is the largest single source of funding for NCTD; it is funded from ¼ of 1% of state sales tax assessed in the county.
5. RTIP Amendment for PTC Funding
Staff will review the proposed changes to the Regional Transportation Improvement Program (RTIP) related to the Positive Train Control (PTC) project. The changes support NCTD's application to secure funding under the State's Proposition 1A High Speed Passenger Train Bond Program, which the Board approved at its April meeting.
6. Agreement Adding NCTD to the Encinitas – County Sheriff Services Agreement for Law Enforcement Services
Staff will present an item authorizing the Executive Director to execute an agreement with the City of Encinitas and the County of San Diego, adding NCTD to the City-County Law Enforcement Contract to provide NCTD Sheriff Deputy Services. This agreement is a follow-up to the Board's decision last year to obtain the services of a San Diego County Sheriff Deputy to respond to NCTD emergencies through an agreement with the City of Encinitas. Due to indemnification issues, the County and City Counsel have determined that NCTD needs to be added to the County-City Sheriff contract.

7. Datal Purchase Order Increase

Staff will review a contract increase with Datal Systems for on-call network support services. NCTD uses the agreement to cost-effectively balance internal IT staff with contracted on-call support. On-call services include troubleshooting equipment; configuration; and hardware and software replacement strategies. Funding for the proposed \$700,000 contract increase would be provided in the FY 2011 operating budget and from capital project funds.

8. Other Matters

9. Public Comment

10. Next Meeting: 8:00 am Tuesday, **June 1, 2010**, 810 Mission Avenue, Oceanside, CA

11. Adjournment

Staff may have new and/or supplemental items that will be distributed at this meeting.

For individuals with disabilities, we will provide assistive services. To obtain such services or copies of documents in an alternate format, please call or write, a minimum of 72 hours prior to the event, to request these needed reasonable modifications. We will make every attempt to accommodate requests that do not give 72- hour notice. Please contact our Clerk of the Board at (760) 967-2808.

Persons with hearing impairment please use the California Relay Service (CRS): 800-735-2929 using TTY; 800-735-2922 using voice; 800-735-0373 for CRS Customer Service; 800-855-3000 for Spanish.

Any writings or documents provided to a majority of the members of the NCTD Board of Directors regarding any item on this agenda will be made available for public inspection in the department of the Clerk of the Board located at 810 Mission Avenue, Oceanside, CA 92054, during normal business hours.

For Board Committee Information

Date: April 30, 2010

To: Performance, Administration, and Finance Committee

From: Richard Hannasch, Director of Administration and Finance

RE: FY 2011 Budget

At its March 6, 2010 Board Retreat, the NCTD Board reviewed the financial health of the District. The Board reviewed the implementation of several cost reduction strategies aimed to:

- Enable NCTD to operate within existing revenue streams;
- Preserve the greatest amount of service to our customers without increasing fares; and
- Maintain the largest number of jobs for our employees.

As a direct result of the cost reduction strategies (including the restructure of BREEZE service, and negotiated savings for several significant contracts), the proposed FY 2011 operating budget is balanced.

The next steps in the budget process include:

- Providing notice of the public hearing on the proposed FY 2011 Operating Budget and FY 2011-2015 CIP;
- Making available the proposed FY 2011 Operating Budget and FY 2011-2015 CIP for public review and comments;
- Presenting the proposed budget to the SANDAG Transportation Committee;
- Reviewing public comments received, conducting the public hearing on the proposed FY 2011 Operating Budget and FY 2011-2015 CIP, and adopting the final FY 2011 Operating Budget and FY 2011-2015 CIP at the June Board meeting.

Attached are summaries of the FY 2011 Operating Budget revenues and expenses, and the FY 2011-2015 CIP. We will review the budget in further detail at the Committee meeting.

FY 2011 PROPOSED OPERATING BUDGET

S U M M A R Y (millions)	FY 2010 Budget	FY 2011 DRAFT Budget	% CHANGE FY11 TO FY10 Budget
TOTAL REVENUES	\$ 87.9	\$ 86.7	(1%)
TOTAL EXPENSES	87.9	86.7	(1%)
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ -	

D E T A I L	FY 2010 Budget	FY 2011 DRAFT Budget	% CHANGE FY11 TO FY10 Budget
REVENUES			
Passenger Fares	\$ 18,972,669	\$ 17,170,328	(9%)
Other Operating Revenue	10,008,633	9,419,004	(6%)
Subtotal Operating Revenue	\$ 28,981,302	\$ 26,589,332	
TDA Sales Tax	28,348,352	25,481,758	(10%)
TransNet	10,639,242	9,191,604	(14%)
FTA	14,411,016	18,729,641	30%
STA	0	5,900,000	N/A
Non-recurring Federal Grants (ARRA)	463,000	250,000	(46%)
Non-recurring Federal Grants (CMAQ)	4,500,000	0	(100%)
Other State and Federal	477,000	460,000	(4%)
Subtotal Grants Revenue	\$ 58,838,610	\$ 60,013,003	
Investment Income (Loss)	50,000	99,000	98%
Subtotal Other Nonoperating Revenue	\$ 50,000	\$ 99,000	
TOTAL REVENUES	\$ 87,869,912	\$ 86,701,335	(1%)
EXPENSES			
Salaries & Wages	\$ 23,034,509	\$ 9,613,039	(58%)
Employee Benefits	13,233,047	5,881,285	(56%)
Professional Services	15,029,960	14,027,366	(7%)
Materials and Supplies	2,942,622	842,928	(71%)
Fuel	8,379,979	7,465,908	(11%)
Utilities	1,911,451	1,904,398	(0%)
Casualty and Liability	3,784,806	2,965,421	(22%)
Taxes	594,760	616,172	4%
Purchased Transportation	15,131,760	32,876,059	117%
Advertising and Misc.	555,938	616,182	11%
Leases and Rentals	526,080	499,900	(5%)
Workers' Comp	1,100,000	1,100,000	0%
Debt Service	1,645,000	1,387,600	(16%)
Contingency	0	1,005,077	N/A
Contingency for STA Funding	0	5,900,000	N/A
TOTAL EXPENSES	\$ 87,869,912	\$ 86,701,335	(1%)
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ -	

ATTACHMENT 3C

NCTD CAPITAL IMPROVEMENT PROGRAM FY 2011 - FY 2015

Asset Class	Asset Description	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	TOTALS
104	Revenue Vehicles	0	\$ 2,440,475	\$ 3,018,400	0	\$ 6,489,625	\$ 11,948,500
223	Service Vehicles	57,750	0	0	255,000	0	312,750
338	Bldg & Structure Improvements	799,990	125,000	125,000	442,500	125,000	1,617,490
433	Right-of-Way Improvements	1,301,985	1,836,250	2,006,250	2,022,500	2,020,000	9,186,985
434	Operating Yard Equipment	0	0	26,250	650,375	650,375	1,327,000
435	Shop & Garage Equipment	40,000	40,000	40,000	40,000	40,000	200,000
438	Vehicle Movement Control Equipment	7,310,494	5,012,500	5,000,000	8,289,625	2,775,000	28,387,619
439	Revenue Collection and Fare Equipment	498,750	635,250	388,500	0	0	1,522,500
440	Data Processing Equipment	1,051,525	610,525	495,600	0	0	2,157,650
TOTALS		\$ 11,060,494	\$ 10,700,000	\$ 11,100,000	\$ 11,700,000	\$ 12,100,000	\$ 56,660,494

May 4, 2010

TO: North County Transit District Board Members
FROM: Clerk of the Board
SUBJECT: POSTING OF BOARD AGENDA

In Compliance with the Ralph M. Brown Act, As Amended, the following information is provided.

The Agenda for this meeting of the Performance, Administration and Finance Committee was posted as follows:

Meeting Date and Time:	May 4, 2010; 8:00 am
Posted At:	810 Mission Avenue, Oceanside, CA
Date & Time of Posting:	April 30, 2010; 5:00 p.m.
Posted By:	Clerk of the Board