



# Fiscal Year 2023 and Fiscal Year 2024 Two-Year Annual Budget Adoption

BART Board of Directors

June 9, 2022



# FY23 & FY24 Annual Budget – Executive Summary

In FY23 & FY24, BART will continue to deliver reliable, safe, frequent service with a focus on ridership experience

BART is also focused on extending the fiscal runway

- Underspending in FY22 will result reduced federal emergency assistance need, extending the runway

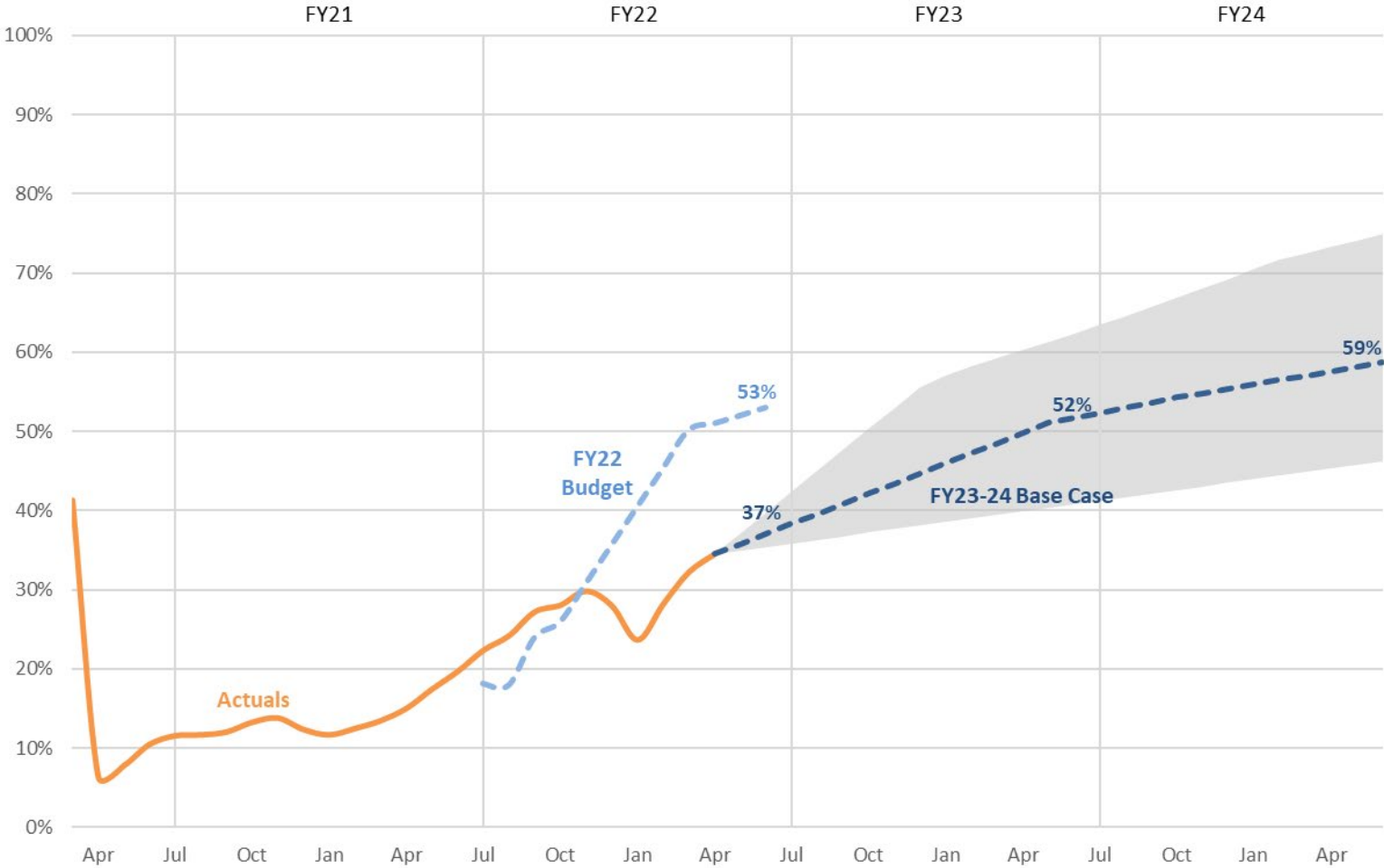
The budget includes a less than CPI fare increase of 3.4% effective July 1, 2022 per Board policy

- Projected to generate ~\$15M in revenue over FY23 & FY24

The FY23 & FY24 Operating Budget includes several budget process improvements:

- Efforts to reduce budget to actuals variance, notably by reflecting industry-wide and regional hiring challenges
- BART's first two-year budget

# FY23 & FY24 Ridership Outlook



Assumes average weekday ridership of:

- ~140,000 by end of FY22
- ~210,000 by end of FY23
- ~240,000 by end of FY24

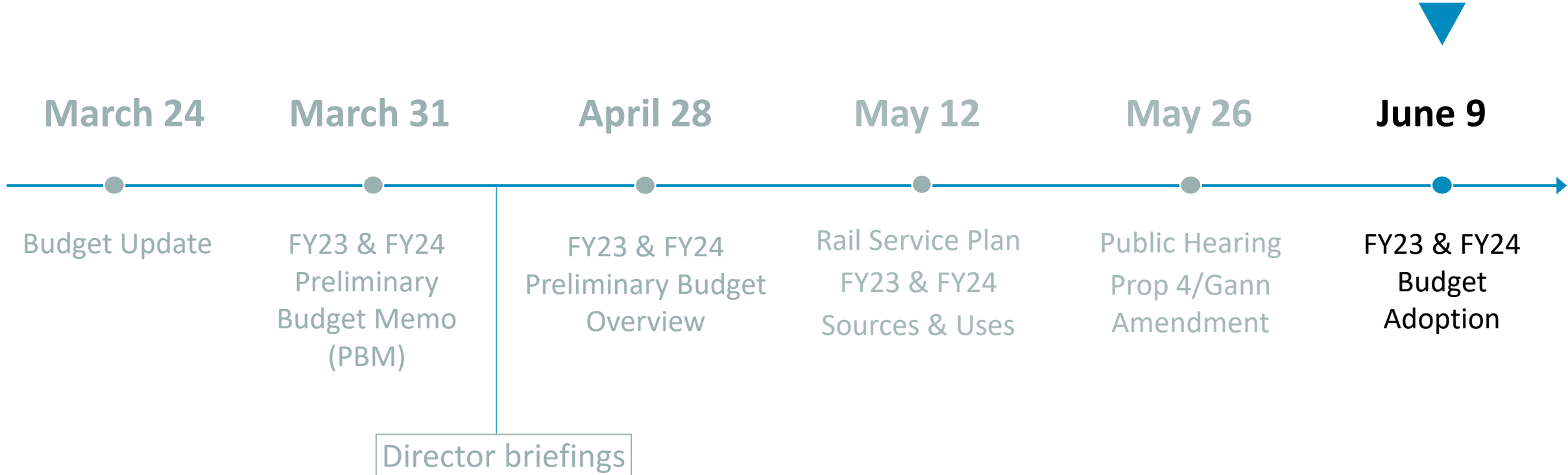


# FY23 & FY24 Net Result & Federal Emergency Assistance Need

Federal Assistance Need (\$Millions)	FY22 Adopted	FY22 Forecast	FY23 Prelim	FY23 Proposed	Prelim to Proposed		FY24 Prelim	FY24 Proposed	Prelim to Proposed	
					\$	%			\$	%
Operating Revenue	195.7	164.2	254.8	255.2	0.4	0%	319.5	320.4	0.9	0%
Financial Assistance	437.3	487.3	448.0	448.6	0.7	0%	473.8	474.0	0.2	0%
<i>Total Traditional Sources</i>	<i>633.0</i>	<i>651.5</i>	<i>702.7</i>	<i>703.8</i>	<i>1.1</i>	<i>0%</i>	<i>793.3</i>	<i>794.4</i>	<i>1.1</i>	<i>0%</i>
Operating Expense	859.6	775.0	873.2	860.0	(13.2)	-2%	890.8	880.3	(10.5)	-1%
Debt Service & Allocations	159.1	160.6	158.0	157.4	(0.6)	0%	189.8	187.5	(2.3)	-1%
<i>Total Uses</i>	<i>1,018.7</i>	<i>935.6</i>	<i>1,031.2</i>	<i>1,017.4</i>	<i>(13.8)</i>	<i>-1%</i>	<i>1,080.6</i>	<i>1,067.8</i>	<i>(12.8)</i>	<i>-1%</i>
Net Result Before Federal Emergency Assistance	<b>(385.7)</b>	<b>(284.1)</b>	<b>(328.5)</b>	<b>(313.6)</b>	<b>14.9</b>	<b>-5%</b>	<b>(287.3)</b>	<b>(273.4)</b>	<b>13.9</b>	<b>-5%</b>
<b>Federal Emergency Funding</b>	<b>385.7</b>	<b>284.1</b>	<b>328.5</b>	<b>313.6</b>	<b>(14.9)</b>	<b>-5%</b>	<b>287.3</b>	<b>273.4</b>	<b>(13.9)</b>	<b>-5%</b>

- ~\$315M of emergency federal assistance expected to remain after FY24
- Fiscal runway now projected to end in mid-FY26

# Timeline and Next Steps



# Motion

- Board is requested to adopt the Resolution in the matter of approving the Annual Budget for the San Francisco Bay Area Rapid Transit District and authorizes expenditures for the fiscal years July 1, 2022 to June 30, 2023 and July 1, 2023 to July 30, 2024.