

MARTA FINANCIAL HIGHLIGHTS COMMUNITY FORUM

February 6, 2010



Sales Tax Comparison

(Reflects July 2009 GSUEFC Forecast)

[\$ in Millions]

	Original Forecast FY09	Revised 12/08	FY09 vs. 12/08 Difference	Revised 7/09	12/08 vs. 7/09 Difference	Original Forecast vs. 7/09
FY09A	366.476	327.425	-39.051			
FY10	380.649	306.346	-74.303	295.525	-10.821	-85.124
FY11	403.130	301.967	-101.163	286.144	-15.823	-116.986
FY12	426.263	310.140	-116.123	292.579	-17.561	-133.684
FY13	453.829	321.055	-132.774	301.182	-19.873	-152.647
FY14	481.171	338.536	-142.635	310.901	-27.635	-170.270
FY15	503.918	358.357	-145.561	327.160	-31.197	-176.758
FY16	515.945	368.115	-147.830	345.595	-22.520	-170.350
FY17	530.224	376.355	-153.869	354.460	-21.895	-175.764
FY18	560.705	398.478	-162.227	361.855	-36.623	-198.850
	4,622.310	3,406.774	-1,215.536	2,875.401	-203.948	-1,419.484

MARTA Operating Budget Use of Operating Reserves (FY 1990-2009)

[\$ in Millions]

FY	Operating Revenues	Net Operating Expenditures	(Deficit)/ Excess	Use of Reserves	FY	Operating Revenues	Net Operating Expenditures	(Deficit)/ Excess	Use of Reserves
FY 1990	\$162.1	\$164.2	(\$2.1)	✓	FY 2000	\$285.6	\$301.2	(\$15.7)	✓
FY 1991	\$170.3	\$168.1	\$2.2		FY 2001	\$311.0	\$326.2	(\$15.1)	✓
FY 1992	\$169.6	\$169.0	\$0.6		FY 2002	\$295.3	\$296.3	(\$1.0)	✓
FY 1993	\$186.3	\$177.0	\$9.3		FY 2003	\$287.1	\$308.5	(\$21.4)	✓
FY 1994	\$196.3	\$193.6	\$2.7		FY 2004	\$292.7	\$295.8	(\$3.1)	✓
FY 1995	\$209.9	\$207.7	\$2.2		FY 2005	\$302.3	\$306.3	(\$4.0)	✓
FY 1996	\$238.4	\$220.0	\$18.4		FY 2006	\$323.6	\$303.6	\$20.0	
FY 1997	\$245.4	\$236.9	\$8.5		FY 2007	\$341.9	\$326.3	\$15.7	
FY 1998	\$247.3	\$251.5	(\$4.2)	✓	FY 2008	\$357.1	\$364.0	(\$6.9)*	✓
FY 1999	\$276.7	\$277.4	(\$0.7)	✓	FY 2009	\$332.9	\$382.3	(\$49.4)**	✓

*Originally budgeted at \$21.35 million; **Originally budgeted at \$56.50 million.

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FY 2010 Deficit Reduction Measures

Original FY10 Deficit Forecast (<i>before initiatives</i>)	(109.6)	(\$M)
<u>Revenue</u>		49.8
AARA (Preventive Maintenance)	20.0	
ARRA-ARC Stimulus Flex	25.0	
Fare/Parking Increase (10/1/2009)	4.8	
<u>Cost Containment</u>		27.7
Transit Service Reductions (8/15/2009)	6.4	
OPEB Adjustment	2.0	
Annual Merit Pay Elimination	3.3	
Furloughs (10 days)	2.0	
Non-Rep Healthcare Contributions	2.0	
Position Reduction (Vacancies)	3.5	
Employee Availability Improvement	1.0	
Travel Expense Reductions	0.3	
Miscellaneous/OTPS Expense Reductions	7.2	
Adopted FY10 Deficit Budget (<i>after initiatives</i>)	(32.1)*	

*Increased to \$37.5 million following a July 2009 reforecast of sales tax by the GSUEFC.

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MARTA Operating Budget (FY 2010-2012)

	Actual FY09	Budget FY10	Projection FY10	Projections FY11	Projections FY12
Current Year Operating Revenues	332.93	367.00	361.59	316.46	323.74
% Increase/Decrease	-6.8%	10.2%	8.6%	-12.5%	2.30%
Net Operating Expenditures	382.32	399.05	399.05	436.53	451.34
% Increase/Decrease	5.0%	4.4%	4.4%	9.4%	3.39%
Deficit	(49.39)	(32.05)	(37.46)	(120.07)	(127.60)
Sales & Real Estate Tax Carryover	151.34				

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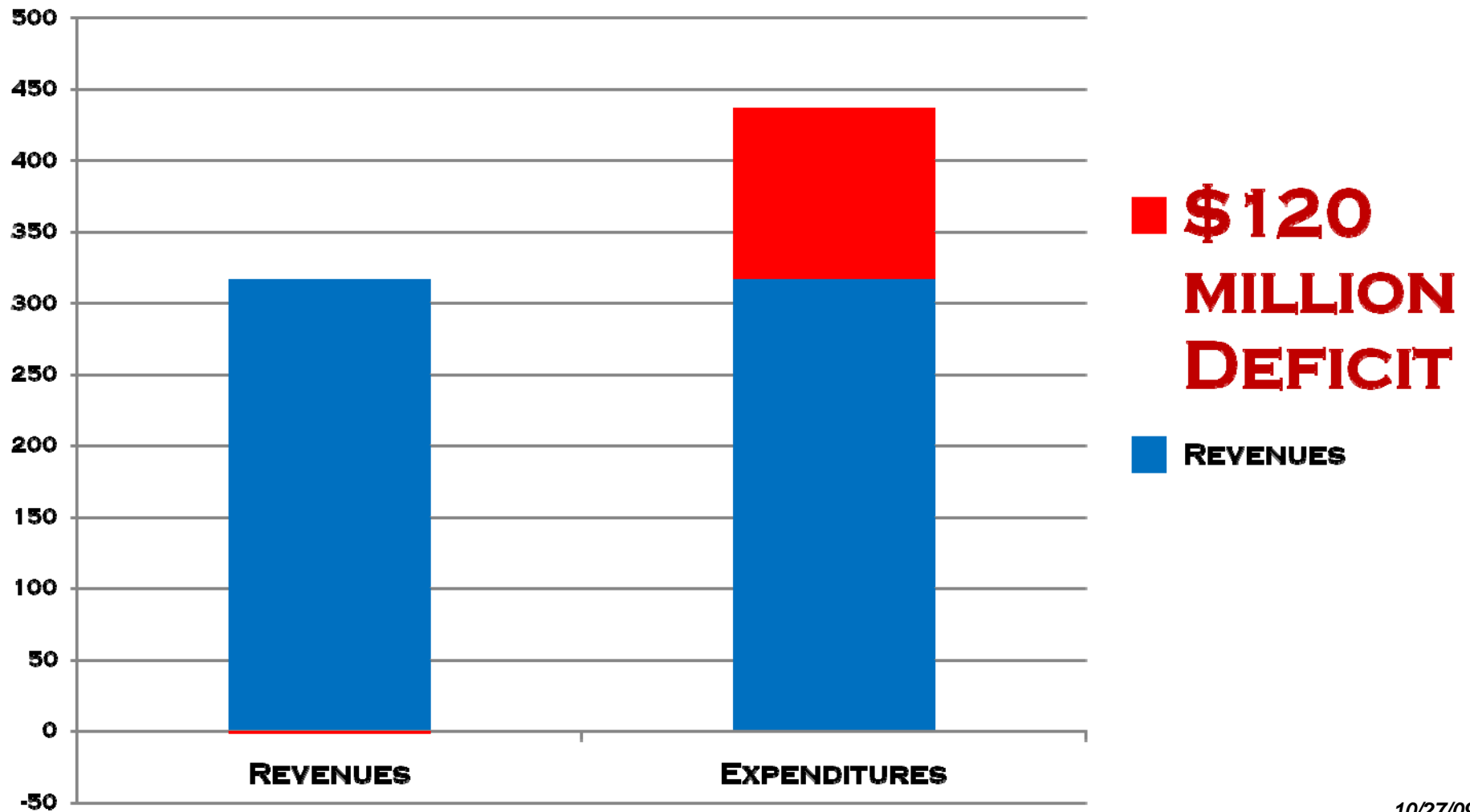
MARTA Operating Budget (FY 2010 and Beyond)

- ✓ **FY 2010 \$399.05 million Annual Net Operating Budget is “Unsustainable”!**
 - “One-time” federal stimulus funds (\$45 million)
 - Excessive dependence on reserves (\$37 million)
 - Continued wage freeze and furloughs projected beyond FY 2010

- ✓ **Magnitude of Annualized Operating Budget “Gap” is \$120 million based on \$316.4 million Operating Revenue Projection for FY 2011**
 - 25-30% transit service reduction
 - Passenger revenue will drop with service reductions (i.e., 10% service reduction = 3 to 4% ridership loss)
 - \$15 million estimated operating impact (loss of capital reimbursement operating offset)

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MARTA Operating Budget (FY 2011)



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