To: ACHD Commissioners  
Director Bruce Wong

From: Christine Race - Budget Analyst

Subject: FY 2013 – 3rd Quarter Budget Review  
July 24, 2013 Commission Meeting

Fact & Findings

The Budget Committee met several times to review the current status of revenues and expenditures, and proposed adjustments to the budget. The results of those meetings are as follows:

Revenue
The revenue budget is proposed to increase to $101.2 million. The proposed changes are:

- **Original Revenue Budget** $89,211,700
- 1st Qtr Adjustments $8,326,600
- 2nd Qtr Adjustments $194,000
- **Subtotal** $97,732,300
- Cost Sharing/Federal Grants/City Reimb $440,100
- Impact Fees $3,000,000
- **Proposed Revenue** $101,172,400

All revenue sources have been reviewed and the appropriate adjustments have been made. Staff will continue to monitor revenue for future budget adjustments.

Expenditures
The expenditure budget is proposed to increase to $98.7 million. The adjustments to operational and capital expenditures are as follows:

The Operational budget would decrease to $49.5 million as follows:

- **Original Operational Budget** $47,384,400
- 1st Qtr Adjustments $1,421,800
- 2nd Qtr Adjustments $761,000
- **Subtotal** $49,567,200

- Maintenance Concrete Zone 3 $130,000
• Maintenance Cul de Sac Rebuilds (4) $ 100,000
• Maintenance Contractual Svcs – not needed ($ 155,000)
• Materials – Liquid Asphalt (not needed) ($ 171,000)
• Misc. Operational Adj $ 14,600
• Proposed Operational Budget $ 49,485,800

The Capital Budget would increase to $49.2 million. The major adjustments are as follows:

• Original Capital Project Budget $41,827,300
• 1st Qtr Adjustments $ 6,904,800
• 2nd Qtr Adjustments ($ 567,000)
• Subtotal $48,165,100
• Pierce Park – State St / Hill Road $ 619,300
• Meridian/Main – MSC Phase 2 $ 618,000
• 2013 Federal Aid Overlays $ 608,000
• Ustick Rd, Locust Grove Rd / Leslie Way ($ 280,000)
• Misc. ADA Compliance Proj-into FY14 ($ 454,600)
• Various Adjustments ($ 67,500)
• Proposed Capital Project Budget $49,208,300

Alternatives
1. Approve the FY 2013 3rd Quarter Budget Adjustments as outlined in this staff report.
2. Disapprove the FY 2013 3rd Quarter Budget Adjustments.

Fiscal Impact
1. Approving the 3rd Quarter Adjustments allows the continuation of projected expenses.
2. Disapproval of the adjustments may result in the delay of potential projects.
3. Proposing to move $2.5M to expend in FY2014.
   a. $820k – 740 – Ten Mile/McMillan Coop Agreement
   b. $500k – 703 - Corridor Preservation (Linder Rd - possible Development Agreement with LDS Temple)
   c. $550k – 703 – Ustick, Meridian / Locust Grove
   d. $480k – 740 - Ten Mile/Overland Park and Ride

Recommendation
1. Approve the FY 2013 3rd Quarter Budget Adjustments as outlined in this staff report.

If there are any questions please contact me at 387-6123.
Budget Adjustments
FY 2013 – 3rd Quarter

Christine Race
Budget Analyst
July 10, 2013

Revenue Status as of 06/30/2013

- 3 Year Average
  - 69.0%

- FY2013
  - % Variance: 73.3%
  - $ Variance: $7.6M

Revenue Adjustments

- Approved 2nd Quarter Revenue: $97,732,300
- Cost Share/Fed Aid/City Reimb: $440,100
- Impact Fees: $3,000,000
- Proposed Revenue: $101,172,400
Operational Expenditure Status as of 06/30/2013

- 3 Year Average: 56.2%
- FY2013: 60%, 3.8%, $3.9M

Operational Adjustments

- Approved 2nd Qtr Operational Budget: $49,567,200
- 3rd Quarter Budget Requests: ($81,400)
- Proposed Operational Budget: $49,485,800

Operational Budget – detail

- Total Operational Budget Request: ($81,400)
  - Maintenance Concrete Zone 3: $130,000
  - Maintenance Cul de Sac Rebuilds (4): $100,000
  - Maintenance Contractual Svcs: ($155,000)
  - Materials – Liquid Asphalt: ($171,000)
  - Misc. Operational Adj: $14,600
Capital Expenditure Status as of 06/30/2013

- 3 Year Average: 45%
- FY2013: 58.5%, 13.5%, $9.4M

Capital Adjustments

1st Qtr Approved Capital Budget: $48,732,100
2nd Qtr Approved Proposed Capital Budget: $48,165,100

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<tr>
<th>Item</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Construction</td>
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<td>Professional Svcs</td>
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<td>Various Adjustments</td>
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<td>Proposed Capital Budget</td>
<td>$49,208,300</td>
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Capital Projects – Detail

- Pierce Park - State St/Hill Rd Const $619k
- Meridian/Main–MSP Phase 2 Const $618k
- 2013 Federal Aid Overlays Const $608k
- Ustick Rd, LG/Leslie Way ROW ($280k)
- Misc. ADA Projects All Phases ($455k)
### Revenue Summary

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<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Beginning Budget</td>
<td>$89,211,700</td>
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<tr>
<td>Encumbrances</td>
<td>$3,985,000</td>
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<td>1st Quarter Adjustments</td>
<td>$4,341,600</td>
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### Expense Summary

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*Additional revenue recommended to expend in FY2014:
- Ten Mile/McMillan Coop Agreement
- Corridor Preservation/Ustick, Meridian-Locust Grove
- Ten Mile/Overland Park & Ride

### Recommendation

Staff recommends approval of the FY2013 3rd quarter budget adjustments as outlined in this staff report.