



ANNUAL OPERATING AND CAPITAL BUDGET

FISCAL YEAR 2022-2023

(SUMMARY)

Final

BUDGET NOTES & ASSUMPTIONS :

Listed below are some notes and assumptions that were used to build the FY22-23 Budget. They are designed to supplement the numerical presentation in the "Summary" and "Detailed" Budget pages.

Line no.	Department	Note/Assumption
1	General	<p>Operating Expenses increased 17% compared to FY 2021-22. It should be noted that the increase is due to the required annual increase for the maintenance and operations contract, the current and expected fuel market price increases, plus the high inflation that reached almost 10% which impacted all goods and services prices, plus adding Sunday service for Route 15, and the Sheriff Dept. to augment the security company for more safety and security to the riders, plus the new Micro Transit Demonstration project.</p> <p>Capital Expenses includes \$15.8 M for Innovative Clean Transit mandate (ICT), this ZEB Transition is required to be completed by year 2040, \$10M of which is competitive Sect. 5339, FY23 budget for the ICT include 10 Hydrogen 40" Buses and the infrastructure for the Hydrogen stations in Hesperia, Barstow and D street in Victorville.</p>
2	Fixed Rte	VVTA used \$3.8M from the Federal Funding/ARP as support for operational assistance for the Fixed Route division. Fixed Routes Operating Expenses Budget increased by \$2M compared to COVID impacted FY-22. Operations are programmed to return back to full service after the reduced capacity operated during the pandemic last two years. Capital Budget for Fixed Routes includes 8 service vehicles, Shelters and amenities, Translock, Bus window film, Bus Wraps and interior electronic signage.
3	Direct Access	ADA service in FY 2022-23 Budget slightly increased the operating expenses only by 5% compared to other departments due to the full implementation of the VVTA Brokerage program developed by VVTA's CTSA department, Capital Budget includes purchase two (2) replacement paratransit vehicles
4	County	Operating Expenses increased 19% compared to FY22 Budget, for the same reasons as mentioned above. Capital Budget includes the Translock, Bus window film and interior electronic signage.
5	Barstow Division	VVTA used the Federal Funding 5311 \$457,723 and \$195,444 from the FTA/ARP plus the local funds Measure I \$257,800 to support the operating assistance, Barstow Capital Budget Replace 2 service vehicles and Back-up generator for the LCNG station, plus the Translock, Bus widow film and interior electronic signage.
6	Commuter (NTC)	VVTA maintaining FT. Irwin Commuter Bus Service Hours same as FY22 Budget, Operating Expenses increased 28% compared to FY22 Budget, for the same reasons as mentioned above. Capital Budget includes the Translock, Bus window film and interior electronic signage.
7	Intercity (BV link)	Adding Sundays service to Route 15, VVTA increased the use of the Federal FTA for Intercity Operating Assistance from \$500,000 to \$750,000, using the FTA/ American Rescue Plan ARP, Capital Budget includes the Translock, Bus window film and interior electronic signage.
8	CTSA	A slight budget decrease of (9%) is estimated due to the separation of the Brokerage Program from CTSA to ADA Operation.
9	Micro Transit Demonstration Project	Micro Transit Budget includes \$973K estimated Operating Expenses and the Capital Budget includes \$540K 4 Micro Transit Vehicles and \$76K Micro Transit Software.
10	Facilities	Budget FY23 includes \$4.5M for the New Property Development, the new property closed escrow on April 2022 adjacent to VVTA Hesperia Facility. The new property will include extra parking, Solar and additional operating space. Capital Budget also includes Garage and Shop Equipment plus Parking lot security fencing.
11	ZEB Transition ICT (mandates)	Capital Budget for the Zero Emission Bus ZEB Transition includes 10 Regional Hydrogen ZEB class H buses replacement, plus the Hesperia Hydrogen Fuel station Infrastructure and the Barstow Hydrogen fuel station infrastructure.
12	Administration	Administration Expenses for FY 23 are first impacted by the extreme increase for insurance rates and the on boarding two staff members in support of the Grants dept. (approved by the Board in April 22 Board meeting). Even so, the increase in Admin expenses represents only 6% of the total FY23 Budget. Still one of the lowest admin percentages in the state. Additionally, the FY23 Budget includes the upgrade and replacement of IT computers and servers along with other IT equipment requirements, the video conference system in Board room, the Annual CPI adjustment, the Accounting Enterprise System, and the Comprehensive Operational Analysis (COA).
13	Vanpools	The Vanpool program was negatively impacted by COVID-19 last year. FY 23 Vanpool Budget is estimated to be higher by 22%, due to the high increase in fuel market prices which should increase the number of vanpool riders who wish to save gas expenses, plus the increase in the marketing budget needed to increase vanpool participation.

Victor Valley Transit Authority
ANNUAL OPERATING AND CAPITAL BUDGET
FISCAL YEAR 2022-2023
SUMMARY

<u>Expense Plan</u>	<u>FY22-23</u>	<u>FY21-22</u>	<u>\$ Change</u>	<u>% Inc/Dec</u>
Operating	\$ 37,251,203	\$ 31,800,513	\$ 5,450,690	17.1%
FTA/ARP Capital Assistance for Operating	\$ (4,767,878)	\$ (7,465,302)		
Capital	\$ 32,294,235	\$ 22,415,995	\$ 9,878,240	44.1%
Total Expense	\$ 64,777,560	\$ 46,751,206	\$ 18,026,354	38.6%

Expense Summary

OPERATING EXPENSE SUMMARY

<u>Program</u>	<u>FY 2022/23</u>	<u>FY 2021/22</u>	<u>\$ Change</u>	<u>% Inc/Dec</u>	<u>Notes</u>
Fixed Route	\$ 15,578,441	\$ 13,534,914	\$ 2,043,527		
Complementary Paratransit	\$ 5,659,530	\$ 5,390,711	\$ 268,819		
County Routes	\$ 2,536,137	\$ 2,131,507	\$ 404,629		
Intercity Routes	\$ 1,078,139	\$ 1,098,003	\$ (19,864)		Budget estimated based on current actuals, actuals is less than last year budget
Barstow Division	\$ 3,853,831	\$ 3,562,510	\$ 291,321		
Commuter Routes	\$ 874,863	\$ 681,250	\$ 193,613		
Van Pools	\$ 1,640,940	\$ 1,343,454	\$ 297,485		Estimated increase of vanpool riders to avoid high gas prices
CTSA	\$ 725,367	\$ 804,706	\$ (79,339)		Brokerage Program moved to be under ADA program
Micro Transit	\$ 973,186	\$ -	\$ 973,186		New Program
VVTA Yard/Facilities	\$ 462,606	\$ 198,023	\$ 264,583		
Administration	\$ 3,868,165	\$ 3,055,436	\$ 812,729		Significant increase in Insurance rates, 2 new positions in grants dept. annual CPI
TOTAL EXPENSES:	\$ 37,251,203	\$ 31,800,513	\$ 5,450,690	17%	
FTA Operating Assistance/CARES ACT	\$ (4,767,878)	\$ (7,465,302)	\$ 2,697,424		
NET Expenses	\$ 32,483,325	\$ 24,335,211	\$ 8,148,114		

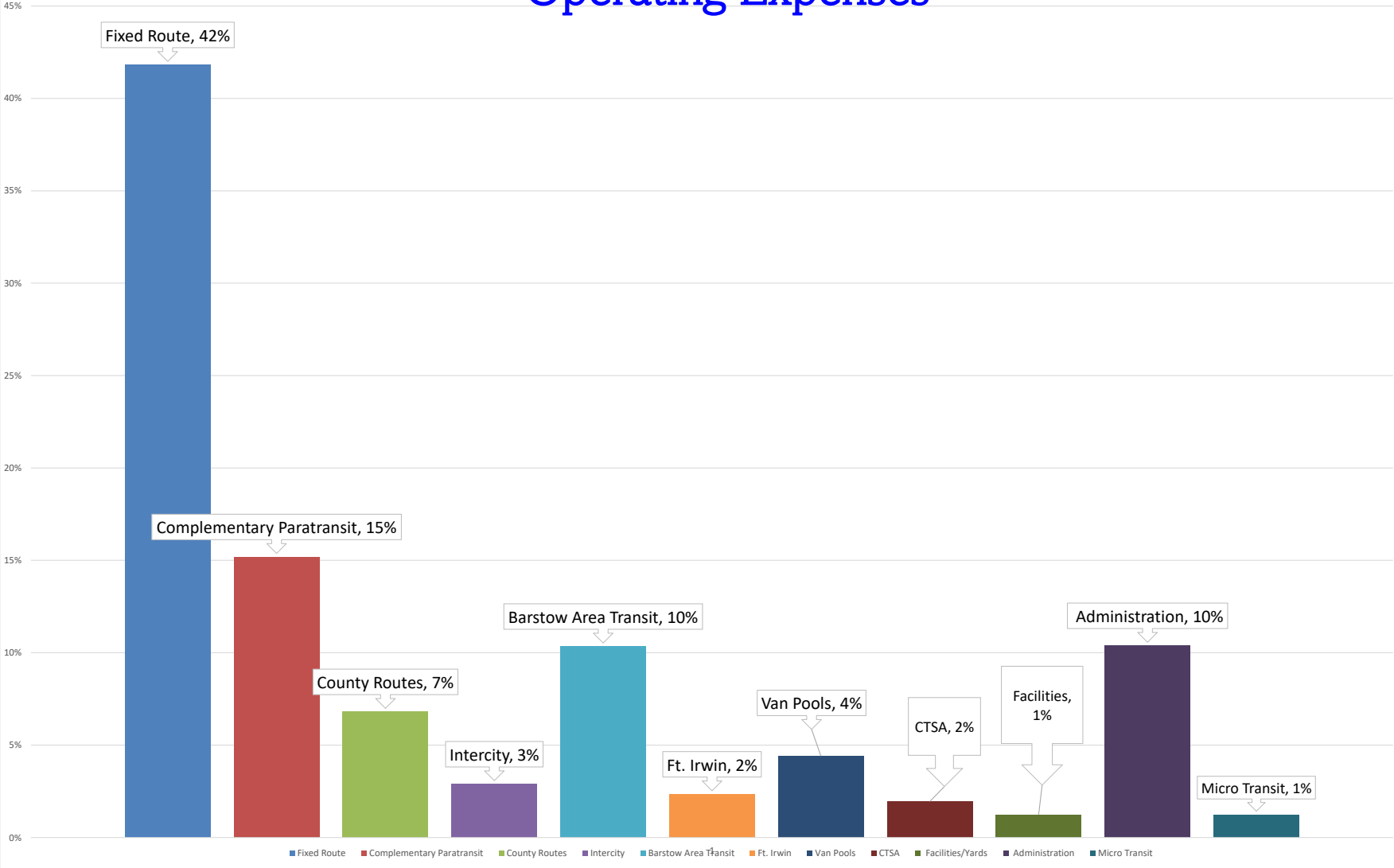
CAPITAL EXPENSE SUMMARY

<u>Program</u>	<u>FY 2022/23</u>	<u>FY 2021/22</u>	<u>\$ Change</u>	<u>% Inc/Dec</u>	<u>Notes</u>
Fixed Route	\$ 5,026,767	\$ 14,058,996	\$ (9,032,229)		Fixed Routes new buses is part of the ZEB Transition
Complementary Paratransit	\$ 469,600	\$ 405,000	\$ 64,600		
County Routes	\$ 12,870	\$ -	\$ 12,870		
Intercity Routes	\$ 758,580	\$ 500,000	\$ 258,580		
Barstow Division	\$ 1,422,539	\$ 1,722,698	\$ (300,159)		
Commuter Routes	\$ 35,920	\$ -	\$ -		
Micro Transit	\$ 616,000	\$ -	\$ -		
Facilities	\$ 6,503,232	\$ 5,684,300	\$ 818,932		
VVTA Administration	\$ 1,590,000	\$ 45,000	\$ 1,545,000		
ZEB Transition	\$ 15,858,726	\$ -	\$ 15,858,726		
TOTAL Capital Expense:	\$ 32,294,234	\$ 22,415,994	\$ 9,878,240	44.07%	

COMBINED EXPENSE SUMMARY

			<u>\$ Change</u>	<u>% Inc/Dec</u>
Operating Expense	\$ 32,483,325	\$ 24,335,211	\$ 8,148,114	
Capital Expense	\$ 32,294,234	\$ 22,415,994	\$ 9,878,240	
TOTAL:	\$ 64,777,559	\$ 46,751,205	\$ 18,026,354	38.6%

Operating Expenses



VICTOR VALLEY TRANSIT AUTHORITY

Fiscal Year Budget 2022-2023
CAPITAL PROJECT DETAILS CHART

Program	Project Description	Section 5307	Section 5339	LTF	STA	SB1/SGR	LCTOP	FTA Operating Assistance	SGIP	Project Cost
Direct Access	Paratransit vehicle rplc (2)		\$240,000			\$60,000				\$300,000
	Trans Lock			\$23,600						\$23,600
	Bus Window Film (exterior)				\$18,000					\$18,000
	Interior Electronic Signage			\$128,000						\$128,000
Fixed Routes	FTA operating assistance / ARP							\$3,822,434		\$3,822,434
	Shelter amenities, solar lights & signage				\$158,616					\$158,616
	Trans Lock			\$27,140						\$27,140
	Bus Window Film (exterior)				\$23,000					\$23,000
	Interior Electronic Signage			\$147,200						\$147,200
	Service Vehicles (8)					\$533,377				\$533,377
	Bus Wraps (existing fleet)			\$250,000						\$250,000
County	ITS4US				\$65,000					\$65,000
	Trans Lock			\$1,770						\$1,770
	Bus Window Film (exterior)				\$1,500					\$1,500
Barstow	Interior Electronic Signage			\$9,600						\$9,600
	FTA operating assistance CRRSSA/ARP							\$195,444		\$195,444
	Bus facility capital lease (Barstow)			\$653,650						\$653,650
	Trans Lock			\$11,800						\$11,800
	Bus Window Film (exterior)				\$9,300					\$9,300
	Interior Electronic Signage			\$64,000						\$64,000
	Service Vehicles (2)					\$133,345				\$133,345
NTC Commuter	Back-up generator for LCNG Fueling Station			\$355,000						\$355,000
	Trans Lock			\$4,720						\$4,720
	Bus Window Film (exterior)				\$5,600					\$5,600
Intercity	Interior Electronic Signage			\$25,600						\$25,600
	FTA operating assistance / ARP							\$750,000		\$750,000
	Trans Lock			\$1,180						\$1,180
MicroTransit	Bus Window Film (exterior)				\$1,000					\$1,000
	Interior Electronic Signage			\$6,400						\$6,400
	MicroTransit Vehciles & charging infrastructure			\$540,000						\$540,000
Facilities & Yard	MicroTransit software			\$76,000						\$76,000
	Bus facility capital lease (Hsp)	\$1,230,040		\$307,510						\$1,537,550
	Parking Lot Fencing (Hsp)	\$180,000		\$45,000						\$225,000
	Garage and Shop Equipment	\$100,000		\$25,000						\$125,000
	Security Camera Trailers (2)			\$80,500						\$80,500
	Level 2 chargers (6)					\$ 60,000				\$60,000
	New Property Development (Multi-year)		\$2,079,782	\$1,100,000					\$1,295,400	\$4,475,182
ZEB Transition (ICT mandates)	Regional buses rplc Class H ZEB		\$7,600,000	\$3,152,000						\$10,752,000
	Regional buses rplc Class H FCEB (2) '40 Roll over funding						\$1,188,597			\$1,188,597
	Barstow & D Street Hydrogen Fueling Infrastructure			\$886,949						\$886,949
	Hesperia Hydrogen Fueling Infrastructure (Multi-year)		\$2,424,944	\$606,236						\$3,031,180
Administration	IT upgrades & replacements of Computers & servers	\$40,000		\$10,000						\$50,000
	Board room Video Conferencing System				\$40,000					\$40,000
	Accounty Enterprise System			\$750,000						\$750,000
	COA Study			\$750,000						\$750,000
Total		\$1,550,040	\$12,344,726	\$10,038,855	\$322,016	\$786,722	\$1,188,597	\$4,767,878	\$1,295,400	\$32,294,234

VICTOR VALLEY TRANSIT AUTHORITY

CAPITAL FUNDING SOURCE SUMMARY CHART

Program	Section 5307	Section 5339	LTF	STA	SB1/SGR	LCTOP	FTA Operating Assistance	SGIP	Project Cost
Direct Access		\$240,000	\$151,600	\$18,000	\$60,000				\$469,600
Fixed Route			\$424,340	\$246,616	\$533,377		\$3,822,434		\$5,026,767
County			\$11,370	\$1,500					\$12,870
BAT			\$1,084,450	\$9,300	\$133,345		\$195,444		\$1,422,539
NTC Commuter			\$30,320	\$5,600					\$35,920
Intercity			\$7,580	\$1,000			\$750,000		\$758,580
Micro Transit			\$616,000						\$616,000
Facilities & Yard	\$1,510,040	\$2,079,782	\$1,558,010		\$60,000			\$1,295,400	\$6,503,232
ZEB Transition		\$10,024,944	\$4,645,185			\$1,188,597			\$15,858,726
Administration	\$40,000		\$1,510,000	\$40,000					\$1,590,000
Total	\$1,550,040	\$12,344,726	\$10,038,855	\$322,016	\$786,722	\$1,188,597	\$4,767,878	\$1,295,400	\$32,294,234

Revenue Summary

OPERATING REVENUE SUMMARY

<u>Source</u>	<u>FY 2022/23</u>	<u>FY 2021/22</u>	<u>\$ Change</u>	<u>% Inc/Dec</u>	<u>Notes</u>
Section 5311	\$ 958,494	\$ 802,863	\$ 155,632		
LTF	\$ 27,474,707	\$ 18,981,054	\$ 8,493,652		
Measure I	\$ 1,853,400	\$ 1,476,700	\$ 376,700		
AB 2766	\$ 250,000	\$ 250,000	\$ -		
LCTOP	\$ 20,000	\$ 270,000	\$ (250,000)		
Passenger Fares	\$ 1,366,725	\$ 2,073,245	\$ (706,520)		
Other (Interest/Misc.)	\$ 560,000	\$ 423,000	\$ 137,000		
TOTAL:	\$ 32,483,326	\$ 24,276,862	\$ 8,206,464	34%	

CAPITAL REVENUE SUMMARY

<u>Source</u>	<u>FY 2022/23</u>	<u>FY 2021/22</u>	<u>\$ Change</u>	<u>% Inc/Dec</u>	
Section 5307	\$ 1,550,040	\$ 7,747,790	\$ (6,197,750)		
Section 5339	\$ 12,344,726	\$ 688,000	\$ 11,656,726		
SGIP	\$ 1,295,400	\$ -	\$ 1,295,400		
CMAQ demonstration	\$ -	\$ 3,690,000	\$ (3,690,000)		No CMAQ this year
LTF	\$ 10,038,855	\$ 1,436,854	\$ 8,602,001		
STAF	\$ 322,016	\$ 184,580	\$ 137,436		
Operating Assistance ARP	\$ 4,767,878	\$ 7,465,302	\$ (2,697,424)		
SGR	\$ 786,722	\$ 753,180	\$ 33,542		
LCTOP	\$ 1,188,597	\$ 241,762	\$ 946,835		
Other - LCFS Credits	\$ -	\$ 208,526	\$ (208,526)		Capital varies from year to year based on the Capital Assets required
TOTAL:	\$ 32,294,234	\$ 22,415,994	\$ 9,878,240	44%	

COMBINED REVENUE SUMMARY

	<u>FY 2022/23</u>	<u>FY 2021/22</u>	<u>\$ Change</u>	<u>% Inc/Dec</u>
Operating Revenue	\$ 32,483,326	\$ 24,276,862	\$ 8,206,464	
Capital Revenue	\$ 32,294,234	\$ 22,415,994	\$ 9,878,240	
TOTAL:	\$ 64,777,561	\$ 46,692,856	\$ 18,063,705	38.7%

FY23 FUNDING CHART

