

# People's Transportation Plan

9/6/2018

# Discussion

- Original PTP Proforma
- Additional General Fund subsidy
- Additional PTP Surtax for Operations and Maintenance
- Unwinding Unification

# Original PTP Proforma

- Assumed flat General Fund subsidy
- Assumed PTP Surtax would support operations and maintenance of entire system
- Corridor projects extended until 2031
- Deficit spending began in 2018; negative fund balance in 2023

# Additional General Fund Subsidy

- Beginning in 2003, General Fund subsidy was adjusted above \$111.8 million
  - MOE increased by 3.5% in first revision to PTP Proforma
- System unification contingent upon codifying MOE increase of 3.5% per year
- General Fund contribution above allocation in original proforma:

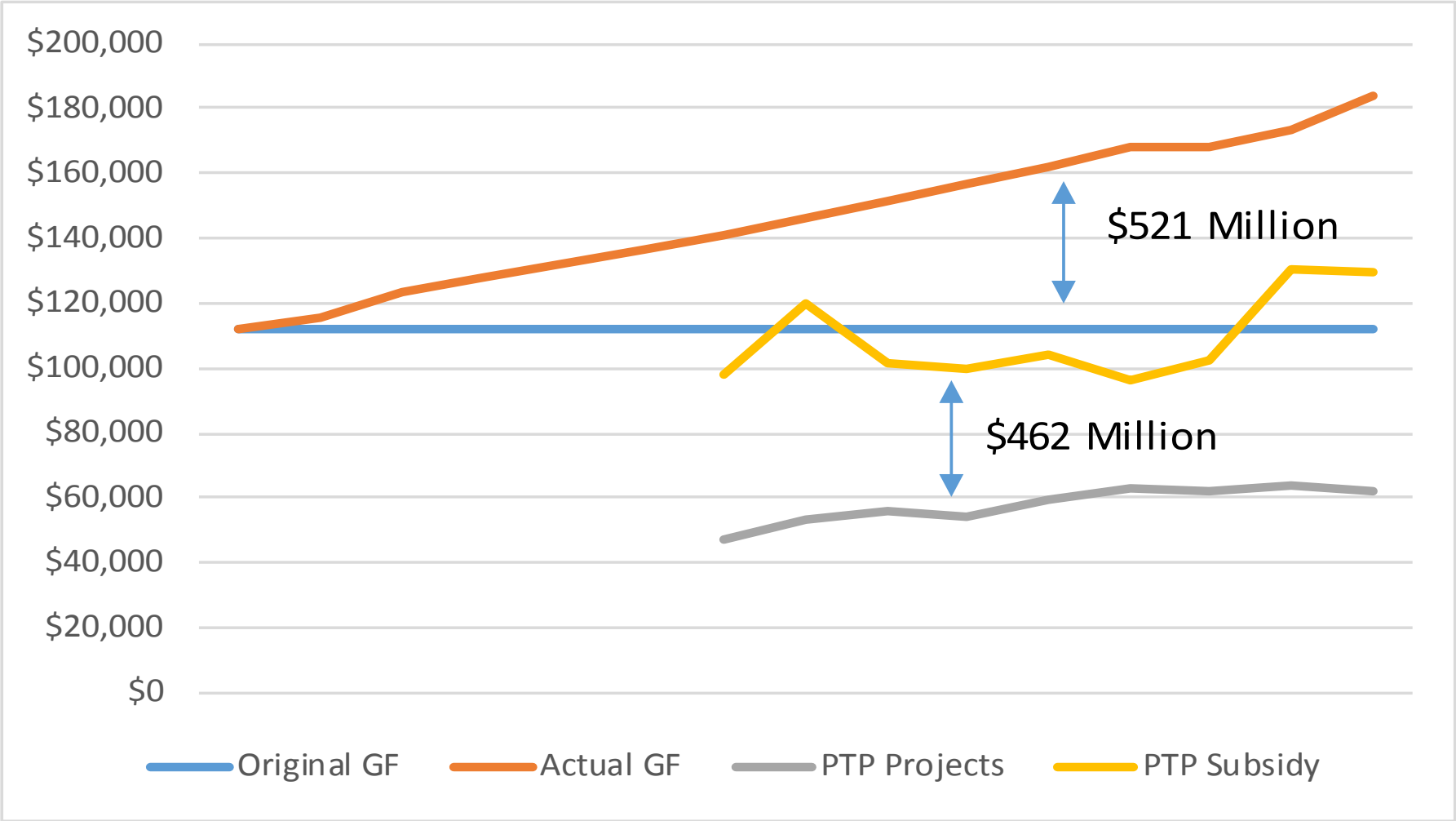
**\$521 million through 2017**

# Additional PTP Surtax to Support O&M

- Prior to Unification: \$492 million
  - Does not include the loan for existing services
  - Loan was paid back with interest in FY 2016-17
- Since Unification: \$983 million
  - est. \$521 million for PTP activities
    - Patriot/Golden Passport
    - Metromover Fare-free
    - EH/MIC Connector
    - Addl Bus Routes
- PTP Surtax Subsidy for Transit O&M:

**\$462 million through 2017**

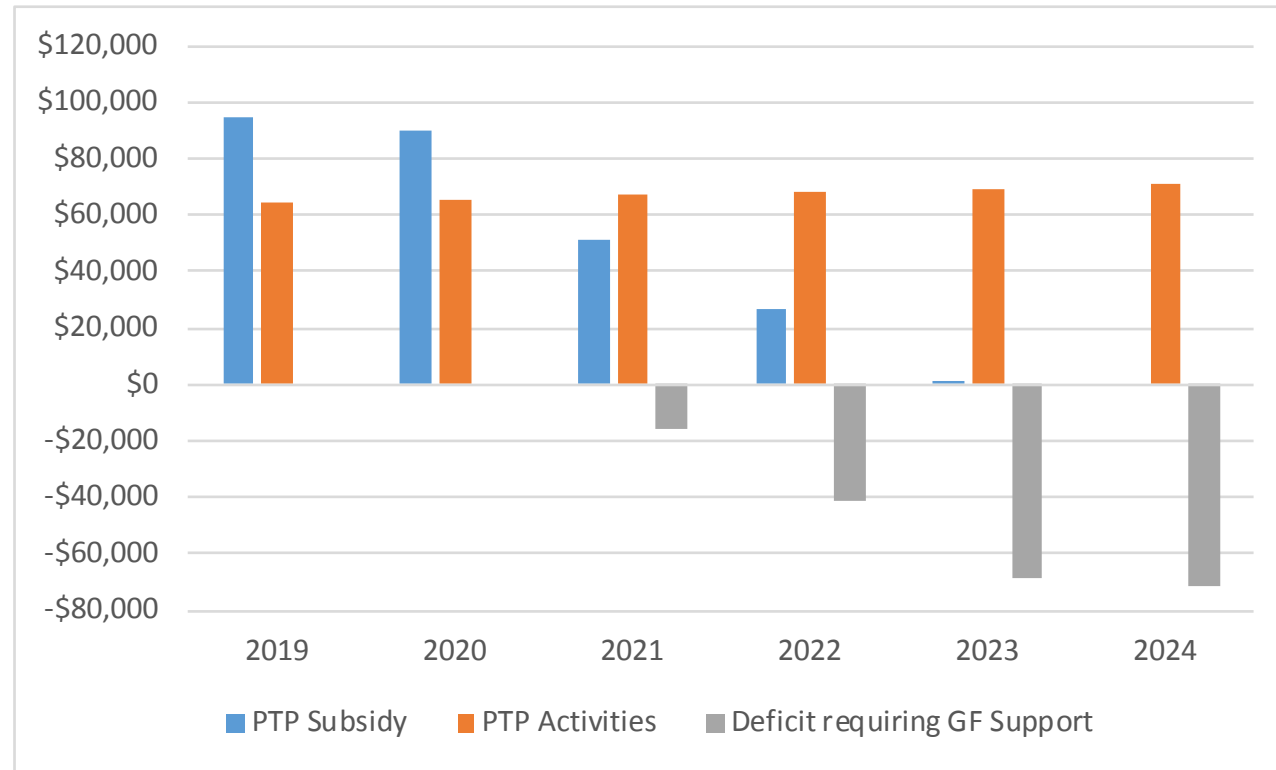
# General Fund & PTP Surtax



# Unwinding Unification

- If unification is discontinued, PTP surtax would be used to support O&M of PTP activities only
- PTP Surtax to support Transit O&M is reduced to \$0 by 2024
- Falls below annual cost of PTP activities beginning in 2021
  - General Fund then subsidizes PTP activities for life of proforma
- Frees up \$55 million total
- Does not increase availability of funds for debt issuances

# General Fund Support of PTP Activities





# Future Subsidy of the People's Transportation Plan

- General Fund subsidizes PTP activities currently in Transit O&M beginning in 2021
- Beginning in 2023, the South Corridor BRT operations are subsidized by the General Fund and other sources
  - Total subsidy from sources other than PTP Surtax:

**\$3.75 billion through 2058**