

***SYSTEM GENERATED***  
***REVENUES***  
***JULY 2014***

# JULY REVENUES: VARIANCE TO BUDGET

*Dollars in Millions*

	<u>Actual JULY 2014</u>	<u>Variance to Budget</u>	<u>Variance to JULY 2013</u>
Farebox	\$33.6M		
Passes	\$17.9M		
<b>Fare and Pass Total</b>	<b>\$51.5M</b>	0.5M	
Reduced Fare Subsidy	\$3.5M		
Non-Farebox	\$5.0M		
<b>Revenue Total</b>	<b>\$60.0M</b>		3.4M
Average Fare ( <i>Dollars</i> )	\$1.19		\$0.04
Free Rides	6.7M		

Free Rides is 0.2M more than JULY 2013 (excluding Red Line South)



# YEAR TO DATE REVENUES: VARIANCE TO BUDGET

*Dollars in Millions*

	<u>Actual JULY 2014 YTD</u>	<u>Variance to Budget YTD</u>	<u>Variance to 2013 YTD</u>
Farebox	\$212.6M	6.0M	32.2M
Passes	\$124.9M	11.1M	29.6M
<b>Fare and Pass Total</b>	<b>\$337.5M</b>	5.1M	2.6M
Reduced Fare Subsidy	\$10.8M		4.5M
Non-Farebox	\$38.3M	7.8M	0.8M
<b>Revenue Total</b>	<b>\$386.6M</b>	3.8M	
Average Fare ( <i>Dollars</i> )	\$1.14		
Free Rides	46.1M		

Free Rides is 5.1M more than JULY 2013 YTD (excluding Red Line South)



***EXPENSES***  
***JULY 2014***



# JULY EXPENSES: VARIANCE TO BUDGET

*Dollars in Thousands*

Category	Actual JULY 2014	Favorable/ (Unfavorable) Variance to Budget
Labor	81,525	2,216
Material	6,095	(1,245)
Fuel	4,707	647
Power	2,386	10
Provision Injuries & Damages	-	-
Purchase of Security Services	1,225	(10)
Other Expenses	18,964	(413)
<b>Total Operating Expenses</b>	<b>114,902</b>	<b>1,205</b>

Other expenses consist of: Utilities, Advertising & Promotions, Travel & Meetings, Contractual Services, Leases & Rentals, Pension Obligation Bond, and General Expenses.



# YEAR TO DATE EXPENSES: VARIANCE TO BUDGET

*Dollars in Thousands*

Category	Actual YTD 2014	Favorable/ (Unfavorable) YTD Variance to Budget
Labor	558,893	6,509
Material	42,102	(6,136)
Fuel	33,007	2,064
Power	20,785	(4,201)
Provision Injuries & Damages	-	-
Purchase of Security Services	7,519	712
Other Expenses	143,612	5,915
<b>Total Operating Expenses</b>	<b>805,917</b>	<b>4,864</b>

Other expenses consist of: Utilities, Advertising & Promotions, Travel & Meetings, Contractual Services, Leases & Rentals, Pension Obligation Bond, and General Expenses.





# 2014 ENERGY SUMMARY

## UPDATE (AS OF JULY, 2014)

	FUEL	POWER	NATURAL GAS
YTD Variance	\$ 2,064K	\$(4,201K)	\$(516K)
MTD Variance	\$ 647K	\$ 10K	\$(16K)
Drivers	<ul style="list-style-type: none"> <li>● Lower volume</li> <li>● Favorable price</li> <li>● Hedging profits</li> </ul>	<ul style="list-style-type: none"> <li>● Cold Weather</li> <li>● Higher Usage</li> <li>● Higher Price</li> </ul>	<ul style="list-style-type: none"> <li>● Cold Weather</li> <li>● Higher Usage</li> <li>● Higher Price</li> </ul>
Strategy for 2014	● Bus Fleet running D2 will continue to provide savings in 2014.	● Increasing hedge position to 80% as prices moderate in Q2	● Increasing hedge position to 80% as prices moderate to lock in for next winter.
Hedging Position	● Hedged at 99%	● Completed Aug 2014 hedge up to 80% for both On and Off peak	● Minimal use of Natural Gas in summer months
2014 Budget Projection	Expect savings in 2014	Hedging monthly layers in 2014 will partially mitigate negative variance to 2014 budget.	On Par

