

SYSTEM GENERATED
REVENUES
JUNE 2014

JUNE REVENUES: VARIANCE TO BUDGET

Dollars in Millions

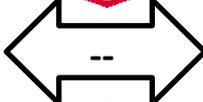
	<u>Actual JUNE 2014</u>	<u>Variance to Budget</u>	<u>Variance to JUNE 2013</u>
Farebox	\$32.2M		
Passes	\$17.8M		
Fare and Pass Total	\$50.0M		
Reduced Fare Subsidy	\$1.2M		
Non-Farebox	\$5.3M		
Revenue Total	\$56.5M		
Average Fare (<i>Dollars</i>)	\$1.17		
Free Rides	6.9M		

Free Rides is 0.6M more than JUNE 2013 (excluding Red Line South)



YEAR TO DATE REVENUES: VARIANCE TO BUDGET

Dollars in Millions

	<u>Actual JUNE 2014 YTD</u>	<u>Variance to Budget YTD</u>	<u>Variance to 2013 YTD</u>
Farebox	\$179.0M		
Passes	\$107.0M		
Fare and Pass Total	\$286.0M		
Reduced Fare Subsidy	\$7.3M		
Non-Farebox	\$33.3M		
Revenue Total	\$326.6M		
Average Fare (<i>Dollars</i>)	\$1.13		
Free Rides	39.4M		

Free Rides is 4.9M more than JUNE 2013 YTD (excluding Red Line South)



EXPENSES
JUNE 2014



JUNE EXPENSES: VARIANCE TO BUDGET

Dollars in Thousands

Category	Actual JUNE 2014	Favorable/ (Unfavorable) Variance to Budget
Labor	77,060	1,333
Material	5,253	(483)
Fuel	4,304	783
Power	2,074	(5)
Provision Injuries & Damages	-	-
Purchase of Security Services	1,204	(44)
Other Expenses	19,168	2,580
Total Operating Expenses	109,063	4,162

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	477,368	4,294
Material	36,008	(4,891)
Fuel	28,299	1,417
Power	18,399	(4,211)
Provision Injuries & Damages	-	-
Purchase of Security Services	6,294	722
Other Expenses	124,648	6,329
Total Operating Expenses	691,015	3,659

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 JUNE, 2014)

	FUEL	POWER	NATURAL GAS
YTD Variance	\$ 1,417K	\$(4,211K)	\$(500K)
MTD Variance	\$ 783K	\$(5K)	\$(68K)
Drivers	<ul style="list-style-type: none"> • Lower volume • Hedging profits 	<ul style="list-style-type: none"> • Cold Weather • Higher Usage • Higher Price 	<ul style="list-style-type: none"> • Cold Weather • Higher Usage • Higher Price
Strategy for 2014	<ul style="list-style-type: none"> • Bus Fleet running D2 will continue to provide savings in 2014. 	<ul style="list-style-type: none"> • Increasing hedge position to 80% as prices moderate in Q2 	<ul style="list-style-type: none"> • Increasing hedge position to 80% as prices moderate to lock in for next winter.
Hedging Position	<ul style="list-style-type: none"> • Hedged at 99% 	<ul style="list-style-type: none"> • Completed July 2014 hedge up to 80% for both On and Off peak 	<ul style="list-style-type: none"> • 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

