



To: Chicago Transit Authority Board
From: Jeremy Fine, Chief Financial Officer
Re: Financial Results for January 2022
Date: March 9, 2022

I. Summary

On March 13, 2020, the President of the United States declared a National Emergency concerning the Novel Coronavirus Disease (COVID-19) outbreak. CTA's financial results for the month and year to date are impacted by the effect of the COVID-19 pandemic. CTA's financial results are \$1.7 million favorable to budget for January primarily due to lower than anticipated labor costs. Public funding for 2022 collected in January totaled \$69.8 million, which is \$8.9 million favorable to budget. CTA has drawn down the full amount of CARES funding of \$817.5 million and \$10.1 million of CRRSAA funding, which is approximately 2.8% of CTA's CRRSAA allocation.

Ridership for the month was 14.3 million, which was 1.3 million lower than budget and 3.6 million higher than January 2021. The ridership increase over the prior year-to-date was due to the COVID-19 pandemic and the current stage of re-opening for the City of Chicago.

II. Cash & Liquidity

The chart below highlights CTA's cash position at January 2022 compared to January 2021.

	January 2022	January 2021	Increase (Decrease)
Unrestricted Cash	\$ 203,056	\$ 113,062	\$ 89,994
Damage Reserve	66,458	41,891	\$ 24,567
Funds Owed by RTA	448,938	230,355	\$ 218,583
Trust Portfolio Assets	422,181	623,483	\$ (201,302)
Total Cash and Receivables	\$ 1,140,633	\$ 1,008,791	\$ 131,842

CTA's total cash/receivables balance was equal to \$1.1 billion. Unrestricted cash was \$90.0 million higher than the prior year due to the timing of cash receipts and invoice payments. The Damage Reserve fund was \$24.6 million higher than last year due to deposits into the fund offset by settlement payments. Funds owed by the RTA were approximately \$448.9 million which was \$218.6 million higher than the prior year due to the timing of payments from the State. CTA continues to work closely with the RTA to monitor their receivable balance owed; Trust Portfolio Assets represents bond proceeds held in Trust for funding capital projects and making required debt service payments and therefore goes down when payments are made.

III. Revenue

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Fare & Pass Revenue	\$ 17,751	\$ 272	\$ 4,738	\$ 17,751	\$ 272	\$ 4,738

- Fare and pass revenue for January was \$0.3 million favorable to budget due to higher than expected farebox revenues. It was \$4.7 million favorable to prior year due to higher ridership and promotional fares for select pass products. The average fare for the month was \$1.24 per ride and was \$0.12 higher than budget and \$0.03 higher than the prior year.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Reduced Fare Subsidy	\$ 1,217	\$ -	\$ -	\$ 1,217	\$ -	\$ -

- Reduced Fare Subsidy was on par with budget for the month based on expected reimbursements from the State.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Advertising, Charter, Concession	\$ 2,187	\$ 33	\$ 128	\$ 2,187	\$ 33	\$ 128

- Advertising, Charter and Concessions Revenue was slightly favorable to budget for the month and \$0.1 million higher than prior year-to-date due to additional vehicle and platform advertising revenue received in 2022.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Investment income	\$ 28	\$ (13)	\$ (2)	\$ 28	\$ (13)	\$ (2)

- Investment income was slightly lower than budget and prior year for the month due to lower than expected short-term market rates.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Other Revenue	\$ 2,008	\$ (228)	\$ (32)	\$ 2,008	\$ (228)	\$ (32)

- Other Revenue was \$0.2 million unfavorable to budget for the month due to a loss on the sale of property and lower than expected miscellaneous revenues. Other revenue was slightly unfavorable to January 2021 due to lower non-capital grant revenue and a loss on the sale of property. Lower non-capital grant revenue is offset by lower non-capital grant expense in the Other Expenses category.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Total System Generated Revenue	\$ 23,191	\$ 63	\$ 4,833	\$ 23,191	\$ 63	\$ 4,833

- Total System-Generated Revenue was \$0.1 million higher than budget for the month due to higher than expected fare revenue. It was \$4.8 million higher than January 2021 due to higher fare and pass revenue.

IV. Expenses

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Labor	\$ 97,105	\$ 4,531	\$ 1,599	\$ 97,105	\$ 4,531	\$ 1,599

- Labor expense was \$4.5 million favorable to budget for the month due to lower than anticipated labor costs. Labor expense was \$1.6 million favorable to January 2021 due to the timing of open positions.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Material	\$ 8,491	\$ 208	\$ (535)	\$ 8,491	\$ 208	\$ (535)

- Material expense was \$0.2 million favorable to budget for the month and \$0.5 million unfavorable to January 2021 due to the timing of vehicle parts usage.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Fuel	\$ 2,467	\$ 660	\$ 434	\$ 2,467	\$ 660	\$ 434

- Fuel for Revenue Equipment expense was \$0.7 million favorable to budget in January primarily due to lower than anticipated usage and fuel prices. Lower usage and fuel prices account for the favorable variance to January 2021.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Power	\$ 2,975	\$ 594	\$ (563)	\$ 2,975	\$ 594	\$ (563)

- The Electric Power for Revenue Equipment expense was \$0.6 million favorable to budget for the month due to lower than anticipated usage. Expenses were \$0.6 million unfavorable to January 2021 primarily due to higher usage.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Provision for Injuries & Damages	\$ 2,640	\$ -	\$ -	\$ 2,640	\$ -	\$ -

- The Provision for Injuries & Damages expense was on par with budget and January 2021 due to funding requirements.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Purchase of Security Services	\$ 1,974	\$ 215	\$ (543)	\$ 1,974	\$ 215	\$ (543)

- Purchase of Security Services was \$0.2 million favorable to budget for the month and \$0.5 million unfavorable to prior year due to the timing of invoices.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Apr-19	Budget Apr-19	Prior Year Apr19 vs. Apr18	2019	Budget 2019	Prior Year 2018
Other Expenses	\$ 27,962	\$ (3,993)	\$ (4,096)	\$ 27,962	\$ (3,993)	\$ (4,096)

- Other expenses were \$4.0 million unfavorable to budget for the month and \$4.1 million unfavorable to January 2021 due to the timing of contractual services invoices. The other expense category includes the pension obligation bond expense, utilities, maintenance contracts, services, and other expenses.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Total Operating Expenses	\$ 143,613	\$ 2,215	\$ (3,704)	\$ 143,613	\$ 2,215	\$ (3,704)

- Operating Expenses were \$2.2 million favorable to budget for the month primarily due to lower than anticipated labor costs. The unfavorable variance to prior year was due to higher other expenses.

V. Recovery Ratio

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Recovery Ratio	56.71%	(10.39)		56.71%	(10.39)	

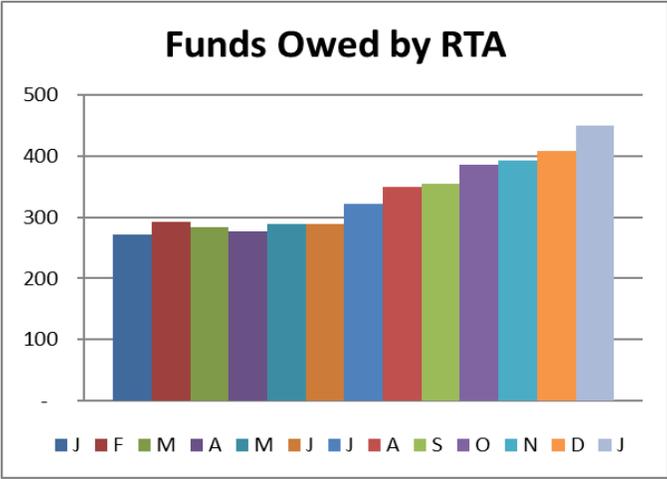
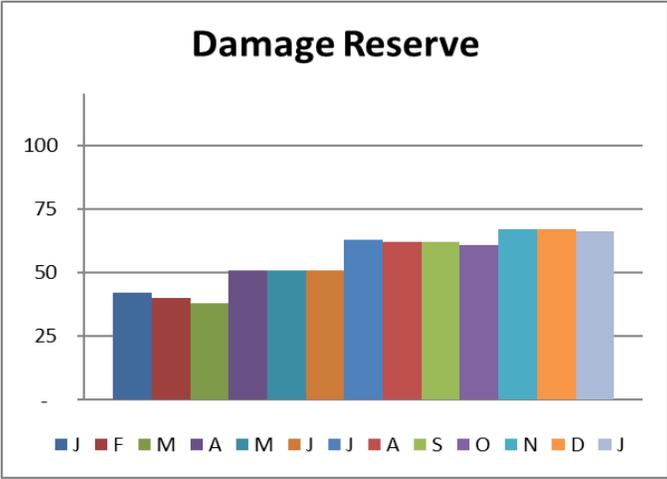
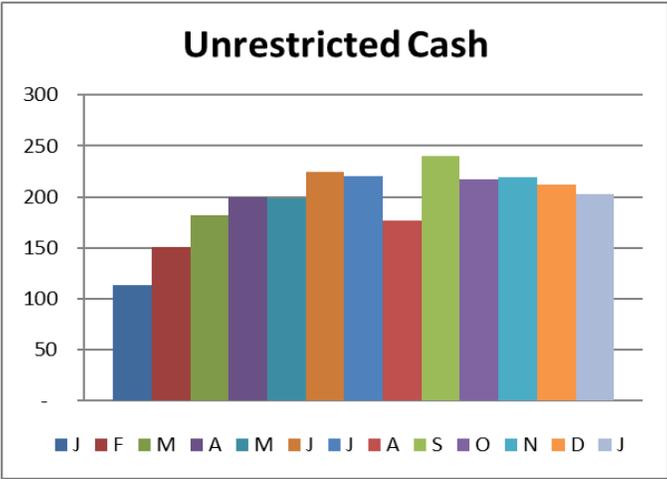
- Recovery Ratio, which measures the percentage of operating expenses CTA funds from internally generated revenues, was 56.71% for the month. This was unfavorable to budget by 10.39 percentage points for the month. The RTA is including the Federal stimulus funds under the CARES and CRRSAA Acts as replacement fare revenues for recovery ratio purposes. In late 2021, the Illinois legislature granted temporary recovery ratio relief for fiscal years 2021, 2022, and 2023 due to the ongoing pandemic.

VI. Ridership

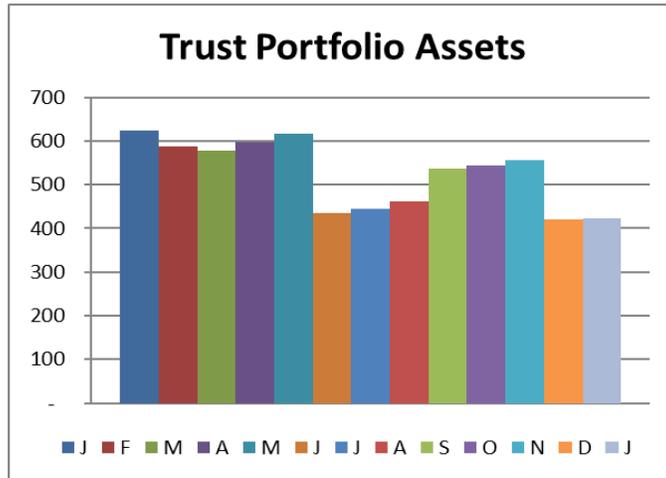
Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Jan-22	Budget Jan-22	Prior Year Jan22 vs. Jan21	2022	Budget 2022	Prior Year 2021
Bus	8,607	72	1,450	8,607	72	1,450
Rail	4,815	(1,209)	1,850	4,815	(1,209)	1,850
Rail to Rail Transfers	915	(133)	251	915	(133)	251
Total	14,337	(1,270)	3,551	14,337	(1,270)	3,551

- Ridership for the month of January was 14.3 million and was 1.3 million lower than budget and 3.6 million higher than prior year.
- Calendar adjusted ridership was up 30.8% from prior year due to the COVID-19 pandemic and the current stage of re-opening for the City of Chicago. The City of Chicago fully re-opened on June 11, 2021.
- More details on ridership can be found in the January Ridership Report.

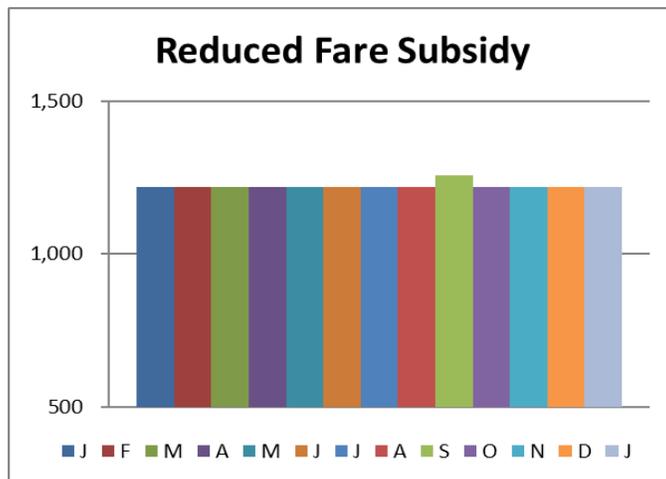
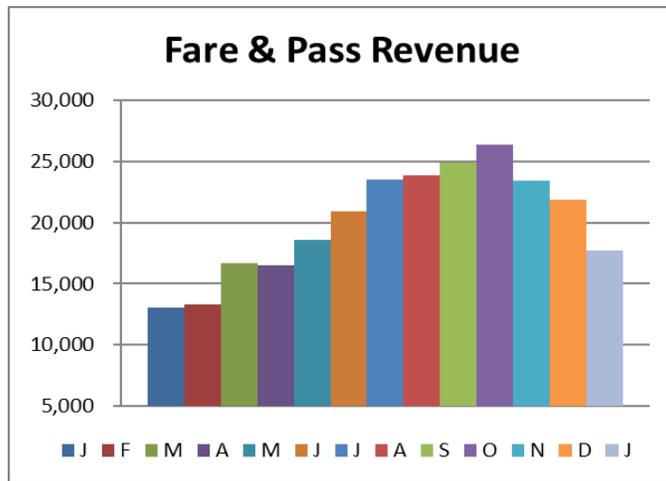
Cash & Liquidity



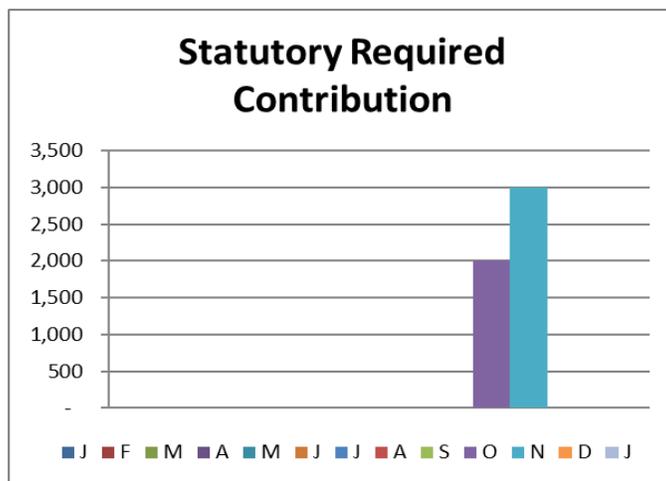
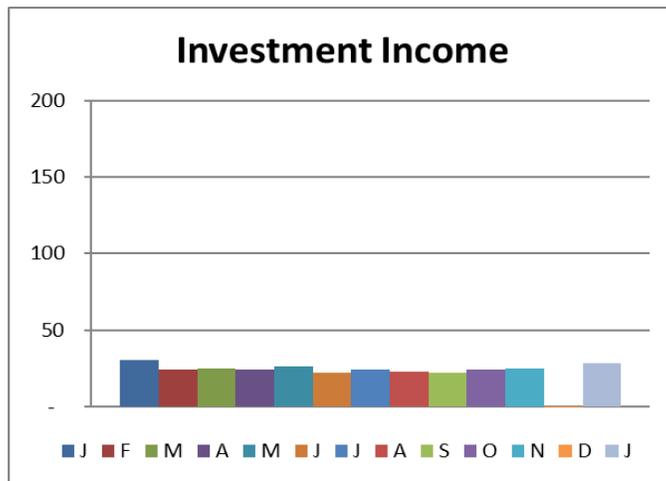
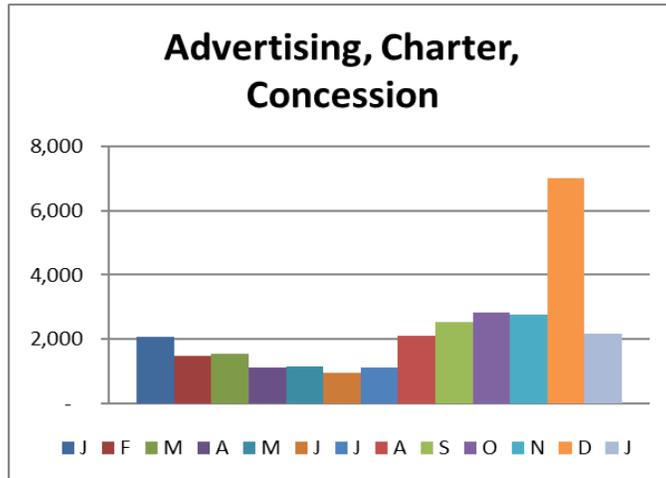
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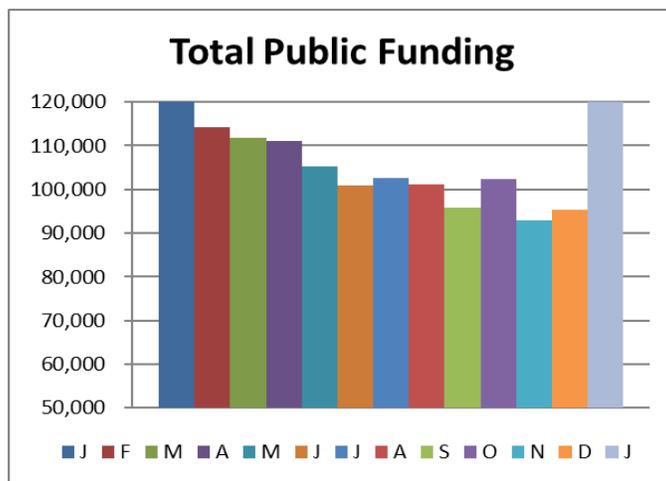
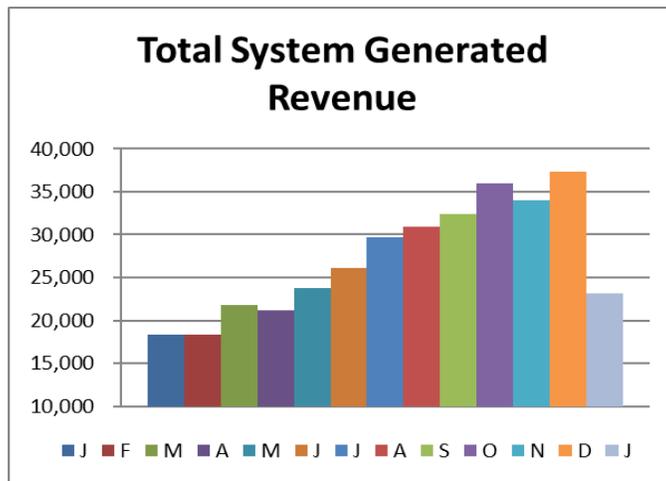
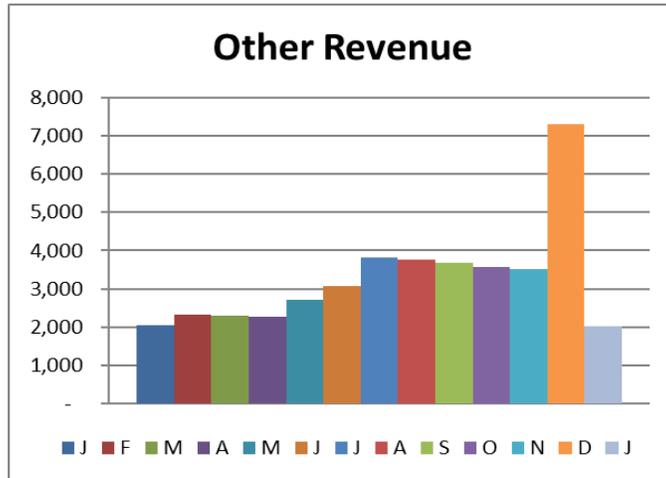
Revenue



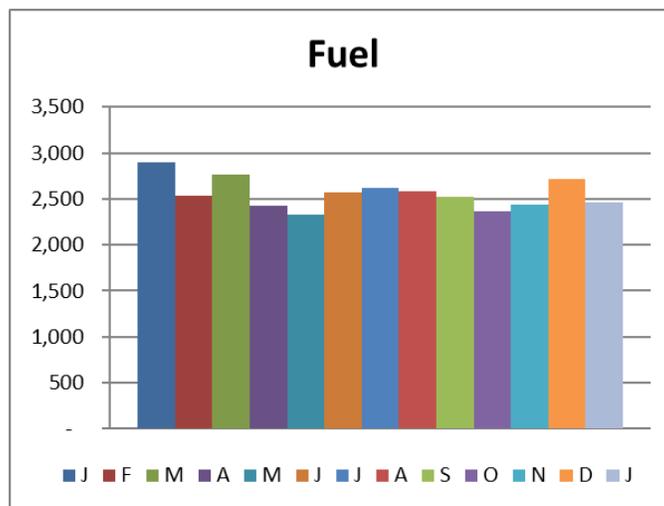
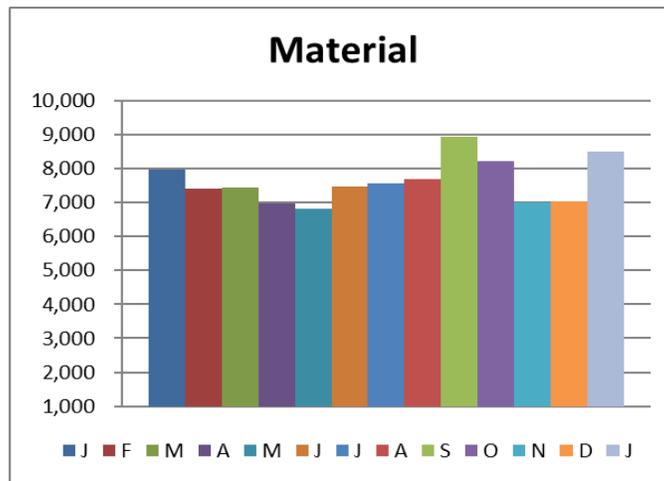
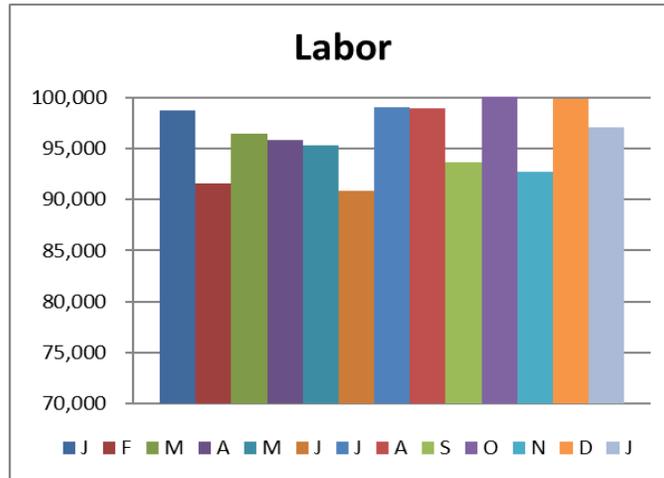
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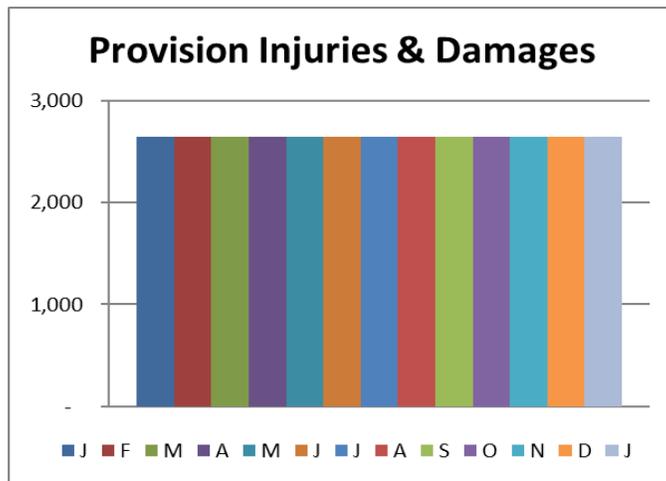
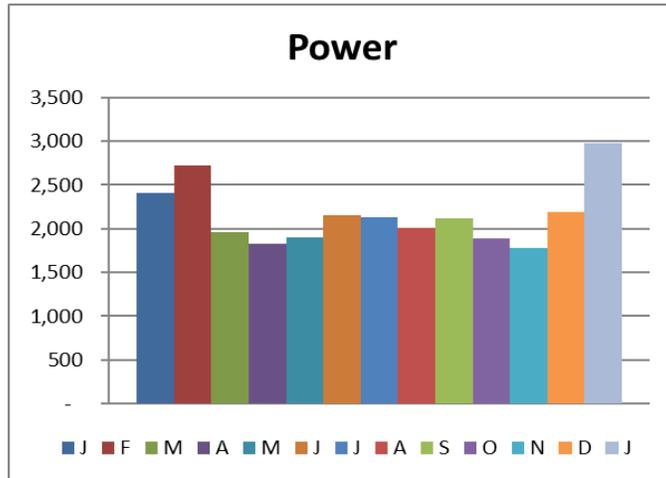
Revenue Cont'd



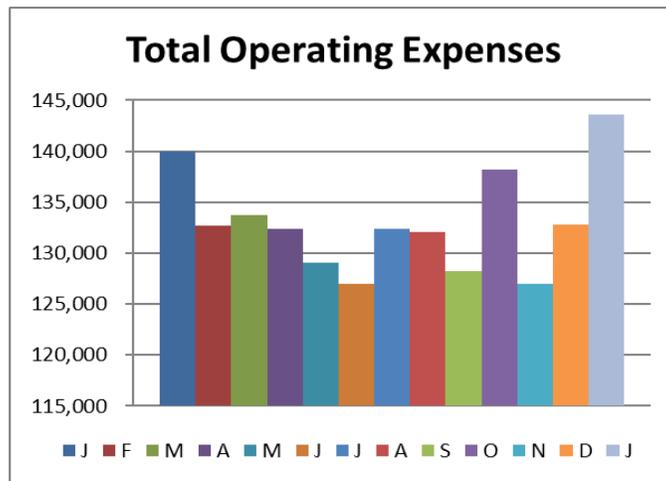
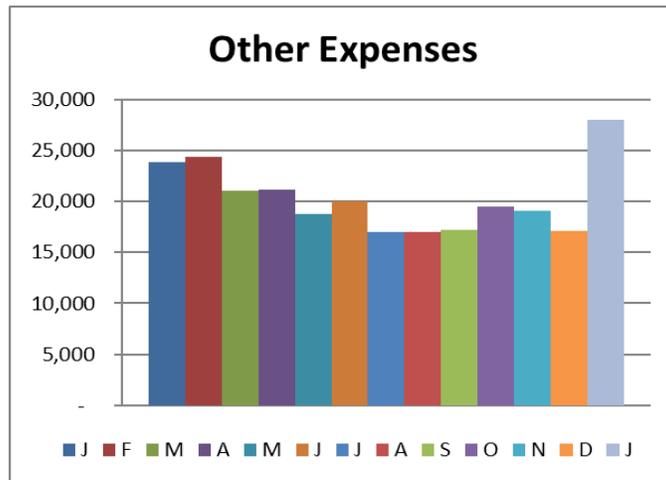
Expenses



Expenses Cont'd



Expenses Cont'd



Cash	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22
Unrestricted Cash	113	151	182	199	198	224	220	177	240	217	219	212	203
Damage Reserve	42	40	38	51	51	51	63	62	62	61	67	67	66
Funds Owed by RTA	272	292	284	276	289	288	321	350	354	386	392	408	449
Trust Portfolio Assets	623	587	578	597	617	434	445	461	536	543	557	421	422

Revenue	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22
Fare & Pass Revenue	13,013	13,263	16,671	16,530	18,605	20,884	23,489	23,848	24,907	26,337	23,456	21,860	17,751
Reduced Fare Subsidy	1,217	1,217	1,217	1,217	1,217	1,217	1,217	1,217	1,255	1,217	1,217	1,217	1,217
Advertising, Charter, Concession	2,059	1,476	1,551	1,105	1,154	941	1,124	2,121	2,532	2,839	2,779	7,006	2,187
Investment Income	30	24	25	24	26	22	24	23	22	24	25	(7)	28
Statutory Required Contribution	-	-	-	-	-	-	-	-	-	2,000	3,000	-	-
Other Revenue	2,039	2,320	2,289	2,281	2,712	3,074	3,806	3,762	3,692	3,562	3,512	7,295	2,008
Total System Generated Revenue	18,359	18,301	21,752	21,157	23,715	26,138	29,660	30,972	32,408	35,979	33,989	37,372	23,191
Total Public Funding	121,550	114,347	111,927	111,190	105,369	100,840	102,700	101,137	95,844	102,253	92,940	95,460	120,421

Expenses	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22
Labor	98,703	91,587	96,475	95,816	95,358	90,837	99,104	99,008	93,616	102,383	92,741	99,882	97,105
Material	7,956	7,417	7,443	6,976	6,828	7,455	7,567	7,682	8,927	8,225	7,001	7,020	8,491
Fuel	2,901	2,539	2,767	2,430	2,325	2,573	2,614	2,586	2,523	2,362	2,439	2,720	2,467
Power	2,412	2,723	1,955	1,833	1,900	2,158	2,126	2,015	2,124	1,889	1,781	2,191	2,975
Provision Injuries & Damages	2,640	2,640	2,640	2,640	2,640	2,640	2,640	2,640	2,640	2,640	2,640	2,640	2,640
Purchase of Security Services	1,431	1,378	1,378	1,531	1,281	1,276	1,275	1,171	1,242	1,233	1,227	1,258	1,974
Other Expenses	23,866	24,362	21,021	21,121	18,752	20,039	17,036	17,007	17,180	19,500	19,100	17,121	27,962
Total Operating Expenses	139,909	132,648	133,679	132,347	129,083	126,979	132,361	132,109	128,252	138,232	126,929	132,832	143,613