

ORDINANCE NO. 021-37

AN ORDINANCE ADOPTING AN
AMENDED BUDGET FOR CALENDAR
YEAR 2021

WHEREAS, On November 18, 2020, the Chicago Transit Board approved the Chicago Transit Authority's ("Authority") Calendar Year 2021 Operating Budget, after the Authority held a public hearing on November 12, 2020 and held a meeting with the Board of Commissioners of Cook County, Illinois on November 18, 2020, as required by Section 34 of the Metropolitan Transit Authority Act; and

WHEREAS, In March 2020, the Governor of the State of Illinois issued a disaster proclamation and Shelter-in-Place order due to the COVID-19 pandemic, and the impact of the pandemic continues; and

WHEREAS, The COVID-19 pandemic has led to a dramatic reduction in the Authority's system-generated and public funding revenues and increased expenses such as for personal protective equipment (PPE) and additional cleaning materials; and

WHEREAS, The Federal Coronavirus Aid, Relief, and Economic Security (CARES) Act, effective March 27, 2020, and the Federal Coronavirus Response and Relief Supplemental Appropriation (CRRSA) Act, effective December 27, 2020, provide federal funding to public transit agencies to replace lost funding due to the COVID-19 pandemic and to fund increased expenses; and

WHEREAS, The Regional Transportation Authority ("RTA") has prepared revised marks effective March 18, 2021 increasing public funds; and

WHEREAS, The Authority has prepared a proposed a Calendar Year 2021 Amended Operating Budget setting forth revised operational expenditures, system-generated revenues, and public funding revenues which maintains service levels and fares replacing reduced system-generated revenue with CARES Act and CRRSA Act funds; and

WHEREAS, The amount of total funding, including the Federal stimulus funding and the public funding that the Authority will receive in 2021 from the RTA, is sufficient to meet budgetary requirements; and

WHEREAS, In accordance with Section 4.11(c)(1) of the RTA Act, revised 2021 operating budgets are required to be submitted by the Service Boards for consolidation into a revised 2021 regional operating budget to be considered for RTA Board approval; now, therefore:

ORDINANCE NO. 021-37
(Continued) -2

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. This ordinance, designated the Calendar Year 2021 Amended Operating Budget Ordinance, is hereby approved.

SECTION 2. The Calendar Year 2021 Amended Operating Budget is contained in Exhibit A hereto and incorporated herein by reference.

SECTION 3. The Calendar Year 2021 Amended Operating Budget is subject to such amendment as may be required by adoption of the revised Regional Transportation Authority 2021 Budget.

SECTION 4. The amounts designated for the Calendar Year 2021 Amended Operating Budget contained in Exhibit A attached hereto and incorporated herein by reference are hereby appropriated to the uses and purposes set forth therein.

SECTION 5. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Vice Chair

Assistant Secretary

May 12, 2021

May 12, 2021

Exhibit A
Ordinance No. 021-37

Calendar Year 2021 Amended Operating Budget (Dollars in Thousands)

<i>In Thousands</i>	2021 Budget	Proposed Amended 2021 Budget	\$ Change
Labor	\$ 1,169,104	\$ 1,165,179	\$ 3,926
Material	87,767	88,082	(315)
Fuel	38,138	36,281	1,858
Power	31,685	30,390	1,294
Provision for Injuries and Damages	31,680	31,680	-
Purchase of Security Services	20,176	19,319	857
Other Expenses			
Pension Obligation Bonds (Net)	105,971	105,971	-
Contractual Services	116,908	116,111	796
Utilities, Non-Capital Grant, Travel, Leases, Other	30,556	31,616	(1,060)
Other Debt Service	13,081	13,081	-
Other Expenses Total	266,515	266,779	(263)
Total Operating Expenses	\$ 1,645,065	\$ 1,637,710	\$ 7,356
Fare and Passes	\$ 248,275	\$ 248,275	-
Reduced Fare Subsidy	14,606	14,606	-
Advertising, Charter & Concessions	24,512	20,571	(3,942)
Investment Income	1,000	304	(696)
Statutory Required Contributions	5,000	5,000	-
Other Revenue	44,923	35,766	(9,158)
System Generated Revenue	\$ 338,317	\$ 324,521	\$ (13,796)
Sales Tax I	\$ 324,778	\$ 352,106	\$ 27,328
Sales Tax II	38,088	47,645	9,557
PTF II	57,556	62,419	4,863
RETT	46,740	48,294	1,554
PTF II on RETT	11,446	11,840	394
Non-Statutory Funding	187,545	203,682	16,137
ICE	5,117	5,548	431
Public Funding	\$ 671,269	\$ 731,533	\$ 60,264
Total Operating Revenue	\$ 1,009,586	\$ 1,056,055	\$ 46,469
Federal Stimulus Funds	\$ 635,479	\$ 581,656	\$ 53,824
Balance	\$ -	\$ (0)	
Recovery Ratio	54.75%	54.78%	0.03%
Required Recovery Ratio	54.75%	54.75%	

Coronavirus Aid, Relief, and Economic Security (CARES) Act funding and Coronavirus Response and Relief Supplemental Appropriation (CRRSA) Act for System-Generated Revenue is included in the recovery ratio calculation. Recovery ratio is calculated by dividing System-Generated Revenue by Operating Expenses. The calculation includes (i) in-kind revenues and expenses for security provided by the City of Chicago, (ii) excludes security expenses, Pension Obligation Bond debt service, ICE grant and depreciation and (iii) includes a portion of senior free ride revenue and certain grant revenues.