

RTAChicago.org

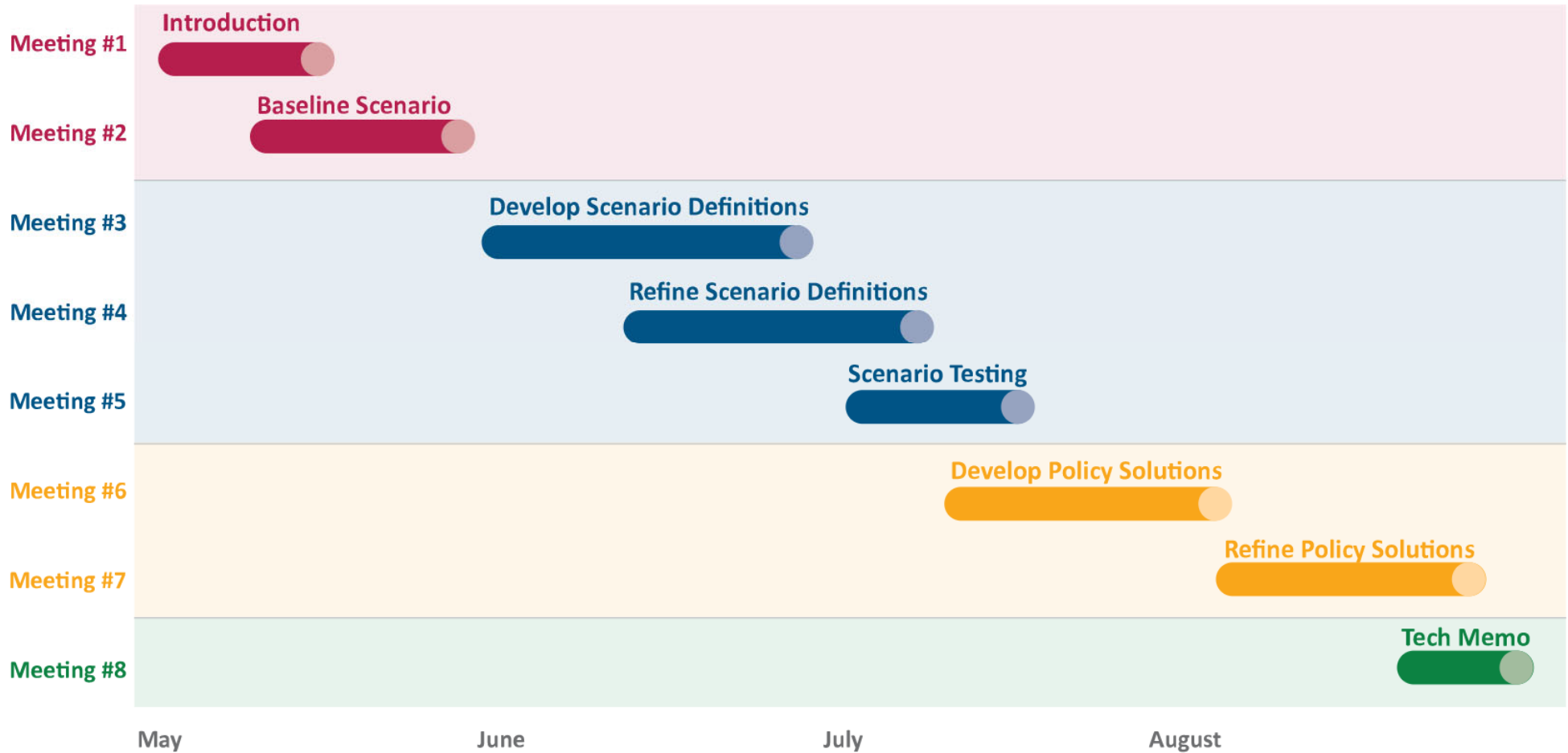
# MEETING 3: 10-YEAR FINANCIAL PLAN TECHNICAL WORKING GROUP

JUNE 9, 2022



# MOVING YOU

# 10-YEAR FINANCIAL PLAN WORKING GROUP PROCESS



# AGENDA

- Recap of June 2 presentation to Financial Responsibility working group (Baseline scenario)
- Discussion/Definition of alternate scenarios
- Compile initial list of funding ideas to mitigate 2026 budget gap

## BASELINE SCENARIO – 2026 VS 2022

	<u>2022 Budget</u>	<u>2026 Projection</u>
Ridership (% of 2019)	51%	68%
Operating Revenue	\$550M	\$780M
+ Public Funding	\$2,190M	\$2,400M
- Operating Expense	\$3,380M	\$3,910M
<b>= Budget Shortfall</b>	<b>(\$640M)</b>	<b>(\$730M)</b>
Shortfall as % of Total Operating Expense:		18.7%



## ADDITIONAL SCENARIOS - DEFINITION

Scenarios to be defined by varying these “levers”:

Ridership recovery profile

Economic performance

Expense growth

Nature of transit service

# RTA SCENARIO PLANNING – OCT 2020

## Scenarios for Discussion

While all six scenarios represent different plausible futures, three were selected for discussion with the RTA Board and stakeholders in relation to the RTA regional transit strategic plan, *Invest in Transit*. These three scenarios are described in more detail in the section that follows.



**Stalled  
Economy**



**Congested  
Recovery**



**Regional  
Remix**

# MODEL SENSITIVITY - 2026 BUDGET GAP

2026 Baseline Gap: **(\$732M)**

1. More Optimistic Ridership: 75% vs 68% **+\$72M**

(1 point = approx. 5.6M rides = approx. \$10M)

2. More Optimistic ST Growth: 3.5% vs 3.0% **+\$60M**

(0.1 point = approx. \$2.5M (ST/PTF/RETT))

3. Lower Expense Growth: 3.0% vs 3.9% **+\$107M**

(0.1 point = approx. \$3.5M)

**(\$493M)**



## YOUR FUNDING IDEAS

- NOT “1 thing to produce \$700M” but rather “10 things to produce \$70M each”
- Expansion of existing funding
- New funding sources
- Estimates of impact



## NEXT MEETING DATES

Thursdays at 1pm, opposite the weeks of the Stakeholder Group Meetings

June 23

July 7, 21

August 4, 18

September 1?

