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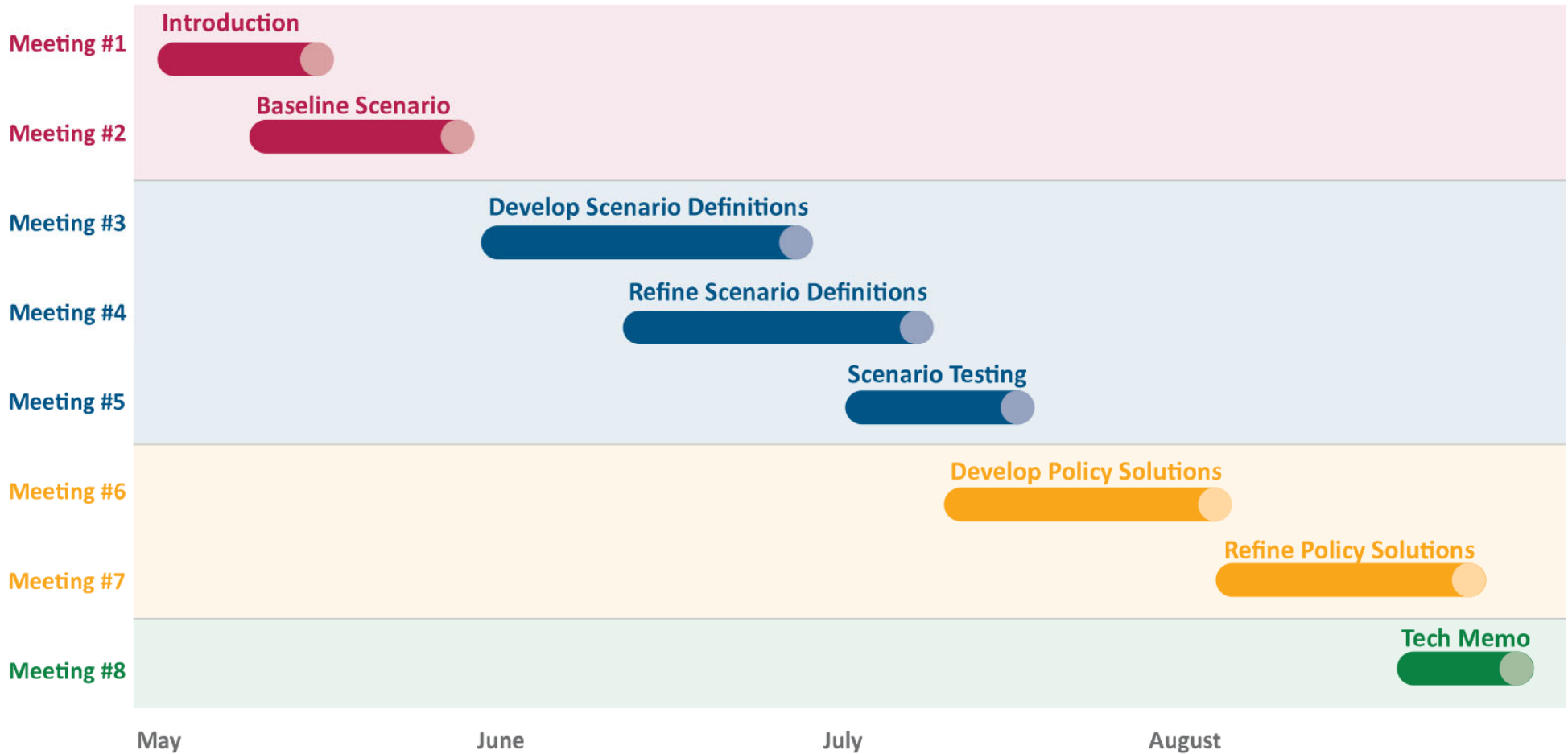
# MEETING 7: 10-YEAR FINANCIAL PLAN TECHNICAL WORKING GROUP

AUGUST 18, 2022

A large graphic on the right side of the slide features a blue-tinted image of the Chicago skyline, including the Willis Tower and the Wrigley Building. Below the skyline, several transit vehicles (buses and a train) are shown, with the word "Metra" visible on one of the buses. The entire graphic is set against a background of a light blue grid and is reflected below it.

MOVING YOU

# 10-YEAR FINANCIAL PLAN WORKING GROUP PROCESS



# AGENDA

- Review grading of funding proposals
  - RETT yield lowered to <\$100M = “2”
- Validation of Top 10 funding ideas
  - Second chance for ideas that didn’t make the cut
- Revisit recovery ratio discussion/recommendation

# CRITERIA GRADE ADJUSTMENTS SINCE LAST MEETING

- Grades received from all agencies
- RETT yield lowered to “2” due to recalculation
- Grades averaged where there was not alignment
  - Lack of alignment generally did not impact top 10

## TOP 10, BY COMPOSITE SCORE

1. Increase MFT by 5 cents	2.70
2. Increase RTA sales tax by 0.25%	2.58
3. Increase tollway tolls with increment to transit	2.43
4. Increase State vehicle registration fee	2.43
5. Increase State Reduced Fare Reimbursement	2.40
6. Expand RTA sales tax to services	2.38
7. Establish congestion pricing	2.33
8. Implement Vehicle Miles Travelled (VMT) tax	2.33
9. Eliminate 1.5% State surcharge on sales tax	2.30
10. Increase State PTF match on sales tax and RETT	2.28



## BOTTOM 15, BY COMPOSITE SCORE

11. Implement value capture on developments near transit	2.20
12. Establish progressive state income tax	2.10
13. Developers in TODs subsidize transit/enforce parking max	2.10
14. Expand RTA sales tax to business-to-business	2.08
15. Allow flexibility to use federal formula funds for operating	2.05
16. Establish Travel Demand Management plans near transit	1.98
17. Expand RETT to suburban Cook and collar counties	1.90
18. Dedicate federal funding to ADA Paratransit operations	1.90
19. Implement Auto Rental Tax	1.90
20. Index State ADA Paratransit funding to inflation	1.90
21. Require affordable housing developers to subsidize transit	1.78
22. Establish electric vehicle registration fee	1.73
23. Establish rider fare donation pool	1.60
24. Establish on and off-street parking tax	1.40
25. Establish equitable property tax assessments	1.38



# TOP 10, WITH YIELD ESTIMATES

	<u>Low</u>	<u>High</u>
1. Increase MFT by 5 cents	\$220M	\$280M
2. Increase RTA sales tax by 0.25%	\$300M	\$400M
3. Increase tollway tolls with increment to transit	\$70M	\$80M
4. Increase State vehicle registration fee	\$45M	\$50M
5. Increase State Reduced Fare Reimbursement	\$17M	\$83M
6. Expand RTA sales tax to services	\$150M	\$200M
7. Establish congestion pricing	\$200M	\$220M
8. Implement Vehicle Miles Travelled (VMT) tax	\$110M	\$130M
9. Eliminate 1.5% State surcharge on sales tax	\$20M	\$20M
10. Increase State PTF match on sales tax and RETT	<u>\$65M</u>	<u>\$95M</u>
Totals:	\$1,197M	\$1,558M



## RECOVERY RATIO – POLICY OPTIONS

<u>Option</u>	<u>2026 (Est.)</u>	<u>Characteristics</u>
Fare revenue	17%	NTD, simplest, transparent
All revenue	21%	Transparent, includes ADA
Statutory	26%	Flexible but not transparent
None	-----	Require balanced budget only

“Continue NTD fare revenue recovery ratio as a performance measure only”





## NEXT STEPS

- Consultants/RTA continue draft of technical memo
- Distribute memo to Working Group next week for review and feedback
- Please provide feedback and comments on memo by Monday August 29
- Final memo review at September 1 meeting