

Biennium-End Budget Adjustment

Alan Matheson, Superintendent

Daniel McCabe, Rail CIO/CFO

October 23rd, 2024

Overview

- Revenues projected to be over budget
 - Line haul volumes greater than anticipated
- Expenditures projected to be over budget
 - Offset by line haul revenues
 - Seeking authorization for budget spending authority
 - Gross Earnings Tax
 - State Tax
 - Locomotive Fuel
 - Locomotive Oil
 - Capital Outlay

Financial Outlook

	2023 Budget	2023 Difference	2023 Difference	2024 Budget	2024 Forecast	2024 Difference	Budget Biennium	Adjusted Forecast	Biennium Difference	Biennium Diff. (%)
Revenue										
Switching Revenue	\$ 30,482	\$ 34,827	\$ 4,345	\$ 32,677	\$ 38,040	\$ 5,363	\$ 63,159	\$ 72,866	\$ 9,707	15%
Demurrage Fees	1,500	2,243	743	1,500	1,724	224	3,000	3,967	967	32%
Locomotive Servicing	1,227	1,695	468	1,227	2,367	1,140	2,454	4,062	1,608	66%
Other	213	490	277	213	399	185	427	889	462	108%
Total Operating Revenue	\$ 33,422	\$ 39,256	\$ 5,833	\$ 35,617	\$ 42,529	\$ 6,911	\$ 69,040	\$ 81,784	\$ 12,745	18%
Interest	118	195	77	118	380	263	235	575	340	144%
Rent & Misc Income	481	311	(170)	481	286	(195)	962	597	(365)	-38%
Total Revenue & Avail Funds	\$ 34,021	\$ 39,762	5,740	\$ 36,216	\$ 43,195	\$ 6,979	\$ 70,238	\$ 82,957	\$ 12,719	18%
Expenditures										
Personnel Costs	\$ 17,887	\$ 16,963	\$ (924)	\$ 18,572	\$ 19,012	\$ 440	\$ 36,459	\$ 35,975	\$ (484)	-1%
Supplies, Other Services	9,787	9,564	(223)	9,686	9,110	(576)	19,473	18,673	(799)	-4%
Current Fund Capital Outlay	1,355	4,571	3,216	4,365	4,858	493	5,720	9,428	3,708	65%
Debt Service	968	908	(61)	897	897	-	1,865	1,805	(61)	-3%
Taxes	3,309	3,841	532	3,432	4,171	739	6,741	8,012	1,271	19%
Total Expenditures	\$ 33,306	\$ 35,846	\$ 2,540	\$ 36,952	\$ 38,047	\$ 1,096	\$ 70,258	\$ 73,894	\$ 3,636	5%
Total Revenues Less Expenditures	\$ 716	\$ 3,915	\$ 3,200	\$ (736)	\$ 5,148	\$ 5,884	\$ (20)	\$ 9,063	\$ 9,083	
Appropriation from Current Fund	\$ (716)	\$ (962)	\$ (247)	\$ 736	\$ (4,406)	\$ (5,141)	\$ 20	\$ (9,063)	\$ (9,083)	
Capital Outlay Financing Detail										
Funded from Current Fund	\$ 1,355	\$ 4,571	\$ 3,216	\$ 4,365	\$ 4,858	\$ 493	\$ 5,720	\$ 9,428	\$ 3,708	65%
Grants, Transfers & Pledges	1,715	267	(1,448)	4,645	22	(4,623)	6,360	289	(6,071)	-95%
Funded from New Debt	590	903	313	1,400	727	(673)	1,990	1,630	(360)	-18%
Total Capital Outlay	\$ 3,660	\$ 5,741	\$ 2,081	\$ 10,410	\$ 5,607	\$ (4,803)	\$ 14,070	\$ 11,348	\$ (2,722)	-19%
Starting Cash Balance	\$ 10,589	\$ 10,589	-	\$ 11,305	\$ 11,551	247	\$ 10,589	\$ 10,589	0%	0%
EOY Current Fund Balance	\$ 11,305	\$ 11,551	247	\$ 10,569	\$ 15,957	5,388	\$ 10,569	\$ 15,957	51%	51%
Volume Investment Fund	\$ 500	\$ 500	-	\$ -	\$ 1,500	1,500	\$ 500	\$ 2,000	300%	300%

Adjustment Request

- Summary

	Current	Adjustment	Increase	%
Budget Revenue	\$70,257,615	\$75,257,615	\$5,000,000	7%
Budget Expense	\$70,257,615	\$75,257,615	\$5,000,000	7%

- Detail

Revenue

Cost Center	CC Description	Cost Element	CE Description	Current	Adjustment	Increase	%
591004	Rail Administration	4343260	Line Hauls-Belt Ln	\$ 61,100,474	\$ 66,100,474	\$ 5,000,000	8%
Total						\$ 5,000,000	

Expenditures

Cost Center	CC Description	Cost Element	CE Description	Current	Adjustment	Increase	%
591004	Rail Administration	6515000	GET Trf Out	\$ 5,700,000	\$ 6,700,000	\$ 1,000,000	18%
591004	Rail Administration	5422100	State B&O Tax	\$ 1,040,999	\$ 1,440,999	\$ 400,000	38%
591004	Rail Administration	-	Capital Outlay	\$ 5,720,000	\$ 8,420,000	\$ 2,700,000	47%
592202	Maint-Locomotive	5321000	Inv Fuel-External	\$ 3,000,000	\$ 3,400,000	\$ 400,000	13%
592202	Maint-Locomotive	5221100	Lubricant Expense	\$ 300,000	\$ 800,000	\$ 500,000	167%
Total						\$ 5,000,000	

Next Steps

- 11/13/2024 – TPU Board Consideration
- 11/26/2024 – City Council Consideration

Questions?