

CCRTA 2021-2022

Board Priorities

Safety & Security

Customer Service

Public Image & Transparency

Innovation

Facilities

Workforce Development

Fare Recovery

Mission Statement

The Regional Transportation Authority was created by the people to provide quality transportation in a responsible manner consistent with its financial resources and the diverse needs of the people. Secondly, The RTA will also act responsibly to enhance the regional economy.

Vision Statement

Provide an integrated system of innovative, accessible and efficient public transportation services that increase access to opportunities and contribute to a healthy environment for the people in our service area.

Core Values

Accountability and Transparency	Honesty and Integrity
Decisiveness	Commitment
Team Work	Courtesy
Safe Environment for Both Employees and Riders	

Adopt Budget Amendment No. 1 Authorizing the Payment of the 2023 Annual Contribution Increase as Calculated by the Actuary

CCRTA Board Priority

Public Image & Transparency



Board Priority

This item corresponds with the Authority's Public Image and Transparency effort.

Background

Defined Benefit Plan (DBP) provides a fixed, pre-established benefit for employees at retirement

- Fundamental financial objective is to fund the long-term cost of the pension benefits promised to participants
 1. Annual contributions are made solely from the Operating Budget*
 2. Annual contributions are calculated by the Actuary**, and include:
 - a) Normal Cost***
 - b) Amortized portion of the Unfunded Actuarial Accrued Liability
- Additional objective is to meet the funding goals established by Texas Government Code §802.2011, which requires a funding policy that seeks a funding ratio of 100%
 - Current policy approved in 2019 seeks 85% to 95% funding level

Identified Need

The Authority budgets the annual contribution based on:

- The annual contribution made the prior year
- Other factors identified by the Finance department, such as changes in salaries and wages

The contribution is then paid in early January in order to maximize investment earnings.

Once received and approved by the Board, the difference between the initial contribution and the Actuarially Determined Contribution is presented to the Board as a budget amendment in order to pay the additional required funding to the DBP.

Fiscal Impact

The total expenditures budgeted in the 2023 Adopted Operating Budget will need to be increased by \$523,430 through a budget amendment in order to maintain a funded ratio of 87.35%.

The increase in expenditures is expected to be covered by the projected increase in Sales Tax Revenues.

Fiscal Impact

2023 Annual Contribution per Actuary	\$	1,952,572
2022 Annual Contribution per Actuary		1,330,108
Increase	\$	<u>622,464</u>

2023 Annual Contribution per Actuary	\$	1,952,572
2023 Budget		1,429,142
Amount of Budget Amendment Required	\$	<u>523,430</u>

Fiscal Impact

The impact on department operating budgets is presented as follows:

Dept	2023 Approved Budget	Additional Contribution	Proposed Amended Budget
Transportation	\$ 696,413	\$ 255,064	\$ 951,477
Customer Service	33,638	12,320	45,958
Service Development	38,660	14,159	52,819
MIS	44,159	16,174	60,333
Vehicle Maintenance	219,872	80,530	300,402
Facilities Maintenance	84,329	30,886	115,215
Procurement	26,280	9,625	35,905
CEO's Office	36,190	13,255	49,445
Finance	41,301	15,127	56,428
Materials Management	15,170	5,556	20,726
Human Resources	72,242	26,459	98,701
Administration	28,286	10,360	38,646
Capital Projects	24,784	9,077	33,861
Marketing	22,195	8,129	30,324
Safety & Security	27,488	10,068	37,556
Staples Street Center - Facilities	18,133	6,641	24,774
	\$ 1,429,142	\$ 523,430	\$ 1,952,572

Have Questions?

Thank You!

