



### RECOMMENDED ACTION

To adopt the Fiscal Year 2024 Operating Budget of \$125,778,099 and the Fiscal Year 2024 Capital Budget of \$37,905,959.

### STAFF REPRESENTATIVE

Kenneth A. McDonald, President and CEO

### BACKGROUND

Each fiscal year (FY), Long Beach Transit (LBT) is required to present a balanced budget to its Board of Directors for adoption consideration. An operating budget is needed in order to manage the day-to-day operation of the agency. Moreover, a capital program is developed for long-term state of good repair to ensure the continuation of high-quality service delivery to LBT's customers.

LBT's fiscal year operating and capital budget is a combination of known and projected expenses as well as forecasted revenue. LBT's fiscal year begins on July 1 and ends on June 30. The annual budget enables the agency to meet its strategic priorities through staff's commitment to exercise stewardship, make informed decisions, as well as be fiscally responsible. The Operating and Capital budgets must be in place prior to the beginning of the fiscal year.

It is LBT's policy to maintain the fiscal integrity of its operating and capital budgets. The agency accomplishes this by ensuring a balanced budget, that supports financial sustainability for multiple years in the future.

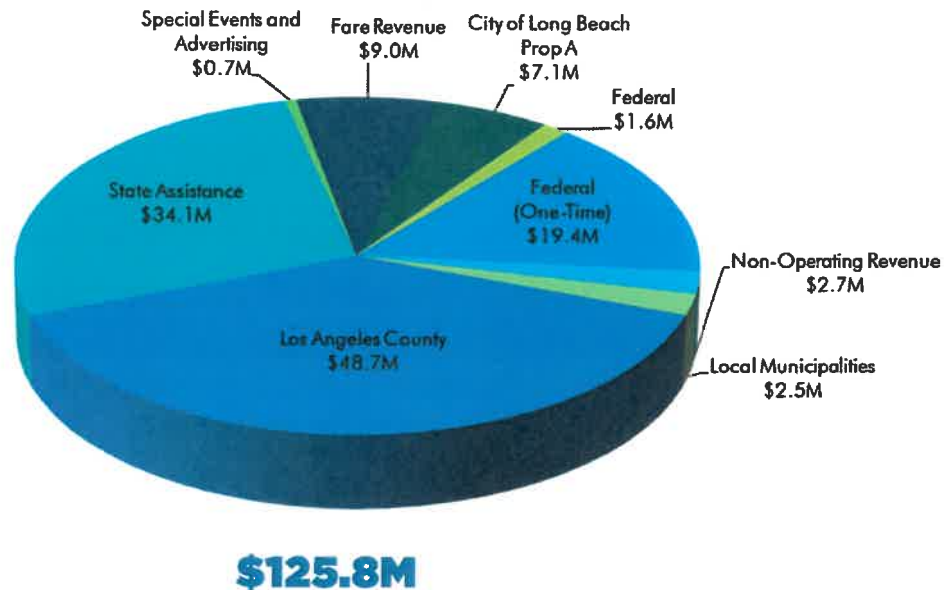
LBT annually submits the Operating and Capital budgets to the Government Finance Officers Association (GFOA) for the Distinguished Budget Presentation Award. This program recognizes budget documents of the very highest quality that reflect both the guidelines established by the National Advisory Council on state and local budgeting and the GFOA's best practices on budgeting.

Attached are LBT's proposed FY2024 operating and capital budgets.



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Captured below in the pie chart are LBT's projected revenue sources by dollar amount for FY 2024.

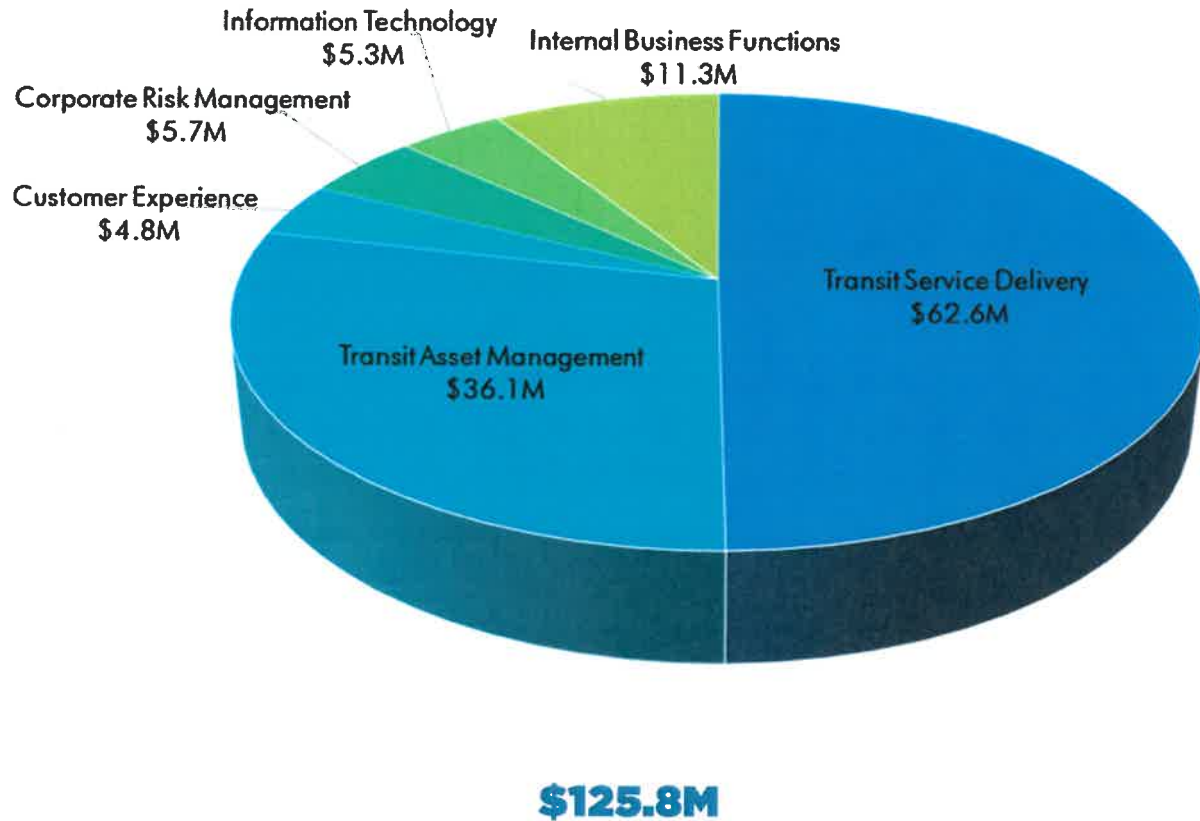


Revenue Source	Amount	% of Total
Los Angeles County	\$48,665,845	38.7%
State Assistance	\$34,057,631	27.1%
Federal (One-Time)	\$19,432,690	15.4%
Fare Revenue	\$8,986,227	7.1%
City of Long Beach Prop A	\$7,056,529	5.6%
Non-Operating Revenue	\$2,733,060	2.2%
Local Municipalities	\$2,542,117	2.0%
Federal Preventive Maintenance	\$1,600,000	1.3%
Special Events and Advertising	\$704,000	0.6%
Total:	\$ 125,778,099	100.0%



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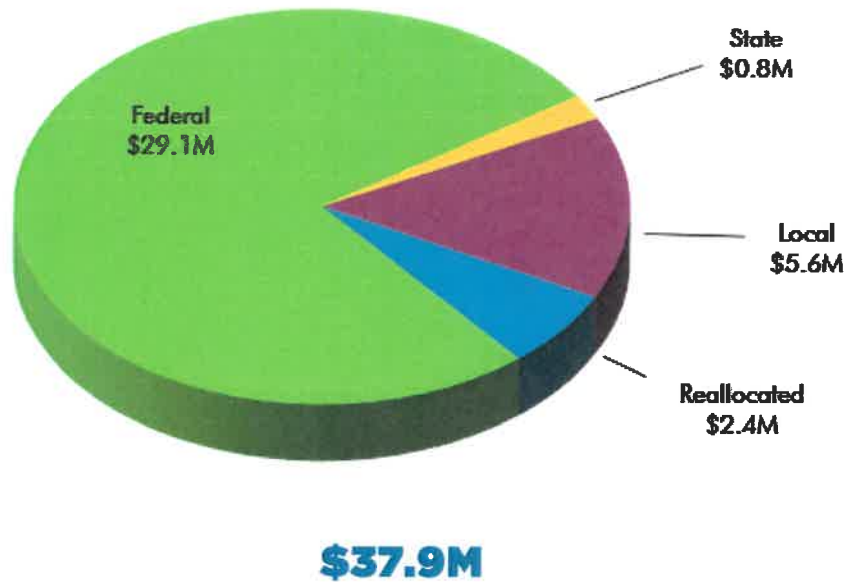
LBT's core business categories are the organization's essential functions. Each department within the agency must coordinate and collaboratively perform its work in order for LBT to achieve its organizational objectives. The following chart depicts FY 2024 proposed expenditures relative to each core business category.



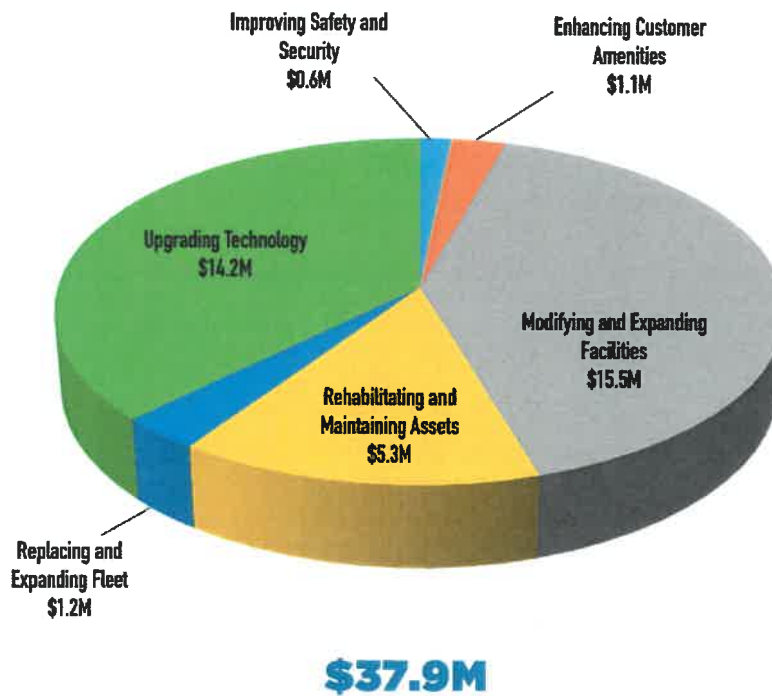


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The proposed capital budget funding sources for FY2024 is shown below.



The corresponding capital expenditures for FY2024 is listed below.





**ALTERNATIVES CONSIDERED**

No alternatives were considered due to the fact that an approved budget is needed in order for LBT to conduct its day-to-day business and operate in a fiscally responsible manner.

**BUDGETARY/FISCAL IMPACT**

Not Applicable

**STAFF RECOMMENDATION**

Staff recommends the Board of Directors to adopt the Fiscal Year 2024 Operating Budget of \$125,778,099 and the Fiscal Year 2024 Capital Budget of \$37,905,959.

A blue ink signature of Kenneth A. McDonald, written in a cursive style, is positioned above a horizontal line.

Kenneth A. McDonald  
President and Chief Executive Officer

Attachment