

FINANCE COMMITTEE MONTHLY MEETING
TUESDAY, SEPTEMBER 6, 2022
OPEN MEETING VIA CONFERENCE CALL

OPEN SESSION

MEMBERS ATTENDING: Cynthia Penny-Ardinger
Dontae Carroll
Jeffrey Rosen
John von Paris

STAFF ATTENDING: Jeffrey Brown
Jeffrey Davis
Donna DiCerbo
Cheryl Dickinson
Chantelle Green
Natalie Henson
Jeanne Marriott
Selena McKissick
Kimberly Millender, Esquire
Mary O’Keeffe
Cheryl Lewis-Orr
Will Pines
Timothy Sheets
Christina Thompson

At 9:00 a.m., Member John von Paris, Chair of the Finance Committee, called the Finance Committee Meeting to order.

APPROVAL – OPEN MEETING MINUTES FROM AUGUST 9, 2022, MEETING

Member John von Paris called for the approval of the meeting minutes from the open meeting held on August 9, 2022. Member Jeffrey Rosen made the motion, and Member Dontae Carroll seconded the motion, which was unanimously approved.

UPDATE – FY 2022 OPERATING BUDGET VERSUS ACTUAL SPENDING

Mr. Jeffrey Brown briefed the Finance Committee on the status of actual year-to-date spending compared to the FY 2022 Operating Budget. As of June 30, 2022, 90% of the budget was spent compared to a target of 100%. All final operating budget object codes were at or below the targeted spending levels except for Object 13 (Fixed Charges). The primary drivers for the reduced spending were personnel vacancies and order delays. Object 13 was over the targeted spending level at 103%, mostly due to an increase in excess property liability insurance costs.

UPDATE – FY 2022 CAPITAL BUDGET VERSUS ACTUAL SPENDING

Ms. Jeanne Marriott updated the Finance Committee on actual year-to-date spending for the year ended June 30, 2022, compared to projected spending as shown in the FY 2022-2027 Draft Consolidated Transportation Program. As of June 30, 2022, 82.3% of the FY 2022 budget was spent as compared to the targeted spending level of 100%. The total budget for FY 2022 is \$602.9 million. Actual spending through the fourth quarter was \$496.2 million.

Nine of the 95 projects budgeted in FY 2022 were within the acceptable spending limits of 90% to 110% (plus or minus 10% of the 100% target). The variation declined from the 25% reported for the first, second, and third quarters because all allocations, accruals, and FY 2022 invoices were posted. Actual spending through the fourth quarter for eight projects budgeted for more than \$10 million each in FY 2022 was \$330.2 million.

UPDATE – QUARTERLY AND YEAR-TO-DATE TRAFFIC AND REVENUE REPORT

Ms. Cheryl Lewis-Orr provided an update to the Finance Committee on the MDTA's quarterly and year-to-date traffic and revenue performance for FY 2022. As of June 30, 2022, systemwide transactions totaled 169.3 million and corresponding collected revenue totaled \$803.7 million. This represents an increase of 80.0 million transactions, or 91.3 percent, over the fiscal year ended June 30, 2021. Revenue increased by \$366.2 million, or 83.7 percent, compared to the same period last year. Actual transactions were below forecast by 7.6 million, or 4.3 percent, and revenue was below forecast by \$19.2 million, or 2.3 percent, for the fiscal year ended June 30, 2022. Overall, the MDTA's revenue performance aligned with expectations. The deviation in actual performance compared to the forecast was due to several factors, including the timing of the processing of the Notice of Toll Due backlog. Key contributors to the underperformance are not expected to impact the MDTA's future traffic and revenue forecasts, except known reductions from the Customer Assistance Plan.

There being no further business, the meeting of the Finance Committee adjourned at 9:34 a.m., following a motion by Member Carroll, and seconded by Member Penny-Ardinger.



John F. von Paris, Chairman