

Department of Transportation



Fiscal Year 2008

Operating and Capital Budget Proposal

November 17, 2006



The Vision for DelDOT

“Provide a safe, efficient and environmentally sensitive transportation network that offers a variety of convenient, cost effective mobility opportunities for the movement of people and goods.”

- Comprehensive Training and Recruitment for our most valuable resource – People*
- Maintain Excellent Bond Ratings*
- Improve and Expand services –*
 - Driver Licensing and Vehicle Registrations*
 - Management of Snow and Storm Events*
 - Timely and Effective Community Involvement Efforts*
 - Air Quality & Congestion Management through Transit Services*



2006 Accomplishments

◆ Fiscal Management

- Bond Ratings
 - Standard and Poor's – AA+
 - Moody's – Aa3
- Intranet-based Capital Project Expenditure Reporting
 - Capital Checkbooks
- Financial Tracking
 - Enhanced Reconciliation Processes



2006 Accomplishments



◆ Technology Enhancements

- Time & Labor Payroll System
- Intranet-based Financial Archive System (DOCSTAR)
- Credit Card Processing at DMV Locations
- Adopt-A-Bike Path on-line applications
- License Denial Program for Motor Carriers
- Accident Reporting Automation



2006 Accomplishments



◆ Planning and Development

- Local Government partnerships for Land Use/Transportation
- Increased Developer contributions for roadway improvements
- Federal Air Quality Standards Compliance
- Coordination with Metropolitan Planning Organizations & Local Governments
- Corridor Capacity Preservation



2006 Accomplishments



◆ Preserving and Protecting our Assets

- Employee Safety Training
- Resurfacing of over 200 lane miles
- Bridge management and inspection
- Pavement marking upgrades
- Storm sewer system inventory statewide
- Environmental preservation



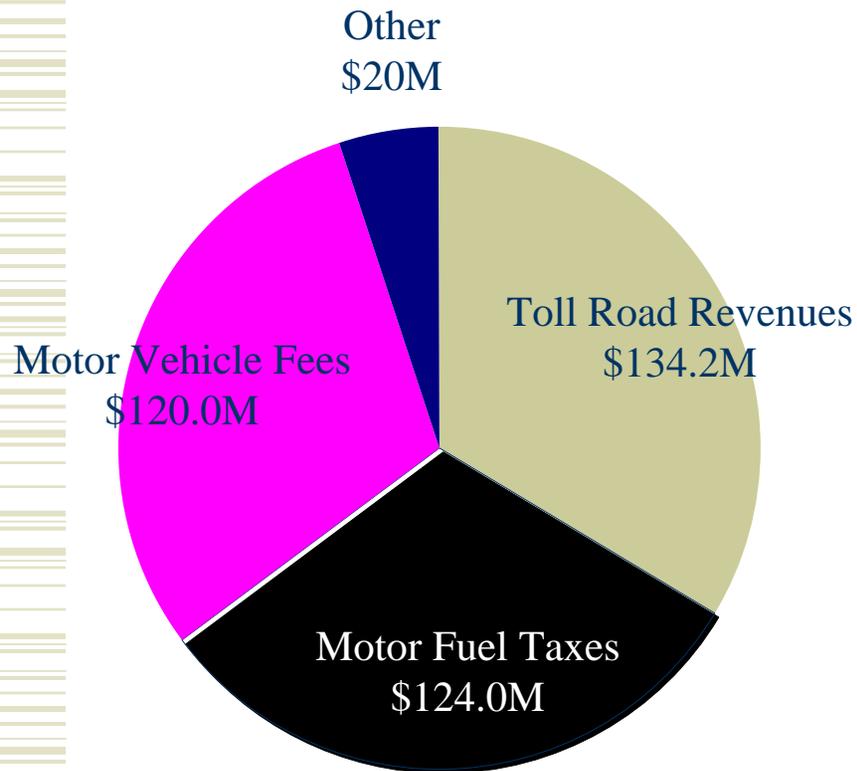
2006 Accomplishments



◆ Public Transportation

- Increased Ridership
 - 5.2% Fixed Route
 - 11.2% Paratransit
 - 16.2% Rail
- DARTcards and Paratransit ticket availability
 - Partnering with Employers
- Improved wheelchair restraint system
- Fixed Route bike rack systems installed
- Ozone Action Program

Transportation Trust Fund Stability



| <u>Revenue Source</u> | <u>% Change over 2006</u> |
|-----------------------|---------------------------|
| Toll Revenue | 12.6% |
| Motor Fuel Tax | 0.2% |
| Motor Vehicle Fees | 4.0% |
| Other | -4.3% |

Projections from September 2006 DEFAC



Operating Efficiency Reviews

- ◆ Consultant Cost
- ◆ Energy Efficiencies
- ◆ Fleet Vehicle Inventory and Management
- ◆ EZ Pass Customer Service Center
- ◆ Paratransit Services
- ◆ Truck Weight Enforcement Program
- ◆ Overtime Cost

FY2008 Budget Request(\$000)

| Budget Unit | FY07 Base | FY08 Request | % Change |
|-------------------------------|--------------------|---------------------|-----------------|
| Office of the Secretary | \$7,715.4 | \$8,034.3 | 4% |
| Technology & Support Services | \$16,983.9 | \$19,175.6 | 13% |
| Planning | \$7,631.8 | \$7,184.7 | -1% |
| Maintenance & Operations | \$80,282.5 | \$82,895.3 | 3% |
| Transit | \$64,952.5 | \$72,624.5 | 12% |
| Debt Service | \$116,983.0 | \$127,756.0 | 9% |
| Transportation Solutions | \$27,734.5 | \$27,539.0 | -1% |
| Motor Vehicles | \$16,634.1 | \$17,034.1 | 2% |
| Total | \$338,917.7 | \$362,243.5 | 7% |



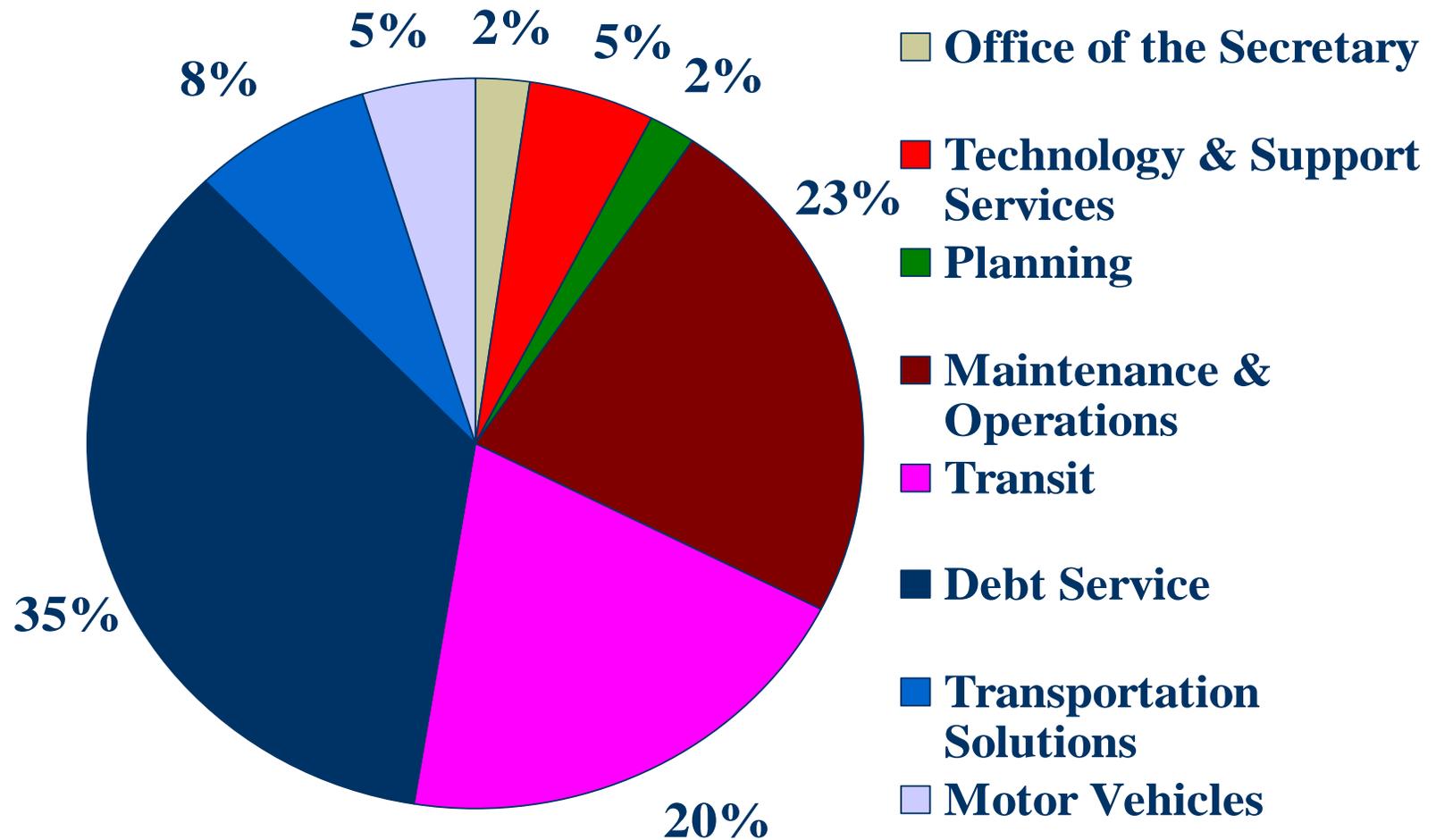
Budget Highlights



- ◆ Major “Door Opener” Items
 - Fuel Inflation - \$2,800,000.0
 - Energy Inflation - \$713,100.0
 - Union Contracts (M&O, DTC) - \$537,000.0
 - Parts Inflation - \$240,700.0
 - Human Resource Positions - \$141,000.0
 - Road Material Inflation - \$108,200.0

Uses of Operating Funds

Total: \$362.2M



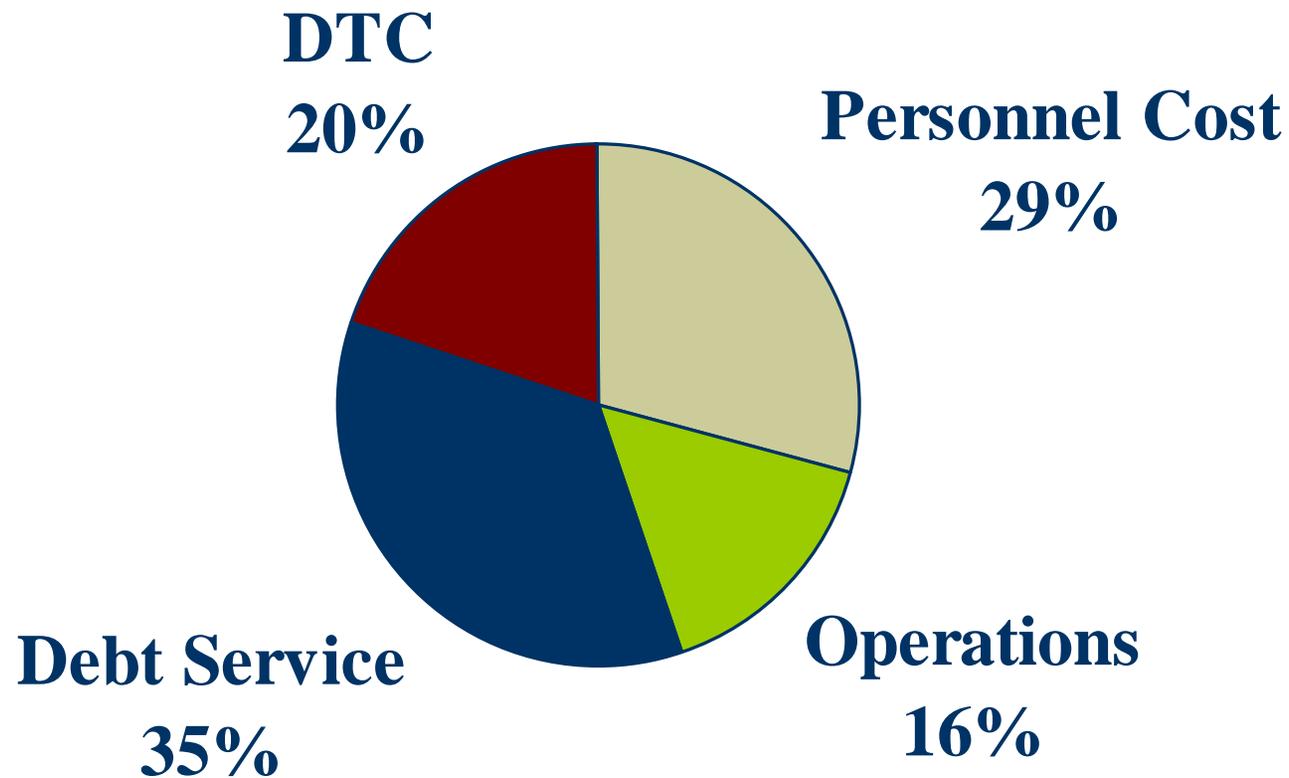


FY08 Budget in Review

- ◆ Primary Expenditures (FY08 Request)
 - Operating Cost \$234.5M
 - Debt Service \$127.7M
 - Total: \$362.2M

2008 Uses of all Funds

Total Funds: \$362.2M



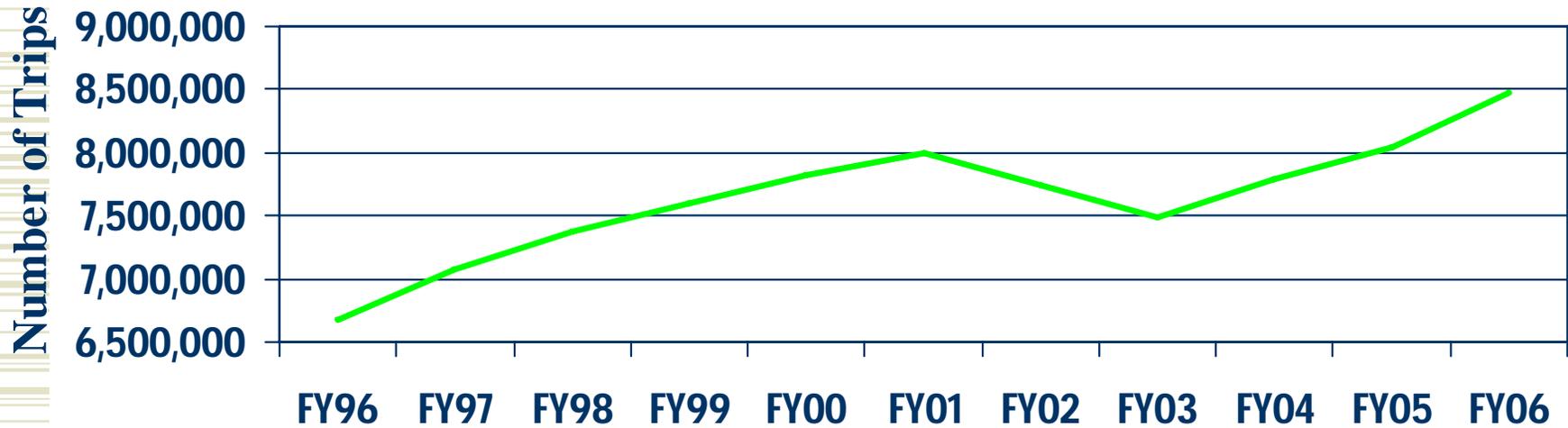


Transit Services



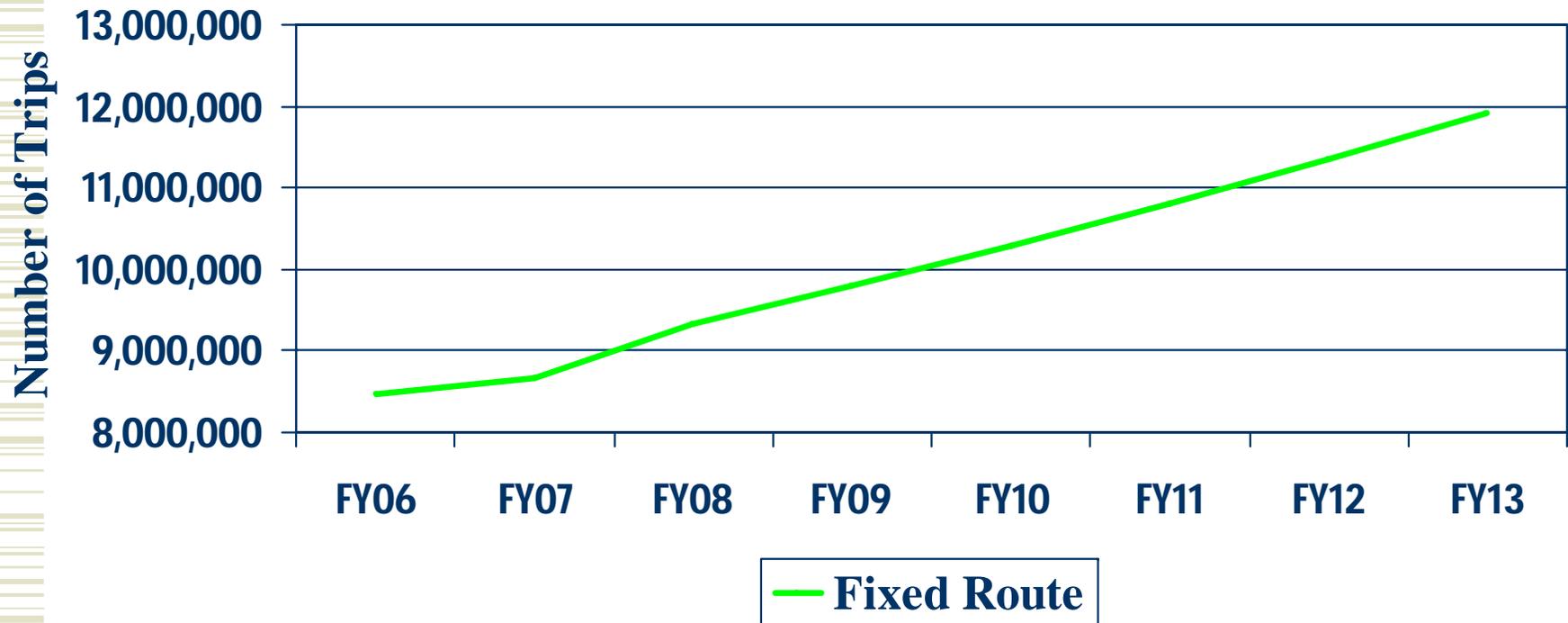
- ◆ Benefits
 - Air Quality
 - Congestion Mitigation
 - Multi-Modal Solutions
- ◆ Increasing Ridership (FY06)
 - Fixed Route – 5.2%
 - Paratransit – 11.2%
 - Rail – 16.2%

Delaware Transit Corporation Fixed Route Ridership History

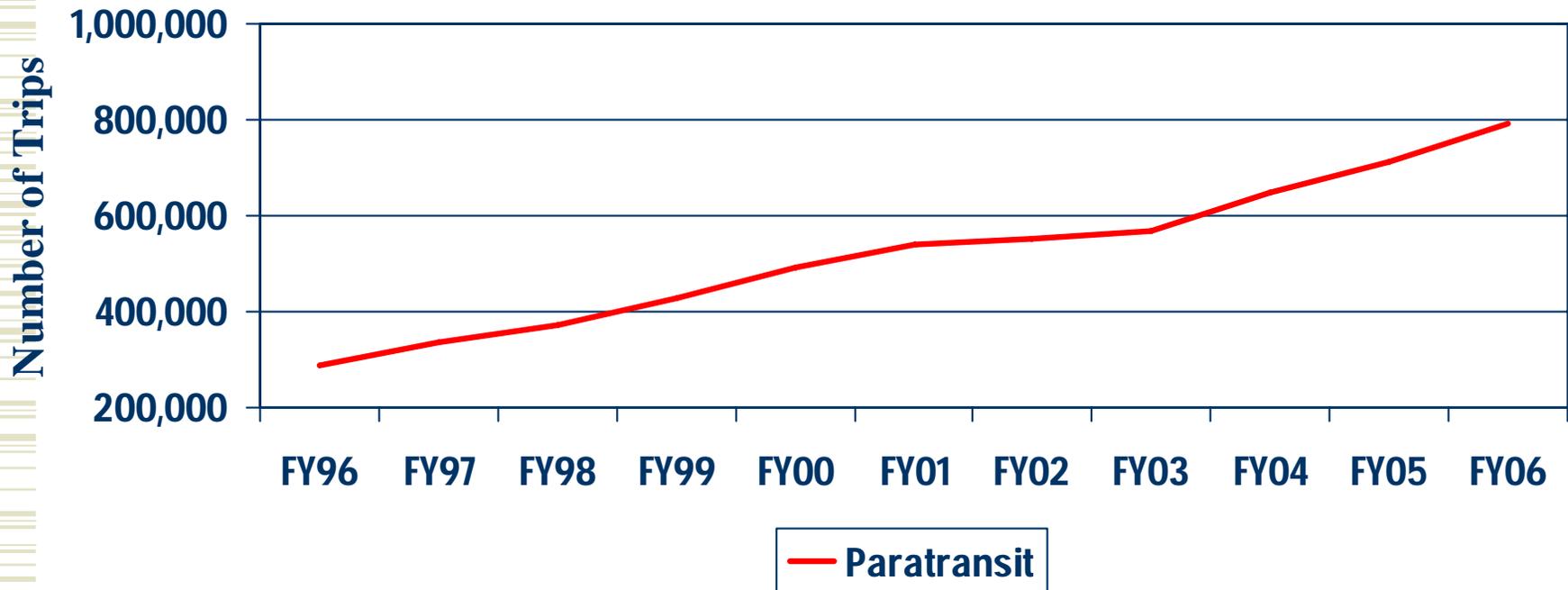


— Fixed Route

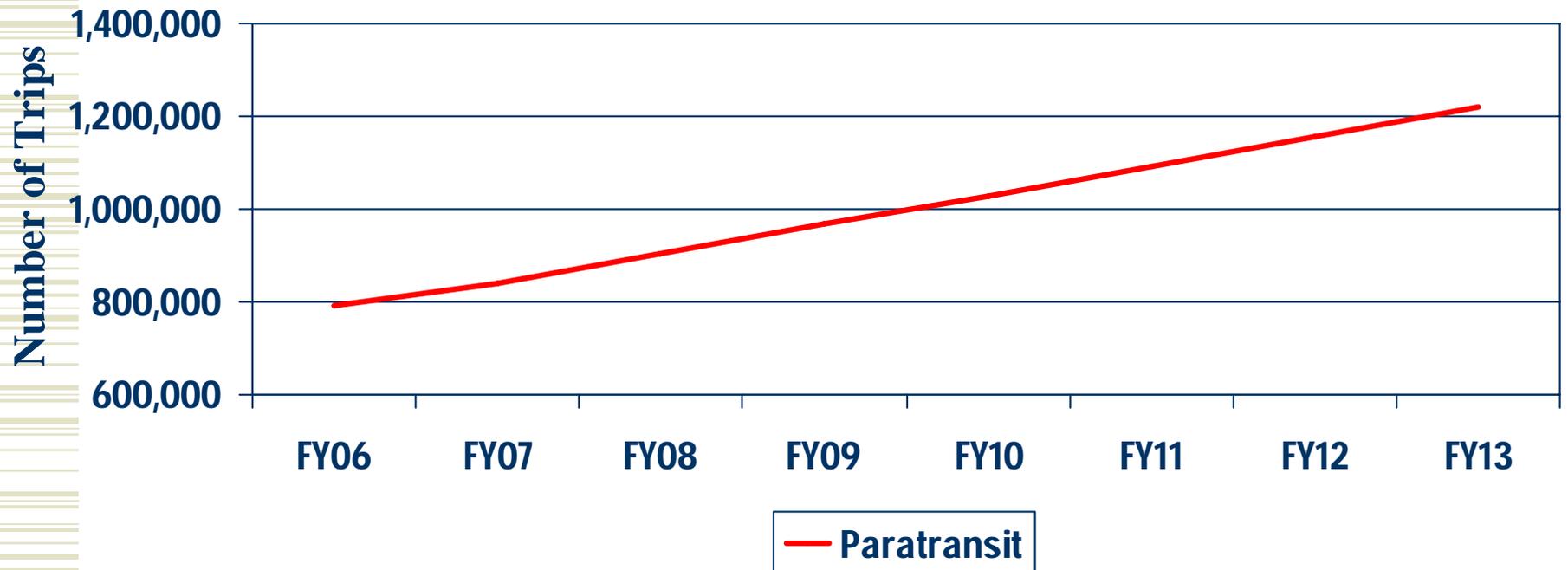
Delaware Transit Corporation Projected Fixed Route Ridership



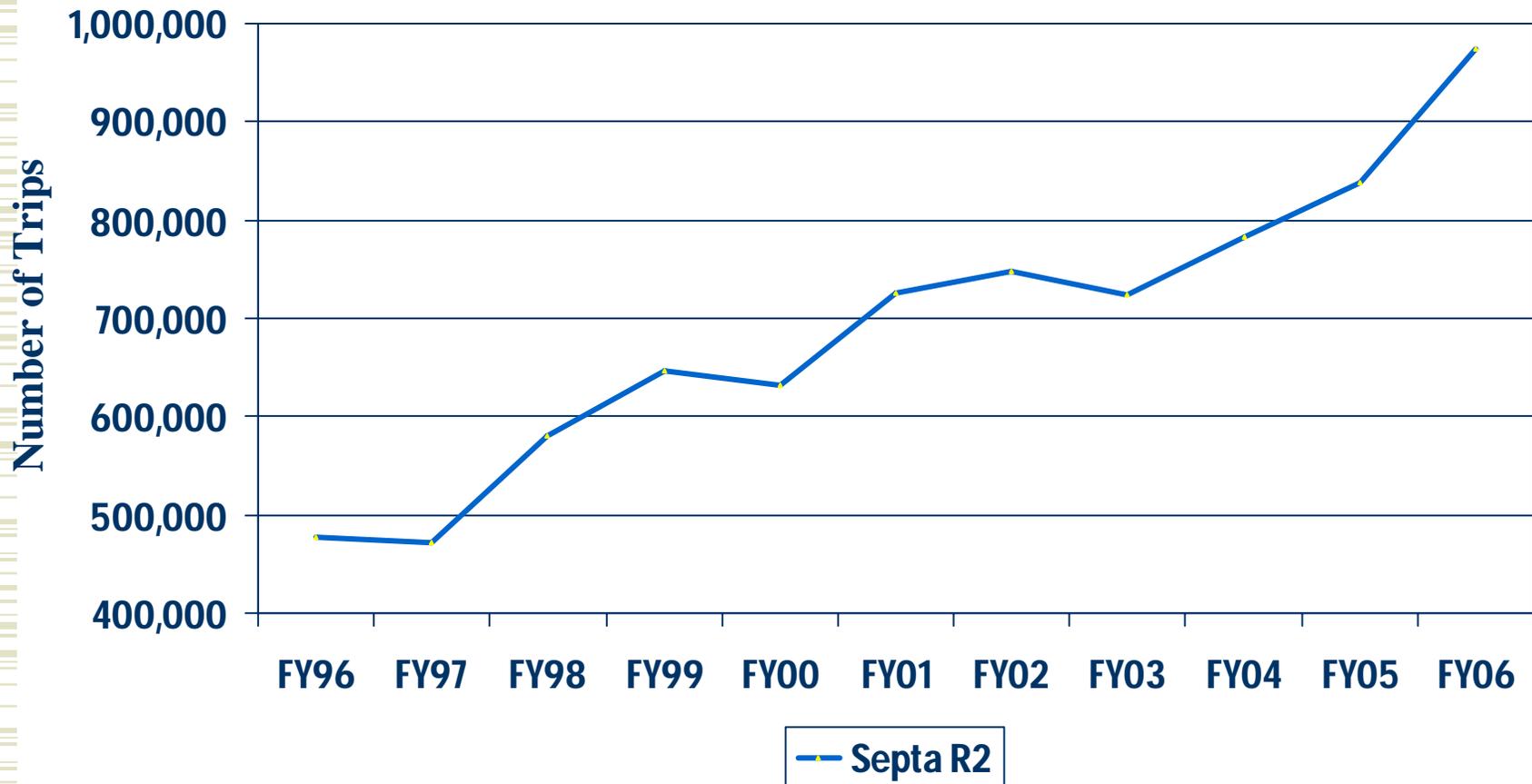
Delaware Transit Corporation Paratransit Ridership History



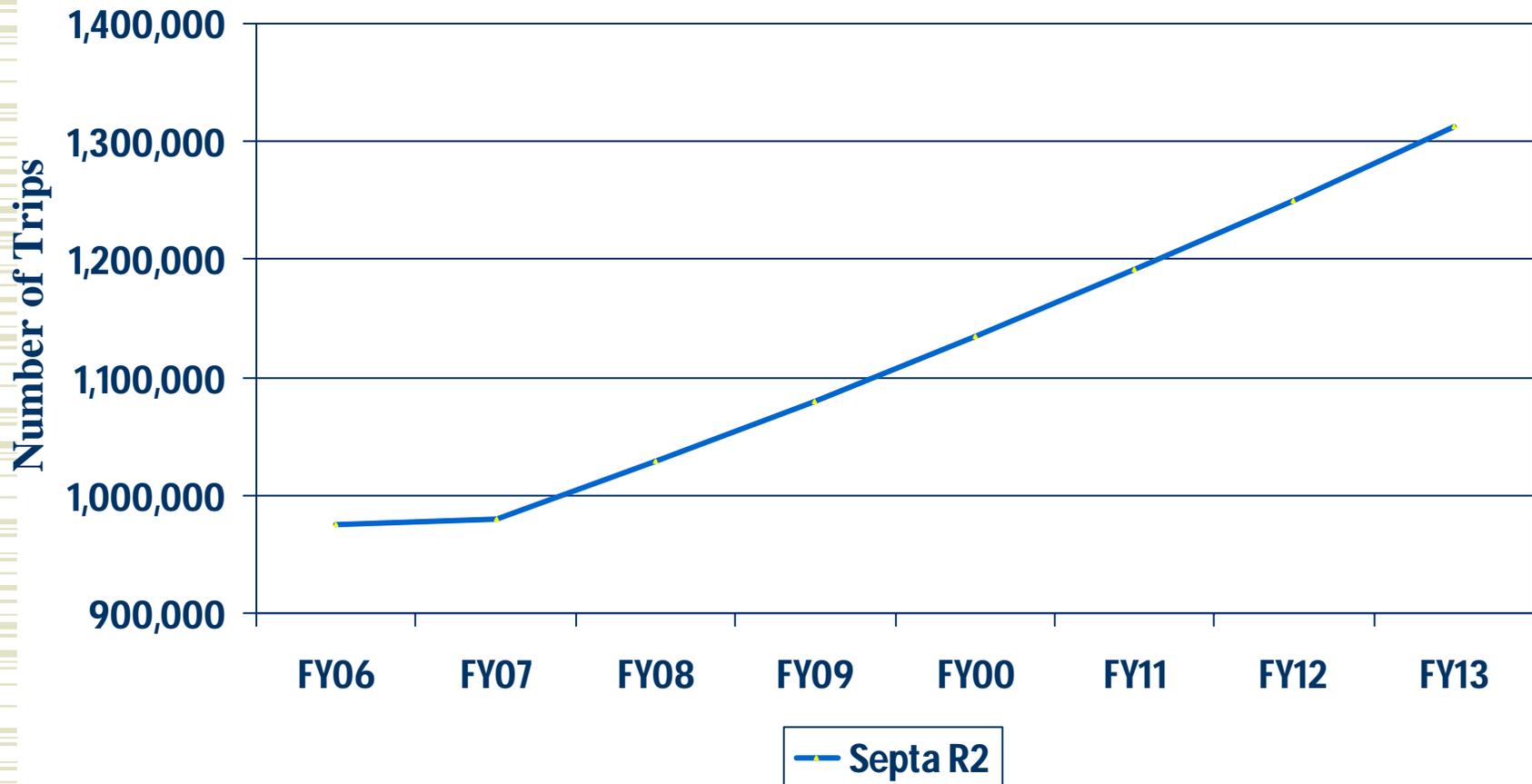
Delaware Transit Corporation Projected Paratransit Ridership



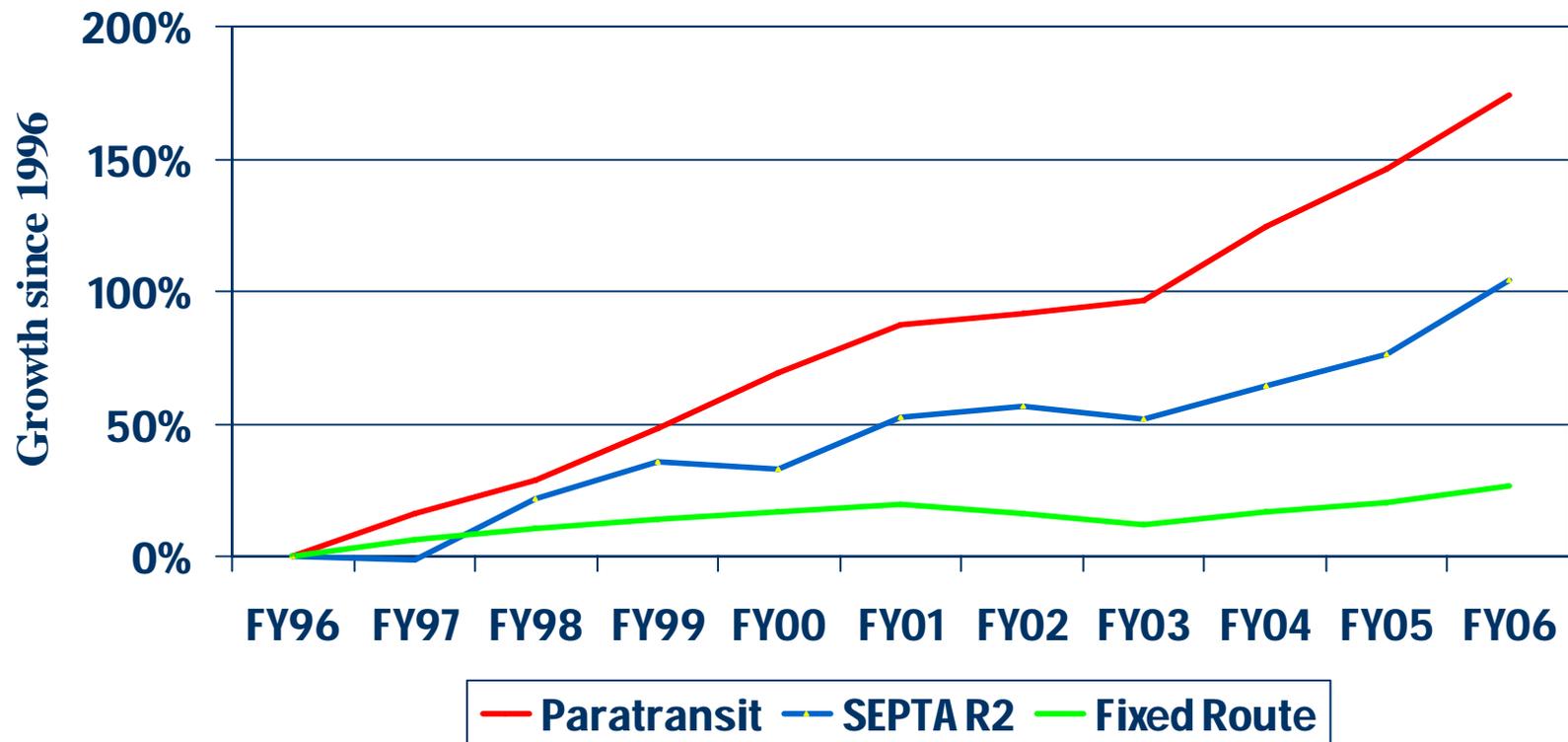
Delaware Transit Corporation Septa R2 Ridership History



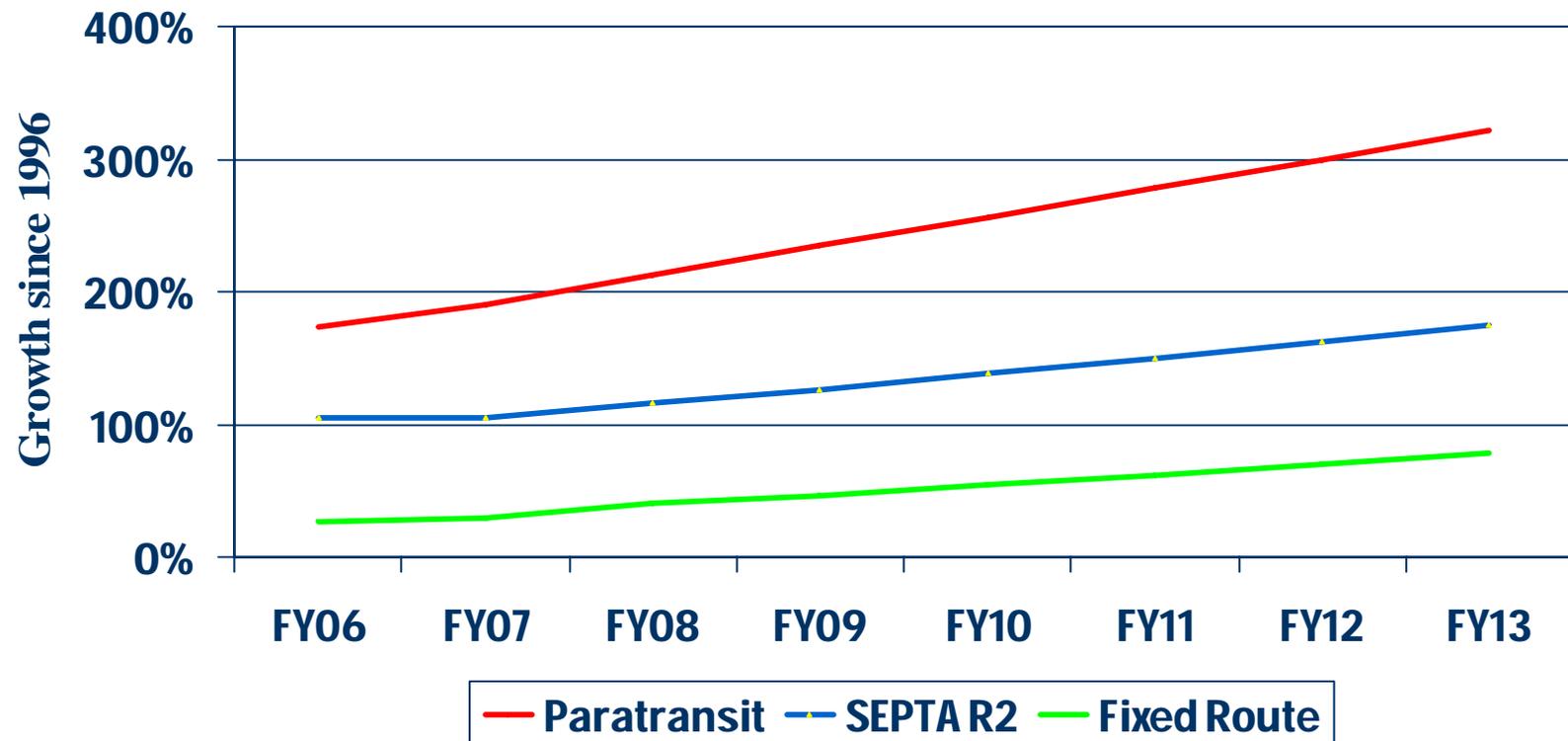
Delaware Transit Corporation Projected Septa R2 Ridership



Delaware Transit Corporation Growth in Ridership



Delaware Transit Corporation Projected Growth in Ridership





Pent Up Demands



- ◆ Fixed Route Expansion
- ◆ Paratransit Services

Bus Expansion Needs

| Service | Proposed Bus Purchase | Serv Yr | Type | Requested Funding Year | Route | Air Quality Credits via MPO Plans |
|-------------------------|-----------------------|---------|--------|------------------------|----------------------------|-----------------------------------|
| 141 Crosstown | 2 | 2013 | 40 OTR | 2012 | Fairfax to New Castle | yes |
| Smyrna/Cheswold/Dover | 4 | 2011 | 30' LF | 2010 | Smyrna/Cheswold/Dover | yes |
| Sussex County Expansion | 2 | 2010 | 30' LF | 2009 | Sussex Expansion Phase I | yes |
| 301 MIS | 3 | 2010 | 40' LF | 2009 | Midltwn/Newark via Glasgow | yes |
| 301 MIS | 1 | 2010 | 30' LF | 2009 | Route 55 | yes |
| Middletown Circulator | 3 | 2010 | 30' LF | 2009 | RT 304 | yes |
| Del City SR 72 | 3 | 2012 | 40' LF | 2011 | Del City SR 72 | yes |
| Sussex County Expansion | 2 | 2011 | 30' LF | 2010 | Sussex Expansion Phase II | yes |

Other Needs

| | | | | | | |
|--------------------------------|---|------|--------|------|---------------------------------|-----|
| Sunday Service | 0 | 2015 | | 2014 | Statewide | |
| Intercounty Expansion | 3 | 2011 | OTR | 2012 | Route 301 | yes |
| Museum Trolley | 1 | | | | NCC Museums | |
| Baylor Correctional Facility | 1 | | | | TBD | |
| Intercty. Glasgow/Newark/Dover | 1 | 2013 | OTR | 2012 | 896/301 Corridor | yes |
| Crosstown Pike Creek | 2 | 2013 | 40' LF | 2012 | Connecting Pike Creek to Newark | yes |
| Year Rnd Reduced Resort | 0 | | | | Sussex Cty Rtes TBD | |

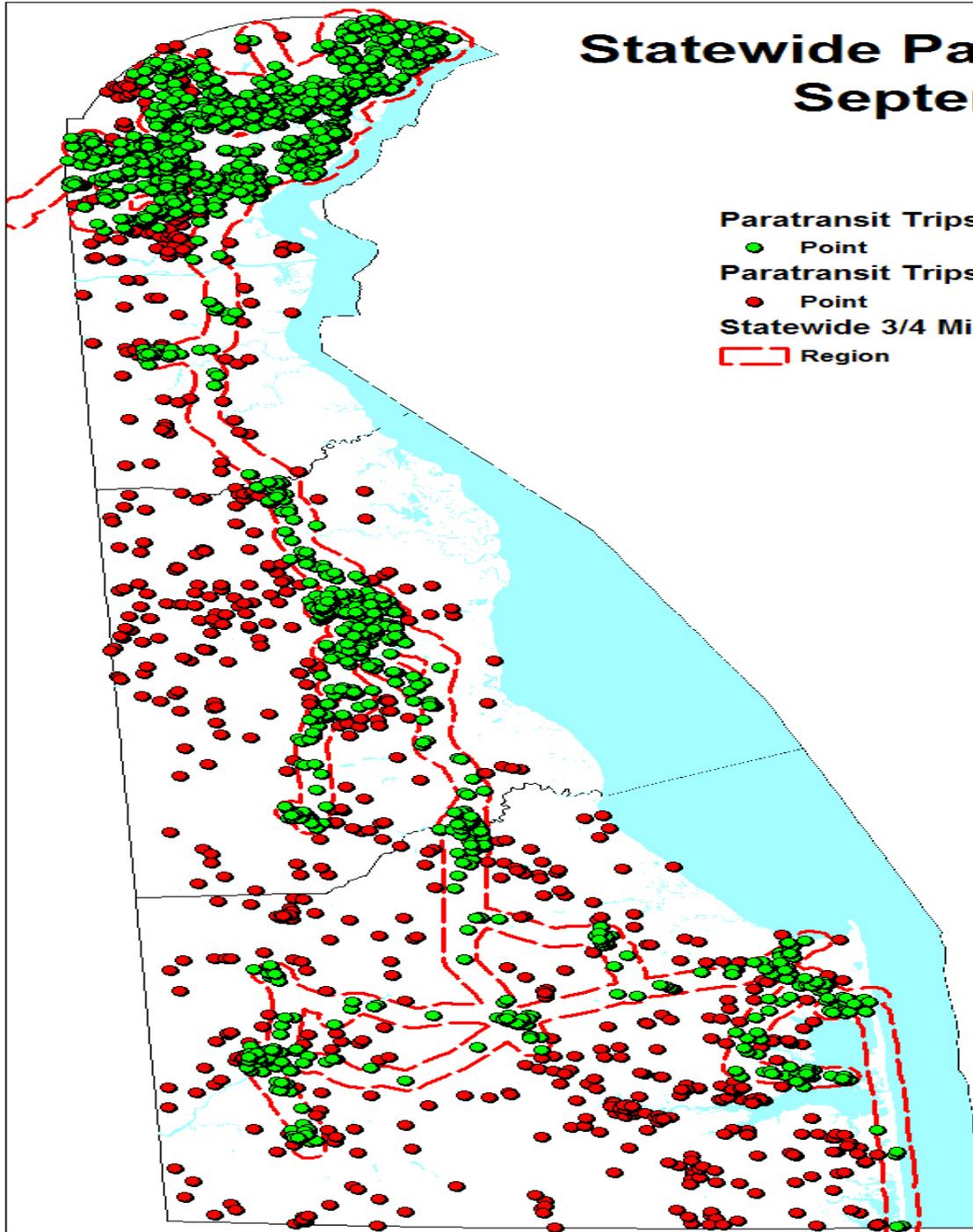
GRAND TOTAL 28

Further Study

| | | | | | | |
|---------------------|---|------|--------|------|--------------------|-----|
| 301 MIS | 3 | 2012 | 30' LF | 2011 | Glasgow/Rt 72 Loop | yes |
| US 40 BRT/US 13 BRT | 5 | 2013 | 40' LF | 2012 | Bus Rapid Transit | yes |

Statewide Paratransit Activity September 2006

- Paratransit Trips within 3/4 Mile ADA Boundary
 - Point
- Paratransit Trips beyond 3/4 Mile ADA Boundary
 - Point
- Statewide 3/4 Mile ADA Boundary
 - Region



NORTH

Service Needs Increasing

◆ Anticipated Growth

Paratransit Ridership

- FY04 – 648,000
- FY05 – 712,000
- FY06 – 792,000
- FY07 – 840,643
- FY08 – 903,686

Growth over Prior Year

- 14%
- 9.7%
- 11.2%
- 6.1%
- 7.5%

◆ Demand Response Service

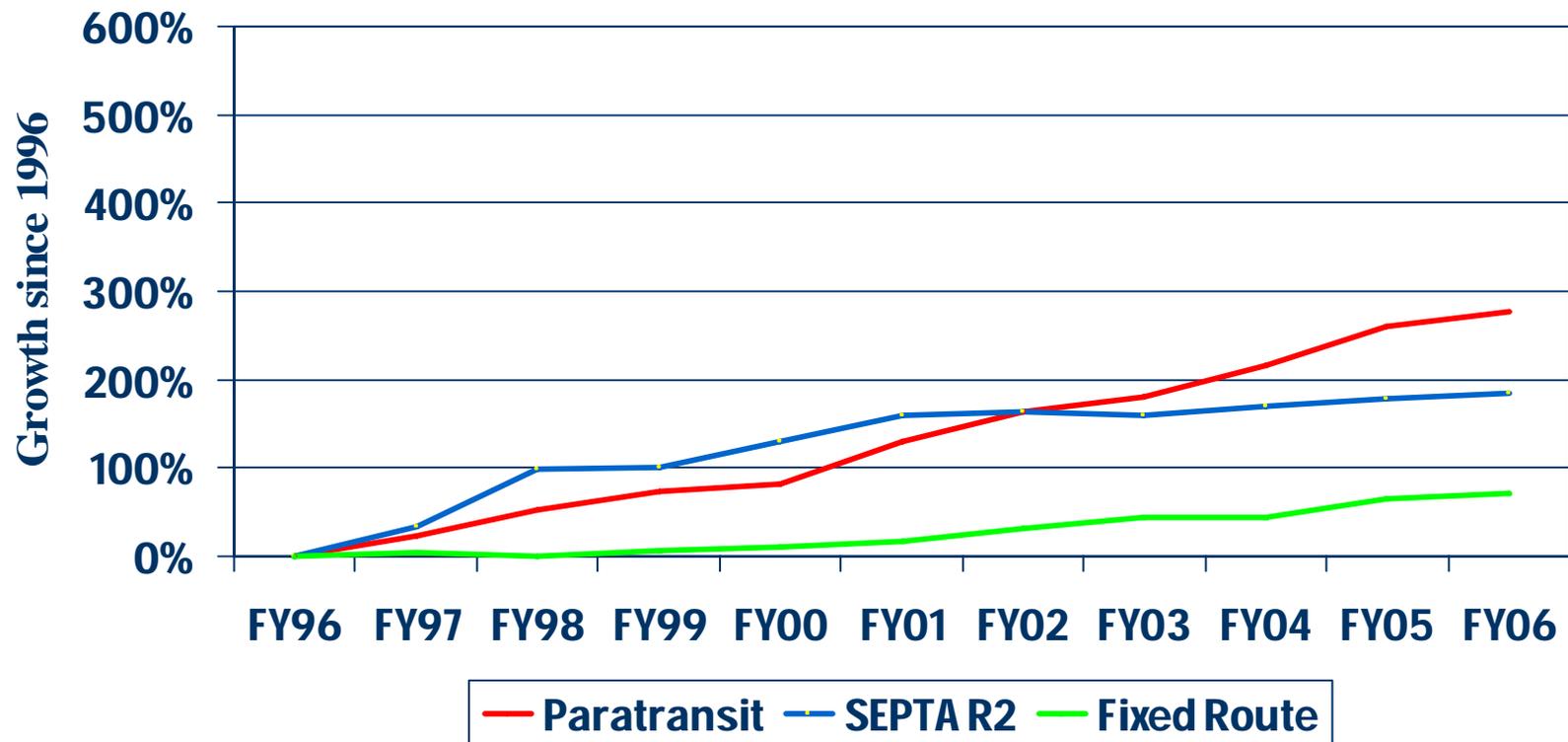
- FY07 28 new bus driver positions
- FY08 Request 49 new bus driver positions

Delaware Transit Corporation Subsidy History

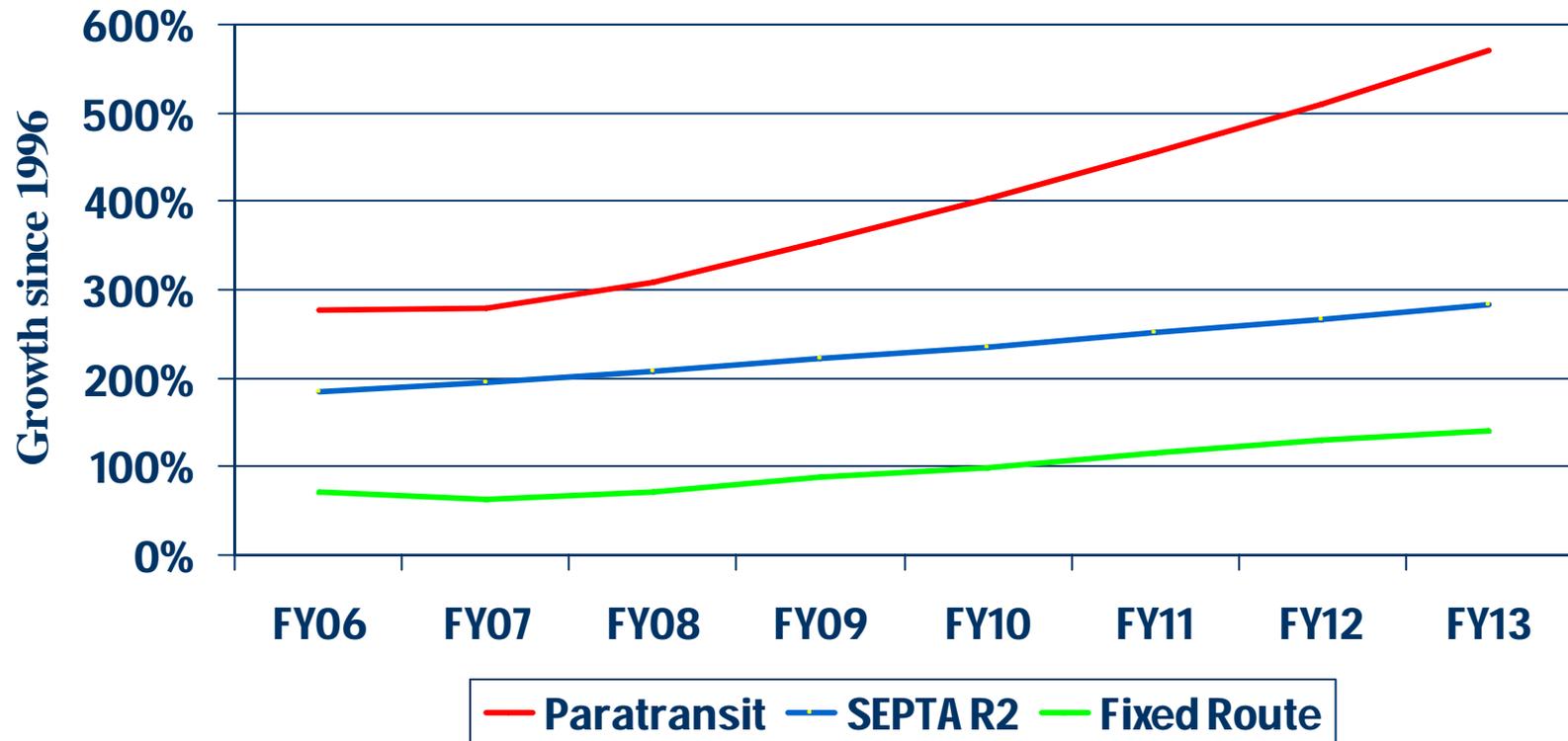
- ◆ Created in 1996 as an amalgamation of 4 separate transit agencies.
- ◆ FY 1996 subsidy \$23.8 million
- ◆ FY 2006 subsidy \$60.1 million
- ◆ FY 2007 subsidy \$64.9 million
- ◆ FY 2008 subsidy \$72.6 million

| | <i>Operating Budget</i> | <i>State Subsidy</i> | <i>Farebox & Other Revenue</i> |
|---------------|-----------------------------|--------------------------|--|
| <i>FY2008</i> | <i>\$88.5</i> | <i>\$72.6</i> | <i>\$15.8</i> |

Delaware Transit Corporation Operating Expense Growth



Delaware Transit Corporation Projected Operating Expense Growth





Summary



- ◆ Accomplishments
 - Fiscal Management
 - Technology
 - Planning
 - Preservation
- ◆ Assets
 - DelDOT Employees



Summary cont.

- ◆ Customers
 - More Transit Services
 - Capital Projects
 - Safety
 - Congestion
 - Capacity
- ◆ Revenues