

GOLDEN GATE BRIDGE, HIGHWAY AND TRANSPORTATION DISTRICT

RESOLUTION NO. 2013-064

**AUTHORIZE BUDGET TRANSFERS RELATIVE TO THE
FY 12/13 OPERATING BUDGET**

June 28, 2013

WHEREAS, the Board of Directors (Board) of the Golden Gate Bridge, Highway and Transportation District (District), at the end of each fiscal year, authorize budget transfers; and,

WHEREAS, in accordance with District policy, budget transfers greater than \$50,000.00, made across different Divisions, or across different line items within the same Division, are subject to Board approval; and,

WHEREAS, staff recommends a transfer of funds, totaling \$2,390,000.00, in order for the District to be in compliance with its budget policies, with said transfer creating no net additional expenses that shall be added to the closeout of the FY 12/13 Operating Budget (Operating Budget); and,

WHEREAS, such compliance requires the Board to address increased expenses in the Budget across five expense categories: (1) Salaries; (2) Professional Services; (3) Workers' Compensation; (4) Fuel and Taxes; and, (5) Repair and Maintenance; and,

WHEREAS, funds are available for these expense categories from Bridge Debt Service, due to lower payment to the Commercial Paper Indenture Program than budgeted, and due to lower than anticipated medical, pension and other post employment benefit costs; and,

WHEREAS, relative to the Salaries line item budget, the Ferry Transit Division experienced higher than anticipated salaries due to unanticipated special event ferry runs, and the Bus Transit Division experienced higher salaries due to overtime and shift deferential pay; and,

WHEREAS, relative to the Workers' Compensation line item budget, the Bridge Division experienced higher than anticipated workers' compensation claim costs due to unexpected prior year claim adjustments to current ongoing claims; and,

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WHEREAS, relative to the Professional Services line item budget, the District Division experienced higher than anticipated costs for temporary help to assist the Human Resources Department in the recruitment process due to an unanticipated level of vacant positions; and,

WHEREAS, relative to the Fuel and Taxes line item budget, the Bus Transit and Ferry Transit Divisions experienced an increase in fuel costs due to service enhancements; and,

WHEREAS, relative to the Repair and Maintenance line item, the Ferry Transit Division experienced higher maintenance and dry-docking expenses as a result of unanticipated ferryboat and terminal repairs; and,

WHEREAS, the Bus Transit Division experienced a one-time adjustment after it was recognized that 15 bus engines had been capitalized and depreciated via grant funds, with the result that the inventory had been overstated; and,

WHEREAS, the Finance-Auditing Committee at its meeting of June 27, 2013, has so recommended; now, therefore, be it

RESOLVED that the Board of Directors (Board) of the Golden Gate Bridge, Highway and Transportation District hereby authorizes operating budget transfers in the amount of \$2,390,000.00, or 1.3% of the total FY 12/13 Operating Budget Expenses, as follows:

1. Transfer funds from the FY 12/13 Bridge Division Operating Budget (Bridge Debt Service) to the FY 12/13 Ferry Transit Division Operating Budget (Salaries) in the amount of \$400,000.00 and to the FY 12/13 Bus Transit Division Operating Budget (Salaries) in the amount \$160,000.00.
2. Transfer funds from the FY 12/13 Bridge Division Operating Budget (Bridge Debt Service) to the FY 12/13 Bridge Division Operating Budget (Workers' Compensation) in the amount of \$100,000.00.
3. Transfer funds from the FY 12/13 Bridge Division Operating Budget (Bridge Debt Service) to the FY 12/13 District Division Operating Budget (Professional Services) in the amount of \$550,000.00.
4. Transfer funds from the FY 12/13 Bus Transit Division Operating Budget (Other Post Employment Benefits) to the FY 12/13 Bus Transit Division Operating Budget (Fuel and Taxes) in the amount of \$100,000.00 and to the FY 12/13 Ferry Transit Division Operating Budget (Fuel and Taxes) in the amount of \$180,000.00.

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5. Transfer funds from the FY 12/13 Bus Transit Division Operating Budget (Medical, Pension and OPEB) to the FY 12/13 Ferry Transit Division Operating Budget (Ferry Repair/Maintenance Supplies) in the amount of \$500,000.00 and to the FY 12/13 Bus Transit Division Operating Budget (Bus Repair/Maintenance Supplies) in the amount of \$400,000.00.

ADOPTED this 28th day of June 2013, by the following vote of the Board of Directors:

AYES (17): Directors Arnold, Belforte, Breed, Campos, Cochran, Fredericks, Moylan, Pahre, Rabbitt, Sears, Snyder, Sobel, Theriault and Wiener; Second Vice President Stroeh; First Vice President Grosboll; President Eddie

NOES (0): None

ABSENT (2): Directors Reilly and Yee



James C. Eddie
President, Board of Directors

ATTEST:



Janet S. Tarantino
Secretary of the District