

**Board Report**

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**Selected Financial and Operating  
Performance Results  
May 2018**

**Southeastern Pennsylvania Transportation Authority**





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**General Manager**  
Jeffrey D. Kneuppel, P.E.

Date: June 28, 2018

To: SEPTA Board Members

From: Jeffrey D. Kneuppel

Re: Financial & Operating Highlights – May 2018

I am pleased to present the Financial and Operating Highlights for May 2018.

### ***OPERATING REVENUE***

Passenger revenue for May 2018 is 2.2% lower than budget and is 4.0% better than May 2017. Year-to-date passenger revenue is 2.7% lower than budget. Other operating revenue is 9.9% higher than budget for the month and 3.2% higher than budget year-to-date.

### ***OPERATING EXPENSES***

Total operating expenses are 2.0% higher than budget for May 2018, and 1.2% higher than budget year-to-date. Labor and Fringe expenses are 8.9% lower than budget for the month and 4.7% below budget year-to-date. There is a \$3.5 million deficit after subsidies for the month, and a year-to-date surplus of \$2.6 million.

### ***STUDENTS HELP SPREAD THE SEPTA SAFETY MESSAGE***

Sometimes life's most important lessons are best taught by children. To assist with spreading the message of being aware of one's surroundings, paying attention to safety warnings and not being distracted by loud music, smartphones and other handheld devices while commuting on SEPTA, the Authority enlisted the help of the kindergarten through eighth grade students from Philadelphia's St. Mary Interparochial School at 5<sup>th</sup> and Locust Streets. During the 2017-18 school year, the students wrote essays and drew posters of what transit safety means to them. In May, the students' work was unveiled during the Authority's sixth annual system-wide Safety Day. The students' artwork is featured on SEPTA's new "Make the Safe Choice" bus wrap and vehicle car cards; and their essays and safety tips are used on SEPTA safety literature. Students with the top essays and posters from kindergarten through second grade, third through fifth grade and sixth through eighth grade, were presented with SEPTA gift bags. The Authority also revealed the new student-designed safety-themed bus. Prior to the Safety Day press conference, junior safety officers from St. Mary's joined more than 200 Authority employees to distribute educational materials and answer safety questions at almost 100 SEPTA rail, trolley and bus stations, loops and transportation centers throughout the Authority's service area. The St. Mary's students partnered with SEPTA System Safety officers to hand out their brochures at the 2nd, 5th, 8th, 11th and 13th Street Market-Frankford Line Stations.

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***SEPTA PARTICIPATES IN NATIONAL BIKE TO WORK DAY***

SEPTA participated in National Bike to Work Day with the University of Pennsylvania on May 18<sup>th</sup>. The event is in celebration of National Bike Month and was held at the Penn Museum Indego Bike Share Station, 3260 South Street in Philadelphia. This location is one of the designated Bicycle Coalition of Greater Philadelphia's Energizer Stations. The event highlighted SEPTA's Cycle-Transit Plan, which addresses the increasing demand for "cycle-transit" use in the region and the plan to better integrate the transit and bicycle networks.

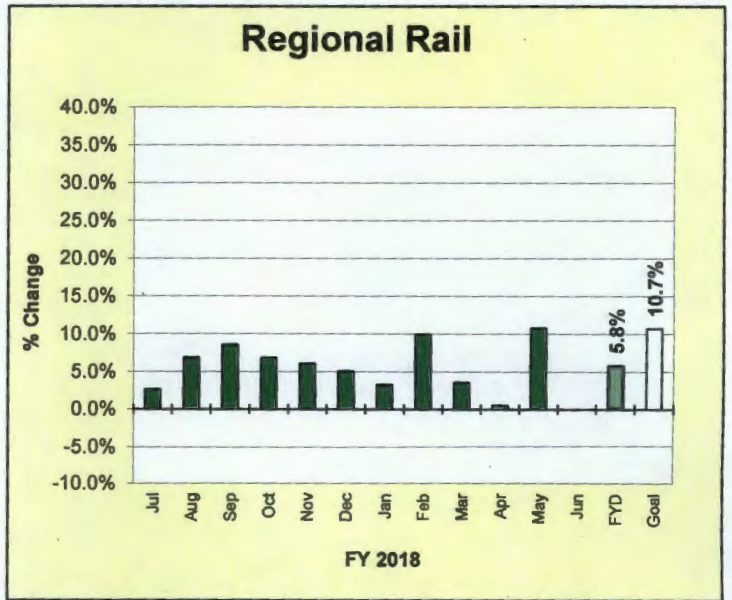
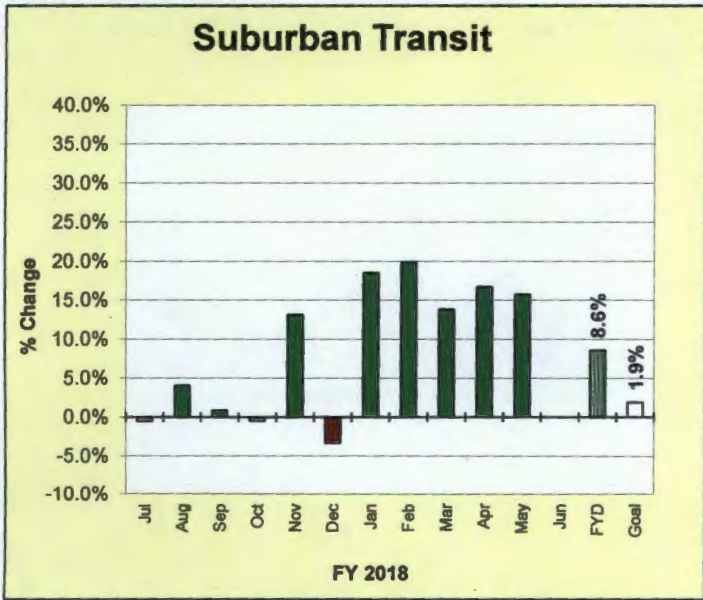
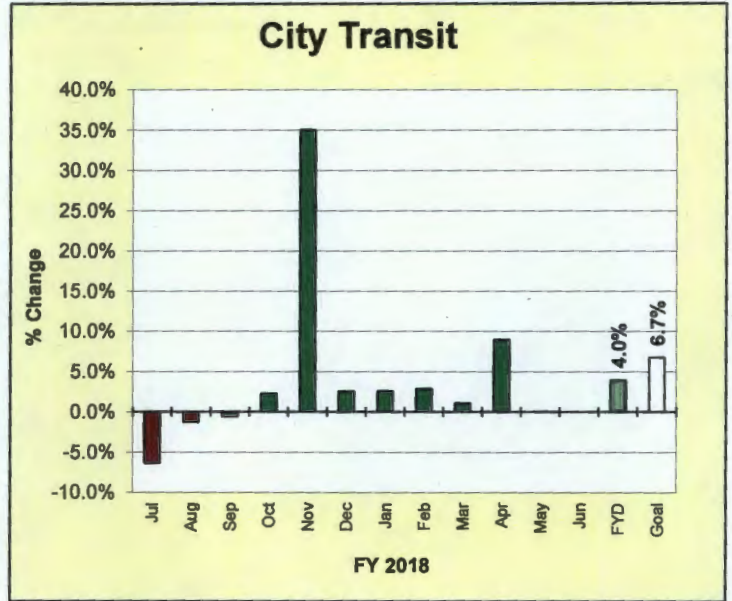
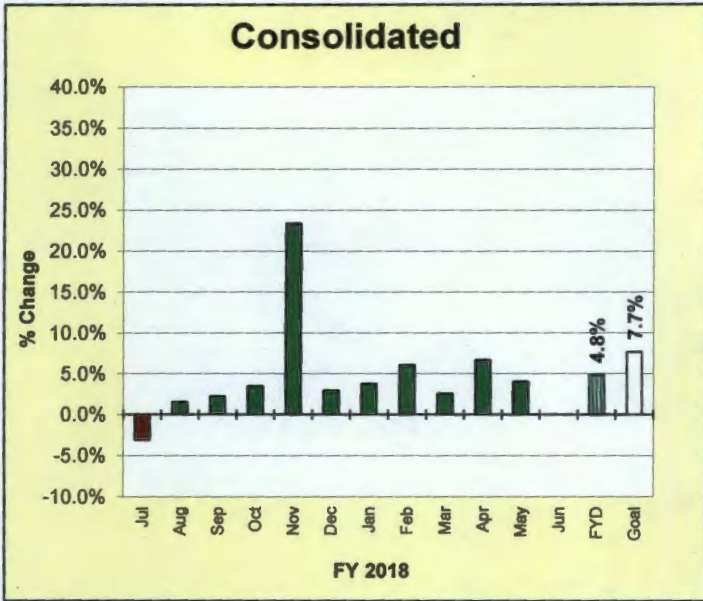
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**SOUTHEASTERN PENNSYLVANIA TRANSPORTATION AUTHORITY**  
**FINANCIAL STATEMENT SUMMARY**  
**PERIOD ENDED JUNE 2, 2018**  
(Thousands)

Month of May				Eleven Months through May			
2018		2017		2018		2017	
BUDGET	ACTUAL	VARIANCE	ACTUAL	BUDGET	ACTUAL	VARIANCE	ACTUAL
\$ 46,710	45,702	\$ (1,008)	\$ 43,932	\$ 438,648	426,669	\$ -	\$ 406,960
1,723	1,459	(264)	1,623	16,876	14,959	(1,917)	15,839
124	376	252	260	1,470	2,805	1,335	1,783
3,783	4,354	571	3,930	33,033	35,256	2,223	32,630
<b>\$ 52,340</b>	<b>\$ 51,891</b>	<b>\$ (449)</b>	<b>\$ 49,745</b>	<b>\$ 490,027</b>	<b>\$ 479,689</b>	<b>\$ 1,641</b>	<b>\$ 457,212</b>
				<b>OPERATING REVENUES</b>			
				Passenger Revenue			
				Shared Ride Program			
				Investment Income			
				Other Income			
				<b>TOTAL OPERATING REVENUE</b>			
				<b>OPERATING EXPENSES</b>			
				Labor, including Paid Absences			
				Fringe Benefits			
				Material & Services			
				Injuries & Damages			
				Propulsion Power			
				Fixed Rent			
				Fuel			
				Depreciation			
				Budget Reduction			
				<b>TOTAL OPERATING EXPENSES</b>			
				<b>DEFICIT BEFORE SUBSIDIES</b>			
				<b>OPERATING SUBSIDIES</b>			
				Federal			
				State			
				Local			
				Lease Cost/Debt Service			
				Other-Route Guarantees			
				State and Local Budget Reduction			
				<b>TOTAL OPERATING SUBSIDIES</b>			
				<b>SURPLUS/(DEFICIT) AFTER SUBSIDIES</b>			
				Unrealized Investment Gain/(Loss)			
				<b>SURPLUS/(DEFICIT) AFTER INVESTMENT GAIN/(LOSS)</b>			
\$ 60,788	\$ 60,239	\$ 549	\$ 57,861	\$ 579,637	\$ 574,405	\$ 5,232	\$ 563,124
36,688	28,556	8,132	30,144	371,184	332,115	39,069	340,272
28,120	22,125	5,995	23,572	267,235	253,026	14,209	248,377
2,829	829	2,000	2,754	27,649	21,649	6,000	26,488
2,675	2,348	327	2,325	29,961	27,556	2,405	29,095
356	512	(156)	539	4,236	4,744	(508)	9,368
2,517	2,452	65	2,245	23,604	22,349	1,255	22,176
1,730	1,647	83	1,726	18,888	18,782	106	17,843
(19,269)	-	(19,269)	-	(52,740)	-	(52,740)	-
<b>\$ 116,434</b>	<b>\$ 118,708</b>	<b>\$ (2,274)</b>	<b>\$ 121,166</b>	<b>\$ 1,269,654</b>	<b>\$ 1,254,626</b>	<b>\$ 15,028</b>	<b>\$ 1,256,743</b>
<b>\$ (64,094)</b>	<b>\$ (66,817)</b>	<b>\$ (2,723)</b>	<b>\$ (71,421)</b>	<b>\$ (779,627)</b>	<b>\$ (774,937)</b>	<b>\$ 4,690</b>	<b>\$ (799,531)</b>
3,355	\$ 3,355	\$ -	\$ 3,293	\$ 33,493	\$ 35,010	\$ 1,517	\$ 33,571
62,047	45,291	(16,756)	57,439	619,276	573,415	-	585,430
9,305	6,792	(2,513)	8,616	92,891	86,012	(6,879)	87,815
8,373	7,552	(821)	8,225	83,591	80,093	(3,498)	83,836
283	283	-	273	3,116	3,032	(84)	2,991
(19,269)	-	19,269	-	(52,740)	-	52,740	-
<b>\$ 64,094</b>	<b>\$ 63,273</b>	<b>\$ (821)</b>	<b>\$ 77,846</b>	<b>\$ 779,627</b>	<b>\$ 777,562</b>	<b>\$ (2,065)</b>	<b>\$ 793,643</b>
<b>\$ -</b>	<b>\$ (3,544)</b>	<b>\$ (3,544)</b>	<b>\$ 6,425</b>	<b>\$ -</b>	<b>\$ 2,625</b>	<b>\$ 2,625</b>	<b>\$ (5,888)</b>
-	92	92	111	-	(1,081)	(1,081)	(936)
<b>\$ -</b>	<b>\$ (3,452)</b>	<b>\$ (3,452)</b>	<b>\$ 6,536</b>	<b>\$ -</b>	<b>\$ 1,544</b>	<b>\$ 1,544</b>	<b>\$ (6,824)</b>

**SOUTHEASTERN PENNSYLVANIA TRANSPORTATION AUTHORITY**  
**REVENUE PERFORMANCE**  
FY 2018 Actual vs. FY 2017 Actual





**SOUTHEASTERN PENNSYLVANIA TRANSPORTATION AUTHORITY**

**RIDERSHIP PERFORMANCE**

FY 2018 Actual vs. FY 2017 Actual

