FY2012 Capital Budget Overview

• Parameters and priorities used to develop the FY2012 Capital Budget

• Highlight of the capital projects and programs proposed for funding in FY2012

• Summary of the grants and revenue sources proposed to fund the FY2012 Capital Budget
Parameters and Priorities:

• In light of fiscal challenges, advance the most critical capital projects in order not to degrade service
• Sustains District’s existing service and infrastructure network, including the necessary replacement of revenue vehicles and other capital assets
• Ensures operating and maintenance facilities are maintained in a state of good repair
• Invests in facility and equipment improvements to provide a safe and secure environment for patrons and employees

Category Highlights

Revenue Vehicles Replacement:
$1.0 million budgeted
• Replace 10 2005 El Dorado Cutaways; vehicles are at the end of their useful lives

Revenue Vehicles Support:
$1.1 million budgeted
• Procure bus parts, engines and transmissions
• Procure replacement support vehicles
Category Highlights

Information Technology:
$13.8 million budgeted
- Replace and upgrade information technology equipment, servers and software applications to maintain connectivity of various departments and external communications
- Upgrade the Radio Backbone, to meet the Federal Communications Commission (FCC) narrowbanding requirements by January 2013
- Full funding for Phases I and II of the PeopleSoft Systems Integration Project/Business Optimization Program

Category Highlights

Development:
$1.1 million budgeted
- Undertake a Comprehensive Operational Analysis to evaluate the District’s suite of transportation services
- Develop, support and monitor the District’s capital program

Facilities:
$1.9 million budgeted
- Facility improvement and rehabilitation to maintain a safe and secure environment for transit operations and the patrons
Funding Summary

Proposed Budget by Category
Total Budget: $19.2M

- Facilities, $1.9m, 9.9%
- Revenue Vehicle Replacement, $1.0m, 5.2%
- Development, $1.1m, 5.7%
- Revenue Vehicle Support, $1.1m, 5.7%
- Information Technology, $13.8m, 72.1%
- Other, $0.3m, 1.3%

Funding Source by Category

<table>
<thead>
<tr>
<th>Funding Category</th>
<th>$ Amount</th>
<th>% Share</th>
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<tbody>
<tr>
<td>Federal</td>
<td>$9,359,840</td>
<td>48.8%</td>
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<tr>
<td>State</td>
<td>$3,146,694</td>
<td>16.4%</td>
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<tr>
<td>Other</td>
<td>$1,688,080</td>
<td>8.8%</td>
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<tr>
<td>District Sales Tax</td>
<td>$4,986,380</td>
<td>26.0%</td>
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<tr>
<td><strong>Total</strong></td>
<td><strong>$19,180,994</strong></td>
<td><strong>100.0%</strong></td>
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Funding Summary

District Sales Tax Contribution
(in millions)

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<tbody>
<tr>
<td>Sales Tax Share</td>
<td>$15.97</td>
<td>$11.03</td>
<td>$4.19</td>
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<td>All Other Funding</td>
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<td>$23.80</td>
<td>$14.54</td>
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Preliminary FY2012 Capital Budget

May 12, 2010