

Technical Budget Adjustment 2025 Capital Budget

April 9, 2025



Summary of Budget Requests

- Request is to reallocate \$26.1 million in existing 2025 Capital Budget to aid in project delivery:
 - 34 projects, and the Capital Contingency line, will have budget increases
 - 53 projects will have budget decreases



Process for Budget Adjustments

Request:

Absorb approximately \$26.1 million in carryforward/early requests within a \$330.2 million budget in April
Technical Budget Adjustments

Approach:

- Projects below an 85% spend threshold for 2024 were subject to a 10% reduction in 2025
 - A few projects were reviewed as a collective resulting in a small amount of exclusions.
- Funding sources were cut proportionally on projects receiving funding reductions
- Funds were redistributed based on need and known funding gaps
- More drastic cuts were made as needed to free up appropriate amounts of correct funding sources

Obligations and Balancing:

- Priority was focused on projects with current contractual obligations.
- Ensured all offices had a stake in the process, balancing this with their obligations.



Overall Budget Impacts By Office

<u>Chief Office</u>	<u>2025 Adopted Budget</u>	<u>April 9th TBA</u>	<u>2025 Adjusted Budget</u>
Capital Services	\$ 275,890,000	\$ (7,763,000)	\$ 268,127,000
Enterprise Strategy	15,872,000	2,783,000	18,655,000
Executive Director (Safety)	2,078,000	(318,000)	1,760,000
Finance	21,148,000	5,488,000	26,636,000
Operations	9,705,000	513,000	10,218,000
People	2,145,000	325,000	2,470,000
Planning & Engagement	3,393,000	(1,028,000)	2,365,000
Grand Total	\$ 330,231,000	-	\$ 330,231,000



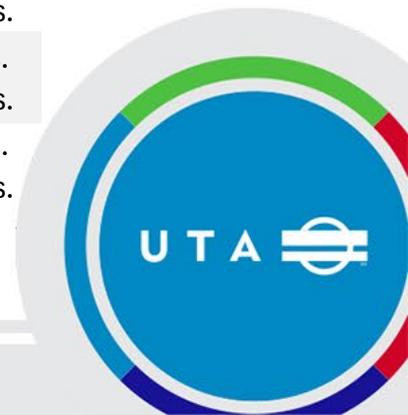
Breakdown for Top Project Funding Increases

<u>Project ID and Name</u>	<u>2025 Adopted Budget</u>	<u>April 9th TBA</u>	<u>2025 Adjusted Budget</u>	<u>Rationale</u>
SGR385 - Rail Replacement Work	\$ 6,500,000	\$ 5,500,000	\$ 12,000,000	Funds for interlocking replacements at 450 East and Rice on the Red Line.
MSP999 - Capital Contingency	\$ 5,000,000	\$ 5,024,000	\$ 10,024,000	reduced by 10% that haven't been reallocated yet.
SGR393 - Grade Crossing Program	\$ 2,500,000	\$ 3,000,000	\$ 5,500,000	Increased to cover remaining planned costs for 2025 replacement efforts.
MSP262 - SLCentral HQ Office	\$ 1,000,000	\$ 1,652,000	\$ 2,652,000	Increased funds to finish out the early design efforts for the project.
ICI214 - Automatic Passenger Counter Upgrade	\$ 850,000	\$ 1,350,000	\$ 2,200,000	Increased funds to complete replacement project in 2025.
ICI222 - Fares Systems Replacement Program	\$ 4,996,000	\$ 1,230,000	\$ 6,226,000	Increased funds to complete contract milestones for 2025.
ICI230 - Workforce/Enterprise Asset Management	\$ 5,183,000	\$ 1,000,000	\$ 6,183,000	Increased funds to complete contract milestones for 2025.



Breakdown for Top Project Funding Decreases

<u>Project ID and Name</u>	<u>2025 Adopted Budget</u>	<u>April 9th TBA</u>	<u>2025 Adjusted Budget</u>	<u>Rationale</u>
REV238 - SD100/SD160 Light Rail Veh Rep	\$ 35,400,000	\$ (5,400,000)	\$ 30,000,000	Reduced due to extra 2025 funds when compared to contract milestones.
SGR370 - Red Light Signal Enforcement	\$ 3,209,000	\$ (2,883,000)	\$ 326,000	Project on hold.
FMA693 - Meadowbrook Electrification	\$ 1,786,000	\$ (1,686,000)	\$ 100,000	Funds moved and work will be completed under MidValley project.
SGR397 - TPSS Component Replacement	\$ 5,000,000	\$ (1,500,000)	\$ 3,500,000	Project nearing completion - may need to add funds back at later date.
MSP258 - Mt. Ogden Admin Bldg Expansion	\$ 7,713,000	\$ (1,357,000)	\$ 6,356,000	Project still in design phase and contractor will be hired in Q4 2025 or Q1 2026.
MSP259 - S-Line Expansion Project	\$ 11,746,000	\$ (1,175,000)	\$ 10,571,000	Subject to 10% reduction due to not hitting spend threshold.
ICI179 - Network & Infrastructure Equipment	\$ 1,600,000	\$ (1,100,000)	\$ 500,000	Funds moved to cover costs of other project needs - will look to refill in Q3 2025.
MSP270 - Transit Signal Priority On Board Units (TOBU) Project	\$ 1,711,000	\$ (1,011,000)	\$ 700,000	Funds moved to cover costs of other project needs. Sufficient funding still available to cover obligations.
SGR040 - Light Rail Vehicle Rehab	\$ 10,200,000	\$ (1,000,000)	\$ 9,200,000	Funds moved to cover costs of other project needs. Sufficient funding still available to cover obligations.
SGR391 - Commuter Rail Vehicle Rehab/Replace	\$ 3,000,000	\$ (1,000,000)	\$ 2,000,000	Funds moved to cover costs of other project needs. Sufficient funding still available to cover obligations.
SGR403 - Train Control Rehab & Replacement	\$ 8,000,000	\$ (1,000,000)	\$ 7,000,000	Funds moved to cover costs of other project needs. Sufficient funding still available to cover obligations.



Budget Authority Impact & Changes in Revenue Sources

- No change in 2025 Capital Budget Authority
- Contingency Summary:
 - Contingency had a net increase of \$5,024,000 for a total of \$10,024,000
 - UTA fund total in Contingency is at \$3.8 million
 - \$1.2 million being used for adjustments in current Technical Budget Adjustment
 - Remaining \$6.2 million includes Bonds, Lease, State, and Local Partner funds



Questions?

