

**REGULAR MEETING OF THE BOARD
9:30 A.M., FRIDAY, JANUARY 29, 2021
AGENDA**

- I. Call to Order – Mr. Jeff Letwin, Chair**
- II. Approval of Minutes:**
 - 1. November 20, 2020 Regular Meeting**
 - 2. December 23, 2020 Special Meeting**
- III. Report of the Chief Executive Officer – Ms. Katharine Kelleman**
- IV. Report of Performance Oversight Committee – Ms. Michelle Zmijanac, Chair**
 - 1. Awarding of Bids**
 - 2. Authorization to Extend Agreements to Provide Inspection and Engineering Services**
 - 3. Authorization for Settlement of Public Liability Claim**
- V. Report of Planning and Stakeholder Relations Committee – Mr. John L. Tague Jr., Chair**
- VI. Report of Finance Committee – Ms. Ann Ogoreuc, Chair**
 - 1. Authorization to Apply for and Enter into Agreements for CY 2021 Operating and Capital Grant Funds**
 - 2. November and December 2020 Financial Statements**
- VII. Report of Technical Committee – Ms. Jennifer Liptak, Chair**
- VIII. New Business**

IX. Public Comment:

- 1. Misty Thomas**
- 2. Laura Chu Wiens, Pittsburghers for Public Transit**

X. NEXT REGULAR MEETING – February 26, 2021

XI. Adjournment

PORT AUTHORITY



BOARD MEETING JANUARY 29, 2021

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REPORT OF PERFORMANCE OVERSIGHT COMMITTEE

PROPOSED RESOLUTIONS

AWARDING OF BIDS

1. BIO-DIESEL FUEL (CHANGE ORDER)

At its April 2020 meeting, the Board authorized an agreement with Guttman Energy for the purchase of bio-diesel fuel over a one-year period with an option to extend one additional year.

This contract permits staff to “lock in” futures pricing in order to stabilize the Authority’s fuel budget. At this time, staff is requesting the option year be exercised to enable the Authority to take advantage of the current futures market pricing at a time it would benefit the Authority. Since 2018, Guttman Energy successfully completed the Authority’s bio diesel fuel contracts and staff concludes that they had performed well throughout the duration of these contracts.

RECOMMENDATION: That an amendment be executed with Guttman Energy in the estimated amount of \$12,729,600.00 to exercise the optional one-year period. This would bring the total contract value to \$25,459,200.00.

This price for the additional one-year period is in accordance with the agreement. Staff has determined the pricing is fair and reasonable and consistent with the funds budgeted.

2. 40-FOOT LOW FLOOR DIESEL TRANSIT COACHES (CHANGE ORDER)

At its June 2016 meeting, the Board authorized an agreement with Gillig, LLC for the purchase of 70 40-foot low floor coaches with an option to purchase up to an additional 400 coaches over the next five years. At its October 2017 meeting, the Board authorized a change order to purchase 69 additional coaches, an additional 59 in November 2018 and an additional 54 coaches in November 2019.

There is a need for the Authority to exercise this option in order to continue the process of replacing existing vehicles in the fleet which are 12 years old, have in excess of 500,000 miles and have reached the end of their useful life. Staff identified the need for 40 additional coaches, four spare engine packages and four spare transmission packages to continue the Authority’s Coach Replacement Program. Pricing for these units would be as contracted with the applicable Producer Price Index (PPI) at the time of the purchase.

RECOMMENDATION: That a contract amendment be executed with Gillig, LLC in the amount of \$21,542,428.00, which will execute the option for 40 additional 40-foot low-floor coaches, four spare engines and four spare transmissions.

This price for the additional coaches, engines and transmissions represents pricing received for the purchase of transit coaches in accordance with the existing approved contract from June 2016. Staff has determined the pricing is fair and reasonable and consistent with the funds budgeted.

3. DIESEL ENGINE OIL

This bid was publicly advertised and ebusiness documents were distributed. Five firms accepted the invitation and four bids were received for Diesel Engine Oil over a one-year period.

RECOMMENDATION: That a contract be awarded to the low responsible bidder which submitted a responsive bid, Allegheny Petroleum Products Co. in the estimated amount of \$248,000.00 over the one-year period.

This price represents a two percent decrease over the previous contract prices for this product one year ago. Staff has determined the pricing to be fair and reasonable, and consistent with the funds budgeted.

4. DEEP CLEANING, DISINFECTING AND EFFICACY TESTING/REPORTING – PORT AUTHORITY FACILITIES

This bid was publicly advertised and ebusiness documents were distributed. A total of 17 firms accepted the invitation and 12 bids were received for deep cleaning and efficacy testing/Reporting at Port Authority facilities over a two-year period.

The low bidder stated that they would be unable to hire the manpower to complete the services as specified and could not complete an agreement accordingly. Therefore, the bid is ineligible for award.

RECOMMENDATION: That a contract be awarded to the low responsible bidder that submitted a responsive bid, Terminix Commercial, in the estimated amount of \$194,000.00 over the two-year period.

There has been no recent purchase of these items, however, staff has determined the pricing to be fair and reasonable and consistent with the funds budgeted.

5. BUS BATTERIES

This bid was publicly advertised and ebusiness documents were distributed. Nine firms accepted the invitation and six bids were received for bus batteries (AGM type) over a two-year period

The low bidder proposed items that were not in compliance with the technical specifications regarding cold cranking amps and warranty. Therefore, the bid is ineligible for award.

The second low bidder proposed items that were not in compliance with the technical specifications regarding cold cranking amps and connection terminals. Therefore, the bid was ineligible for award.

RECOMMENDATION: That a contract be awarded to the low responsible bidder that submitted a responsive bid, Northeast Battery & Alternator LLC, in the estimated amount of \$202,680.00 over the two-year period.

This price represents a three percent increase over the previous contract prices for this product two years ago. Staff has determined the pricing to be fair and reasonable and consistent with the funds budgeted.

RESOLUTION

RESOLVED, that recommendations as set forth in the report are accepted and that the chief executive officer or chief financial officer be, and hereby are, authorized and directed to execute such documents on behalf of Port Authority of Allegheny County as shall be required for the entry of proper contracts covering those items recommended for acceptance.

SUMMARY OF RESOLUTION

Authorization to Extend Agreements to Provide Inspection and Engineering Services

In May 2017, Port Authority of Allegheny County's (Authority) Board authorized the award of Agreement No. R17-05 (Agreement) to a pool of firms in two categories; GAI Consultants, Inc. and SAI Consulting Engineers, Inc., to perform services in the category of Inspection and Engineering Services for Repair (Services) and SAI Consulting Engineers, Inc. and GAI Consultants, Inc., to perform services in the category of Engineering Services for Rehabilitation or Replacement (Services).

Agreement was for an initial four-year term through May 31, 2021 and a total not-to-exceed amount of up to \$11,000,000, with the option to extend Agreement up to one additional year at the Authority's sole discretion.

To date, Services have been completed in a satisfactory manner. The Authority has determined that it is in its best interest to extend the term of Agreement one additional year to continue the completion of Services on current and future projects with no increase in the previously authorized total not-to-exceed amount of Agreement.

The attached resolution authorizes an amendment to extend the term of Agreement through May 31, 2022.

1/29/21
M. Zmijanac

RESOLUTION

WHEREAS, Port Authority of Allegheny County (Authority) in accordance with its Board-adopted Procurement Policy and Procedures for Competitive Negotiations for Professional and Technical Services, previously awarded Agreement No. R17-05 to a pool of firms in two categories; GAI Consultants, Inc. and SAI Consulting Engineers, Inc., to perform services in the category of Inspection and Engineering Services for Repair (Services) and SAI Consulting Engineers, Inc. and GAI Consultants, Inc., to perform services in the category of Engineering Services for Rehabilitation or Replacement (Services); and

WHEREAS, Agreement was for an initial term of four years through May 31, 2021 and a total not-to-exceed amount of \$11,000,000, with the option to extend Agreement up to one additional year at the Authority's sole discretion; and

WHEREAS, to date, Services have been completed in a satisfactory manner and the Authority has determined that it is its best interest to exercise the option year and extend the term of Agreement one additional year to continue completion of Services on current and future projects without any increase in the previously authorized total not-to-exceed amount for Agreement.

NOW, THEREFORE, BE IT RESOLVED that the chief executive officer, chief development officer, director and/or assistant director Capital Programs be, and hereby are, authorized to execute an amendment to Agreement with GAI Consultants, Inc. and SAI Consulting Engineers, Inc., in a form approved by counsel, to extend the term of Agreement one additional year to May 31, 2022, with no increase in the total not-to-exceed amount of Agreement, and also to take all such other actions necessary and proper to carry out the purpose and intent of this resolution.

SUMMARY OF RESOLUTION

Authorization for Settlement of Public Liability Claim

An accident involving a Port Authority of Allegheny County (Authority) bus and an employee of a tire servicing sub-contractor occurred on August 4, 2016 at approximately 5:30 a.m. at the Authority's Collier Garage (Garage).

The employee of the tire servicing sub-contractor, Leo Hefferan, was checking the tire pressure and tread depth of a tire installed on a bus of the Authority parked in Garage when the bus began to move. When the bus began to move, Hefferan pulled his arm out of the rear passenger side wheel well and fell on the floor of Garage. Hefferan claimed various injuries as a result of the accident.

Hefferan has submitted a personal injury claim to the Authority seeking monetary recovery for the damages that he allegedly sustained as a result of the accident (Claim). The monetary damage exposure for the Authority, per the applicable statutory limits under Pennsylvania's Sovereign Immunity Act, is \$250,000.

The parties have reached an amicable agreement to fully and finally settle Claim in the total amount of \$150,000, subject to approval by the Authority's Board.

This resolution authorizes a settlement payment in the total not-to-exceed settlement amount of \$150,000, through a release form approved by counsel, to fully and finally settle Claim.

1/29/21
M. Zmijanac

RESOLUTION

WHEREAS, an accident involving a Port Authority of Allegheny County (Authority) bus and an employee of a tire servicing sub-contractor occurred on August 4, 2016 at approximately 5:30 a.m. at the Authority's Collier Garage (Garage); and

WHEREAS, the employee of the tire servicing sub-contractor, Leo Hefferan, was checking the tire pressure and tread depth of a tire installed on a bus of the Authority parked in Garage when the bus began to move. When the bus began to move, Hefferan pulled his arm out of the rear passenger side wheel well and fell on the floor of Garage; and

WHEREAS, Hefferan claimed various injuries as a result of the accident; and

WHEREAS, Hefferan has submitted a personal injury claim to the Authority seeking monetary recovery for the damages he allegedly sustained as a result of the accident (Claim); and

WHEREAS, the Authority and Hefferan have negotiated an agreement to fully and finally settle Claim for the total settlement amount of \$150,000, subject to review and approval by the Authority's Board.

NOW, THEREFORE, BE IT RESOLVED, that the chief executive officer, chief legal officer and/or chief financial officer be, and hereby are, authorized to enter into an agreement with Hefferan to fully and finally settle Claim, through a release form approved by counsel, for a total not-to-exceed settlement amount of \$150,000, payable by the Authority to Hefferan, and to take all such other actions as may be necessary and proper to carry out the purpose and intent of this resolution.

REPORT OF FINANCE COMMITTEE

SUMMARY OF RESOLUTION

Authorization to Apply for and Enter into Agreements for CY 2021 Operating and Capital Grant Funds

On an annual basis, Port Authority of Allegheny County (Authority) applies for and enters into agreements with various federal, state and local governments and other entities, including the Federal Transit Administration (FTA), the Federal Department of Homeland Security, the Pennsylvania Department of Transportation (PENNDOT), Allegheny County (County), the Allegheny County Regional Asset District (RAD) and the Southwestern Pennsylvania Commission for various grants to support the Authority's operating and capital budgets.

These grants include, but are not necessarily limited to, formula program grants administered by FTA for Section 5303 Metropolitan Planning funding, Section 5307 Urbanized Area Formula Program funding, Section 5307 Flex Program funding, Section 5310 Enhanced Mobility for Seniors funding, Section 5337 State of Good Repair Program funding, Section 5339 Bus and Bus Rail Facilities Formula Program funding, along with related local match funding from PENNDOT and County (Federal Formula Grants). These grants also include, but are not necessarily limited to, formula program grants administered by PENNDOT for the Commonwealth of Pennsylvania for Section 1513 operating assistance and Section 1514 capital assistance pursuant to the provisions of Act 89 of 2013, along with related local match funding from County and RAD (State Formula Grants).

In addition to Federal Formula Grants and State Formula Grants, the Authority is eligible, from time to time, to apply for and enter into agreements for various discretionary grants that may become available throughout the calendar year, including, but not necessarily limited to, Federal Transit Security Grant funding, Federal Low or No Emission Program funding, Federal Congestion Mitigation Air Quality funding and Commonwealth of Pennsylvania Multi-Modal Transportation funding, along with discretionary grants that may be offered by private and non-profit entities and related local match requirements (Discretionary Program Grants).

In many instances, the time period for developing and submitting the application for a grant is limited requiring the Authority to move promptly in order to timely submit the application for available funds. This resolution will allow the Authority to submit applications for the grants that become available in CY 2021 in a timely fashion. Specifically, this resolution authorizes the Authority's chief executive officer, chief financial officer, director Grants and Capital Programs and chief development officer to apply for and enter into grant agreements for Federal Formula Grants, State Formula Grants and Discretionary Program Grants that the Authority is eligible for, or may become eligible for, in CY 2021 to support the Authority's operating and capital budgets.

This resolution further requires the Authority's chief financial officer to provide regular reports to the Finance Committee of the Authority's Board concerning grants applied for and awarded to the Authority during CY 2021.

RESOLUTION

WHEREAS, on an annual basis, Port Authority of Allegheny County (Authority) applies for and enters into agreements with federal, state and local governments and other entities for various grants to support the Authority's operating and capital budgets; and

WHEREAS, these grants include, but are not necessarily limited to, formula program grants administered by the Federal Transit Administration (FTA) for Section 5303 Metropolitan Planning funding, Section 5307 Urbanized Area Formula Program funding, Section 5307 Flex Program funding, Section 5310 Enhanced Mobility for Seniors funding, Section 5337 State of Good Repair Program funding and Section 5339 Bus and Bus Rail Facilities Formula Program funding, along with related local match funding from the Pennsylvania Department of Transportation (PENNDOT) and Allegheny County (County) (Federal Formula Grants); and

WHEREAS, these grants also include, but are not necessarily limited to, formula program grants administered by PENNDOT for the Commonwealth of Pennsylvania for Section 1513 operating assistance and Section 1514 capital assistance pursuant to the provisions of Act 89 of 2013, along with related local match funding from County and the Allegheny County Regional Asset District (State Formula Grants); and

WHEREAS, in addition, the Authority is eligible, from time to time, to apply for and enter into agreements for various discretionary grants that may become available throughout the calendar year, including, but not necessarily limited to, Federal Transit Security Grant funding, Federal Low or No Emission Program funding, Federal Congestion Mitigation Air Quality funding and Commonwealth of Pennsylvania Multi-Modal Transportation funding, along with discretionary grants that may be offered by private and non-profit entities and related local match requirements (Discretionary Program Grants).

NOW, THEREFORE, BE IT RESOLVED, that the Authority's chief executive officer, chief financial officer, director Grants and Capital Programs and chief development officer be, and hereby are, authorized to: apply for and enter into grant agreements for Federal Formula Grants, State Formula Grants and Discretionary Program Grants that the Authority is eligible for, or may become eligible for, in CY 2021 to support the Authority's operating and capital budgets; file applications and enter into agreements for any required matching funding for such grants; and take any and all such other actions as may be necessary and proper to carry out the purpose and intent of this resolution.

FURTHER RESOLVED that the Authority's chief financial officer shall provide regular reports to the Finance Committee of the Authority's Board concerning grants applied for and awarded to the Authority during CY 2021.

NOVEMBER 2020 FINANCIAL STATEMENTS



Port Authority of Allegheny County
CONSOLIDATED STATEMENT OF NET POSITION
For the Current Period

As of November 30, 2020

	OPERN	CAPTL	TOTAL
<u>ASSETS</u>			
CURRENT ASSETS			
Cash and cash equivalents	\$ 111,351,228.82	\$ 25,907,595.52	137,258,824.34
Capital grants receivable	-	11,792,065.10	11,792,065.10
Other receivables	4,328,438.69	0.00	4,328,438.69
Prepaid expenses	2,078,368.63	-	2,078,368.63
Materials & supplies	18,455,525.20	-	18,455,525.20
Total Current Assets	136,213,561.34	37,699,660.62	173,913,221.96
NONCURRENT ASSETS			
Restricted assets for capital additions and related debt	-	17,961,088.38	17,961,088.38
Designated for reserve fund	40,471,824.00	-	40,471,824.00
Capital assets, net of accumulated depreciation	-	1,224,704,303.24	1,224,704,303.24
Total Non-Current Assets	40,471,824.00	1,242,665,391.62	1,283,137,215.62
TOTAL ASSETS	\$ 176,685,385.34	\$ 1,280,365,052.24	\$ 1,457,050,437.58
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred charge on refunding	-	6,517,161.85	6,517,161.85
Related to pensions	106,098,500.00	-	106,098,500.00
Related to OPEB	115,177,734.00	-	115,177,734.00
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 221,276,234.00	\$ 6,517,161.85	\$ 227,793,395.85
<u>LIABILITIES</u>			
CURRENT LIABILITIES			
Accounts payable	13,860,333.17	910,403.44	14,770,736.61
Accrued compensation, benefits & withholdings	15,023,557.48	-	15,023,557.48
Unearned revenue	135,314,193.82	33,571,067.41	168,885,261.23
Reserves for claims & settlements	6,456,215.00	-	6,456,215.00
Current portion of bond payable	-	13,830,000.00	13,830,000.00
Other current liabilities	-	2,063,971.92	2,063,971.92
Total Current Liabilities	170,654,299.47	50,375,442.77	221,029,742.24
NONCURRENT LIABILITIES			
Bond payable, net	-	144,849,724.15	144,849,724.15
Reserves for claims & settlements	4,843,711.00	-	4,843,711.00
Accrued OPEB liability	672,396,227.00	-	672,396,227.00
Net pension liability	358,065,922.00	-	358,065,922.00
Total Non-Current Liabilities	1,035,305,860.00	144,849,724.15	1,180,155,584.15
TOTAL LIABILITIES	\$ 1,205,960,159.47	\$ 195,225,166.92	\$ 1,401,185,326.39
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Related to pensions	94,333,985.00	-	94,333,985.00
Related to OPEB	16,732,378.00	-	16,732,378.00
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 111,066,363.00	\$ -	\$ 111,066,363.00
<u>NET ASSETS</u>			
TOTAL NET POSITION	\$ (974,084,471.13)	\$ 1,091,657,047.17	\$ 117,572,576.04



PORT AUTHORITY OF ALLEGHENY COUNTY
COMPARATIVE SUMMARY OF REVENUES AND EXPENSES

	Month of November 2020			5 Month Year-to-Date			Notes
	Budget	Actual	Variance	Budget	Actual	Variance	
REVENUE :							
Passenger revenue -							
Bus, Light Rail & Incline Plane	\$7,292,223	\$2,561,443	[\$4,730,780]	\$37,748,218	\$12,572,137	(\$25,176,081)	
ACCESS program service	865,477	496,727	(\$368,750)	4,467,947	3,322,937	(\$1,145,010)	
Advertising	323,898	173,979	(\$149,919)	1,252,388	675,073	(\$577,315)	
Interest Income	205,620	11,946	(\$193,674)	1,030,502	116,644	(\$913,858)	
Other income	119,740	64,859	(\$54,881)	417,181	221,299	(\$195,882)	
Total Operating Income	\$8,806,958	\$3,308,954	(\$5,498,004)	\$44,916,236	\$16,908,090	(\$28,008,146)	The Authority's Total Operating Income for November was \$5.49 million below budget. Every Income category was below budget for the month. Total Operating Income through November was \$28 million below budget due to the pandemic.
EXPENSE :							
Wages & salaries	\$13,773,225	\$14,110,868	(\$337,663)	\$64,007,912	\$64,813,232	(\$805,320)	
Employee benefits	13,724,641	12,946,957	\$777,684	71,037,611	65,151,881	\$5,885,730	
Materials & supplies	3,944,337	2,997,232	\$947,105	20,288,309	15,673,364	\$4,614,945	
Provision for injuries & damages	362,415	127,247	\$235,168	2,122,075	1,138,912	\$983,163	
Purchased services	1,654,097	1,242,490	\$411,607	8,541,996	4,483,873	\$4,058,123	
Utilities	687,339	516,140	\$171,199	3,436,895	2,285,111	\$1,151,784	
Other expense	1,096,627	714,575	\$382,052	6,763,205	3,580,209	\$3,182,996	
ACCESS program service	2,435,235	2,093,262	\$341,973	12,176,175	10,699,224	\$1,476,951	
Total Expense	\$37,677,916	\$34,748,791	\$2,929,125	\$188,374,178	\$167,825,806	\$20,548,372	Total Expense was \$2.9 million below budget for the month of November. Every expense category except Wages & Salaries was below budget for the month of November. Total Operating Expense through November was \$20.5 million under budget.
Deficit before Subsidy	(\$28,870,958)	(\$31,439,837)	(\$2,568,879)	(\$143,457,942)	(\$150,917,716)	(\$7,459,774)	
Operating Subsidy:							
County Drink Tax Revenue			\$0			\$0	
RAD Assistance - Local	410,715	782,143	\$371,428	1,510,715	1,510,715	\$0	
Gen Operating Assist - State	23,075,208	23,075,208	\$0	102,655,189	103,191,921	\$536,731	
Gen Op Assist - State Match 5310			\$0			\$0	
Defer State Operating Assist			\$0			\$0	
Cost of Contracting	591,086	591,086	\$0	2,454,469	2,454,469	\$0	
Redistribute to Vehicle Overhaul	550,000	-	(\$550,000)	2,190,000	411,181	(\$1,778,819)	
Redistribute to Capital Accounts	168,383	211,395	\$43,012	845,915	977,414	\$131,499	
Fringe Benefits Redistrib Cap Accts	85,000	100,305	\$15,305	425,000	423,393	(\$1,607)	
Preventive Maintenance	2,288,629	2,288,629	\$0	17,767,994	17,767,994	\$0	
Third Party Reimbursements	5,000	35,704	\$30,704	71,000	170,622	\$99,622	
ACCESS-5310 revenue			\$0			\$0	
ACCESS-PWD	51,600	32,337	(\$19,263)	258,000	196,960	(\$61,040)	
CARES - Port Authority	8,333	4,849,048	\$4,840,715	41,665	4,849,048	\$4,807,383	
CARES - County		1,443,240	\$1,443,240		3,967,457	\$3,967,457	
Total Subsidy	\$27,233,954	\$33,409,095	\$6,175,140	\$128,219,947	\$135,921,173	\$7,701,226	Total Subsidy exceeded budget by \$6.1 million for the month and \$7.7 million for the fiscal year. This variance was primarily due to CARES Act subsidy that offset reduced Passenger Revenue.
Surplus/Deficit	(\$1,637,004)	\$1,969,258	\$3,606,261	(\$15,237,995)	(\$14,996,543)	\$241,452	



PORT AUTHORITY OF ALLEGHENY COUNTY
COMPARATIVE SUMMARY OF REVENUES AND EXPENSES

	Monthly Actuals			Year to Date Actuals			Notes
	November 2019	November 2020	Variance	FY2020	FY2021	Variance	
REVENUE :							
Passenger revenue -							
Bus, Light Rail & Incline Plane	\$7,292,765	\$2,561,443	(\$4,731,322)	\$37,784,022	\$12,572,137	(\$25,211,885)	
ACCESS program service	865,477	496,727	(\$368,750)	4,467,947	3,322,937	(\$1,145,010)	
Advertising	323,897	173,979	(\$149,918)	1,232,376	675,073	(\$557,303)	
Interest income	205,621	11,946	(\$193,675)	1,030,503	116,644	(\$913,859)	
Other income	119,196	64,859	(\$54,337)	381,477	221,299	(\$160,178)	
Total Operating Income	\$8,806,956	\$3,308,954	(\$5,498,002)	\$44,896,325	\$16,908,090	(\$27,988,235)	Total Operating Income through November was \$27.9 million below last fiscal year's level.
EXPENSE :							
Wages & salaries	\$13,317,514	\$14,110,888	(\$793,374)	\$61,747,754	\$64,813,232	(\$3,065,478)	
Employee benefits	12,504,099	12,946,957	(\$442,858)	63,875,559	65,151,881	(\$1,276,322)	
Materials & supplies	3,285,661	2,997,232	\$288,429	17,358,081	15,673,364	\$1,684,717	
Provision for injuries & damages	485,559	127,247	\$358,312	1,454,538	1,138,912	\$315,626	
Purchased services	1,139,791	1,242,490	(\$102,699)	3,953,320	4,483,873	(\$530,553)	
Utilities	420,953	516,140	(\$95,187)	2,417,464	2,285,111	\$132,353	
Other expense	(1,840,070)	714,575	(\$2,574,645)	969,206	3,580,209	(\$2,611,003)	
Interest	0	0	\$0	0	0	\$0	
ACCESS program service	1,926,379	2,093,262	(\$166,883)	11,755,529	10,699,224	\$1,056,305	
Total Expense	\$31,219,886	\$34,748,791	(\$3,528,905)	\$163,531,451	\$167,825,806	(\$4,294,355)	Total Expense through November is \$4.2 million higher than last fiscal year due to higher Wages & Salaries, Benefits and Other Expense
Deficit before Subsidy	(\$22,412,930)	(\$31,439,837)	(\$9,026,907)	(\$118,635,126)	(\$150,917,716)	(\$32,282,590)	
Operating Subsidy:							
County Drink Tax Revenue			-			-	
RAD Assistance - Local	275,000	782,143	507,143	1,375,000	1,510,715	135,715	
Gen Operating Assist - State	16,494,423	23,075,208	6,580,785	96,074,403	103,191,921	7,117,518	
Gen Op Assist - State Match 5310			-			-	
Defer State Operating Assist			-			-	
Cost of Contracting	2,171,365	591,086	(1,580,279)	3,928,227	2,454,469	(1,473,758)	
Redistribute to Vehicle Overhaul	906,665	-	(906,665)	2,758,016	411,181	(2,346,835)	
Redistribute to Capital Accounts	412,451	211,395	(201,056)	1,130,729	977,414	(153,315)	
Fringe Benefits Redistrib Cap Accts	144,444	100,305	(44,139)	407,066	423,393	16,327	
Preventive Maintenance	2,439,334	2,288,629	(150,705)	16,938,047	17,767,994	829,947	
Third Party Reimbursements	3,521	35,704	32,183	225,107	170,622	(54,485)	
ACCESS-5310 revenue			-			-	
ACCESS-PWD	50,517	32,337	(18,180)	256,087	196,940	(59,127)	
CARES - Port Authority		4,849,048	4,849,048		4,849,048	4,849,048	
CARES - County		1,443,240	1,443,240		3,967,457	3,967,457	
Total Subsidy	\$22,897,720	\$33,409,095	\$ 10,511,375	\$123,092,682	\$135,921,173	\$ 12,828,491	Total Subsidy is \$12.8 million higher than last fiscal year due to higher State Operating Assistance and CARES Act reimbursement.
Surplus/Deficit	\$484,790	\$1,969,258	\$ 1,484,468	\$4,457,556	(\$14,996,543)	(\$19,454,099)	

DECEMBER 2020 FINANCIAL STATEMENTS



Port Authority of Allegheny County
CONSOLIDATED STATEMENT OF NET POSITION

For the Current Period

As of December 31, 2020

	OPERN	CAPTL	TOTAL
<u>ASSETS</u>			
CURRENT ASSETS			
Cash and cash equivalents	\$ 100,321,109.80	\$ 23,038,863.04	123,359,972.84
Capital grants receivable	-	12,881,851.18	12,881,851.18
Other receivables	4,464,978.37	0.00	4,464,978.37
Prepaid expenses	1,830,361.71	-	1,830,361.71
Materials & supplies	19,314,734.40	-	19,314,734.40
Total Current Assets	125,931,184.28	35,920,714.22	161,851,898.50
NONCURRENT ASSETS			
Restricted assets for capital additions and related debt	-	17,961,147.87	17,961,147.87
Designated for reserve fund	40,471,824.00	-	40,471,824.00
Capital assets, net of accumulated depreciation	-	1,235,518,743.84	1,235,518,743.84
Total Non-Current Assets	40,471,824.00	1,253,479,891.71	1,293,951,715.71
TOTAL ASSETS	\$ 166,403,008.28	\$ 1,289,400,605.93	\$ 1,455,803,614.21
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred charge on refunding	-	6,451,332.02	6,451,332.02
Related to pensions	106,098,500.00	-	106,098,500.00
Related to OPEB	115,177,734.00	-	115,177,734.00
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 221,276,234.00	\$ 6,451,332.02	\$ 227,727,566.02
<u>LIABILITIES</u>			
CURRENT LIABILITIES			
Accounts payable	13,500,888.68	909,325.17	14,410,213.85
Accrued compensation, benefits & withholdings	15,961,253.84	-	15,961,253.84
Unearned revenue	135,524,493.19	31,105,655.41	166,630,148.60
Reserves for claims & settlements	6,456,215.00	-	6,456,215.00
Current portion of bond payable	-	13,830,000.00	13,830,000.00
Other current liabilities	-	2,751,962.55	2,751,962.55
Total Current Liabilities	171,442,850.71	48,596,943.13	220,039,793.84
NONCURRENT LIABILITIES			
Bond payable, net	-	144,801,999.15	144,801,999.15
Reserves for claims & settlements	4,843,711.00	-	4,843,711.00
Accrued OPEB liability	672,396,227.00	-	672,396,227.00
Net pension liability	358,065,922.00	-	358,065,922.00
Total Non-Current Liabilities	1,035,305,860.00	144,801,999.15	1,180,107,859.15
TOTAL LIABILITIES	\$ 1,206,748,710.71	\$ 193,398,942.28	\$ 1,400,147,652.99
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Related to pensions	94,333,985.00	-	94,333,985.00
Related to OPEB	16,732,378.00	-	16,732,378.00
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 111,066,363.00	\$ -	\$ 111,066,363.00
<u>NET ASSETS</u>			
TOTAL NET POSITION	\$ (985,155,399.43)	\$ 1,102,452,995.67	\$ 117,297,596.24



PORT AUTHORITY OF ALLEGHENY COUNTY
COMPARATIVE SUMMARY OF REVENUES AND EXPENSES

	Month of December 2020			6 Month Year-to-Date			Notes	
	Budget	Actual	Variance	Budget	Actual	Variance		
REVENUE :								
Passenger revenue -								
Bus, Light Rail & Incline Plane	\$7,599,632	\$2,425,334	(\$5,174,298)	\$45,347,850	\$1,499,471	(\$30,350,379)	<p>For the month of December, the Authority's Total Operating Income was \$5.61 million below. Passenger Revenues were \$5.17 million under budget due to continued low ridership as a result of the pandemic. At the midpoint of the fiscal year, the Authority's Total Operating Income is \$33.6 million below plan. Every revenue category is below plan at the mid-point of the fiscal year. This shortfall is indirectly eligible for CARES funding reimbursement.</p>	
ACCESS program service	917,458	529,946	(\$387,512)	5,385,405	3,852,884	(\$1,532,521)		
Advertising	250,599	206,950	(\$43,649)	1,502,987	882,023	(\$620,964)		
Interest income	182,337	5,653	(\$176,684)	1,212,839	122,298	(\$1,090,541)		
Other income	46,601	215,360	\$168,759	463,782	436,659	(\$27,123)		
Total Operating Income	\$8,996,627	\$3,383,243	(\$5,613,384)	\$53,912,863	\$20,291,335	(\$33,621,528)		
EXPENSE :								
Wages & salaries	\$19,272,273	\$19,124,384	\$147,889	\$83,280,185	\$83,937,616	(\$657,431)	<p>Total expense was \$26.2 million under budget for the month of December. Employee Benefits was \$1.22 million over budget primarily due to a required, retroactive payment of \$1.82 million to the ATU Pension Plan. Utilities exceed budget due to higher Propulsion Power, Telecommunications and Natural Gas expense. At the mid-point of the fiscal year, Total Expense is \$21.1 million below budget with every category other than Salary & Wages below budget.</p>	
Employee benefits	16,477,715	17,754,949	(\$1,277,234)	87,515,325	82,906,830	\$4,608,495		
Materials & supplies	3,943,967	3,496,725	\$447,242	24,232,276	19,170,089	\$5,062,187		
Provision for injuries & damages	362,415	207,980	\$154,435	5,408,302	1,346,892	\$4,061,410		
Purchased services	1,660,575	1,544,126	\$116,449	10,202,571	6,027,999	\$4,174,572		
Utilities	687,339	728,948	(\$41,609)	4,124,234	3,014,060	\$1,110,174		
Other expense	1,111,432	132,689	\$978,743	4,950,825	3,712,898	\$1,237,927		
Interest			\$0			\$0		
ACCESS program service	2,435,235	2,335,096	\$100,139	14,611,410	13,034,320	\$1,577,090		
Total Expense	\$45,950,951	\$45,324,897	\$626,054	\$234,325,128	\$213,150,704	\$21,174,424		
Deficit before Subsidy	(\$36,954,324)	(\$41,941,654)	(\$4,987,330)	(\$180,412,265)	(\$192,859,369)	(\$12,447,104)		
Operating Subsidy:								
County Drink Tax Revenue	\$ 4,818,217	\$ -	(\$4,818,217)	\$ 4,818,217	\$ -	(\$4,818,217)		<p>Total Subsidy for the month of December was \$4.6 million below budget due to lower local Drink Tax Subsidy and State Operating Assistance. The variance in local subsidy was offset with County CARES Act funding. Total Subsidy at the mid-point of the fiscal year is \$3.06 million above budget primarily due to timing issue in CARES receipts versus budget in offsetting subsidy categories.</p>
RAD Assistance - Local	275,000	182,142	(\$92,858)	1,785,715	1,692,857	(\$92,858)		
Gen Operating Assist - State	25,551,687	19,771,057	(\$5,780,630)	128,206,876	122,962,978	(\$5,243,899)		
Gen Op Assist - State Match 5310			\$0			\$0		
Defer State Operating Assist			\$0			\$0		
Cost of Contracting	1,479,499	1,479,499	\$0	3,933,968	3,933,968	\$0		
Redistribute to Vehicle Overhaul	550,000		(\$550,000)	2,740,000	411,181	(\$2,328,819)		
Redistribute to Capital Accounts	168,383	179,022	\$10,639	1,014,298	1,156,436	\$142,138		
Fringe Benefits Redistrib Cap Accts	85,000	100,100	\$15,100	510,000	523,493	\$13,493		
Preventive Maintenance	2,396,316	2,396,316	\$0	20,164,310	20,164,310	\$0		
Third Party Reimbursements	121,000	94,984	(\$26,016)	192,000	265,606	\$73,606		
ACCESS-5310 revenue			\$0			\$0		
ACCESS-PWD	51,600	33,357	(\$18,243)	309,600	230,316	(\$79,284)		
CARES - Port Authority	8,333		(\$8,333)	49,998	4,849,048	\$4,799,050		
CARES - County		6,634,246	\$6,634,246		10,601,703	\$10,601,703		
Total Subsidy	\$35,505,035	\$30,870,724	(\$4,634,311)	\$163,724,983	\$166,791,897	\$3,066,915		
Surplus/Deficit	(\$1,449,289)	(\$11,070,930)	(\$9,621,641)	(\$16,687,282)	(\$26,067,472)	(\$9,380,169)		



PORT AUTHORITY OF ALLEGHENY COUNTY
COMPARATIVE SUMMARY OF REVENUES AND EXPENSES

	Monthly Actuals			Year to Date Actuals			Notes
	December 2019	December 2020	Variance	FY2020	FY2021	Variance	
REVENUE :							
Passenger revenue -							
Bus, Light Rail & Incline Plane	\$7,608,934	\$2,425,334	(\$5,183,600)	\$45,392,955	\$14,997,471	(\$30,395,484)	
ACCESS program service	917,458	529,946	(\$387,512)	5,385,405	3,852,884	(\$1,532,521)	
Advertising	250,589	206,950	(\$43,639)	1,482,965	882,023	(\$600,942)	
Interest income	182,337	5,653	(\$176,684)	1,212,840	122,298	(\$1,090,542)	
Other income	37,401	215,360	\$177,959	418,878	436,659	\$17,781	
Total Operating Income	\$8,996,719	\$3,383,243	(\$5,613,476)	\$53,893,043	\$20,291,335	(\$33,601,708)	Total Operating Income is \$33.6 million below last fiscal year's total due to the pandemic's impact on the Authority. Income shortfalls are indirectly eligible for CARES reimbursement.
EXPENSE :							
Wages & salaries	\$18,628,996	\$19,124,384	(\$495,388)	\$80,376,750	\$83,937,616	(\$3,560,866)	
Employee benefits	16,025,661	17,754,949	(\$1,729,288)	79,901,220	82,906,830	(\$3,005,610)	
Materials & supplies	3,496,169	3,496,725	(\$556)	20,854,250	19,170,089	\$1,684,161	
Provision for injuries & damages	187,608	207,980	(\$20,372)	1,642,146	1,346,892	\$295,254	
Purchased services	1,005,110	1,544,126	(\$539,016)	4,958,430	6,027,999	(\$1,069,569)	
Utilities	664,969	728,948	(\$63,979)	3,082,433	3,014,060	\$68,373	
Other expense	735,729	132,689	\$603,040	1,704,935	3,712,898	(\$2,007,963)	
Interest	0		\$0	0		\$0	
ACCESS program service	2,284,324	2,335,096	(\$50,772)	14,039,853	13,034,320	\$1,005,533	Total expense at the mid-point of this fiscal year is \$6.59 million higher than FY20. This increase is primarily due to higher Wages & Salaries, Benefits, Purchased Services and Other Expenses.
Total Expense	\$43,028,566	\$45,324,897	(\$2,296,331)	\$206,560,017	\$213,150,704	(\$6,590,687)	
Deficit before Subsidy	(\$34,031,847)	(\$41,941,654)	(\$7,909,807)	(\$152,666,974)	(\$192,859,369)	(\$40,192,395)	
Operating Subsidy:							
County Drink Tax Revenue	\$ -	\$ -	-	\$ -	\$ -	-	
RAD Assistance - Local	275,000	182,142	(\$92,858)	1,650,000	1,692,857	42,857	
Gen Operating Assist - State	25,551,687	19,771,057	(\$5,780,630)	121,626,091	122,962,978	1,336,887	
Gen Op Assist - State Match 5310			-			-	
Defer State Operating Assist			-			-	
Cost of Contracting		1,479,499	1,479,499	3,928,227	3,933,968	5,741	
Redistribute to Vehicle Overhaul	540,810		(\$540,810)	3,298,826	411,181	(2,887,645)	
Redistribute to Capital Accounts	195,861	179,022	(\$16,839)	1,326,590	1,156,436	(170,154)	
Fringe Benefits Redistrib Cap Accts	88,094	100,100	12,006	495,160	523,493	28,333	
Preventive Maintenance	1,983,782	2,396,316	412,534	18,921,828	20,164,310	1,242,482	
Third Party Reimbursements	205,758	94,984	(110,774)	430,866	265,606	(165,260)	
ACCESS-5310 revenue			-			-	
ACCESS-PWD	52,856	33,357	(19,499)	308,943	230,316	(78,627)	
CARES - Port Authority			-		4,849,048	4,849,048	
CARES - County		6,634,246	6,634,246		10,601,703	10,601,703	
Total Subsidy	\$28,893,848	\$30,870,724	\$ 1,976,876	\$151,986,531	\$166,791,897	\$ 14,805,366	Total Subsidy through the mid-point of the fiscal year is \$14.8 million higher than last fiscal year. Principally this due to receipt of CARES Funding that is an offset for reduced Passenger Revenue and Local Subsidy.
Surplus/Deficit	(\$5,137,999)	(\$11,070,930)	\$ (5,932,931)	(\$680,443)	(\$26,067,472)	(\$25,387,029)	