



ITEM ID: 2023-336-0

TRANSMITTAL DATE: October 20, 2023

MEETING DATE: October 27, 2023

TO: Board of Directors

FROM: Arnold Hackett, Chief Financial Officer

SUBJECT: Addition to Continuing Resolution for Arrow Service funding for FY24

Issue

San Bernardino County Transportation Authority (SBCTA) has requested that the four-month continuing budget resolution be increased to include an additional month of funding.

Recommendation

Audit and Finance Committee recommended (4-0) that the Board approve an additional month for the Continuing Resolution for Arrow Service in the amount of \$1,512,339.

Strategic Commitment

This report aligns with the Strategic Business Plan commitment of:

- **Modernizing Business Practices:** We will improve our operational efficiency through transparency, objective metrics and streamlined governance, reducing over-reliance on subsidy while bringing our system into a state of good repair and investing in the development of our employees. Deferral of the FY24 Arrow Budget will allow for the gathering of actual data, producing a more accurate budget.

Background

On June 23, 2023, the SCRRA Board of Directors approved a four-month continuing resolution in the amount of \$6,239,915 to provide funding for Arrow service, in lieu of a FY24 Budget.

This action was taken at the behest of SBCTA, who requested that adoption of an Operating Budget for FY24 be deferred for four months to allow for a budget to be constructed on the actuals experienced over the past nine months.

SBCTA has now requested that an additional month be added to the continuing resolution to allow for a budget item to be taken to their Board for approval at the end of November 2023.

Discussion

In order to fund the service for an additional month, staff is requesting that the continuing resolution approved on June 23, 2023 be increased by \$1,512,339, for a new total amount for the five months not to exceed \$7,752,254. The amount is to be utilized to cover the entire five months of expense.

Budget Impact

Approval of this item by the Board will create an additional month of Continuing Resolution to support the Arrow service in the amount of \$1,512,339. This amount will be funded in its entirety by SBCTA.

Next Steps

Staff will continue to work collaboratively with SBCTA to finalize the FY24 Budget for Arrow service.

It is anticipated that a budget will be adopted by SBCTA in November 2023. At such time as an FY24 Budget is approved for Arrow service, the Continuing Resolution will be replaced by that Adopted Budget.

Prepared by: Christine J. Wilson, Senior Finance Manager

Approved by: Arnold Hackett, Chief Financial Officer

Attachment(s)

[Presentation - Additional Month for Arrow Service Continuing Resolution](#)