

Reserve Fund Discussion



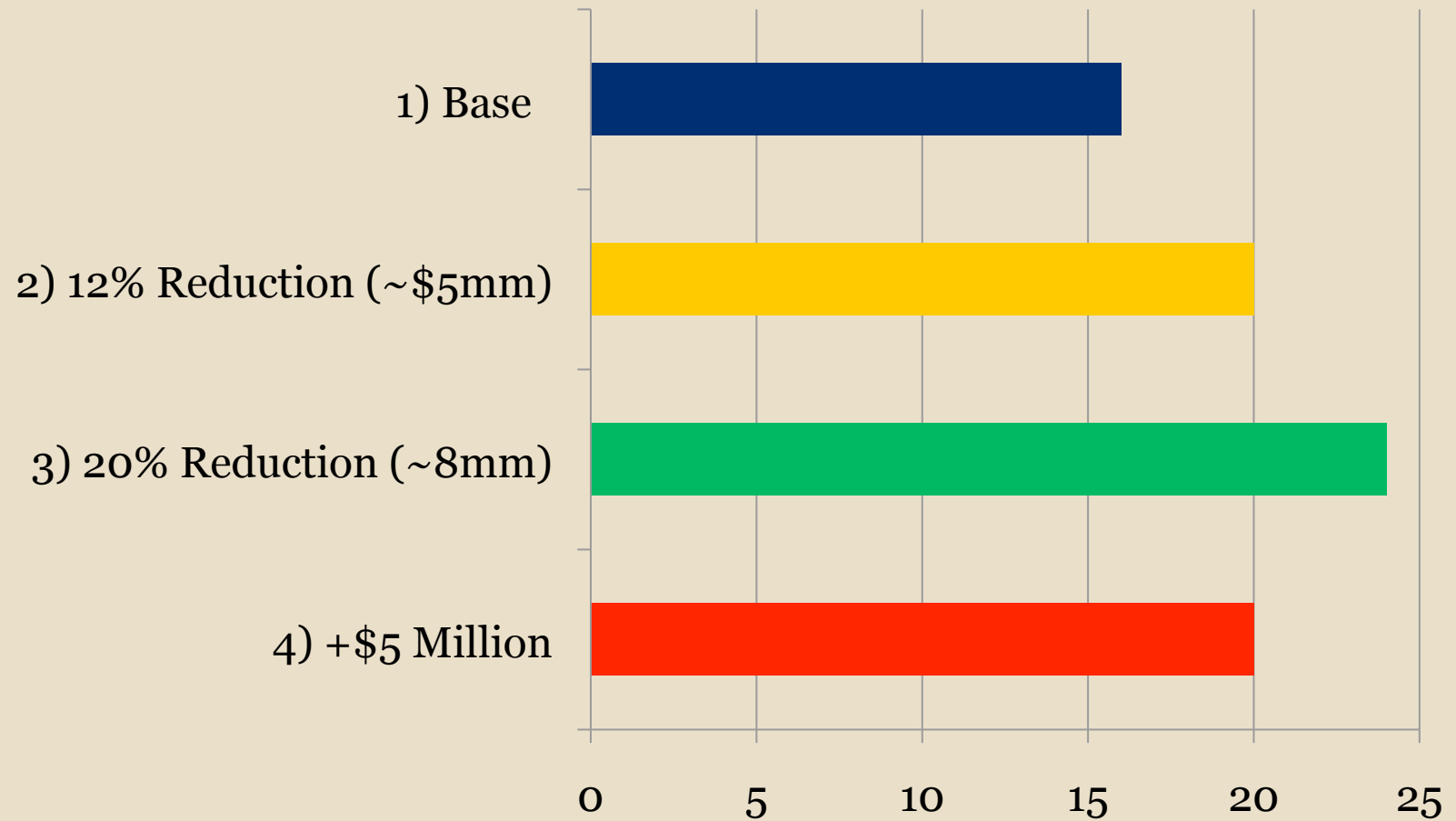
MAY 22, 2013

Reserve Fund Basic Assumptions



- Operating expense - 2.5%
- Fare increase 2014, 2017, 2020, 2023
 - Fixed Route 25¢
 - ADA Para-transit increased to allowable limit
- Sales tax growth - 1%
- Excludes potential savings from CNG conversion

Reserve Fund



Reserve Fund Balance



- Scenario #1 base (basic assumptions)
- Reserve fund depletes KCMO contract year 2016/17

Reserve Fund Balance (con't)



- Scenario #2 Service Reduction May 2014
 - Service reduction of 11.8%
 - Operating expense reduction ~ \$4.95 million
- Reserve fund depletes KCMO contract year 2019/20

Reserve Fund Balance (con't)



- Scenario #3 Service Reduction May 2014
 - Service reduction of 19.8%
 - Operating expense reduction ~ \$8.25 million
- Reserve fund depletes KCMO contract year 2023/24

Reserve Fund Balance (con't)



- Scenario #4 Additional Mass Public Transit Fund (2014/15)
 - KCMO provides additional \$5 million (2014/15)
 - Growth 1% annually
- Reserve fund depletes KCMO contract year 2019/20