



ALAMEDA-CONTRA COSTA TRANSIT DISTRICT

Master Minute Order

File Number: 21-412

Report ID: 21-412

Type: Regular - Planning

Status: Received

Agenda
Section:

Meeting Body: Board of Directors -
Regular Meeting

Report Created: 08/25/2021

Final Action: 09/22/2021

ded Action: Consider receiving a report on the trend of hourly cost of service. [Requested by Director Shaw - 8/11/2021].

Sponsors:

Enactment Date:

Attachments: STAFF REPORT, Att.1. Cost Per Hour Comparisons,
RED FOLDER D1D2 revenues detail, RED FOLDER
D1D2 ridership, RED FOLDER NTD comparison data

Enactment Number:

Hearing Date:

Effective Date:

History of Legislative File

Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
Board of Directors - Regular Meeting	09/22/2021	Received				Pass
Action Text:	MOTION: ORTIZ/YOUNG to receive a report on the trend of hourly cost of service. The motion carried by the following vote:					
Notes:	<i>[An Analysis of District1/District 2 Revenues and Ridership as well as information on the trend of Cost Per Revenue Hour was presented at the meeting for the Board's consideration.]</i>					

Chief Financial Officer Chris Andrichak presented the staff report.

Public Comment:

Sheela Gunn-Cushman commented that she was concerned about the escalating costs and the fact that there is less service, fewer operators, and a need for better bus service.

Board Discussion:

President Ortiz asked about the allocation of revenues to Special District 2 and the meaning of "Local Operating Assistance". Mr. Andrichak advised that the charts in the staff report represented the percentage amount of growth in revenues over a period of time and that revenues assigned to Special District 2 actually represented

a small amount of money. In addition, Local Operating Assistance refers to operating revenues from local sources such as Regional Measure 2 or other agencies that pay for contracted service.

Vice President Young observed that fringe benefits seemed high and wanted to know what was included in the fringe benefit category. Mr. Andrichak advised that this category is for everything paid to employees in addition to their salary, such as healthcare and workers' compensation insurance. Director Young requested greater clarification in future reports.

Director Shaw commented that her main concern was the District's ability to deliver reliable and sustainable service to riders. She further observed that service increased by 2% while cost increased by 7% and was very concerned that the District may not be able to add service because it will not be able to afford it, pointing out that any new monies the District receives will be needed to cover costs rather than add new service. Mr. Andrichak agreed with this analysis.

Director Walsh was also concerned about escalating operating costs and wanted to know what the driving factor was. Mr. Andrichak advised that labor costs were the driving factor along with fuel and materials costs. He added that overtime is also partly responsible, but there are a combination of things contributing to the cost of service.

Ayes: 6 President Ortiz, Vice President Young, Director Walsh, Director Beckles,
Director Shaw, Director Peeples
Absent: 1 Director Williams
