

The MARTA logo is positioned in the upper right corner of the slide. It consists of the word "marta" in a white, lowercase, sans-serif font, followed by a stylized graphic of three parallel diagonal lines in blue, yellow, and red. The background of the slide is a blurred image of a MARTA train in motion, with a colorful mural visible on the side of the train. A large orange diagonal shape is overlaid on the left side of the slide.

marta

RIDERS' ADVISORY COUNCIL

MARTA'S FINANCE & GOVERNANCE

Presented by: Kevin Hurley – Deputy Chief Financial Officer

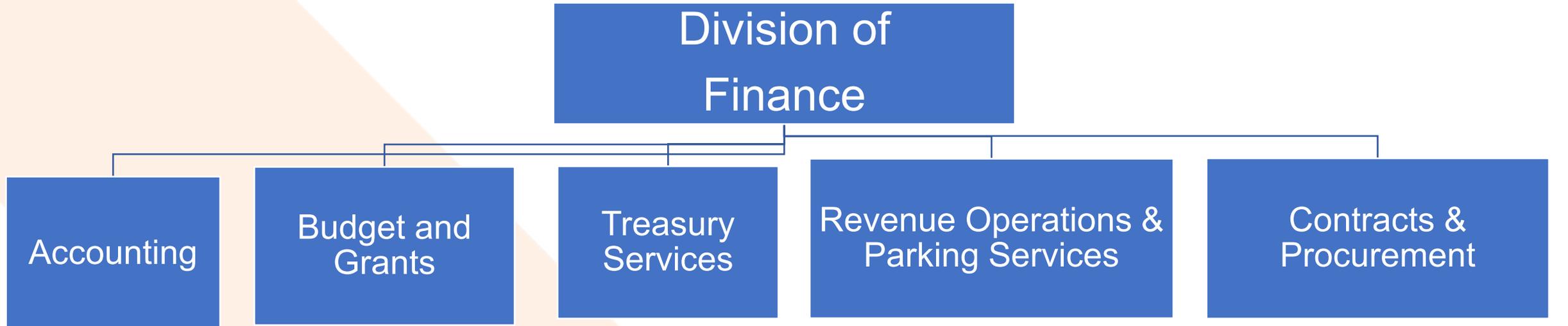
A smaller version of the MARTA logo is located in the bottom right corner of the slide. It features the word "marta" in a black, lowercase, sans-serif font, followed by the same stylized graphic of three parallel diagonal lines in blue, yellow, and red.

marta

DEPARTMENT OF FINANCE



About MARTA Finance



228

Full-time Employees

43

Part-Time Employees

5

Offices within Finance

MARTA Finance Responsibilities



- ✓ Financial Planning and Analysis
- ✓ Cash and Investment Management
- ✓ Accounts Payable and Receivable
- ✓ Payroll
- ✓ Cost Analysis
- ✓ General Ledger and Financial Reporting
- ✓ Property (Fixed Assets)
- ✓ Accounting System Administration
- ✓ Revenue Collection and Processing
- ✓ Media Sales
- ✓ Revenue Settlement and Clearinghouse
- ✓ Parking Services
- ✓ Operating and Capital Budgets
- ✓ Strategic Performance Management
- ✓ Financial Systems
- ✓ Capital Improvement Program Management & Oversight
- ✓ Federal and State Grants
- ✓ Contracts & Procurement and Material and Administrative Services



GOVERNANCE AND FUNDING



How MARTA Was Created



MARTA Act of 1965

- ✓ Defines governance structure – Board of Directors
- ✓ Authorizes levy of 1-cent sales tax subject to voter referendum
- ✓ Authorizes execution of transportation services contract (bus services only) with any county within five-county region
- ✓ Permits provision of transportation services across state (except rail)
- ✓ Provides for jurisdictions to enter into Rapid Transit Contract



MARTOC COMMITTEE



- ✓ Oversight Established by the Georgia Legislature
- ✓ Metropolitan Atlanta Rapid Transit Overview Committee (MARTOC)
 - Joint (House/Senate) committee
 - Comprised of 12 legislators



Funding Jurisdictions



Board of Directors Composition



JANUARY 1, 2017 AND AFTER

Voting Members



DeKalb
appointees



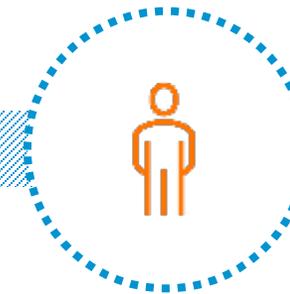
Fulton
appointees



COA
appointees



Clayton
appointees



Governor
appointee;
in MARTA
jurisdiction

Non-Voting



GDOT
Commissioner

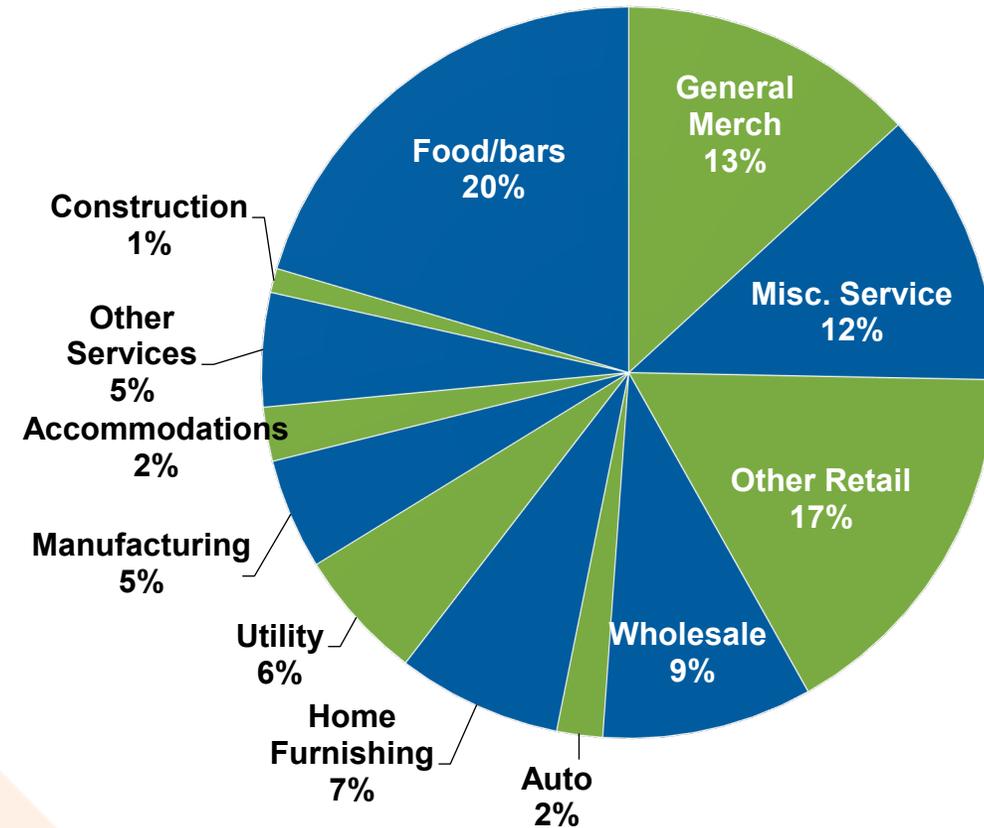


State Road and Tollway Authority
Executive Director

MARTA Tax Distributions



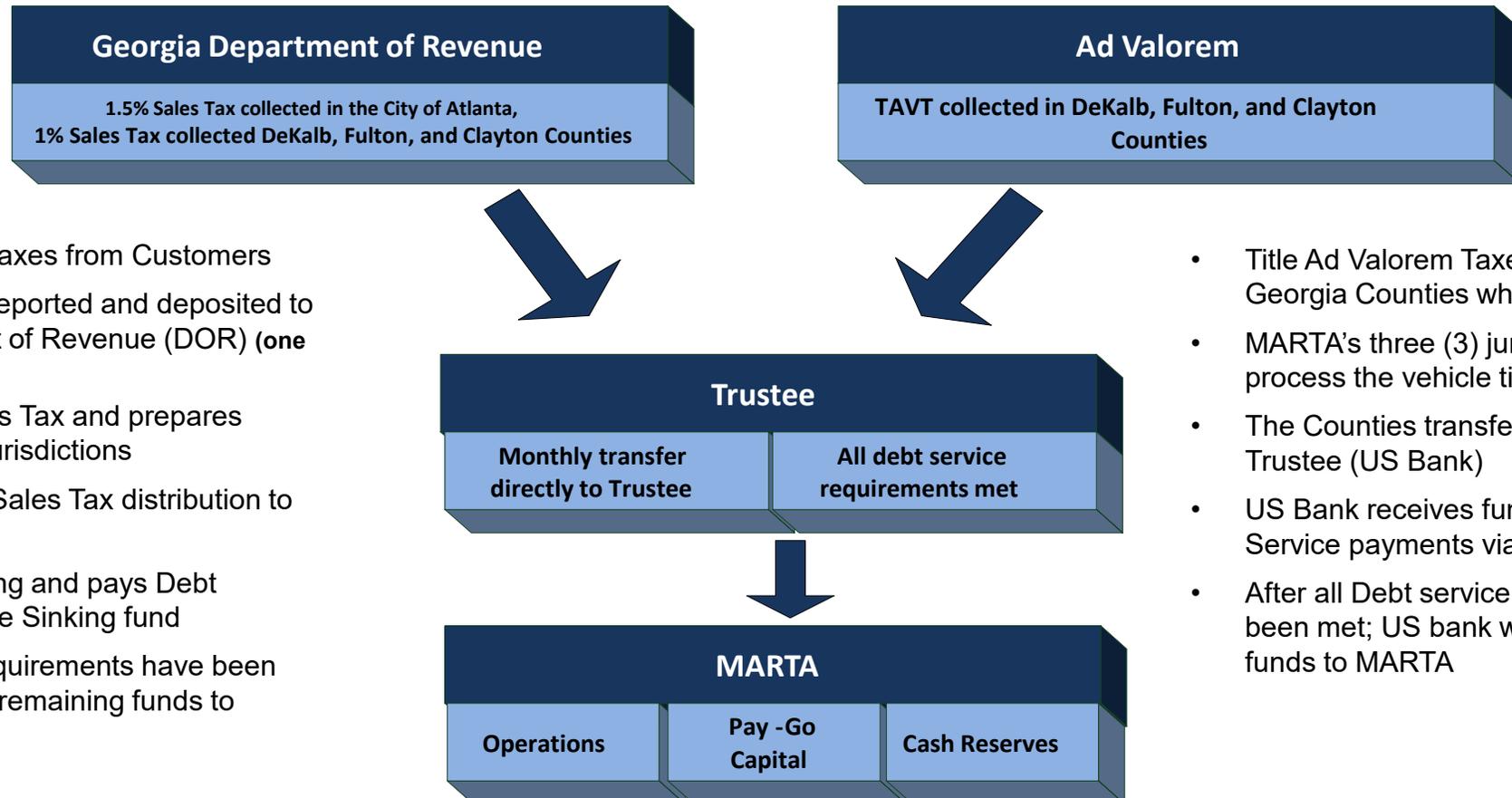
- ✓ 1% Sales Tax collected from Clayton, DeKalb, and Fulton Counties and 1.5% Sales Tax collected from City of Atlanta
- ✓ Vehicle TAVT received from Clayton, DeKalb & Fulton Counties
- ✓ Broad and balanced - low reliance on volatile sectors *



Source: Georgia Department of Revenue, Calendar Year 2021 Sales Tax Commodity Report

- Jurisdictions DeKalb, Fulton and Clayton Counties and City of Atlanta

FLOW OF FUNDS



- Retailers collect Sales Taxes from Customers
- Retail Sales Taxes are reported and deposited to the Georgia Department of Revenue (DOR) (one month lag time)
- DOR processes all Sales Tax and prepares distribution amount by jurisdictions
- DOR transfers MARTA Sales Tax distribution to Trustee (US Bank)
- US Bank receives funding and pays Debt Service payments via the Sinking fund
- After all Debt service requirements have been met; US bank wires the remaining funds to MARTA

- Title Ad Valorem Taxes are collected via Georgia Counties when vehicles are titled
- MARTA's three (3) jurisdictional counties process the vehicle title tax
- The Counties transfer MARTA TAVT to the Trustee (US Bank)
- US Bank receives funding and pays Debt Service payments via the Sinking fund
- After all Debt service requirements have been met; US bank wires the remaining funds to MARTA

MARTA: Funding Since Inception



\$11,902,924,000

of

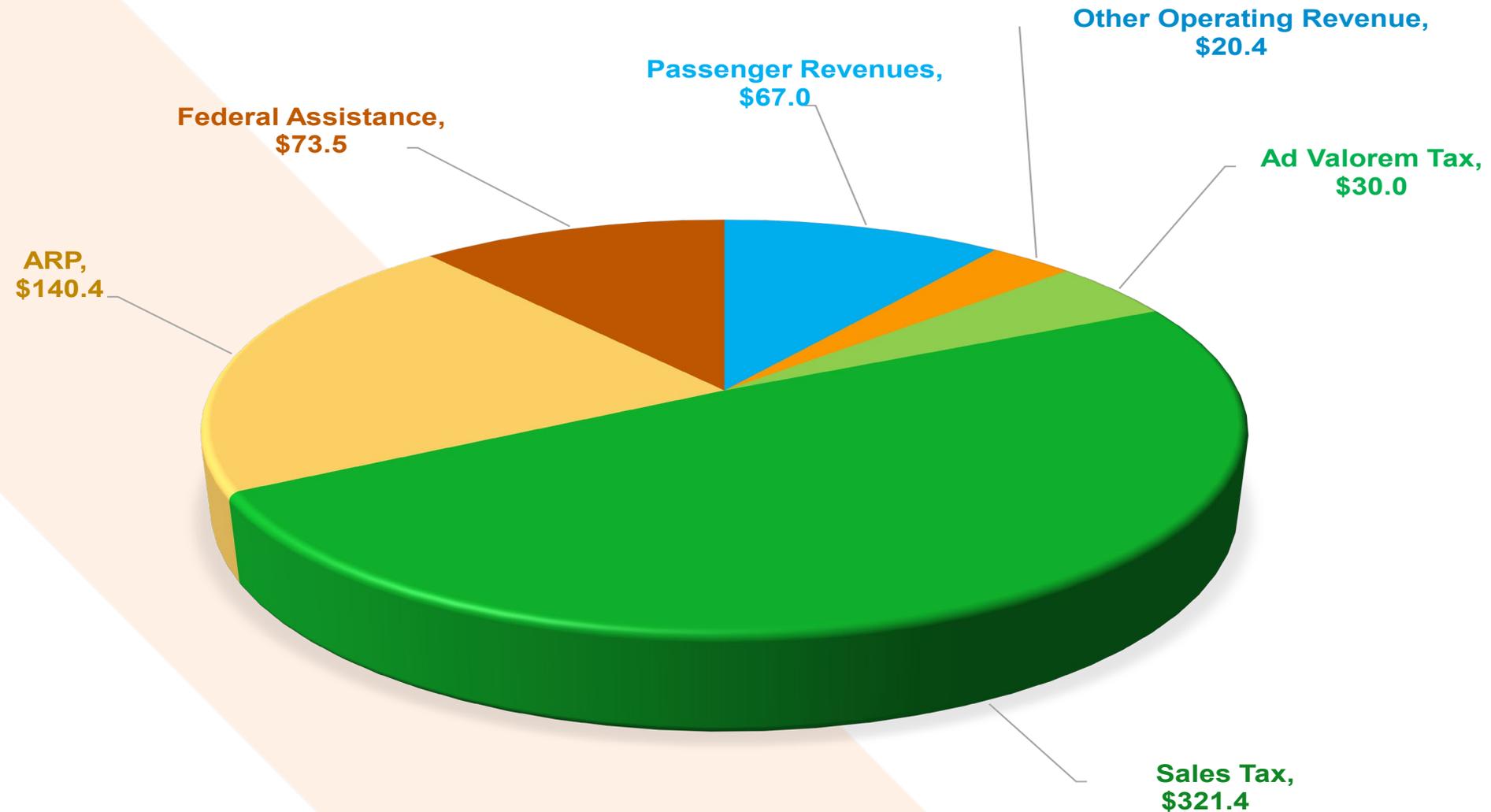
Investment since 1973



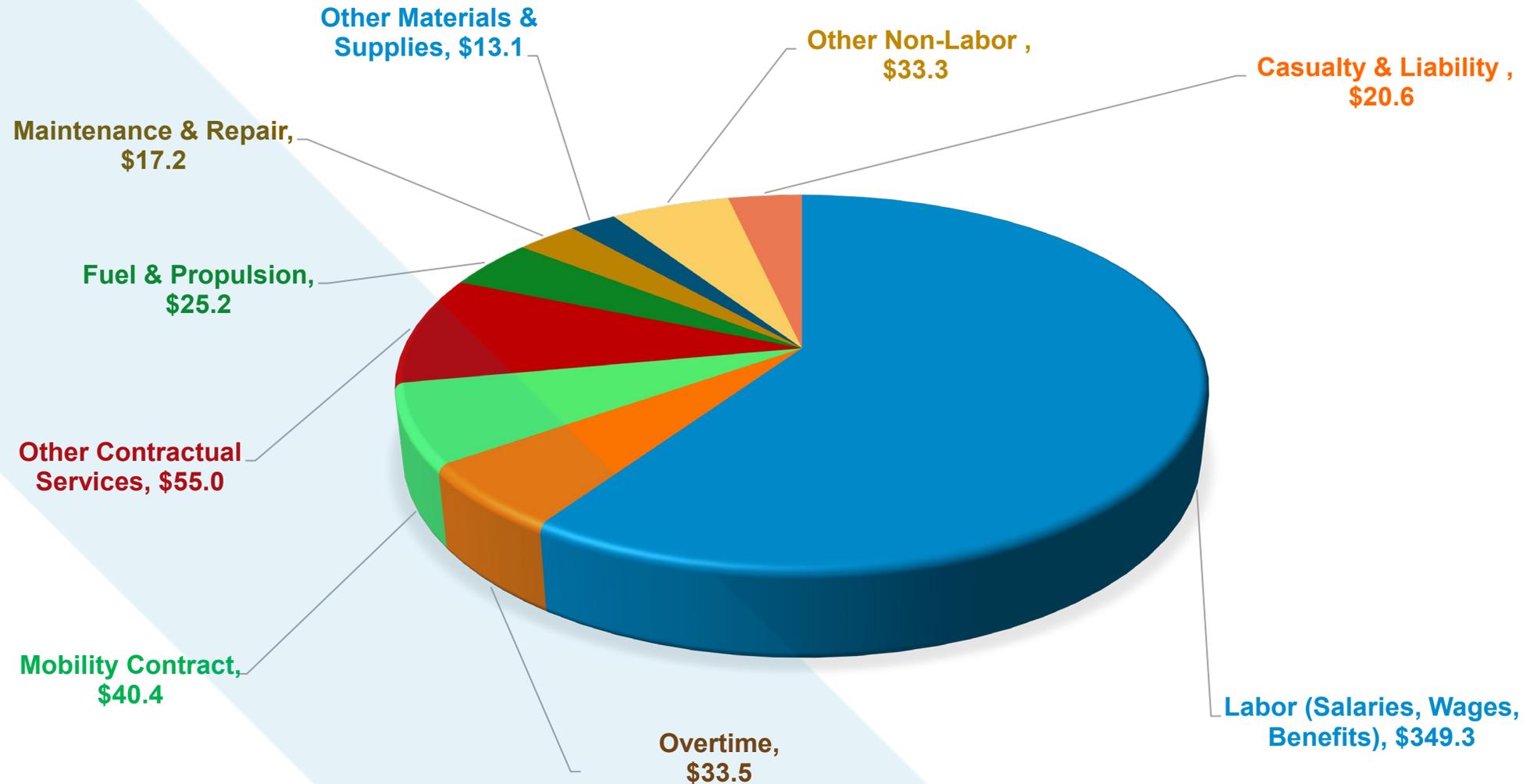
MARTA APPLICATION OF FUNDS



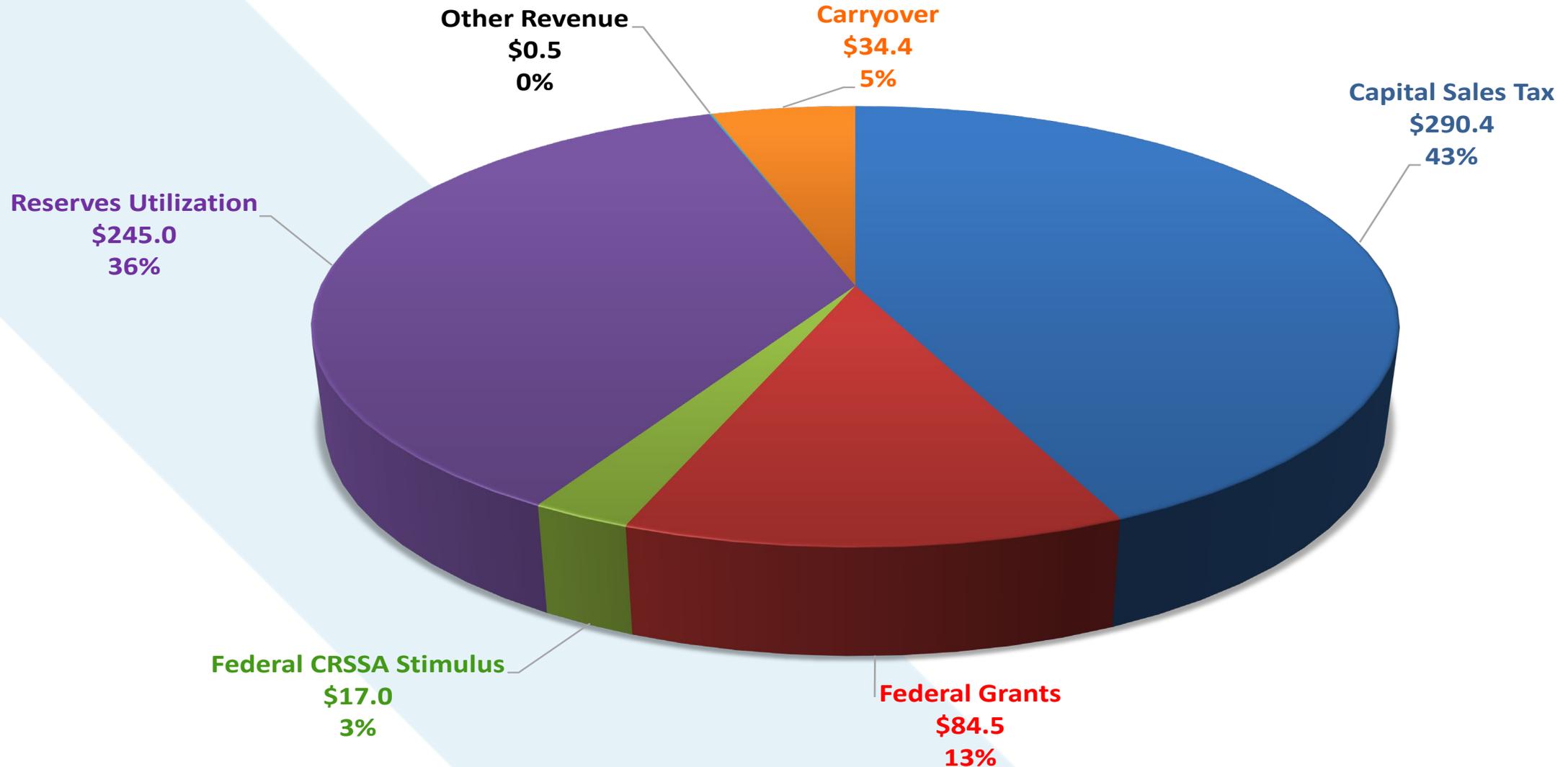
FY23 Budget Operating Revenue – \$652.7M



FY23 Budget Operating Expenses - \$587.6M

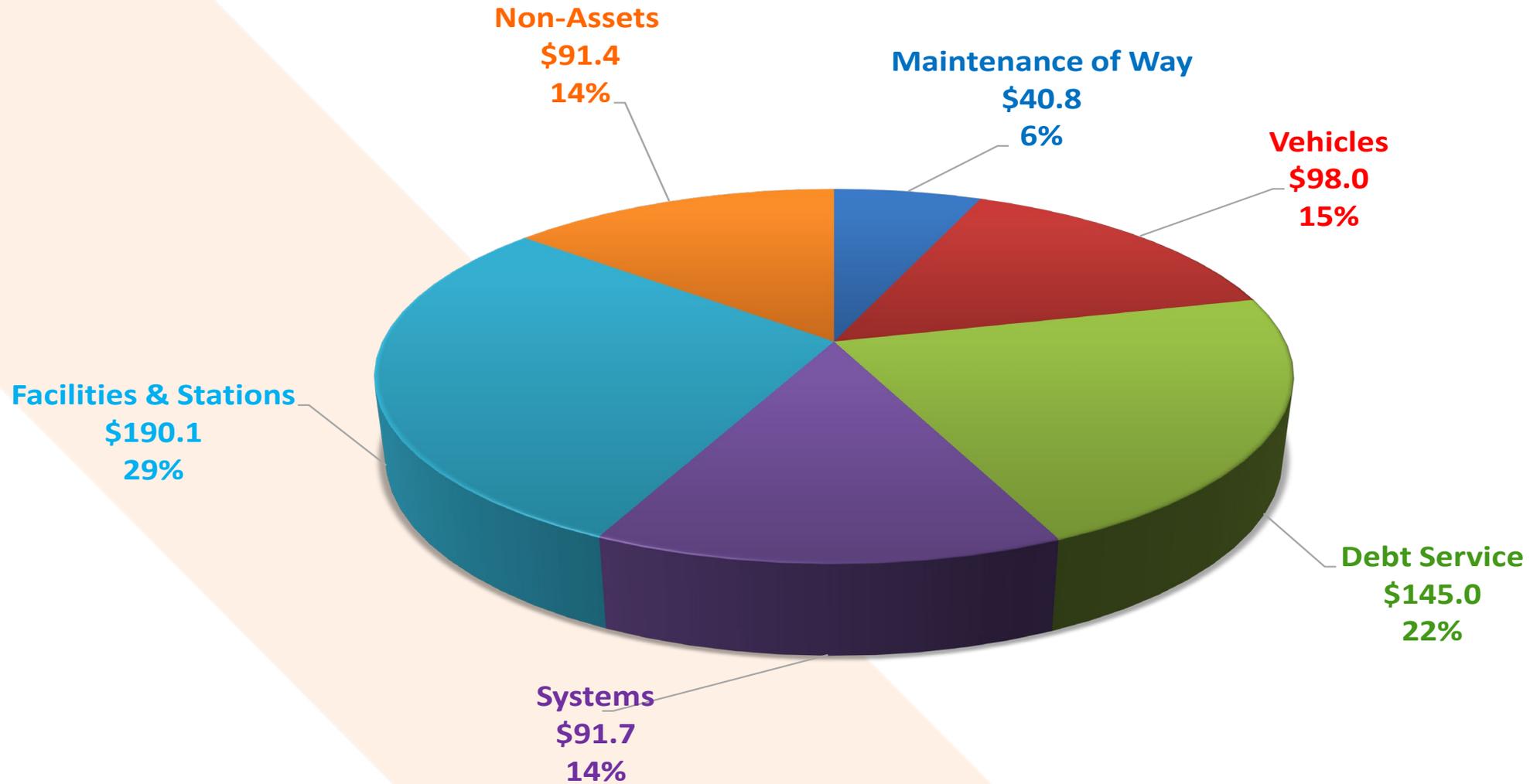


FY23 Budget Capital Sources – \$671.8M*



*Does not include More MARTA City of Atlanta or Clayton County funding

FY23 Budget Capital Uses - \$657.0M *



*Does not include More MARTA City of Atlanta or Clayton County project expenses

Capital Ten Year Plan



Metropolitan Atlanta Rapid Transit Authority FY23 - FY32 Capital Program Sources and Uses of Funds [\$millions]

	FY23	FY24	FY25	FY26	FY27	FY28	FY29	FY30	FY31	FY32	Totals
Beginning Balance	34.4										34.4
Revenues											
Capital Sales Tax	290.4	304.3	318.5	331.3	343.4	357.8	374.5	391.5	407.7	426.0	3,545.5
Actual Federal Funds	84.5	68.5	49.3	49.3	49.3	49.3	49.3	49.3	49.3	49.3	547.4
Federal CRSSA Stimulus Funds	17.0	16.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	33.5
Reserves Utilization	245.0	125.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	370.0
Other Revenue	0.5	0.5	0.5	0.6	0.6	0.6	0.6	0.6	0.7	0.7	5.9
Debt Issue	0.0	130.0	240.0	265.0	260.0	265.0	255.0	175.0	45.0	0.0	1,635.0
Total Sources of Funds	671.8	659.7	622.4	659.7	667.4	686.3	695.5	633.2	519.4	494.2	6,171.8
Expenditures											
Capital Program Summary	512.0	494.2	450.6	474.4	470.0	473.4	469.0	397.9	279.7	235.2	4,256.4
Debt Service (Bonds & FRN)	145.0	151.5	158.3	171.2	183.7	196.9	209.7	218.6	221.5	221.5	1,877.8
Total Uses of Funds	657.0	645.7	608.9	645.6	653.7	670.3	678.7	616.5	501.1	456.7	6,134.2

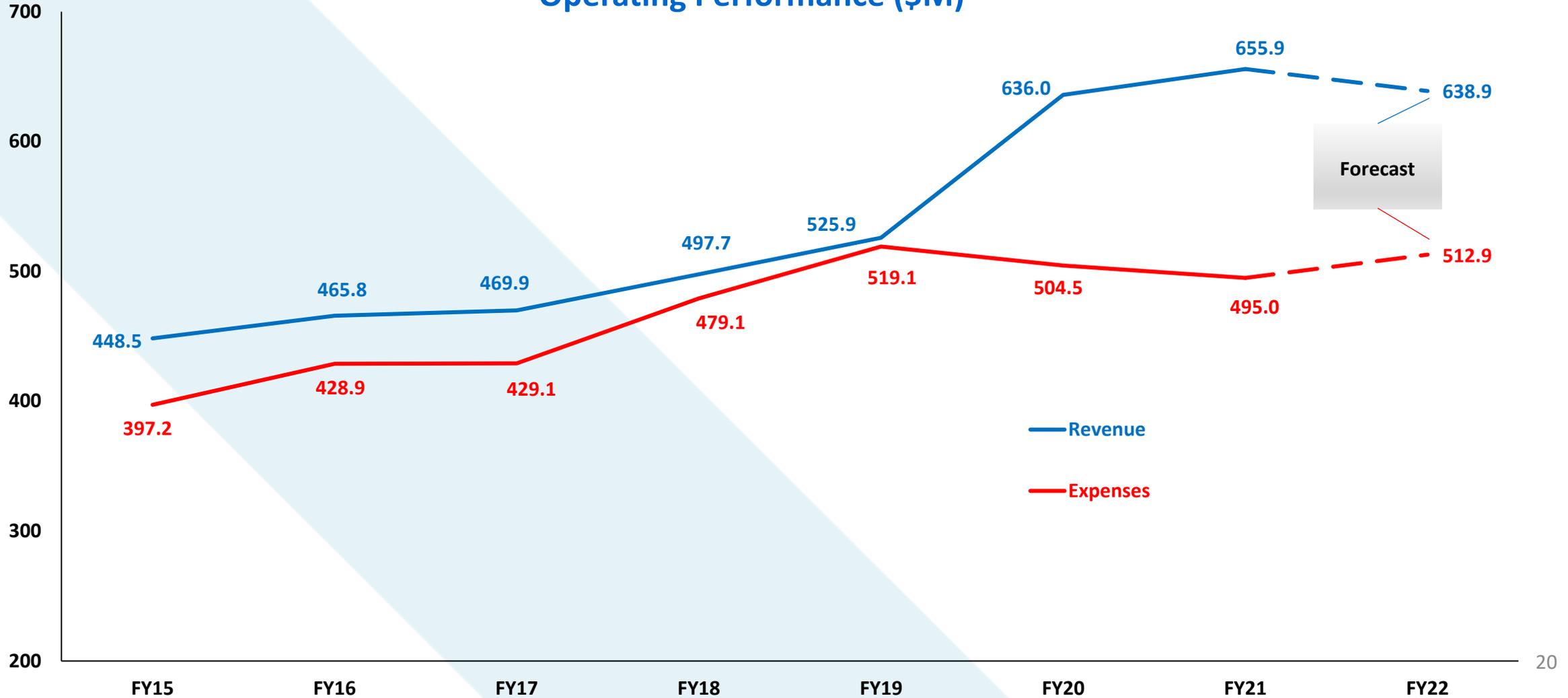
FINANCIAL STEWARDSHIP



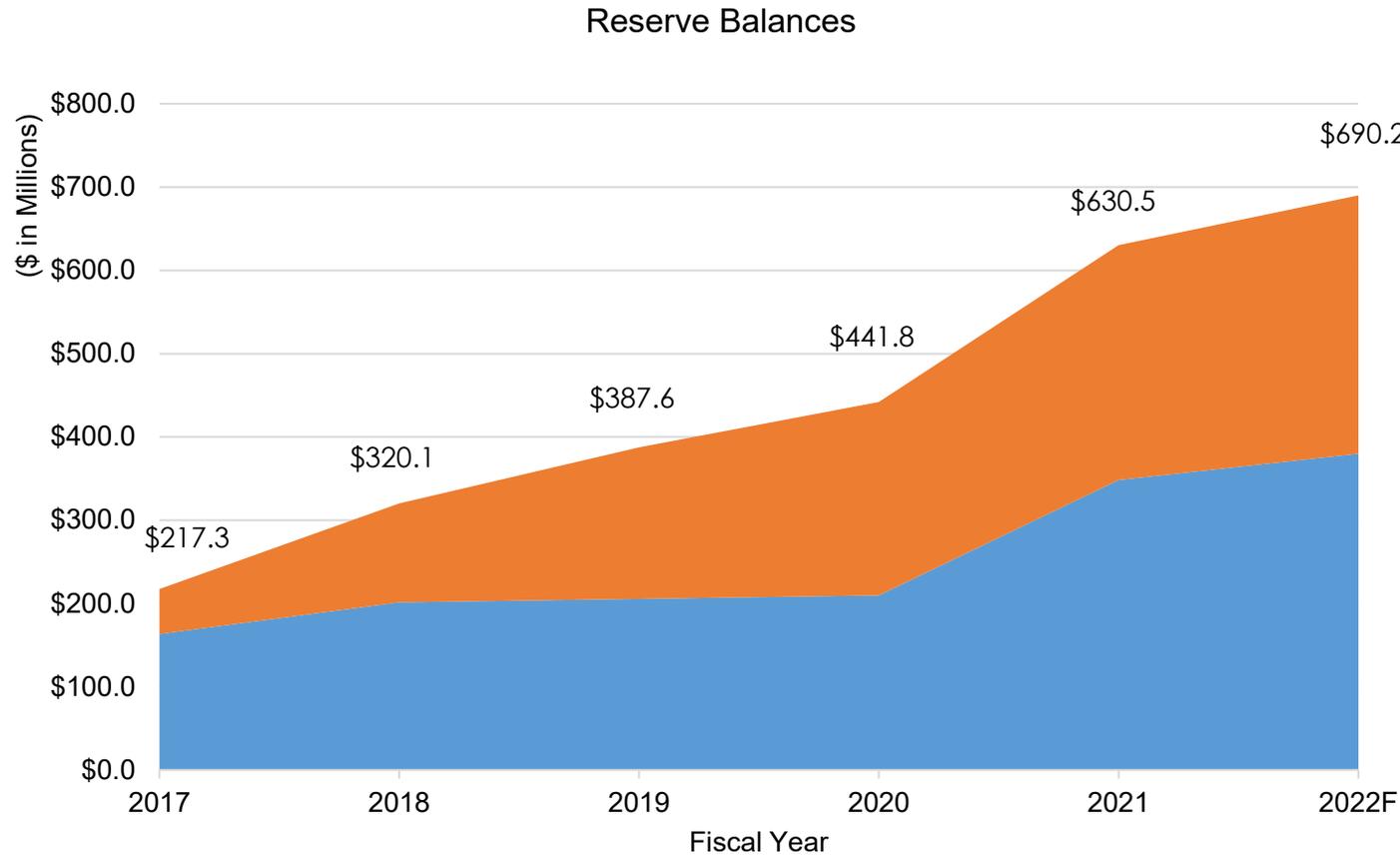
Financial Stewardship



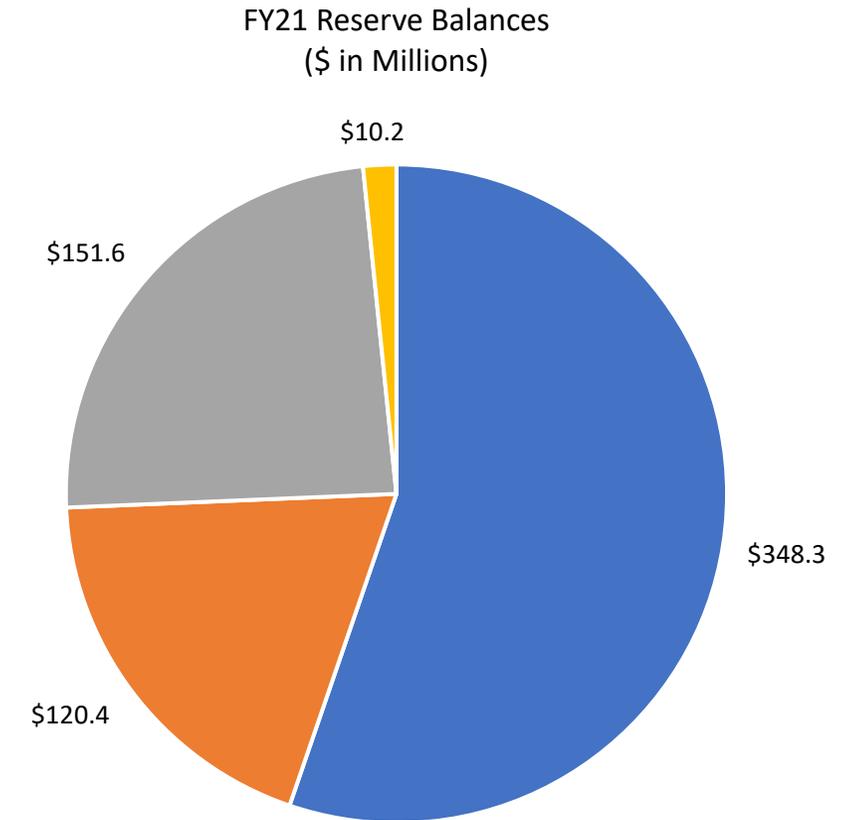
Operating Performance (\$M)



RESERVE BALANCES



■ Non-Dedicated Reserves ■ Dedicated Reserves



■ Non-Dedicated ■ City of Atlanta ■ Clayton County ■ Other Dedicated

Financial Stewardship



MARTA Credit Highlights

- ✓ Bondholders have 1st Lien parity on pledged tax receipts
- ✓ Healthy reserves to address unanticipated needs
- ✓ Strong debt coverage ratios
- ✓ Strong Local Economy
- ✓ S&P - AA+ - Moody's Aa2 - Fitch to AA -



QUESTIONS