

SEPTA | FISCAL YEAR 2024

OPERATING BUDGET HIGHLIGHTS

FACTORS INFLUENCING REVENUE BUDGET

- **Growth of 12% in total revenue** over FY2023 Budget
- Growth in **Key Advantage** (30,000+ Eligible Employees)
- Additional **Fare Enhancements** designed to increase ridership: a second free transfer, and Zone 1 + PHL Airport Regional Rail access for TransPass users
- **Fare increases deferred** for one more fiscal year
- Full Funding of **Shared Ride Program** (E&A Initiative)
- Significant **Investment Income** growth driven by interest rates and cash from bond proceeds

FACTORS INFLUENCING SUBSIDY BUDGET

- Final use of one-time **Federal COVID Relief Funding**, projected to exhaust before the end of FY2024 (Current Projection: April 2024)
- **Major structural deficit** in out-years of Five-Year Projections as Federal COVID Relief Funding exhausts
- Increased use of recurring **State & Local Subsidies** to balance the budget (23 consecutive years)

FACTORS INFLUENCING EXPENSE BUDGET

Key Factors

- Continued inflation, with budget-wide impacts such as material costs & fuel/electricity prices
- Strategic wage adjustments
- Ongoing vacancies in budgeted headcount
- Targeted capitalization of eligible expenses

Strategic Investments

- Substantial investments in **customer-facing and back-end technology improvements**, including website, mobile app, and real-time information
- Continued expansion of **Human Resources** recruitment & retention efforts
- Sustained development of “Safety, Cleaning, Ownership, Partnership & Engagement” (**SCOPE**) Program to support the vulnerable population on SEPTA’s system
- Support for **SEPTA Outreach Services**
- Ongoing implementation of SEPTA’s **Efficiency & Accountability (E&A) Transformation Program**
- Continued planning efforts to support **Bus Revolution & Reimagining Regional Rail Program**
- Significant support for **Capital Program**

OPERATING REVENUE

\$ Amounts in ('000)	2022	2023	2024
	Actual	Actual	Budget
Passenger Revenue	\$ 226,576	\$ 252,138	\$ 280,705
Shared Ride Program	7,301	9,545	25,306
Other Income	34,129	30,878	32,966
Investment Income	525	14,061	16,768
TOTAL OPERATING REVENUE	\$ 268,531	\$ 306,622	\$ 355,745

OPERATING SUBSIDY

\$ Amounts in ('000)	2022	2023	2024
	Actual	Actual	Budget
Federal	\$ 333,445	\$ 419,370	\$ 347,952
State	717,651	712,052	853,189
Local	103,648	102,987	122,553
Other	5,918	5,693	6,208
TOTAL SUBSIDY	\$ 1,160,662	\$ 1,240,102	\$ 1,329,902

OPERATING EXPENSES

\$ Amounts in ('000)	2022	2023	2024
	Actual	Actual	Budget
Labor & Fringe Benefits	\$ 1,039,378	\$ 1,054,910	\$ 1,135,259
Materials & Services	283,414	381,916	419,767
Injury & Damage Claims	22,808	7,073	28,339
Propulsion Power	23,906	33,300	39,423
Fuel	23,731	36,747	31,436
Vehicle & Facility Rentals	7,388	5,992	4,707
Depreciation	24,515	26,368	26,716
TOTAL EXPENSES	\$ 1,425,140	\$ 1,546,306	\$ 1,685,647

