



Revenue and Expense Report Fiscal Year Ended June 30, 2014 (FY2014)

- Legislative Report Chapter 6C, Section 28 -

Prepared By:

MassDOT Fiscal Office

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Addendum**

Massachusetts Bay Transportation Authority Statement of Revenue, Expenses, and changes in Net Position (page 6 of MBTA FINANCIAL STATEMENT)

SOURCES:

*Massachusetts Management, Accounting, and Reporting System

**Massachusetts Bay Transportation Authority Audited Financial Statements

NOTES:

(1) Totals may not add due to rounding.

Massachusetts Department of Transportation

Operating Revenue and Expense - FY2014

REVENUE	Actual
Toll Revenue	419,768,655
Operating Revenue	16,636,127
Commonwealth Transfers	503,669,646
Federal Grants	49,549,503
Motor Vehicle Inspection Trust Fund	31,826,019
Gaming Revenue	-
Investment Income	3,315,810
Total Revenues	1,024,765,760
OPERATING EXPENSE	
Employee Payroll, Fringe and Other Benefits	228,712,656
Materials, Supplies, Services	132,932,668
Office and Administrative Expenses	79,152,468
Construction and Maintenance	236,582,405
Grants, Subsidies, Contract Assistance	170,380,432
Total Operating Expense	847,760,629
DEBT SERVICE	
Principal	56,710,000
Interest	94,475,962
Total Debt Service	151,185,962
Total Operating Expense and Debt Service	998,946,591
Excess (deficit) Revenue over Expense before OFS	25,819,169
Other Financing Sources (OFS)	
Sale or Upfront Lease of Property Toll	2,129,103
Sale or Upfront Lease of Property Non-Toll	383,011
Metropolitan Highway System (MHS) Reserves	-
Western Turnpike (WT) Reserves	-
Tobin Reserves	1,675,972
Mass. Transportation Trust Fund (MTTF) Non-Toll Reserves	5,751,840
Motor Vehicle Inspection Trust Fund (MVITF) Reserves	1,083,055
Total Other Financing Sources	11,022,981
Net Revenue (Expense)	36,842,150

Massachusetts Department of Transportation

Operating Revenue Detail - FY2014

OPERATING REVENUES:	Actual
<i>Toll Revenue</i>	
MHS - Toll Collections	194,743,025
MHS - Departmental	16,333,993
MHS - Rental/Lease Income	11,879,647
WT - Toll Collections	129,693,957
WT - Departmental	9,828,795
WT - Rental/Lease Income	25,858,997
Tobin - Unpledged Toll Collections	31,334,011
Tobin - Unpledged Departmental	3,573
Toll - Federal Highway Reimbursement	92,657
<i>Subtotal Toll Revenue</i>	<i>419,768,655</i>
<i>Operating Revenue</i>	
Departmental	10,420,446
Rental/Lease Income	4,660,354
Federal Highway Reimbursement	1,555,327
<i>Subtotal Operating Revenue</i>	<i>16,636,127</i>
<i>Commonwealth Fund Transfer</i>	
MTTF Subsidy (1595-6368)	302,074,574
Merit Rating Board Subsidy (1595-6379)	8,960,017
Regional Transit Authority (RTA) Subsidy (1595-6370)	67,635,055
MHS Bonds & Central Artery Ops/Maintenance (1599-1970)	125,000,000
<i>Subtotal Commonwealth Transfers</i>	<i>503,669,646</i>
<i>Federal Grants</i>	<i>49,549,503</i>
<i>Motor Vehicle Inspection Trust Fund</i>	<i>31,826,019</i>
<i>Gaming Revenue</i>	<i>-</i>
<i>Investment Income</i>	
Investment Income Toll Pledged	2,956,417
Investment Income Toll Unpledged	123,593
Investment Income Non-Toll	208,320
Investment Income MVITF	27,480
<i>Subtotal Investment Income</i>	<i>3,315,810</i>
TOTAL REVENUE	1,024,765,760
OTHER FINANCING SOURCES	
Sale or Upfront Lease of Property Toll	2,129,103
Sale or Upfront Lease of Property Non-Toll	383,011
Tobin Reserves	1,675,972
MTTF Non-Toll Reserves	5,751,840
MVITF Reserves	1,083,055

Massachusetts Department of Transportation

Operating Expense Detail - FY2014

OPERATING EXPENSE	Actual
<i>Employee Payroll, Fringe and Other Benefits</i>	
Salaries: Regular, Supplemental and Other	152,910,143
Overtime	26,533,791
Special Employees	1,867,391
Other Employee Benefits	837,749
Workers' Compensation	4,621,104
Fringe	41,942,478
<i>Subtotal Employee Payroll, Fringe and Other Benefits</i>	228,712,656
<i>Materials, Supplies, Services</i>	
Operational Services	57,184,867
Consultant Services	11,846,856
Interdepartmental Service Agreements (ISA)	17,544,238
Benefit Programs	-
Equipment Purchase	39,542,395
Equipment Lease-Maintain/Repair	3,226,469
Facility Operational Expenses	3,587,843
<i>Subtotal Materials, Supplies, Services</i>	132,932,668
<i>Office and Administrative Expenses</i>	
Administrative Expenses	29,172,935
Energy Costs	23,582,785
Space Rental	8,729,701
IT Non-Payroll Expenses	15,869,410
Regular Employee Related Expenses	583,083
Loans and Special Payments	1,214,554
<i>Subtotal Office and Administrative Expenses</i>	79,152,468
<i>Construction and Maintenance</i>	
Construction/Maintenance Services	195,107,517
Construction/Maintenance Materials and Supplies	41,474,888
<i>Subtotal Construction and Maintenance</i>	236,582,405
<i>Grants, Subsidies, Contract Assistance</i>	
State Aid/Subsidies	170,380,432
<i>Subtotal Grants, Subsidies, Contract Assistance</i>	170,380,432
TOTAL OPERATING EXPENSE	847,760,629
DEBT SERVICE	
Principal	56,710,000
Interest	94,475,962
TOTAL DEBT SERVICE	151,185,962
TOTAL OPERATING EXPENSE AND DEBT SERVICE	998,946,591

Massachusetts Department of Transportation
Operating Expense Detail By Division - FY2014

OPERATING EXPENSE	Actual
<i>Aeronautics</i>	
Employee Payroll, Fringe and Other Benefits	665,493
Materials, Supplies, Services	8,184
Office and Administrative Expenses	52,573
Construction and Maintenance	-
<i>Subtotal Aeronautics</i>	<i>726,250</i>
<i>Highway</i>	
Employee Payroll, Fringe and Other Benefits	141,799,816
Materials, Supplies, Services	84,679,771
Office and Administrative Expenses	41,676,799
Construction and Maintenance	224,837,259
Grants, Subsidies, Contract Assistance	-
<i>Subtotal Highway</i>	<i>492,993,645</i>
<i>Office of the Secretary</i>	
Employee Payroll, Fringe and Other Benefits	40,631,609
Materials, Supplies, Services	4,792,608
Office and Administrative Expenses	23,834,128
Construction and Maintenance	6,432,627
Grants, Subsidies, Contract Assistance	1,887,600
<i>Subtotal Office of the Secretary</i>	<i>77,578,572</i>
<i>Registry of Motor Vehicles</i>	
Employee Payroll, Fringe and Other Benefits	45,010,006
Materials, Supplies, Services	19,830,495
Office and Administrative Expenses	13,311,979
Construction and Maintenance	498
Grants, Subsidies, Contract Assistance	-
<i>Subtotal Registry of Motor Vehicles</i>	<i>78,152,978</i>
<i>Rail and Transit</i>	
Employee Payroll, Fringe and Other Benefits	605,732
Materials, Supplies, Services	23,621,610
Office and Administrative Expenses	276,989
Construction and Maintenance	5,312,021
Grants, Subsidies, Contract Assistance	168,492,832
<i>Total Rail and Transit</i>	<i>198,309,184</i>
TOTAL OPERATING EXPENSE BY DIVISION	<i>847,760,629</i>

Massachusetts Department of Transportation
Operating Revenue and Expense by Subfund - FY2014

REVENUE	Operating	Western Turnpike	Metro Highway System	Tobin	Grants	MVITF	Actual
Toll Revenue	-	165,381,750	223,049,321	31,337,584	-	-	419,768,655
Operating Revenue	16,636,127	-	-	-	-	-	16,636,127
Commonwealth Transfers	378,669,646	-	125,000,000	-	-	-	503,669,646
Federal Grants	-	-	-	-	49,549,503	-	49,549,503
Motor Vehicle Inspection Trust Fund	-	-	-	-	-	31,826,019	31,826,019
Gaming Revenue	-	-	-	-	-	-	-
Investment Income	208,321	317,220	2,639,196	123,593	-	27,480	3,315,810
Total Revenues	395,514,094	165,698,970	350,688,517	31,461,177	49,549,503	31,853,499	1,024,765,760
OPERATING EXPENSES							
Employee Payroll, Fringe and Other Benefits	110,467,014	56,735,098	54,271,871	2,711,334	809,561	3,717,778	228,712,656
Materials, Supplies, Services	17,162,842	29,069,615	46,032,763	5,626,686	24,159,192	10,881,570	132,932,668
Office and Administrative Expenses	34,261,178	10,456,959	29,957,621	2,421,917	1,786,798	267,995	79,152,468
Construction and Maintenance	109,459,281	29,038,132	70,350,015	22,377,212	5,357,765	-	236,582,405
Grants, Subsidies, Contract Assistance	149,936,318	-	1,887,600	-	18,556,514	-	170,380,432
Total Operating Expenses	421,286,633	125,299,804	202,499,870	33,137,149	50,669,830	14,867,343	847,760,629
DEBT SERVICE							
Principal	-	18,920,000	37,790,000	-	-	-	56,710,000
Interest	-	1,493,957	92,982,005	-	-	-	94,475,962
Total Debt Service	-	20,413,957	130,772,005	-	-	-	151,185,962
Total Operating Expenses and Debt Service	421,286,633	145,713,761	333,271,875	33,137,149	50,669,830	14,867,343	998,946,591
Excess (deficit) Revenue over Expense before OFS	(25,772,539)	19,985,209	17,416,642	(1,675,972)	(1,120,327)	16,986,156	25,819,169
Other Financing Sources (OFS)							
Sale or Upfront Lease of Property Toll	-	-	2,129,103	-	-	-	2,129,103
Sale or Upfront Lease of Property Non-Toll	383,011	-	-	-	-	-	383,011
Tobin Reserves	-	-	-	1,675,972	-	-	1,675,972
MTTF Non-Toll Reserves	5,751,840	-	-	-	-	-	5,751,840
MVITF Reserves	-	-	-	-	-	1,083,055	1,083,055
Fund Transfers	18,069,211	-	-	-	-	(18,069,211)	-
Total Other Financing Sources	24,204,062		2,129,103	1,675,972		(16,986,156)	11,022,981
Net Revenue (Expense)	(1,568,477)	19,985,209	19,545,745	-	(1,120,327)	-	36,842,150

Massachusetts Department of Transportation

Capital Sources and Expense - FY2014

CAPITAL SOURCES:

ACTUAL

Restricted Non-Toll Road Sources

Special Obligation Debt (Gas Tax, ABP)	491,396,834
General Obligation Debt (GO Debt)	829,756,091
Federal Reimbursement	405,308,622
Transportation Infrastructure Fund	1,892,476
Defeased Debt (Chapter 27 Non-budgetary)	3,170,501

TOTAL SOURCES

1,731,524,524

CAPITAL EXPENSE

Aeronautics

Employee Payroll and Benefits	406,766
Materials, Supplies, Services	1,205,518
Office and Administrative Expenses	586,849
Construction and Maintenance	2,233,569
Grants, Subsidies, Contract Assistance	11,720,731

Subtotal Aeronautics

16,153,433

Highway

Employee Payroll and Benefits	146,912,393
Materials, Supplies, Services	51,530,916
Office and Administrative Expenses	9,984,516
Construction and Maintenance	1,055,056,166
Grants, Subsidies, Contract Assistance	203,168,176

Subtotal Highway

1,466,652,167

Rail and Transit

Employee Payroll and Benefits	228,360
Materials, Supplies, Services	10,426,272
Office and Administrative Expenses	8,276
Construction and Maintenance	155,554,022
Grants, Subsidies, Contract Assistance	15,716,267

Subtotal Rail and Transit

181,933,197

Office of the Secretary

Employee Payroll and Benefits	8,456,886
Materials, Supplies, Services	3,823,525
Office and Administrative Expenses	32,614,539
Construction and Maintenance	7,560,064
Grants, Subsidies, Contract Assistance	14,330,713

Subtotal Office of the Secretary

66,785,727

TOTAL CAPITAL EXPENSE BY DIVISION

1,731,524,524

Massachusetts Department of Transportation

Capital Expense by Program - FY2014

CAPITAL EXPENSE BY PROGRAM:

ACTUAL

Accelerated Bridge Program	491,396,834
Aeronautics	16,169,644
American Recovery & Reinvestment Act (ARRA)	717,848
Chapter 90	188,912,065
Department of Transportation	1,242,835
Federal Aid Interstate	64,618,435
Federal Aid Non-Interstate	401,967,070
Intermodal	2,128,249
Marine	-
Mobility Assistance Program	6,377,399
Public Works Economic Development	5,976,948
Rail and Transit	66,153,870
Regional Transit Authority Capital Assistance	5,452,310
State Implementation Plan	93,002,783
Statewide Road and Bridge	379,595,585
Small Town Road Assistance Program	2,159,568
Transit Oriented Development	3,760,605
Central Artery Project	1,892,476

TOTAL CAPITAL EXPENSE BY PROGRAM

1,731,524,524

Massachusetts Department of Transportation
Commonwealth Transportation Fund - FY2014

COMMONWEALTH TRANSPORTATION FUND (CTF) REVENUE*	Actual
Merit Rating Board Assessments	8,958,017
Parking Ticket Surcharge on Rental Cars	13,252,973
Jet Fuel Excise Tax	871,047
Citable Motor Vehicle Inspections Collections	5,667,869
Registry Fees	25,088,014
Driver Vehicle Data/Records Fees	16,161,922
Motor Vehicle Inspection Fees	512,054
Gasoline Excise Tax	455,175,829
Gasoline License Fee	22,300
Highway Fines	100,631
Late Payment Charge	60,029
Late Payment Charge/Interest	11,053
Miscellaneous	2,424,084
Motor Vehicle License Fees	100,308,495
Motor Vehicle Registration Fees	281,908,988
Motor Vehicle Title Fees	90,595,471
Operating Transfers	1,163,736
Gas Tax Pledged to 92A Bonds	54,650,021
Gax Tax Pledged to 94A Bonds	132,817,265
Sales	480,200
Motor Vehicle Sales Tax	500,749,469
International Fuel Tax Agreement License Fee	251,705
Spec/Motor License Fee	31,375
Diesel Fuel Excise Tax	87,730,096
TOTAL CTF REVENUE	<u>1,778,992,643</u>

* Note

The Commonwealth Transportation Fund (Fund 0103) partially funds the Massachusetts Transportation Fund (Fund 0044). This funding is included in the Operating Revenue and Expense report presented on page 3 in this report.

CTF Fund is not owned by MassDOT, and all operations of CTF are reported in the Commonwealth Comprehensive Annual Financial Report (CAFR).

Massachusetts Department of Transportation
Federal Grant Revenue FY2014

	Actual
Federal Motor Carrier Safety Administration (FMCSA)	
Commercial Driver's License System Information Modernization	86
Commercial Vehicle Info Systems	130,912
Enhancing Information	334,866
Performance/Registration Information System	66,334
Safety Data Improvement	1
Subtotal FMCSA	532,199
Federal Rail Administration (FRA)	
ARRA-Knowledge Corridor Restore – Vermonter	9,556,335
Boston South Station Expansion	4,164,573
Subtotal FRA	13,720,908
Federal Transit Administration (FTA)	
Bus Plus Replacement Program	18,232,569
Jobs Access/Reverse Commute	2,430,763
New Freedom Program	1,603,425
Section 16B2 Elderly Handicapped	5,350,989
Section 18 Rural Public Transportation	2,982,795
Section 8 Planning Grant	2,877,066
Transit Grant Bus and Bus Facilities	275,226
Subtotal FTA	33,752,833
U.S. Department of Homeland Security (DOHS)	
Real ID Demonstration Grant	1,543,563
Subtotal DOHS	1,543,563
TOTAL FEDERAL GRANT REVENUE	49,549,503

MASSACHUSETTS BAY TRANSPORTATION AUTHORITY
(A Component Unit of the Massachusetts Department of Transportation)

Statements of Revenue, Expense and Change in Net Position

Years ended June 30, 2014 and 2013

(Dollars in thousands)

	<u>2014</u>	<u>2013</u>
Operating revenue:		
Revenue from transportation	\$ 576,686	564,560
Other	66,703	65,675
Total operating revenue	<u>643,389</u>	<u>630,235</u>
Operating expenses:		
Wages and related employee benefits:		
Wages	453,772	450,898
Medical and dental insurance	70,935	65,104
Other postemployment benefits	146,102	185,595
Pensions	102,074	102,941
Social security taxes	38,725	38,654
Workers' compensation	12,207	8,778
Other	1,879	1,131
Capitalized costs	(21,608)	(22,548)
Total wages and related employee benefits	<u>804,086</u>	<u>830,553</u>
Other operating expenses:		
Depreciation and amortization	381,966	372,947
Materials, supplies, and services	214,340	208,589
Injuries and damages	15,213	28,994
Commuter railroad and local subsidy expenses (note 12)	496,479	453,954
Other	9,640	7,511
Total other operating expenses	<u>1,117,638</u>	<u>1,071,995</u>
Total operating expenses	<u>1,921,724</u>	<u>1,902,548</u>
Operating loss	<u>(1,278,335)</u>	<u>(1,272,313)</u>
Nonoperating revenue (expense):		
Dedicated sales tax revenue (note 4)	799,295	786,867
Contract assistance – Commonwealth of Massachusetts	275,200	160,000
Dedicated local assessments (note 4)	157,206	155,921
Fair value change in investment derivatives	1,907	4,564
Other nonoperating income	21,934	48,291
Interest income	28,235	15,293
Interest expense	(278,057)	(283,657)
Nonoperating revenue, net	<u>1,005,720</u>	<u>887,279</u>
Loss before capital grants	<u>(272,615)</u>	<u>(385,034)</u>
Capital grants and contributions	<u>502,722</u>	<u>424,416</u>
Increase in net position	<u>230,107</u>	<u>39,382</u>
Beginning of year, net position	2,614,952	2,575,570
End of year, net position	<u>\$ 2,845,059</u>	<u>\$ 2,614,952</u>

See accompanying notes to financial statements