

FINANCIAL AND RIDERSHIP REPORT

Preliminary financial results for 2012 are presented in the table below.

Category (\$ in millions)	December 2012 Year-to-Date			Favorable/(Unfavorable)			
	Adpt Bud	Final Est	Prel Act	Adopted Budget		Final Estimate	
				\$	%	\$	%
Total Farebox Revenue	3,704.5	3,654.8	3,709.1	4.6	0.1	54.2	1.5%
Nonreimb. Exp. before Dep./OPEB	6,688.2	6,834.2	6,731.1	(42.9)	(0.6)	103.1	1.5%
Net Cash Deficit*	(2,543.9)	(2,739.6)	(2,736.7)	(192.8)	(7.6)	2.9	0.1%

*Excludes Subsidies and Debt Service

Preliminary Actual Results Compared to the Final Estimate (estimate)

Farebox revenue was \$3,709.1 million, \$54.2 million (1.5 percent) above the estimate, due mostly to a smaller-than-expected revenue loss from Tropical Storm Sandy (Sandy); excluding the effects of Sandy, farebox revenue was \$20.4 million (0.5 percent) above the estimate.

The 2012 non-student **average fare** of \$1.65 increased 0.9¢ from 2011.

Total **ridership** in 2012 of 2,325.7 million was 0.4 percent (10.2 million trips) above the estimate, including smaller Sandy ridership losses than estimated. Excluding the impact of Sandy ridership losses, ridership was 0.1 percent (2.1 million trips) above the estimate. Average weekday ridership in 2012 (excluding October 29-November 2) was 7.6 million, an increase of 1.5 percent from 2011.

Nonreimbursable expenses before depreciation and OPEB of \$6,731.1 million were below the estimate by \$103.1 million (1.5 percent). Labor expenses were favorable by \$66.8 million (1.3 percent), due mainly to favorable health & welfare/OPEB current expenses resulting mostly from lower rates, and payroll underruns primarily from the favorable timing of expenses. Non-labor expenses underran the estimate by \$36.3 million (2.3 percent), mostly attributable to lower electric power prices, favorable materials and supplies expenses specifically related to the timing of maintenance material requirements and higher scrap/surplus sales, reduced paratransit completed trips, and lower maintenance contract spending mostly in painting and building-related expenses.

The **net cash deficit** was \$2,736.7 million, favorable to the estimate by a net \$2.9 million (0.1 percent).

Preliminary Actual Results Compared to the Adopted Budget (budget)

Farebox revenue was \$4.6 million (0.1 percent) above budget, as strong subway ridership prior to Sandy and an unanticipated increase in fare media liability more than offset the revenue loss from Sandy.

Nonreimbursable expenses before depreciation and OPEB of \$6,731.1 million exceeded the budget by \$42.9 million (0.6 percent). Labor expenses were above budget by \$166.6 million (3.3 percent), due largely to higher overtime expenses from additional vacancy coverage/maintenance requirements and the impact of Sandy, and increased pension and Workers' Compensation expenses. Non-labor expenses were under budget by \$123.7 million (7.3 percent), including underruns in paratransit service contracts, materials & supplies, fuel, maintenance contracts and insurance.

Note: Final 2012 results and their impact on 2013 will be reported in April.

FINANCIAL RESULTS

Farebox Revenue

2012 Farebox Revenue - (\$ in millions)							
	2012			Favorable/(Unfavorable)			
	Budget	Estimate	Preliminary	Budget		Estimate	
			Actual	Amount	Percent	Amount	Percent
Subway	2,746.2	2,705.8	2,741.4	(4.8)	(0.2%)	35.6	1.3%
NYCT Bus	885.1	857.2	870.4	(14.6)	(1.7%)	13.2	1.5%
Paratransit	17.0	15.6	15.1	(1.9)	(11.1%)	(0.5)	(3.2%)
Subtotal	3,648.2	3,578.6	3,627.0	(21.3)	(0.6%)	48.4	1.4%
Fare Media Liability	56.2	76.2	82.1	25.9	46.0%	5.9	7.7%
Total - NYCT	3,704.5	3,654.8	3,709.1	4.6	0.1%	54.2	1.5%
MTA Bus Company	180.2	178.1	180.8	0.6	0.3%	2.6	1.5%
<i>Total - Regional Bus</i>	<i>1,065.2</i>	<i>1,035.3</i>	<i>1,051.2</i>	<i>(14.1)</i>	<i>(1.3%)</i>	<i>15.9</i>	<i>1.5%</i>

Note: Totals may not add due to rounding.

- Sandy reduced 2012 NYCT revenue by approximately \$51.4 million due to the system closure on October 29-31, suspension of fare collection on November 1-2, and lowered ridership in early November.
- Excluding the impact of Sandy, NYCT revenue was \$20.4 million (0.5 percent) above the estimate and \$56.0 million (1.5 percent) above the original budget, both mostly due to higher subway ridership.
- Fare media liability was above both the estimate and the original budget due to an unanticipated increase in residual values on expired MetroCards, believed to be a short-term effect of the December 2010 fare increase.

Average Fare

Annual Non-Student Average Fare - \$								
	NYC Transit				MTA Bus Company			
	2011	Prelim.	Change		2011	Prelim.	Change	
		2012	Amount	Percent		2012	Amount	Percent
Subway	1.718	1.727	0.009	0.5%				
Local Bus	1.382	1.386	0.004	0.3%	1.396	1.401	0.005	0.4%
Subway & Local Bus	1.626	1.635	0.009	0.5%	1.396	1.401	0.005	0.4%
Express Bus	4.610	4.636	0.026	0.6%	4.579	4.606	0.027	0.6%
Total	1.641	1.650	0.009	0.5%	1.677	1.676	(0.001)	(0.1%)

- The small increases in average fares were due at least in part to higher average pass fares resulting from trips not made or recorded due to the Sandy-related system closure and free-fare period.
- Average fares have not kept pace with inflation since 1996, before MetroCard fare incentives began. In constant 1996 dollars, the average fare of \$1.09 in 2012 was 29¢ lower than the average fare of \$1.38 in 1996.

Other Operating Revenue

Other operating revenue was below the estimate by \$0.7 million (0.2 percent), mainly due to lower advertising revenue and Transit Adjudication Bureau (TAB) fees, partly offset by higher paratransit Urban Tax revenue, which is based on commercial property transactions.

Nonreimbursable Expenses

Nonreimbursable expenses before depreciation and OPEB were below the estimate by \$103.1 million (1.5 percent). The major causes of this variance are reviewed below:

Labor expenses were favorable by \$66.8 million (1.3 percent). Health & welfare expenses (including OPEB current expenses) were below the estimate by \$37.9 million (4.2 percent), due mostly to lower rates and the receipt of prior year prescription drug credits not anticipated in the estimate. Payroll expenses were under the estimate by \$24.7 million (0.9 percent), mostly resulting from the timing of Sandy-related estimated additional payroll cost requirements included in the estimate but now assumed to be incurred subsequent to 2012.

Non-labor expenses underran the estimate by \$36.3 million (2.3 percent). Electric power expenses were favorable by \$20.1 million (6.4 percent), due primarily to lower prices. Materials and supplies expenses were less than the estimate by \$10.5 million (4.0 percent), due to the favorable timing of maintenance material requirements, and higher scrap and surplus sales, partly offset by unfavorable inventory adjustments. Paratransit service contract expenses were below the estimate by \$8.8 million (2.4 percent), largely due to lower completed trips, in part caused by Tropical Storm Sandy, reduced activity at the call center, and lower fleet maintenance and overhaul requirements. Maintenance contract expenses were favorable by \$6.2 million (3.9 percent), due mostly to underruns in painting and building-related expenses. Partly offsetting the above favorable results were additional claims (public liability) payout requirements of \$5.2 million (5.6 percent) and higher professional service contract expenses of \$4.2 million (3.3 percent), due mostly to increased Workers' Compensation Board and bond service expenses.

Depreciation expenses were less than the estimate by \$46.9 million (3.2 percent), due mostly to the favorable timing of assets reaching beneficial use.

GASB #45 Other Post-Employment Benefits was adopted by the MTA in 2007. Consistent with its requirements, MTA New York City Transit recorded \$1,355.0 million of accrued expenses, equal to the estimate.

Net Cash Deficit

The net cash deficit was \$2,736.7 million, favorable to the estimate by \$2.9 million (0.1 percent), as the unfavorable timing of capital reimbursements, pension payments and other operating receipts were essentially offset by several favorable labor and non-labor account results.

Incumbents

Excluding 199 temporary paid incumbents, there were 45,130 full-time paid incumbents at the end of December, 46 less than in November, and 114 more than in December 2011 (excluding 117 temporary active incumbents).

Preliminary Actual Results Compared to the Adopted Budget (budget)

Farebox Revenue

Preliminary 2012 farebox revenue of \$3,709.1 million was \$4.6 million (0.1 percent) above budget, including an estimated \$51.4 million loss due to Sandy. Subway revenue was \$4.8 million (0.2 percent) below budget, bus revenue was \$14.6 million (1.7 percent) below budget and paratransit revenue was \$1.9 million (11.1 percent) below budget. More than offsetting the above underruns was an unanticipated increase in fare media liability revenues of \$25.9 million (46.1 percent), mostly resulting from the December 2010 fare increase.

Other Operating Revenue

Other operating revenue was higher than budget by \$3.2 million (1.0 percent), due mostly to higher paratransit Urban Tax revenues.

Nonreimbursable Expenses

Nonreimbursable expenses before depreciation and OPEB were higher than budget by \$42.9 million (0.6 percent).

Labor expenses exceeded budget by \$166.6 million (3.3 percent). Overtime expenses were above budget by \$83.4 million (31.8 percent), resulting from requirements for vacancy coverage, subways and bus maintenance requirements, and the impact of Sandy. Pension expenses were higher by \$56.6 million (6.1 percent), due to higher NYCERS and MaBSTOA expenses based on updated actuarial information. Other fringe benefits were unfavorable by \$31.4 million (12.2 percent), due largely to higher Workers' Compensation costs and lower direct overhead credits resulting from reimbursable payroll underruns.

Non-labor expenses were under budget by \$123.7 million (7.3 percent), including major favorable expense results in:

- Paratransit service contracts – expense savings of \$46.2 million (11.4 percent), mostly due the diversion of ridership to lower cost vouchers and taxis, lower completed trips, and reduced activity in the call center, eligibility certifications and vehicle rehabilitations.
- Materials & supplies – expense underruns of \$28.0 million (10.0 percent), attributable to the favorable timing of maintenance material requirements.
- Fuel expenses – lower expenses of \$16.7 million (9.3 percent), primarily due to lower prices.
- Maintenance contracts – expense reductions of \$14.5 million (8.8 percent), due mainly to lower painting expenses and vehicle purchases.
- Insurance – lower expenses of \$14.4 million (21.1 percent), due to a reduced paratransit vehicle fleet and the timing of interagency payments.

Depreciation expenses were under budget by \$46.9 million (3.2 percent), due to the timing of assets reaching beneficial use.

GASB #45 Other Post-Employment Benefits was adopted by the MTA in 2007.

Consistent with its requirements, MTA New York City Transit recorded \$1,355.0 million of accrued expenses, \$425.1 million (45.7 percent) higher than budget, due to updated actuarial information.

RIDERSHIP RESULTS

2012 Ridership vs. Budget and Estimate - (millions)							
	2012			Favorable/(Unfavorable)			
	Budget	Estimate	Preliminary Actual	Budget		Estimate	
				Amount	Percent	Amount	Percent
Subway	1,669.3	1,646.7	1,654.2	(15.1)	(0.9%)	7.5	0.5%
NYCT Bus	677.4	659.2	662.2	(15.2)	(2.2%)	3.0	0.5%
Subtotal	2,346.7	2,305.9	2,316.4	(30.3)	(1.3%)	10.5	0.5%
Paratransit	10.5	9.6	9.3	(1.2)	(11.0%)	(0.3)	(2.9%)
Total - NYCT	2,357.2	2,315.6	2,325.7	(31.5)	(1.3%)	10.2	0.4%
MTA Bus Company	118.8	119.0	119.7	0.9	0.8%	0.7	0.6%
<i>Total - Regional Bus</i>	<i>796.3</i>	<i>778.2</i>	<i>782.0</i>	<i>(14.3)</i>	<i>(1.8%)</i>	<i>3.8</i>	<i>0.5%</i>

Notes: Totals may not add due to rounding.

- The NYCT underrun versus budget was due to the approximately 43.8 million rides lost due to Sandy.
- Although the estimate anticipated a larger NYCT ridership loss from Sandy than occurred, actual ridership excluding Sandy was still 0.1 percent (2.1 million trips) above the estimate.
- 2012 annual subway ridership increased 0.8 percent from 2011, and was the highest since 1950.

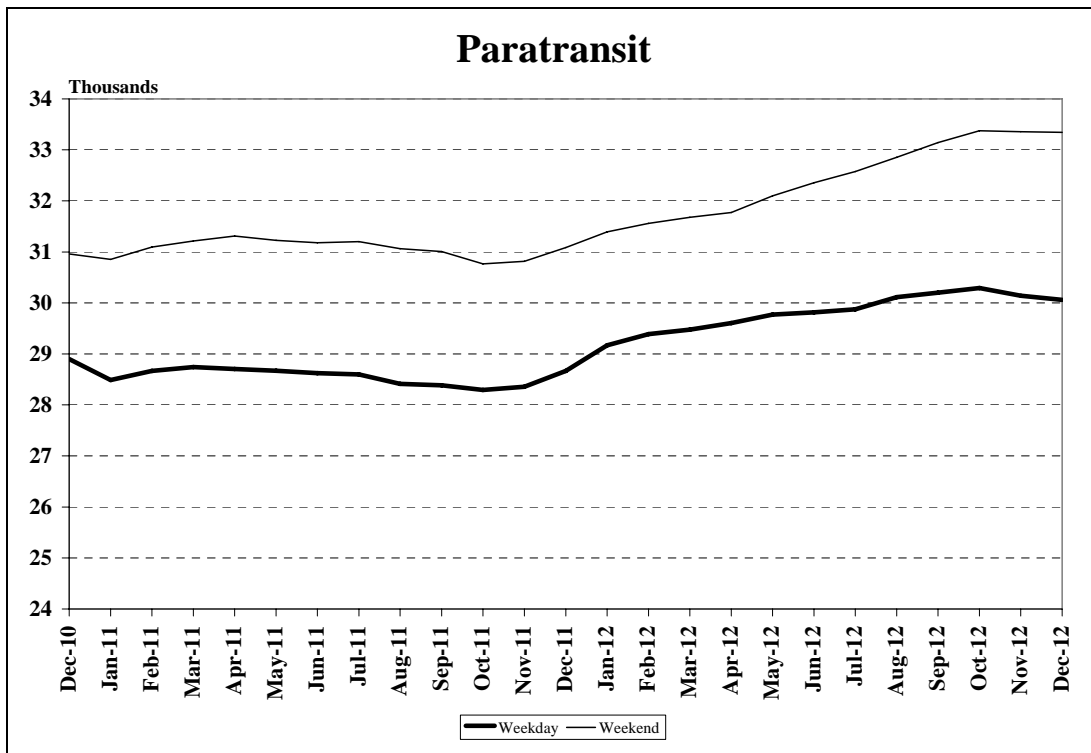
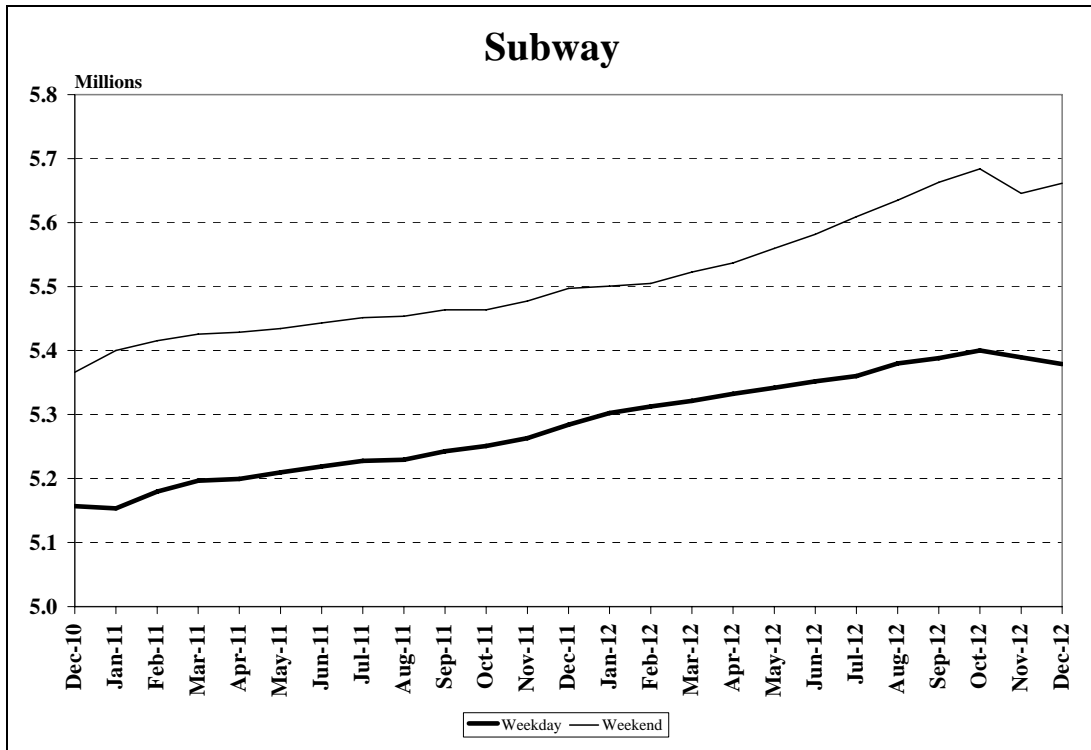
2012 Average Weekday and Weekend Ridership vs. Prior Year								
	Average Weekday (thousands)				Average Weekend (thousands)			
	2011	Preliminary 2012	Change		2011	Preliminary 2012	Change	
			Amount	Percent			Amount	Percent
Subway	5,284	5,379	+95	+1.8%	5,497	5,662	+165	+3.0%
NYCT Local Bus	2,093	2,108	+15	+0.7%	2,283	2,283	+0	+0.0%
NYCT Express Bus	41	42	+1	+2.3%	9	10	+2	+17.1%
Paratransit	29	30	+1	+4.9%	31	33	+2	+7.3%
TOTAL - NYCT	7,447	7,559	+112	+1.5%	7,820	7,988	+169	+2.2%
MTABC Local Bus	355	363	+8	+2.3%	350	364	+15	+4.2%
MTABC Express Bus	34	34	+0	+0.4%	14	14	+0	+0.1%
Total - MTA Bus	389	397	+8	+2.1%	363	378	+15	+4.1%
<i>Total - Regional Bus</i>	<i>2,522</i>	<i>2,547</i>	<i>24</i>	<i>+1.0%</i>	<i>2,655</i>	<i>2,671</i>	<i>16</i>	<i>+0.6%</i>

Notes: Totals may not add due to rounding. Percentages are based on unrounded figures. Averages exclude Tropical Storms Irene and Sandy.

- Despite lowered ridership immediately following Sandy, ridership increased on all services from 2011 to 2012, due in part to the mild winter in 2012 (compared to an unusually cold and snowy winter in 2011) and the improving economy.
- Average weekday subway ridership was the highest since 1950, and weekend subway ridership matched the estimate for 1946, the highest ridership year on record.
- Total NYCT average weekday ridership was the highest since 1969, and weekend ridership was the highest in over forty-five years.

Average Weekday and Weekend Ridership

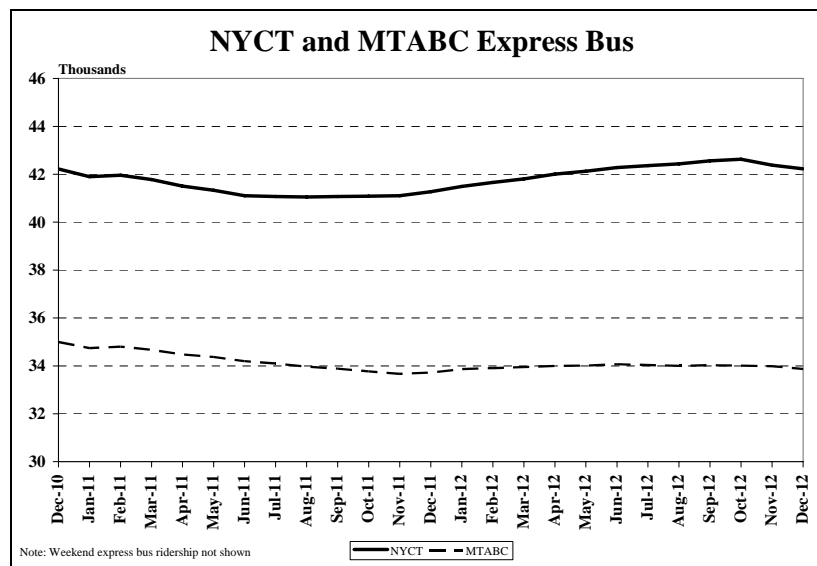
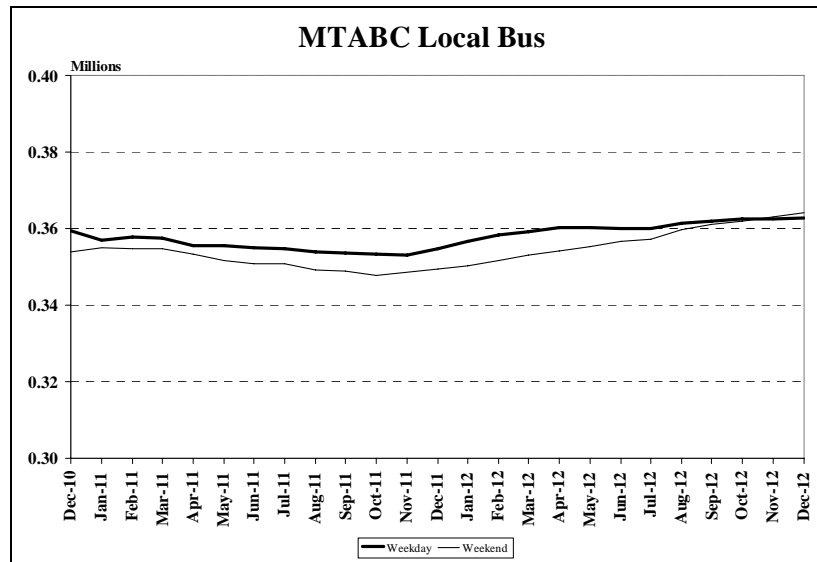
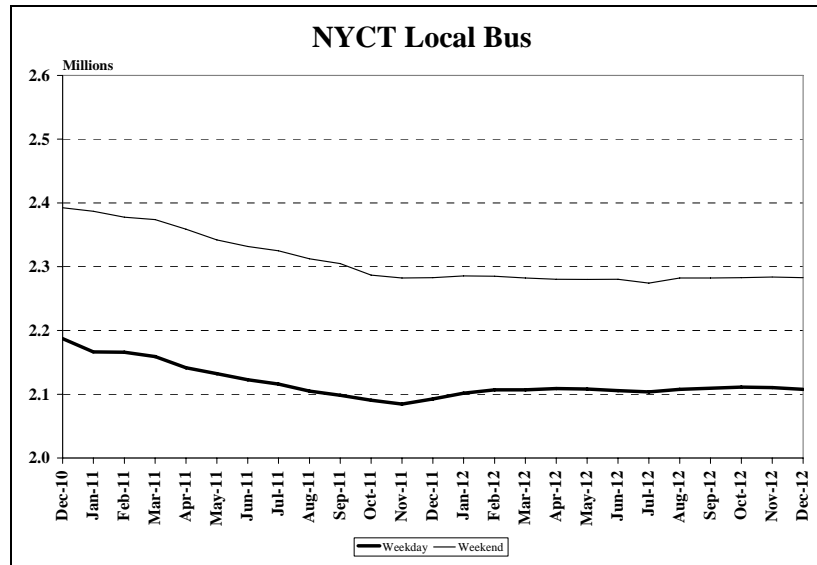
12-Month Rolling Averages*



* excludes days with no service or fare collection due to Irene and Sandy

Average Weekday and Weekend Ridership

12-Month Rolling Averages*



* excludes days with no service or fare collection due to Irene and Sandy

Ridership on New York Area Transit Services

From 2011 to 2012, ridership increased on all transit services except Staten Island Railway and PATH, due to post-Sandy service disruptions. Staten Island Railway weekend ridership was also affected by ongoing construction that disrupted service earlier in the year.

Ridership on Transit Services in the New York Area (thousands)			
Transit Service	2011	Preliminary 2012	Percent Change
<u>Average Weekday</u>			
NYCT Subway	5,284	5,379	+1.8%
NYCT Local Bus	2,093	2,108	+0.7%
NYCT Express Bus	41	42	+2.3%
NYCT Paratransit	29	30	+4.9%
Staten Island Railway	16	16	-0.9%
MTA Local Bus	355	363	+2.3%
MTA Express Bus	34	34	+0.4%
Long Island Rail Road	283	285	+0.7%
Metro-North Railroad	274	275	+0.5%
PATH	256	242	-5.4%
<u>Average Weekend</u>			
NYCT Subway	5,497	5,662	+3.0%
NYCT Local Bus	2,283	2,283	+0.0%
NYCT Express Bus	9	10	+17.1%
NYCT Paratransit	31	33	+7.3%
Staten Island Railway	9	8	-7.3%
MTA Local Bus	350	364	+4.2%
MTA Express Bus	14	14	+0.1%
Long Island Rail Road	183	188	+3.0%
Metro-North Railroad	210	215	+2.3%
PATH	212	202	-4.4%

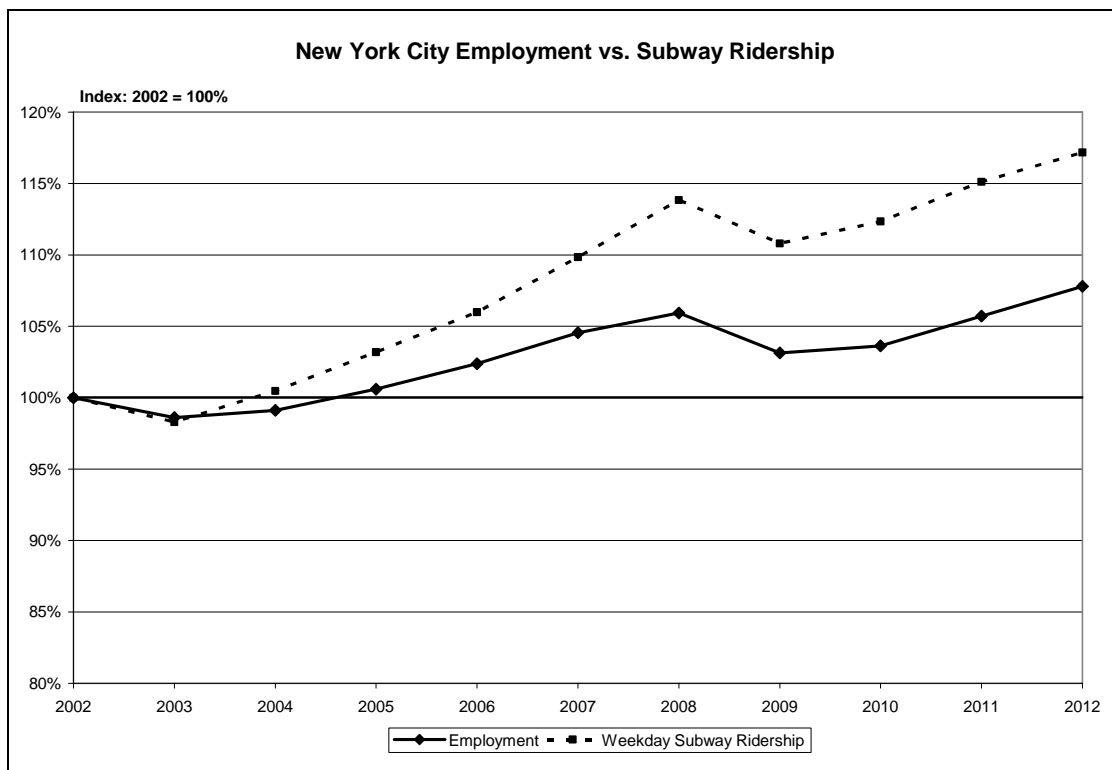
MTA Bridges and Tunnels (thousands)			
Average Weekday	803	796	-0.8%
Average Weekend	1,448	1,452	+0.3%

Note: Percentages are based on unrounded data.

Economy

From 2011 to 2012, preliminary New York City employment increased 2.0 percent (74,300 jobs). Private sector employment increased 2.4 percent (77,300 jobs) and government employment decreased 0.5 percent (3,000 jobs). The sub-sector with the largest absolute and percentage increases was professional/business services (up 35,400 jobs or 5.9 percent). The only private sub-sectors with decreases were construction (down 2,700 jobs or 2.4 percent) and manufacturing (down 1,400 jobs or 1.8 percent).

The chart below compares changes in New York City employment levels to subway ridership over the past ten years. Subway ridership is correlated with employment levels, as shown by the similar patterns of increases and decreases. However, subway ridership has performed better than employment, with much faster growth in ridership than jobs, especially from 2003 to 2008.



MTA NEW YORK CITY TRANSIT
Preliminary 2012 Year-End Report
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

NON-REIMBURSABLE	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	Adopted	Final	Preliminary	Adopted Budget		Final Estimate	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
Revenue							
Farebox Revenue:							
Subway	2,746.177	2,705.776	2,741.412	(4.765)	(0.2)	35.636	1.3
Bus	885.066	857.198	870.422	(14.644)	(1.7)	13.224	1.5
Paratransit	17.003	15.625	15.122	(1.881)	(11.1)	(0.503)	(3.2)
Fare Media Liability	56.221	76.221	82.111	25.890	46.1	5.890	7.7
Total Farebox Revenue	3,704.467	3,654.820	3,709.067	4.600	0.1	54.247	1.5
Other Operating Revenue:							
Fare Reimbursement	84.016	84.016	84.016	0.000	-	0.000	-
Paratransit Reimbursement	132.619	132.111	135.510	2.891	2.2	3.399	2.6
Other	108.592	113.011	108.907	0.315	0.3	(4.104)	(3.6)
Total Other Operating Revenue	325.227	329.138	328.433	3.206	1.0	(0.705)	(0.2)
Capital and Other Reimbursements	0.000	0.000	0.000	0.000	-	0.000	-
Total Revenue	4,029.694	3,983.958	4,037.500	7.806	0.2	53.542	1.3
Expenses							
Labor:							
Payroll	2,854.024	2,892.306	2,867.591	(13.567)	(0.5)	24.715	0.9
Overtime	262.032	341.328	345.432	(83.400)	(31.8)	(4.104)	(1.2)
Total Salaries & Wages	3,116.056	3,233.634	3,213.023	(96.967)	(3.1)	20.611	0.6
Health and Welfare	579.552	595.536	574.760	4.792	0.8	20.776	3.5
OPEB Current Payment	318.496	313.732	296.611	21.885	6.9	17.121	5.5
Pensions	923.235	986.753	979.809	(56.574)	(6.1)	6.944	0.7
Other Fringe Benefits	257.421	295.585	288.848	(31.427)	(12.2)	6.737	2.3
Total Fringe Benefits	2,078.704	2,191.606	2,140.028	(61.324)	(3.0)	51.578	2.4
Reimbursable Overhead	(197.131)	(194.279)	(188.844)	(8.287)	(4.2)	(5.435)	(2.8)
Total Labor Expenses	4,997.629	5,230.961	5,164.207	(166.578)	(3.3)	66.754	1.3
Non-Labor:							
Electric Power	301.031	316.273	296.181	4.850	1.6	20.092	6.4
Fuel	180.226	163.173	163.492	16.734	9.3	(0.319)	(0.2)
Insurance	68.387	53.698	53.949	14.438	21.1	(0.251)	(0.5)
Claims	95.039	91.978	97.154	(2.115)	(2.2)	(5.176)	(5.6)
Paratransit Service Contracts	404.194	366.797	357.979	46.215	11.4	8.818	2.4
Maintenance and Other Operating Contracts	164.920	156.635	150.458	14.462	8.8	6.177	3.9
Professional Service Contracts	128.111	128.909	133.109	(4.998)	(3.9)	(4.200)	(3.3)
Materials & Supplies	280.802	263.307	252.836	27.966	10.0	10.471	4.0
Other Business Expenses	67.817	62.421	61.690	6.127	9.0	0.731	1.2
Total Non-Labor Expenses	1,690.527	1,603.191	1,566.848	123.679	7.3	36.343	2.3
Other Expense Adjustments:							
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Other Expense Adjustments	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses Before GASB Adjs.	6,688.156	6,834.152	6,731.055	(42.899)	(0.6)	103.097	1.5
Depreciation	1,445.000	1,445.000	1,398.149	46.851	3.2	46.851	3.2
Other Post Employment Benefits	929.883	1,354.951	1,354.951	(425.068)	(45.7)	0.000	-
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses	9,063.039	9,634.103	9,484.155	(421.116)	(4.6)	149.948	1.6
Net Surplus/(Deficit) <i>(Excluding Subsidies and Debt Service)</i>	(5,033.345)	(5,650.145)	(5,446.655)	(413.310)	(8.2)	203.490	3.6

Totals may not add due to rounding.

MTA NEW YORK CITY TRANSIT
Preliminary 2012 Year-End Report
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

REIMBURSABLE

	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	Adopted	Final	Preliminary	Adopted Budget		Final Estimate	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
	\$	\$	\$	\$	%	\$	%
Revenue							
Farebox Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Capital and Other Reimbursements	883.028	884.253	866.998	(16.030)	(1.8)	(17.255)	(2.0)
Total Revenue	883.028	884.253	866.998	(16.030)	(1.8)	(17.255)	(2.0)
Expenses							
Labor:							
Payroll	369.029	347.770	335.993	33.036	9.0	11.777	3.4
Overtime	64.565	75.640	74.854	(10.289)	(15.9)	0.786	1.0
Total Salaries & Wages	433.594	423.410	410.847	22.747	5.2	12.563	3.0
Health and Welfare	23.614	23.529	22.945	0.669	2.8	0.584	2.5
OPEB Current Payment	0.000	0.000	0.000	0.000	-	0.000	-
Pensions	18.504	33.063	31.687	(13.183)	(71.2)	1.376	4.2
Other Fringe Benefits	108.974	104.584	100.457	8.517	7.8	4.127	3.9
Total Fringe Benefits	151.092	161.176	155.089	(3.997)	(2.6)	6.087	3.8
Reimbursable Overhead	197.131	194.279	188.844	8.287	4.2	5.435	2.8
Total Labor Expenses	781.817	778.865	754.780	27.037	3.5	24.085	3.1
Non-Labor:							
Electric Power	0.252	0.268	0.307	(0.055)	(21.8)	(0.039)	(14.6)
Fuel	0.022	0.043	0.021	0.001	4.5	0.022	51.2
Insurance	0.000	0.000	0.000	0.000	-	0.000	-
Claims	0.000	0.000	0.000	0.000	-	0.000	-
Paratransit Service Contracts	0.000	0.000	1.493	(1.493)	-	(1.493)	-
Maintenance and Other Operating Contracts	33.110	32.501	37.350	(4.240)	(12.8)	(4.849)	(14.9)
Professional Service Contracts	16.983	22.130	19.052	(2.069)	(12.2)	3.078	13.9
Materials & Supplies	49.283	48.357	51.052	(1.769)	(3.6)	(2.695)	(5.6)
Other Business Expenses	1.561	2.089	2.943	(1.382)	(88.5)	(0.854)	(40.9)
Total Non-Labor Expenses	101.211	105.388	112.218	(11.007)	(10.9)	(6.830)	(6.5)
Other Expense Adjustments:							
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Other Expense Adjustments	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses	883.028	884.253	866.998	16.030	1.8	17.255	2.0
Net Surplus/(Deficit)							
<i>(Excluding Subsidies and Debt Service)</i>	0.000	0.000	0.000	0.000	-	0.000	-

MTA NEW YORK CITY TRANSIT
Preliminary 2012 Year-End Report
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

NON-REIMBURSABLE & REIMBURSABLE	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	Adopted	Final	Preliminary	Adopted Budget		Final Estimate	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
Revenue							
Farebox Revenue:							
Subway	2,746.177	2,705.776	2,741.412	(4.765)	(0.2)	35.636	1.3
Bus	885.066	857.198	870.422	(14.644)	(1.7)	13.224	1.5
Paratransit	17.003	15.625	15.122	(1.881)	(11.1)	(0.503)	(3.2)
Fare Media Liability	56.221	76.221	82.111	25.890	46.1	5.890	7.7
Total Farebox Revenue	3,704.467	3,654.820	3,709.067	4.600	0.1	54.247	1.5
Other Operating Revenue:							
Fare Reimbursement	84.016	84.016	84.016	0.000	-	0.000	-
Paratransit Reimbursement	132.619	132.111	135.510	2.891	2.2	3.399	2.6
Other	108.592	113.011	108.907	0.315	0.3	(4.104)	(3.6)
Total Other Operating Revenue	325.227	329.138	328.433	3.206	1.0	(0.705)	(0.2)
Capital and Other Reimbursements	883.028	884.253	866.998	(16.030)	(1.8)	(17.255)	(2.0)
Total Revenue	4,912.722	4,868.211	4,904.498	(8.224)	(0.2)	36.287	0.7
Expenses							
Labor:							
Payroll	3,223.053	3,240.076	3,203.584	19.469	0.6	36.492	1.1
Overtime	326.597	416.968	420.286	(93.689)	(28.7)	(3.318)	(0.8)
Total Salaries & Wages	3,549.650	3,657.044	3,623.870	(74.220)	(2.1)	33.174	0.9
Health and Welfare	603.166	619.065	597.705	5.461	0.9	21.360	3.5
OPEB Current Payment	318.496	313.732	296.611	21.885	6.9	17.121	5.5
Pensions	941.739	1,019.816	1,011.496	(69.757)	(7.4)	8.320	0.8
Other Fringe Benefits	366.395	400.169	389.305	(22.910)	(6.3)	10.864	2.7
Total Fringe Benefits	2,229.796	2,352.782	2,295.117	(65.321)	(2.9)	57.665	2.5
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenses	5,779.446	6,009.826	5,918.987	(139.541)	(2.4)	90.839	1.5
Non-Labor:							
Electric Power	301.283	316.541	296.488	4.795	1.6	20.053	6.3
Fuel	180.248	163.216	163.513	16.735	9.3	(0.297)	(0.2)
Insurance	68.387	53.698	53.949	14.438	21.1	(0.251)	(0.5)
Claims	95.039	91.978	97.154	(2.115)	(2.2)	(5.176)	(5.6)
Paratransit Service Contracts	404.194	366.797	359.472	44.722	11.1	7.325	2.0
Maintenance and Other Operating Contracts	198.030	189.136	187.808	10.222	5.2	1.328	0.7
Professional Service Contracts	145.094	151.039	152.161	(7.067)	(4.9)	(1.122)	(0.7)
Materials & Supplies	330.085	311.664	303.888	26.197	7.9	7.776	2.5
Other Business Expenses	69.378	64.510	64.633	4.745	6.8	(0.123)	(0.2)
Total Non-Labor Expenses	1,791.738	1,708.579	1,679.066	112.672	6.3	29.513	1.7
Other Expense Adjustments:							
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Other Expense Adjustments	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses Before GASB Adjs.	7,571.184	7,718.405	7,598.053	(26.869)	(0.4)	120.352	1.6
Depreciation	1,445.000	1,445.000	1,398.149	46.851	3.2	46.851	3.2
Other Post Employment Benefits	929.883	1,354.951	1,354.951	(425.068)	(45.7)	0.000	-
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses	9,946.067	10,518.356	10,351.153	(405.086)	(4.1)	167.203	1.6
Net Surplus/(Deficit)							
<i>(Excluding Subsidies and Debt Service)</i>	(5,033.345)	(5,650.145)	(5,446.655)	(413.310)	(8.2)	203.490	3.6

MTA NEW YORK CITY TRANSIT
EXPLANATION OF VARIANCES BETWEEN FINAL ESTIMATE AND PRELIMINARY ACTUAL - ACCRUAL BASIS
December Year-to-Date 2012
(\$ in millions)

Generic Revenue or Expense Category	Nonreimb or Reimb	YEAR TO DATE		
		Favorable (Unfavorable) Variance		Reason for Variance
		\$	%	
Farebox Revenue	NR	54.2	1.5	Excluding a \$33.9 million reduction in estimated Tropical Storm Sandy revenue losses assumed in the Final Estimate, farebox revenue improved by \$20.4 million, including \$14.5 million of mostly higher subway/bus revenue and an increase of \$5.9 million of fare media liability revenue, resulting mostly from the December 2010 fare increase.
Payroll	NR	24.7	0.9	Mostly the timing of Sandy-related estimated additional payroll cost requirements included in the Final Estimate now assumed to be incurred subsequent to 2012.
Health & Welfare (including OPEB Current Payment)	NR	37.9	4.2	Primarily due to lower rates and receipt of prior year prescription drug credits not anticipated in the Final Estimate.
Electric Power	NR	20.1	6.4	Mainly due to lower prices.
Claims	NR	(5.2)	(5.6)	Additional claims payout requirements.
Paratransit Service Contracts	NR	8.8	2.4	Largely due to lower completed trips, in part caused by Tropical Storm Sandy, reduced activity at the call center, and lower fleet maintenance and overhaul requirements.
Maintenance and Other Operating Contracts	NR	6.2	3.9	Primarily due to underruns in painting and building-related expenses.
Professional Service Contracts	NR	(4.2)	(3.3)	Mainly due to higher Workers' Compensation Board and bond service expenses.
Materials & Supplies	NR	10.5	4.0	Mostly the favorable timing of maintenance material requirements, and higher scrap and surplus sales, partly offset by unfavorable inventory adjustments.

MTA NEW YORK CITY TRANSIT
EXPLANATION OF VARIANCES BETWEEN FINAL ESTIMATE AND PRELIMINARY ACTUAL - ACCRUAL BASIS
December Year-to-Date 2012
(\$ in millions)

<u>Generic Revenue or Expense Category</u>	<u>Nonreimb or Reimb</u>	<u>YEAR TO DATE</u>		
		<u>Favorable (Unfavorable) Variance</u>		<u>Reason for Variance</u>
		<u>\$</u>	<u>%</u>	
Depreciation Expense	NR	46.9	3.2	The favorable timing of assets reaching beneficial use.
Payroll	R	11.8	3.4	Mostly due to lower capital construction requirements.
Maintenance and Other Operating Contracts	R	(4.8)	(14.9)	Largely increased spending in maintenance services and building-related expenses.
Professional Service Contracts	R	3.1	13.9	Mainly spending reductions in the areas of Information Technology and various professional services.
Materials & Supplies	R	(2.7)	(5.6)	Primarily higher maintenance material requirements.
Other Business Expenses	R	(0.9)	(40.9)	Largely the timing of job-closing adjustments.

MTA NEW YORK CITY TRANSIT
Preliminary 2012 Year-End Report
Cash Receipts and Expenditures
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	<u>Adopted</u>	<u>Final</u>	<u>Preliminary</u>	<u>Adopted Budget</u>		<u>Final Estimate</u>	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
Receipts							
Farebox Revenue	3,702.998	3,641.351	3,691.202	(11.796)	(0.3)	49.851	1.4
Other Operating Revenue:							
Fare Reimbursement	84.016	99.016	84.052	0.036	0.0	(14.964)	(15.1)
Paratransit Reimbursement	132.464	131.833	133.401	0.937	0.7	1.568	1.2
Other	109.592	114.011	100.376	(9.216)	(8.4)	(13.635)	(12.0)
Total Other Operating Revenue	326.072	344.860	317.829	(8.243)	(2.5)	(27.031)	(7.8)
Capital and Other Reimbursements	1,038.038	992.201	882.641	(155.397)	(15.0)	(109.560)	(11.0)
Total Receipts	5,067.108	4,978.412	4,891.672	(175.436)	(3.5)	(86.740)	(1.7)
Expenditures							
Labor:							
Payroll	3,248.430	3,268.540	3,189.720	58.710	1.8	78.820	2.4
Overtime	329.137	420.631	407.383	(78.246)	(23.8)	13.248	3.1
Total Salaries & Wages	3,577.567	3,689.171	3,597.103	(19.536)	(0.5)	92.068	2.5
Health and Welfare	600.406	608.344	586.956	13.450	2.2	21.388	3.5
OPEB Current Payment	318.496	313.732	296.611	21.885	6.9	17.121	5.5
Pensions	929.048	976.760	1,118.281	(189.233)	(20.4)	(141.521)	(14.5)
Other Fringe Benefits	339.111	373.202	359.939	(20.828)	(6.1)	13.263	3.6
Total Fringe Benefits	2,187.061	2,272.038	2,361.787	(174.726)	(8.0)	(89.749)	(4.0)
GASB Account	34.370	47.198	47.641	(13.271)	(38.6)	(0.443)	(0.9)
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenditures	5,798.998	6,008.407	6,006.531	(207.533)	(3.6)	1.876	0.0
Non-Labor:							
Electric Power	301.283	319.541	294.875	6.408	2.1	24.666	7.7
Fuel	180.248	155.016	165.023	15.225	8.4	(10.007)	(6.5)
Insurance	71.936	68.247	53.510	18.426	25.6	14.737	21.6
Claims	87.066	84.005	86.475	0.591	0.7	(2.470)	(2.9)
Paratransit Service Contracts	402.194	364.797	354.486	47.708	11.9	10.311	2.8
Maintenance and Other Operating Contracts	208.730	203.843	182.174	26.556	12.7	21.669	10.6
Professional Service Contracts	139.094	142.039	142.783	(3.689)	(2.7)	(0.744)	(0.5)
Materials & Supplies	352.085	307.650	280.570	71.515	20.3	27.080	8.8
Other Business Expenses	69.378	64.511	61.945	7.433	10.7	2.566	4.0
Total Non-Labor Expenditures	1,812.014	1,709.649	1,621.841	190.173	10.5	87.808	5.1
Other Expenditure Adjustments:							
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Other Expenditure Adjustments	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenditures	7,611.012	7,718.056	7,628.372	(17.360)	(0.2)	89.684	1.2
Net Surplus/(Deficit)							
<i>(Excluding Subsidies and Debt Service)</i>	(2,543.904)	(2,739.644)	(2,736.700)	(192.796)	(7.6)	2.944	0.1

Totals may not add due to rounding.

MTA NEW YORK CITY TRANSIT
EXPLANATION OF VARIANCES BETWEEN FINAL ESTIMATE AND PRELIMINARY ACTUAL - CASH BASIS
December Year-to-Date 2012
(\$ in millions)

Operating Receipts or Disbursements	YEAR TO DATE		
	Favorable (Unfavorable) Variance		Reason for Variance
	\$	%	
Farebox Receipts	49.9	1.4	Lower Sandy revenue losses than assumed in the Final Estimate and increased subway/bus revenues.
Other Operating Receipts	(27.0)	(7.8)	The unfavorable timing of NYC student fare reimbursements (actually received in January 2013) and Transit Adjudication Bureau receipts, and lower advertising receipts than anticipated in the Final Estimate.
Capital Reimbursements	(109.6)	(11.0)	Mostly the unfavorable timing of reimbursements, due partly to a delay in processing of reimbursement documentation caused by Sandy.
Salaries & Wages	92.1	2.5	Partly due to the timing of Sandy-related estimated additional payroll cost requirements now assumed to be incurred subsequent to 2012.
Health & Welfare (including OPEB Current Payment)	38.5	4.2	Primarily due to lower rates and receipt of prior year prescription drug credits not anticipated in the Final Estimate.
Pension	(141.5)	(14.5)	Mainly the unfavorable timing of NYCERS pension payments.
Electric Power	24.7	7.7	Mainly due to lower prices.
Fuel	(10.0)	(6.5)	Largely due to the timing of interagency reimbursements.
Insurance	14.7	21.6	Mostly due to the timing of interagency payments.
Paratransit Service Contracts	10.3	2.8	Largely due to lower completed trips and reduced activity at the call center, fleet maintenance and overhaul requirements.
Maintenance Contracts	21.7	10.6	Partly due to expense underruns and the favorable timing of payments, caused in part by payment processing delays resulting from Sandy.
Materials & Supplies	27.1	8.8	Partly due to expense underruns and the favorable timing of payments, caused in part by payment processing delays resulting from Sandy.

MTA NEW YORK CITY TRANSIT
Preliminary 2012 Year-End Report
Cash Conversion (Cash Flow Adjustments)
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	<u>Adopted</u>	<u>Final</u>	<u>Preliminary</u>	<u>Adopted Budget</u>		<u>Final Estimate</u>	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
	\$	\$	\$	\$	%	\$	%
Receipts							
Farebox Revenue	(1.469)	(13.469)	(17.865)	(16.396)	1,116.1	(4.396)	32.6
Other Operating Revenue:							
Fare Reimbursement	0.000	15.000	0.036	0.036	-	(14.964)	-
Paratransit Reimbursement	(0.155)	(0.278)	(2.109)	(1.954)	1,260.6	(1.831)	658.6
Other	1.000	1.000	(8.531)	(9.531)	(953.1)	(9.531)	(953.1)
Total Other Operating Revenue	0.845	15.722	(10.604)	(11.449)	(1,354.9)	(26.326)	(167.4)
Capital and Other Reimbursements	155.010	107.948	15.643	(139.367)	(89.9)	(92.305)	85.5
Total Receipts	154.386	110.201	(12.826)	(167.212)	(108.3)	(123.027)	111.6
Expenditures							
Labor:							
Payroll	(25.377)	(28.464)	13.864	39.241	(154.6)	42.328	(148.7)
Overtime	(2.540)	(3.663)	12.903	15.443	(608.0)	16.566	(452.3)
Total Salaries & Wages	(27.917)	(32.127)	26.767	54.684	(195.9)	58.894	(183.3)
Health and Welfare	2.760	10.721	10.749	7.989	289.5	0.028	(0.3)
OPEB Current Payment	0.000	0.000	0.000	0.000	-	0.000	-
Pensions	12.691	43.056	(106.785)	(119.476)	(941.4)	(149.841)	(348.0)
Other Fringe Benefits	27.284	26.967	29.366	2.082	7.6	2.399	8.9
Total Fringe Benefits	42.735	80.744	(66.670)	(109.405)	(256.0)	(147.414)	(182.6)
GASB Account	(34.370)	(47.198)	(47.641)	(13.271)	(38.6)	(0.443)	(0.9)
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenditures	(19.552)	1.419	(87.544)	(67.992)	347.7	(88.963)	(6,269.4)
Non-Labor:							
Electric Power	0.000	(3.000)	1.613	1.613	-	4.613	(153.8)
Fuel	0.000	8.200	(1.510)	(1.510)	-	(9.710)	(118.4)
Insurance	(3.549)	(14.549)	0.439	3.988	112.4	14.988	(103.0)
Claims	7.973	7.973	10.679	2.706	33.9	2.706	33.9
Paratransit Service Contracts	2.000	2.000	4.986	2.986	(149.3)	2.986	149.3
Maintenance and Other Operating Contracts	(10.700)	(14.707)	5.634	16.334	152.7	20.341	138.3
Professional Service Contracts	6.000	9.000	9.378	3.378	56.3	0.378	4.2
Materials & Supplies	(22.000)	4.014	23.318	45.318	(206.0)	19.304	(480.9)
Other Business Expenses	0.000	(0.001)	2.688	2.688	-	2.689	-
Total Non-Labor Expenditures	(20.276)	(1.070)	57.225	77.501	(382.2)	58.295	(5,448.1)
Other Expenditure Adjustments:							
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Other Expenditure Adjustments	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenditures Before GASB Adjs.	(39.828)	0.349	(30.319)	9.509	(23.9)	(30.668)	(8,787.4)
Depreciation	1,445.000	1,445.000	1,398.149	(46.851)	(3.2)	(46.851)	(3.2)
Other Post Employment Benefits	929.883	1,354.951	1,354.951	425.068	45.7	0.000	-
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenditures	2,335.055	2,800.300	2,722.781	387.726	16.6	(77.519)	(2.8)
Net Surplus/(Deficit)							
<i>(Excluding Subsidies and Debt Service)</i>	2,489.441	2,910.501	2,709.955	220.514	8.9	(200.546)	(6.9)

Totals may not add due to rounding.

MTA New York City Transit
Preliminary 2012 Year-End Report
Non-Reimbursable and Reimbursable Positions by Function and Department
Full-Time Positions and Full-Time Equivalents

	December 31, 2012			Favorable/(Unfavorable) Variance			
	Adopted Budget	Final Estimate	Actual	Adopted Budget Variance	Percent	Final Estimate Variance	Percent
Administration							
Office of the President	20	29	28	(8)	-40.0%	1	3.4%
Law	266	266	258	8	3.0%	8	3.0%
Office of the EVP	41	41	37	4	9.8%	4	9.8%
Human Resources	181	184	237	(56)	-30.9%	(53)	-28.8%
Office of Management and Budget	39	39	37	2	5.1%	2	5.1%
Capital Planning & Budget	31	31	30	1	3.2%	1	3.2%
Corporate Communications	243	249	244	(1)	-0.4%	5	2.0%
AFC Program Management & Sales	54	54	51	3	5.6%	3	5.6%
Technology & Information Services	395	436	439	(44)	-11.1%	(3)	-0.7%
Non-Departmental	85	-	-	85	100.0%	-	-
Labor Relations	96	96	94	2	2.1%	2	2.1%
Materiel	234	237	236	(2)	-0.9%	1	0.4%
Controller	121	121	136	(15)	-12.4%	(15)	-12.4%
Total Administration	1,806	1,783	1,827	(21)	-1.2%	(44)	-2.5%
Operations							
Subways Rapid Transit Operations	7,390	7,388	7,382	8	0.1%	6	0.1%
Subways Operation Support	311	312	320	(9)	-2.9%	(8)	-2.6%
Subways Stations	2,693	2,693	2,663	30	0.0%	30	1.1%
Subtotal- Subways	10,394	10,393	10,365	29	0.3%	28	0.3%
Buses	10,294	10,272	10,375	(81)	-0.8%	(103)	-1.0%
Paratransit	148	170	157	(9)	-6.1%	13	7.6%
Operations Planning	376	394	368	8	2.1%	26	6.6%
Revenue Control	423	421	390	33	7.8%	31	7.4%
Total Operations	21,635	21,650	21,655	(20)	-0.1%	(5)	0.0%
Maintenance							
Subways Operations Support	166	162	158	8	4.8%	4	
Subways Engineering	300	311	294	6	2.0%	17	5.5%
Subways Car Equipment	4,110	4,118	4,143	(33)	-0.8%	(25)	-0.6%
Subways Infrastructure	1,289	1,292	1,320	(31)	-2.4%	(28)	-2.2%
Subways Elevator & Escalators	352	381	345	7	2.0%	36	
Subways Stations	3,540	3,540	3,540	-	0.0%	-	0.0%
Subways Track	2,692	2,730	2,669	23	0.9%	61	2.2%
Subways Power	622	596	614	8	1.3%	(18)	-3.0%
Subways Signals	1,451	1,417	1,403	48	3.3%	14	1.0%
Subways Electronics Maintenance	1,404	1,378	1,361	43	3.1%	17	1.2%
Subtotal- Subways	15,926	15,925	15,847	79	0.5%	78	0.5%
Buses	3,725	3,731	3,754	(29)	-0.8%	(23)	-0.6%
Revenue Control	150	137	137	13	8.7%	-	0.0%
Supply Logistics	547	557	552	(5)	-0.9%	5	0.9%
System Safety	88	88	83	5	5.7%	5	5.7%
Total Maintenance	20,436	20,438	20,373	63	0.3%	65	0.3%
Engineering/Capital							
Capital Program Management							
Total Engineering/Capital	1,218	1,218	1,193	25	2.1%	25	2.1%
	1,218	1,218	1,193	25	2.1%	25	2.1%
Public Safety							
Security	504	574	489	15	3.0%	85	14.8%
Total Public Safety	504	574	489	15	3.0%	85	14.8%
Baseline Total Positions	45,599	45,663	45,537	62	0.1%	126	0.3%
Non-Reimbursable	41,071	41,158	40,597	474	1.2%	561	1.4%
Reimbursable	4,528	4,505	4,940	(412)	-9.1%	(435)	-9.7%
Total Full-Time	45,444	45,504	45,329	115	0.3%	175	0.4%
Total Full-Time Equivalents	155	159	208	(53)	-34.2%	(49)	-30.8%

MTA New York City Transit
Preliminary 2012 Year-End Report
Full-Time Positions and Full-Time Equivalents
by Function and Occupation Group

	December 31, 2012			Favorable/(Unfavorable) Variance			
	Adopted Budget	Final Estimate	Actual	Adopted Budget Variance	Budget Percent	Final Estimate Variance	Estimate Percent
Administration:							
Managers/Supervisors	618	628	577	41	6.6%	51	8.1%
Professional, Technical, Clerical	1,072	1,123	1,225	(153)	-14.3%	(102)	-9.1%
Operational Hourlies	116	32	25	91	78.4%	7	21.9%
Total Administration	1,806	1,783	1,827	(21)	-1.2%	(44)	-2.5%
Operations							
Managers/Supervisors	2,516	2,516	2,407	109	4.3%	109	4.3%
Professional, Technical, Clerical	364	379	369	(5)	-1.4%	10	2.6%
Operational Hourlies	18,755	18,755	18,879	(124)	-0.7%	(124)	-0.7%
Total Operations	21,635	21,650	21,655	(20)	-0.1%	(5)	0.0%
Maintenance							
Managers/Supervisors	3,861	3,871	3,650	211	5.5%	221	5.7%
Professional, Technical, Clerical	1,026	1,027	964	62	6.0%	63	6.1%
Operational Hourlies	15,549	15,540	15,759	(210)	-1.4%	(219)	-1.4%
Total Maintenance	20,436	20,438	20,373	63	0.3%	65	0.3%
Engineering/Capital							
Managers/Supervisors	272	272	255	17	6.3%	17	6.3%
Professional, Technical, Clerical	944	944	936	8	0.8%	8	0.8%
Operational Hourlies	2	2	2	-	0.0%	-	0.0%
Total Engineering/Capital	1,218	1,218	1,193	25	2.1%	25	2.1%
Public Safety							
Managers/Supervisors	129	195	128	1	0.8%	67	34.4%
Professional, Technical, Clerical	32	36	29	3	9.4%	7	19.4%
Operational Hourlies	343	343	332	11	3.2%	11	3.2%
Total Public Safety	504	574	489	15	3.0%	85	14.8%
Total Positions							
Managers/Supervisors	7,396	7,482	7,017	379	5.1%	465	6.2%
Professional, Technical, Clerical	3,438	3,509	3,523	(85)	-2.5%	(14)	-0.4%
Operational Hourlies	34,765	34,672	34,997	(232)	-0.7%	(325)	-0.9%
Total Positions	45,599	45,663	45,537	62	0.1%	126	0.3%

MTA
New York City Transit
Preliminary 2012 Overtime Results
2012 Non-Reimbursable/Reimbursable Overtime
(\$ in millions)

	2012 Adopted Budget vs. Actuals				2012 Final Estimate vs. Actuals			
	2012 Adopted Budget		2012 Final Estimate		Actuals		Var. - Fav./(Unfav)	
	Hours	\$	Hours	\$	Hours	\$	Hours	\$
NON-REIMBURSABLE OVERTIME								
<u>Scheduled Service</u>	-	\$117.863	-	\$111.082	-	\$110.872	- 0.0%	\$6.991 5.9%
<u>Unscheduled Service</u>	-	67.638	-	73.479	-	78.712	- 0.0%	(11.074) -16.4%
<u>Programmatic/Routine Maintenance</u>	-	61.484	-	96.772	-	97.488	- 0.0%	(36.004) -58.6%
<u>Unscheduled Maintenance</u>	-	0.000	-	0.000	-	0.000	- 0.0%	0.000 0.0%
<u>Vacancy/Absentee Coverage</u>	-	0.000	-	15.000	-	15.050	- 0.0%	(15.050) 0.0%
<u>Weather Emergencies</u>	-	3.666	-	28.825	-	37.146	- 0.0%	(33.480) *
<u>Safety/Security/Law Enforcement</u>	-	3.022	-	3.074	-	2.923	- 0.0%	0.098 3.2%
<u>Other</u>	-	8.359	-	13.095	-	3.241	- 0.0%	5.118 61.2%
TOTAL NON-REIMBURSABLE OVERTIME	-	\$262.032	-	\$341.328	-	\$345.432	- 0.0%	(\$83.401) -31.8%
REIMBURSABLE OVERTIME	-	\$64.565	-	\$75.640	-	\$74.854	- 0.0%	(\$10.289) -15.9%
TOTAL OVERTIME	-	\$326.597	-	\$416.968	-	\$420.286	- 0.0%	(\$93.690) -28.7%

* Above 100%

MTA
New York City Transit
November Financial Plan - 2012 Estimate
2012 Non-Reimbursable/Reimbursable Overtime
(\$ in millions)

December 2012 Year-to-Date

December 2012 Year-to-Date

	Var. - Fav./(Unfav)		
	Hours	\$	Explanations
NON-REIMBURSABLE OVERTIME			
<u>Scheduled Service</u>	-	0.211	
	0.0%	0.2%	
<u>Unscheduled Service</u>	0.00%	(5.232)	Primarily due to vacancy coverage requirements, and higher service costs than anticipated in the estimate (this variance will be reviewed further during the year-end review process).
	0.0%	-7.1%	
<u>Programmatic/Routine Maintenance</u>	0.00%	(0.716)	
	0.0%	-0.7%	
<u>Unscheduled Maintenance</u>	0.00%	0.0%	
	0.0%	0.0%	
<u>Vacancy/Absentee Coverage</u>	0.00%	(0.050)	
	0.0%	-0.3%	
<u>Weather Emergencies</u>	0.00%	(8.321)	Unfavorable results due to Sandy recovery costs in excess of amount included in estimate (\$25M), which was developed in early November.
	0.0%	-28.9%	
<u>Safety/Security/Law Enforcement</u>	0.00%	0.150	
	0.0%	4.9%	
<u>Other</u>	0.00%	9.854	
	0.0%	75.3%	
Sub-Total	-	(\$4.105)	
	0.0%	-1.2%	
REIMBURSABLE OVERTIME	-	\$0.786	
	0.0%	1.0%	
TOTAL OVERTIME	-	(\$3.319)	
	0.0%	-0.8%	

¹ All other & reimbursable budget and actual includes PTE \$'s only. Does not include hours.

* Above 100%



FINANCIAL AND RIDERSHIP REPORT

December 2012 Year-to-Date

(All data are preliminary and subject to audit)

Preliminary Actual Results Compared to the Final Estimate (estimate)

Operating revenues were \$7.5 million in 2012, less than \$0.1 million (0.5 percent) above the estimate.

Total ridership in 2012 was 4.445 million, a decrease of 1.1 percent (51,000 riders) from the estimate. 2012 average weekday ridership was 15,993, a decrease of 0.9 percent (140 riders) from 2011.

Nonreimbursable expenses before depreciation and Other Post-Employment Benefits were \$36.6 million in 2012, \$2.3 million (5.8 percent) below the estimate. Labor expenses underran by \$2.2 million (7.6 percent), mainly due to lower payroll expenses, mostly from favorable retroactive accrual adjustments pertaining to recent labor contract resolution, and vacancy savings. Partly offsetting the payroll underrun were higher overtime expenses, due mostly to the impact of Tropical Storm Sandy (Sandy) and vacancy coverage requirements, higher health & welfare expenses, due largely to rates and timing, and increased pension expenses. Non-labor expenses were slightly favorable to the estimate, as power and fuel expense underruns, due mostly to lower prices, were essentially offset by higher material purchases to replace destroyed materials housed at the Staten Island Shop, which was severely damaged by the impact of Sandy.

Depreciation expenses of \$9.0 million were equal to the estimate.

GASB #45 Other Post-Employment Benefits was adopted by the MTA in 2007. Consistent with its requirements, Staten Island Railway recorded \$2.3 million of accrued expenses in 2012, equal to the estimate.

The 2012 operating cash deficit (excluding subsidies) was \$35.0 million, \$3.9 million (10.0 percent) favorable to the estimate, due mainly to the revised timing of payments and lower-than-estimated retro-wage payments.

Preliminary Actual Results Compared to the Adopted Budget (budget)

Operating revenues were \$7.5 million in 2012, \$0.3 million (3.6 percent) below budget, due largely to ridership losses from the impact of Sandy.

Nonreimbursable expenses were \$4.0 million (9.8 percent) below budget. Labor expenses were lower by \$2.0 million (6.9 percent), due primarily to favorable retroactive payroll accrual adjustments. Non-labor expenses were under budget by \$1.9 million (17.0 percent), due to lower power/fuel prices and the favorable timing of non-revenue fleet vehicle purchases, partly offset by replacement purchases of materials destroyed by Sandy.

Note: Final 2012 results and their impact on 2013 will be reported in April.

MTA STATEN ISLAND RAILWAY
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

NON-REIMBURSABLE	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	Adopted	Final	Preliminary	Adopted Budget		Final Estimate	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
Revenue							
Farebox Revenue	\$5.726	\$5.407	\$5.389	(\$0.337)	(5.9)	(\$0.018)	(0.3)
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	2.071	2.071	2.129	0.058	2.8	0.058	2.8
Capital and Other Reimbursements	0.000	0.000	0.000	0.000	-	0.000	-
Total Revenue	\$7.797	\$7.478	\$7.518	(\$0.279)	(3.6)	\$0.040	0.5
Expenses							
Labor:							
Payroll	\$16.766	\$16.949	\$14.281	\$2.485	14.8	\$2.668	15.7
Overtime	0.681	1.157	1.362	(0.681)	(100.0)	(0.205)	(17.7)
Health and Welfare	3.781	3.756	3.929	(0.148)	(3.9)	(0.173)	(4.6)
OPEB Current Payment	0.639	0.675	0.650	(0.011)	(1.7)	0.025	3.7
Pensions	5.941	5.500	5.614	0.327	5.5	(0.114)	(2.1)
Other Fringe Benefits	1.276	1.261	1.234	0.042	3.3	0.027	2.1
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenses	\$29.084	\$29.298	\$27.070	\$2.014	6.9	\$2.228	7.6
Non-Labor:							
Electric Power	\$4.719	\$4.897	\$4.138	\$0.581	12.3	\$0.759	15.5
Fuel	0.409	0.405	0.159	0.250	61.1	0.246	60.7
Insurance	0.267	0.259	0.261	0.006	2.2	(0.002)	(0.8)
Claims	0.277	0.274	0.274	0.003	1.1	0.000	0.0
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contrac	1.734	1.629	1.438	0.296	17.1	0.191	11.7
Professional Service Contracts	0.421	0.417	0.420	0.001	0.2	(0.003)	(0.7)
Materials & Supplies	3.614	1.649	2.805	0.809	22.4	(1.156)	(70.1)
Other Business Expenses	0.005	0.005	0.006	(0.001)	(20.0)	(0.001)	(20.0)
Total Non-Labor Expenses	\$11.446	\$9.535	\$9.501	\$1.945	17.0	\$0.034	0.4
Other Expense Adjustments:							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Expense Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenses Before Depreciation	\$40.530	\$38.833	\$36.571	\$3.959	9.8	\$2.262	5.8
Depreciation	9.000	9.000	8.999	0.001	0.0	0.001	0.0
Other Post Employment Benefits	3.000	2.300	2.300	0.700	23.3	0.000	0.0
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses	\$52.530	\$50.133	\$47.870	\$4.660	8.9	\$2.263	4.7
Net Surplus/(Deficit)							
<i>(Excluding Subsidies and Debt Service)</i>	(\$44.733)	(\$42.655)	(\$40.352)	\$4.381	9.8	\$2.303	5.4

Totals may not add due to rounding

MTA STATEN ISLAND RAILWAY
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

REIMBURSABLE	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	Adopted	Final	Preliminary	Adopted Budget		Final Estimate	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
Revenue							
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Capital and Other Reimbursements	1.672	1.672	2.174	0.502	30.0	0.502	30.0
Total Revenue	\$1.672	\$1.672	\$2.174	\$0.502	30.0	\$0.502	30.0
Expenses							
Labor:							
Payroll	\$0.288	\$0.288	\$0.559	(\$0.271)	(94.1)	(\$0.271)	(94.1)
Overtime	0.704	0.704	0.529	0.175	24.9	0.175	24.9
Health and Welfare	0.509	0.509	0.198	0.311	61.1	0.311	61.1
OPEB Current Payment	0.000	0.000	0.000	0.000	-	0.000	-
Pensions	0.094	0.094	0.283	(0.189)	*	(0.189)	*
Other Fringe Benefits	0.077	0.077	0.166	(0.089)	*	(0.089)	*
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenses	\$1.672	\$1.672	\$1.735	(\$0.063)	(3.8)	(\$0.063)	(3.8)
Non-Labor:							
Electric Power	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Fuel	0.000	0.000	0.000	0.000	-	0.000	-
Insurance	0.000	0.000	0.000	0.000	-	0.000	-
Claims	0.000	0.000	0.000	0.000	-	0.000	-
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contrac	0.000	0.000	0.000	0.000	-	0.000	-
Professional Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Materials & Supplies	0.000	0.000	0.439	(0.439)	-	(0.439)	-
Other Business Expenses	0.000	0.000	0.000	0.000	-	0.000	-
Total Non-Labor Expenses	\$0.000	\$0.000	\$0.439	(\$0.439)	-	(\$0.439)	-
Other Expense Adjustments:							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Expense Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenses Before Depreciation	\$1.672	\$1.672	\$2.174	(\$0.502)	(30.0)	(\$0.502)	(30.0)
Depreciation	0.000	0.000	0.000	0.000	-	0.000	-
Other Post Employment Benefits	0.000	0.000	0.000	0.000	-	0.000	-
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses	\$1.672	\$1.672	\$2.174	(\$0.502)	(30.0)	(\$0.502)	(30.0)
Net Surplus/(Deficit) <i>(Excluding Subsidies and Debt Service)</i>	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-

Totals may not add due to rounding

MTA STATEN ISLAND RAILWAY
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

<div style="border: 1px solid black; padding: 2px; text-align: center;">NON-REIMBURSABLE/ REIMBURSABLE</div>	December 2012 Year-to-Date			Favorable/(Unfavorable) Variance			
	Adopted Budget	Final Estimate	Preliminary Actual	Adopted Budget		Final Estimate	
				\$	%	\$	%
Revenue							
Farebox Revenue	\$5.726	\$5.407	\$5.389	(\$0.337)	(5.9)	(\$0.018)	(0.3)
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	2.071	2.071	2.129	0.058	2.8	0.058	2.8
Capital and Other Reimbursements	1.672	1.672	2.174	0.502	30.0	0.502	30.0
Total Revenue	\$9.469	\$9.150	\$9.692	\$0.223	2.4	\$0.542	5.9
Expenses							
Labor:							
Payroll	\$17.054	\$17.237	\$14.840	\$2.214	13.0	\$2.397	13.9
Overtime	1.385	1.861	1.891	(0.506)	(36.5)	(0.030)	(1.6)
Health and Welfare	4.290	4.265	4.127	0.163	3.8	0.138	3.2
OPEB Current Payment	0.639	0.675	0.650	(0.011)	(1.7)	0.025	3.7
Pensions	6.035	5.594	5.897	0.138	2.3	(0.303)	(5.4)
Other Fringe Benefits	1.353	1.338	1.400	(0.047)	(3.5)	(0.062)	(4.6)
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenses	\$30.756	\$30.970	\$28.805	\$1.951	6.3	\$2.165	7.0
Non-Labor:							
Electric Power	\$4.719	\$4.897	\$4.138	\$0.581	12.3	\$0.759	15.5
Fuel	0.409	0.405	0.159	0.250	61.1	0.246	60.7
Insurance	0.267	0.259	0.261	0.006	2.2	(0.002)	(0.8)
Claims	0.277	0.274	0.274	0.003	1.1	0.000	0.0
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contracts	1.734	1.629	1.438	0.296	17.1	0.191	11.7
Professional Service Contracts	0.421	0.417	0.420	0.001	0.2	(0.003)	(0.7)
Materials & Supplies	3.614	1.649	3.244	0.370	10.2	(1.595)	(96.7)
Other Business Expenses	0.005	0.005	0.006	(0.001)	(20.0)	(0.001)	(20.0)
Total Non-Labor Expenses	\$11.446	\$9.535	\$9.940	\$1.506	13.2	(\$0.405)	(4.2)
Other Expense Adjustments:							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Expense Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenses Before Depreciation	\$42.202	\$40.505	\$38.745	\$3.457	8.2	\$1.760	4.3
Depreciation	9.000	9.000	8.999	0.001	0.0	0.001	0.0
Other Post Employment Benefits	3.000	2.300	2.300	0.700	23.3	0.000	0.0
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses	\$54.202	\$51.805	\$50.044	\$4.158	7.7	\$1.761	3.4
Net Surplus/(Deficit)							
<i>(Excluding Subsidies and Debt Service)</i>	(\$44.733)	(\$42.655)	(\$40.352)	\$4.381	9.8	\$2.303	5.4

Totals may not add due to rounding

MTA STATEN ISLAND RAILWAY
Cash Receipts and Expenditures
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

	<u>December 2012 Year-to-Date</u>			<u>Favorable/(Unfavorable) Variance</u>			
	<u>Adopted Budget</u>	<u>Final Estimate</u>	<u>Preliminary Actual</u>	<u>Adopted Budget</u>		<u>Final Estimate</u>	
				<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
Receipts							
Farebox Revenue	\$5.726	\$5.407	\$5.827	\$0.101	1.8	\$0.420	7.8
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	2.071	2.071	1.442	(0.629)	(30.4)	(0.629)	(30.4)
Capital and Other Reimbursements	1.672	2.387	0.275	(1.397)	(83.6)	(2.112)	(88.5)
Total Receipts	\$9.469	\$9.865	\$7.544	(\$1.925)	(20.3)	(\$2.321)	(23.5)
Expenditures							
Labor:							
Payroll	\$21.609	\$23.408	\$19.493	\$2.116	9.8	\$3.915	16.7
Overtime	1.385	1.861	1.891	(0.506)	(36.5)	(0.030)	(1.6)
Health and Welfare	4.290	4.265	4.196	0.094	2.2	0.069	1.6
OPEB Current Payment	0.639	0.675	0.650	(0.011)	(1.7)	0.025	3.7
Pensions	6.035	5.636	4.951	1.084	18.0	0.685	12.2
Other Fringe Benefits	1.701	1.809	1.555	0.146	8.6	0.254	14.0
GASB Account	0.347	0.471	0.137	0.210	60.5	0.334	70.9
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenditures	\$36.006	\$38.125	\$32.873	\$3.133	8.7	\$5.252	13.8
Non-Labor:							
Electric Power	\$4.719	\$5.227	\$4.045	\$0.674	14.3	\$1.182	22.6
Fuel	0.409	0.405	0.168	0.241	58.9	0.237	58.5
Insurance	0.267	0.259	0.229	0.038	14.2	0.030	11.6
Claims	0.277	0.405	0.275	0.002	0.7	0.130	32.1
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contracts	1.734	1.629	1.106	0.628	36.2	0.523	32.1
Professional Service Contracts	0.421	0.567	0.352	0.069	16.4	0.215	37.9
Materials & Supplies	3.614	1.707	3.405	0.209	5.8	(1.698)	(99.5)
Other Business Expenses	0.005	0.369	0.047	(0.042)	*	0.322	87.3
Total Non-Labor Expenditures	\$11.446	\$10.568	\$9.627	\$1.819	15.9	\$0.941	8.9
Other Expense Adjustments:							
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Other Expenditure Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenditures	\$47.452	\$48.693	\$42.500	\$4.952	10.4	\$6.193	12.7
Operating Cash Deficit	(\$37.983)	(\$38.828)	(\$34.956)	\$3.027	8.0	\$3.872	10.0

Totals may not add due to rounding

MTA STATEN ISLAND RAILWAY
Cash Conversion (Cash Flow Adjustments)
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

	<u>December 2012 Year-to-Date</u>			<u>Favorable/(Unfavorable) Variance</u>			
	<u>Adopted</u>	<u>Final</u>	<u>Preliminary</u>	<u>Adopted Budget</u>		<u>Final Estimate</u>	
	<u>Budget</u>	<u>Estimate</u>	<u>Actual</u>	<u>\$</u>	<u>%</u>	<u>\$</u>	<u>%</u>
Receipts							
Farebox Revenue	\$0.000	\$0.000	\$0.438	\$0.438	-	0.438	-
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	0.000	0.000	(0.687)	(0.687)	-	(0.687)	-
Capital and Other Reimbursements	0.000	0.715	(1.899)	(1.899)	-	(2.614)	*
Total Receipts	\$0.000	\$0.715	(\$2.148)	(\$2.148)	-	(\$2.863)	*
Expenditures							
Labor:							
Payroll	(\$4.555)	(\$6.171)	(\$4.653)	(0.098)	(2.2)	1.518	24.6
Overtime	0.000	0.000	0.000	0.000	-	0.000	-
Health and Welfare	0.000	0.000	(0.069)	(0.069)	-	(0.069)	-
OPEB Current Payment	0.000	0.000	0.000	0.000	-	0.000	-
Pensions	0.000	(0.042)	0.946	0.946	-	0.988	*
Other Fringe Benefits	(0.348)	(0.471)	(0.155)	0.193	55.5	0.316	67.1
GASB Account	(0.347)	(0.471)	(0.137)	0.210	60.5	0.334	70.9
Reimbursable Overhead	0.000	0.000	0.000	0.000	-	0.000	-
Total Labor Expenditures	(\$5.250)	(\$7.155)	(\$4.068)	\$1.182	22.5	\$3.087	43.1
Non-Labor:							
Electric Power	\$0.000	(\$0.330)	\$0.093	0.093	-	0.423	*
Fuel	0.000	0.000	(0.009)	(0.009)	-	(0.009)	-
Insurance	0.000	0.000	0.032	0.032	-	0.032	-
Claims	0.000	(0.131)	(0.001)	(0.001)	-	0.130	99.2
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contrac	0.000	0.000	0.332	0.332	-	0.332	-
Professional Service Contracts	0.000	(0.150)	0.068	0.068	-	0.218	*
Materials & Supplies	0.000	(0.058)	(0.161)	(0.161)	-	(0.103)	*
Other Business Expenses	0.000	(0.364)	(0.041)	(0.041)	-	0.323	88.7
Total Non-Labor Expenditures	\$0.000	(\$1.033)	\$0.313	\$0.313	-	\$1.346	*
Other Expense Adjustments:							
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Other Expenditure Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenditures Before Depreciation	(\$5.250)	(\$8.188)	(\$3.755)	\$1.495	28.5	\$4.433	54.1
Depreciation	9.000	9.000	8.999	(0.001)	0.0	(0.001)	0.0
Other Post Employment Benefits	3.000	2.300	2.300	(0.700)	(23.3)	0.000	0.0
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenditures	\$6.750	\$3.112	\$7.544	\$0.794	11.8	\$4.432	*
Net Surplus/(Deficit)							
<i>(Excluding Subsidies and Debt Service)</i>	\$6.750	\$3.827	\$5.396	(\$1.354)	(20.1)	\$1.569	41.0

Totals may not add due to rounding

MTA Staten Island Railway
Explanation of Variances Between Final Estimate and Actual: Accrual & Cash
December 2012 Year-to-Date

Generic Revenue or Expense Category	Non-Reimb. or Reimb.	Favorable/ (Unfavorable) Variance		Reason for Variance
		\$	%	
<u>ACCRUAL</u>				
Payroll	Non Reimb.	2.668	15.7%	Favorable retroactive accrual adjustments pertaining to recent labor contract resolution and vacancy savings
Overtime	Non Reimb.	(0.205)	(17.7)%	Mostly impact of Sandy and vacancy coverage requirements
Health and Welfare/OPEB Current	Non Reimb.	(0.148)	(3.3)%	Mostly rates/timing
Electric Power	Non Reimb.	0.759	15.5%	Lower prices
Fuel	Non Reimb.	0.246	60.7%	Lower prices/usage
Maintenance and Other Operating Contracts	Non Reimb.	0.191	11.7%	Mainly lower actual usage
Materials & Supplies	Non Reimb.	(1.156)	(70.1)%	Material purchases to replace destroyed materials at SI Shop due to Sandy
Capital and Other Reimbursements	Reimb.	0.502	30.0%	Accrued reimbursement of net expense increases shown below
Payroll	Reimb.	(0.271)	(94.1)%	Capital project work resource shift from overtime
Overtime	Reimb.	0.175	24.9%	Capital project work resource shift to payroll
Health and Welfare	Reimb.	0.311	61.1%	Favorable timing of expenses
Pension	Reimb.	(0.189)	n/a	Unfavorable timing of expenses
Other Fringe Benefits	Reimb.	(0.089)	n/a	Unfavorable timing of expenses
Materials	Reimb.	(0.439)	n/a	Material purchases to replace destroyed materials at SI Shop due to Sandy
<u>CASH</u>				
Farebox Receipts	-	0.420	7.8%	Timing of cash settlements with NYCT
Other Operating Receipts	-	(0.629)	(30.4)%	Mostly timing of student fare reimbursements
Capital and Other Reimbursements	-	(2.112)	(88.5)%	Timing of reimbursement processing
Payroll	-	3.915	16.7%	Revised timing of payments and lower-than-estimated retro-wage payments
Pension	-	0.685	12.2%	Timing of pension payments
Other Fringe Benefits	-	0.254	14.0%	Mostly timing of Workers' Compensation payments
GASB Account	-	0.334	70.9%	Timing of GASB payments to MTA
Electric Power	-	1.182	22.6%	Mostly lower prices and the timing of payments
Fuel	-	0.237	58.5%	Mostly lower prices/usage
Claims	-	0.130	32.1%	Lower-than-anticipated payouts
Maintenance and Other Operating Contracts	-	0.523	32.1%	Mainly lower actual usage/payment timing
Professional Service Contracts	-	0.215	37.9%	Timing of billing/payments
Materials & Supplies	-	(1.698)	(99.5)%	Material purchases to replace destroyed materials at SI Shop due to Sandy

MTA STATEN ISLAND RAILWAY
Preliminary 2012 Year-End Report
Non-Reimbursable and Reimbursable Positions by Function and Department
Full-time Positions and Full-time Equivalents

<u>December 31, 2012</u>			
<u>Function/Departments</u>	<u>Final Estimate</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>
Administration			
Executive	14	14	0
General Office	8	6	2
Purchasing/Stores	6	6	0
Total Administration	28	26	2
Operations			
Transportation	91	100	(9)
Total Operations	91	100	(9)
Maintenance			
Mechanical	43	41	2
Electronics/Electrical	12	8	4
Power/Signals	26	25	1
Maintenance of Way	46	45	1
Infrastructure	25	26	(1)
Total Maintenance	152	145	7
Total Positions	271	271	0
Non-Reimbursable	268	268	0
Reimbursable	3	3	0
Total Full-Time	271	271	0
Total Full-Time-Equivalents	0	0	0

Note-2012 Budgeted positions not consistent with above categorization and therefore
not presented above

MTA STATEN ISLAND RAILWAY
Preliminary 2012 Year-End Report
Full-Time Positions and-Full Time Equivalents
by Function and Occupational Group

<u>December 31, 2012</u>				<u>Explanation of Variances</u>
	<u>Final Estimate</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>	
Administration				
Managers/Supervisors	16	13	3	
Professional, Technical, Clerical	12	13	(1)	
Operational Hourlies	0	0	0	
Total Administration	28	26	2	
Operations				
Managers/Supervisors	5	4	1	
Professional, Technical, Clerical	3	3	0	
Operational Hourlies	83	93	(10)	
Total Operations	91	100	(9)	
Maintenance				
Managers/Supervisors	7	13	(6)	
Professional, Technical, Clerical	3	1	2	
Operational Hourlies	142	131	11	
Total Maintenance	152	145	7	
Engineering/Capital				
Managers/Supervisors	0	0	0	
Professional, Technical, Clerical	0	0	0	
Operational Hourlies	0	0	0	
Total Engineering/Capital	0	0	0	
Public Safety				
Managers/Supervisors	0	0	0	
Professional, Technical, Clerical	0	0	0	
Operational Hourlies (other than uniformed)	0	0	0	
Total Public Safety	0	0	0	
Total Positions				
Managers/Supervisors	28	30	(2)	
Professional, Technical, Clerical	18	17	1	
Operational Hourlies	225	224	1	
Total Positions	271	271	0	

MTA STATEN ISLAND RAILWAY
2012 ADOPTED BUDGET and FINAL ESTIMATE vs. ACTUAL
Ridership (Utilization)

<u>RIDERSHIP</u>	<u>December 2012 Year-to-Date</u>			<u>Favorable/(Unfavorable)</u>			
	<u>Adopted Budget</u>	<u>Final Estimate</u>	<u>Actual</u>	<u>Adopted Budget</u>		<u>Final Estimate</u>	
				<u>Variance</u>	<u>Percent</u>	<u>Variance</u>	<u>Percent</u>
Ridership	4.658	4.496	4.445	(0.213)	(4.6%)	(0.051)	(1.1%)
Total Utilization	4.658	4.496	4.445	(0.213)	(4.6%)	(0.051)	(1.1%)

FAREBOX REVENUE

Total Farebox Revenue	5.726	5.407	5.389	(0.337)	(5.9%)	(0.018)	(0.3%)
Total Revenue	\$5.726	\$5.407	\$5.389	(\$0.337)	(5.9%)	(0.018)	(0.3%)

MTA STATEN ISLAND RAILWAY
RIDERSHIP/TRAFFIC VOLUME (UTILIZATION)
2011 ACTUAL VERSUS 2012 PRELIMINARY ACTUAL
(in millions)

	<u>2011</u>	<u>2012</u>	<u>Variance</u>		<u>Explanation</u>
			<u>Amount</u>	<u>Percent</u>	
Average Weekday	0.016	0.016	(0.000)	(0.9%)	
Average Weekend	0.009	0.008	(0.001)	(7.3%)	Due to reduced service after Sandy

Note: SIR ridership includes estimated non-St. George students.



FINANCIAL AND RIDERSHIP REPORT

December 2012 Year-to-Date

(All data are preliminary and subject to audit)

Preliminary Actual Results Compared to the Final Estimate (estimate)

Operating revenues were \$201.3 million in 2012, \$4.1 million (2.1 percent) above the estimate, due primarily to increased farebox revenue, due mainly to a smaller-than-expected revenue loss from Tropical Storm Sandy (Sandy) and higher pass average fares, resulting from trips not made due to Sandy. Other operating revenue also exceeded the estimate, due mostly to higher student ridership, resulting in increased fare reimbursements, and insurance recoveries.

Total ridership in 2012 was 119.7 million, an increase of 0.6 percent (729,000 riders) from the estimate, due mainly to a smaller-than-expected ridership loss from Sandy. 2012 average weekday ridership was 396,772, an increase of 2.1 percent (82,000 riders) from 2011.

Nonreimbursable expenses before depreciation and Other Post-Employment Benefits were \$540.3 million in 2012, \$11.7 million (2.1 percent) below the estimate. Labor expenses overran the estimate by \$34.0 million (8.4 percent), due mainly to higher payroll expenses of \$12.0 million (5.3 percent) and other fringe benefit expenses of \$12.5 million (40.0 percent). The payroll overrun was largely due to a higher rate of pay for Manager, Professional & Technical, and Admin (MPA), the unfavorable timing of reimbursable billings, unbudgeted miscellaneous labor expenses, higher headcount and the impact of Sandy. The other fringe benefit increase represented specifically a reclassification of Workers' Compensation expenses from the non-labor insurance category. Non-labor expenses were below the estimate by \$45.7 million (30.7 percent), including the aforementioned insurance reclassification, lower fuel expenses of \$13.6 million (34.6 percent), mostly due to favorable CNG tax credit receipts/accrual adjustments and lower prices, and underruns in maintenance contracts, due largely to the favorable timing of payments.

Depreciation expenses were \$46.8 million, \$3.5 million (8.4 percent) higher than the estimate.

GASB #45 Other Post-Employment Benefits was adopted by the MTA in 2007. Consistent with its requirements, MTA Bus Company recorded \$55.3 million of accrued expenses in 2012, \$0.1 million (0.2 percent) below the estimate.

The 2012 operating cash deficit (excluding subsidies) was \$361.0 million, \$61.5 million (14.6 percent) favorable to the estimate, due mainly to the timing of payments.

Preliminary Actual Results Compared to the Adopted Budget (budget)

Operating revenues were \$201.3 million in 2012, \$2.1 million (1.0 percent) higher than budget. Nonreimbursable expenses were \$11.7 million (2.2 percent) above budget, due to higher payroll/overtime/fringe benefit expenses, partly offset by the favorable timing of non-labor payments.

Note: Final 2012 results and their impact on 2013 will be reported in April.

MTA BUS COMPANY
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

NON-REIMBURSABLE									
	2012			Favorable/(Unfavorable) Variance					
	Adopted Budget	Final Estimate	Preliminary Actual	2012 Adopted Budget		Final Estimate			
	\$			\$	%	\$	%		
Operating Revenue									
Farebox Revenue	\$ 180.168	\$ 178.121	\$ 180.754	\$ 0.586	0.3	\$ 2.633	1.5		
Other Operating Revenue	19.019	19.019	20.499	1.480	7.8	1.480	7.8		
Capital and Other Reimbursements	-	-	-	-	-	-	-		
Total Revenue	\$ 199.187	\$ 197.140	\$ 201.253	\$ 2.066	1.0	\$ 4.113	2.1		
Operating Expenses									
Labor:									
Payroll	\$ 222.793	\$ 224.887	\$ 236.893	\$ (14.100)	(6.3)	\$ (12.006)	(5.3)		
Overtime	40.783	45.375	47.968	(7.185)	(17.6)	(2.593)	(5.7)		
Health and Welfare	44.118	46.976	46.769	(2.651)	(6.0)	0.207	0.4		
OPEB Current Payment	14.586	14.586	17.196	(2.610)	(17.9)	(2.610)	(17.9)		
Pensions	43.150	40.357	44.859	(1.709)	(4.0)	(4.502)	(11.2)		
Other Fringe Benefits	22.800	31.159	43.622	(20.822)	(91.3)	(12.463)	(40.0)		
GASB Account	-	-	-	-	-	-	-		
Reimbursable Overhead	-	-	-	-	-	-	-		
Total Labor Expenses	\$ 388.230	\$ 403.340	\$ 437.306	\$ (49.076)	(12.6)	\$ (33.966)	(8.4)		
Non-Labor:									
Traction and Propulsion Power	\$ -	\$ 1.051	\$ 0.702	\$ (0.702)	-	\$ 0.349	33.2		
Fuel for Buses and Trains	34.408	39.217	25.631	8.777	25.5	13.586	34.6		
Insurance	14.668	15.356	2.006	12.662	86.3	13.350	86.9		
Claims	25.000	25.000	22.067	2.933	11.7	2.933	11.7		
Maintenance and Other Operating Contracts	28.440	27.899	16.857	11.583	40.7	11.042	39.6		
Professional Service Contracts	6.705	5.689	6.254	0.451	6.7	(0.565)	(9.9)		
Materials & Supplies	26.904	30.170	26.298	0.606	2.3	3.872	12.8		
Other Business Expenses	4.251	4.272	3.180	1.071	25.2	1.092	25.6		
Total Non-Labor Expenses	\$ 140.377	\$ 148.654	\$ 102.995	\$ 37.382	26.6	\$ 45.659	30.7		
Other Expense Adjustments:									
Other	\$ -	\$ -	\$ -	\$ -	-	\$ -	-		
Total Other Expense Adjustments	\$ -	\$ -	\$ -	\$ -	-	\$ -	-		
Total Expenses before Non-Cash Liability Adjs.	\$ 528.607	\$ 551.994	\$ 540.301	\$ (11.694)	(2.2)	\$ 11.693	2.1		
Depreciation	\$ 42.235	\$ 42.235	\$ 45.780	\$ (3.545)	(8.4)	\$ (3.545)	(8.4)		
OPEB Obligation	55.415	55.415	55.326	0.089	0.2	0.089	0.2		
Environmental Remediation	-	-	2.320	(2.320)	-	(2.320)	-		
Total Expenses	\$ 626.257	\$ 649.644	\$ 643.727	\$ (17.470)	(2.8)	\$ 5.917	0.9		
Baseline Surplus/(Deficit)	\$ (427.070)	\$ (452.504)	\$ (442.474)	\$ (15.404)	(3.6)	\$ 10.030	2.2		

*Totals may not add due to rounding

MTA BUS COMPANY
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

REIMBURSABLE								
	2012			Favorable/(Unfavorable) Variance				
	Adopted Budget	Final Estimate	Preliminary Actual	2012 Adopted Budget		Final Estimate		
				\$	%	\$	%	
Revenue								
Farebox Revenue	\$ -	\$ -	\$ -	\$ -	-	\$ -	-	-
Other Operating Revenue								
Capital and Other Reimbursements	7.727	8.730	5.689	(2.039)	(26.4)	(3.041)	(34.8)	
Total Revenue	\$7.727	\$8.730	\$5.689	(\$2.039)	(26.4)	(\$3.041)	(34.8)	
Expenses								
<u>Labor:</u>								
Payroll	\$ 5.718	\$ 5.718	\$ 2.804	\$ 2.914	51.0	\$ 2.914	51.0	
Overtime	-	-	-	-	-	-	-	
Health and Welfare	1.052	1.052	0.894	0.157	15.0	0.158	15.0	
OPEB Current Payment	-	-	-	-	-	-	-	
Pensions	0.492	0.492	0.441	0.051	10.4	0.051	10.5	
Other Fringe Benefits	0.466	0.466	0.190	0.275	59.1	0.276	59.1	
GASB Account	-	-	-	-	-	-	-	
Reimbursable Overhead	-	-	0.214	(0.214)	-	(0.214)	-	
Total Labor Expenses	\$ 7.727	\$ 7.728	\$ 4.543	\$ 3.184	41.2	\$ 3.185	41.2	
<u>Non-Labor:</u>								
Traction and Propulsion Power	\$ -	\$ -	\$ -	\$ -	-	\$ -	-	
Fuel for Buses and Trains	-	-	-	-	-	-	-	
Insurance	-	-	-	-	-	-	-	
Claims	-	-	-	-	-	-	-	
Paratransit Service Contracts	-	-	-	-	-	-	-	
Maintenance and Other Operating Contracts	-	0.216	0.710	(0.710)	-	(0.494)	*	
Professional Service Contracts	-	-	0.439	(0.439)	-	(0.439)	-	
Materials & Supplies	-	0.786	(0.016)	0.016	-	0.802	*	
Other Business Expenses	-	-	0.013	(0.013)	-	(0.013)	-	
Total Non-Labor Expenses	\$ -	\$ 1.002	\$ 1.146	\$ (1.146)	-	\$ (0.144)	(14.3)	
<u>Other Expense Adjustments:</u>								
Other	-	-	-	-	-	-	-	
Total Other Expense Adjustments	\$ -	\$ -	\$ -	\$ -	-	\$ -	-	
Total Expenses Before Depreciation	\$ 7.727	\$ 8.730	\$ 5.689	\$ 2.039	26.4	\$ 3.041	34.8	
Depreciation	-	-	-	-	-	-	-	
OPEB Obligation	-	-	-	-	-	-	-	
Environmental Remediation	-	-	-	-	-	-	-	
Total Expenses	\$ 7.727	\$ 8.730	\$ 5.689	\$ 2.039	26.4	\$ 3.041	34.8	
Net Surplus/(Deficit)	\$ -	\$ -	\$ (0.000)	\$ (0.000)	-	\$ (0.000)	-	

*Totals may not add due to rounding

MTA BUS COMPANY
Accrual Statement of Operations by Category
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

NON-REIMBURSABLE/ REIMBURSABLE	2012			Favorable/(Unfavorable) Variance			
	Adopted Budget	Final Estimate	Preliminary Actual	2012 Adopted Budget		Final Estimate	
				\$	%	\$	%
Revenue							
Farebox Revenue	\$ 180.168	\$ 178.121	\$ 180.754	\$ 0.586	0.3	\$ 2.633	1.5
Other Operating Revenue	19.019	19.019	20.499	1.480	7.8	1.480	7.8
Capital and Other Reimbursements	7.727	8.730	5.689	(2.039)	(26.4)	(3.041)	(34.8)
Total Revenue	\$ 206.914	\$ 205.870	\$ 206.942	\$ 0.027	0.0	\$ 1.072	0.5
Expenses							
<u>Labor:</u>							
Payroll	\$ 228.512	\$ 230.605	\$ 239.697	\$ (11.185)	(4.9)	\$ (9.092)	(3.9)
Overtime	40.783	45.375	47.968	(7.185)	(17.6)	(2.593)	(5.7)
Health and Welfare	45.170	48.028	47.663	(2.494)	(5.5)	0.365	0.8
OPEB Current Payment	14.586	14.586	17.196	(2.610)	(17.9)	(2.610)	(17.9)
Pensions	43.641	40.849	45.299	(1.658)	(3.8)	(4.450)	(10.9)
Other Fringe Benefits	23.266	31.625	43.812	(20.547)	(88.3)	(12.187)	(38.5)
Reimbursable Overhead	0.000	0.000	0.214	(0.214)	-	(0.214)	-
Total Labor Expenses	\$ 395.957	\$ 411.068	\$ 441.849	\$ (45.892)	(11.6)	\$ (30.781)	(7.5)
<u>Non-Labor:</u>							
Traction and Propulsion Power	\$ -	\$ 1.051	\$ 0.702	\$ (0.702)	-	\$ 0.349	33.2
Fuel for Buses and Trains	34.408	39.217	25.631	8.777	25.5	13.586	34.6
Insurance	14.668	15.356	2.006	12.662	86.3	13.350	86.9
Claims	25.000	25.000	22.067	2.933	11.7	2.933	11.7
Maintenance and Other Operating Contracts	28.440	28.115	17.567	10.873	38.2	10.548	37.5
Professional Service Contracts	6.705	5.689	6.693	0.012	0.2	(1.004)	(17.6)
Materials & Supplies	26.904	30.956	26.282	0.623	2.3	4.674	15.1
Other Business Expenses	4.251	4.272	3.193	1.058	24.9	1.079	25.3
Total Non-Labor Expenses	\$ 140.377	\$ 149.656	\$ 104.140	\$ 36.237	25.8	\$ 45.516	30.4
<u>Other Expense Adjustments:</u>							
Other	\$ -	\$ -	\$ -	\$ -	-	\$ -	-
Total Other Expense Adjustments	\$ -	\$ -	\$ -	\$ -	-	\$ -	-
Total Expenses Before Depreciation and GASB Adjs.	\$ 536.334	\$ 560.724	\$ 545.990	\$ (9.655)	(1.8)	\$ 14.734	2.6
Depreciation	\$ 42.235	\$ 42.235	\$ 45.780	\$ (3.545)	(8.4)	\$ (3.545)	(8.4)
OPEB Obligation	\$ 55.415	\$ 55.415	\$ 55.326	\$ 0.089	0.2	\$ 0.089	0.2
Environmental Remediation	\$ -	\$ -	\$ 2.320	\$ (2.320)	-	\$ (2.320)	-
Total Expenses	\$ 633.984	\$ 658.374	\$ 649.416	\$ (15.432)	(2.4)	\$ 8.958	1.4
Baseline Surplus/(Deficit)	\$ (427.070)	\$ (452.504)	\$ (442.474)	\$ (15.404)	(3.6)	\$ 10.030	2.2

*Totals may not add due to rounding

MTA BUS COMPANY
Explanation of Variances between 2012 Final Estimate and Preliminary Actual: Accrual
December 2012 Year-to-Date

Generic Revenue or Expense Category	Non Reimb. or Reimb.	Variance Fav (Unfav)		Reason for Variance
		\$	%	
Farebox Revenue	Non Reimb	\$2.633	1.5%	Revenue greater than budget due to positive average fare adjustment, higher ridership from the mild winter, and improved economy
Other Operating Revenue	Non Reimb	\$1.480	7.8%	Higher than anticipated student ridership and insurance recoveries, scrap and miscellaneous income
Capital and Other Reimbursements	Reimb	(\$3.041)	(34.8%)	Lower than expected receipts
Payroll	Non Reimb	(\$12.006)	(5.3%)	Mainly due to higher rate of pay for MPA, timing of reimbursable billings, unbudgeted miscellaneous labor expenses, greater than budgeted headcount and Tropical Storm Sandy
Overtime	Non Reimb	(\$2.593)	(5.7%)	Impact of a proactive bus maintenance program, absentee coverage and vacancies in the first half of 2012
Health and Welfare	Non Reimb	\$0.207	0.4%	Unfavorable net variance of \$2.4M is due to higher retiree claims
OPEB Current Payment	Non Reimb	(\$2.610)	(17.9%)	
Pensions	Non Reimb	(\$4.502)	(11.2%)	Higher expenses and third party actuarial re-estimate
Other Fringe Benefits	Non Reimb	(\$12.463)	(40.0%)	Reclassification of workers compensation from Insurance
Fuel for Buses and Trains	Non Reimb	\$13.586	34.6%	Mainly due to the 2011 over accrual reversed in 2012 and the 2011 and 2012 CNG Tax credit and lower than estimated fuel prices
Insurance	Non Reimb	\$13.350	86.9%	Reclassification of workers compensation to Other Fringe
Claims	Non Reimb	\$2.933	11.7%	Timing of payments
Maintenance and Other Operating Contracts	Non Reimb	\$11.042	39.6%	Timing of payments
Professional Service Contracts	Non Reimb	(\$0.565)	(9.9%)	Higher than expected expenses
Materials & Supplies	Non Reimb	\$3.872	12.8%	Timing of payments
Other Business Expenses	Non Reimb	\$1.092	25.6%	Timing of payments

* Variance exceeds 100%.

(a) - Variance less than 5% or below \$ threshold

MTA BUS COMPANY
Cash Receipts and Expenditures
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
(\$ in millions)

	2012			Favorable/(Unfavorable) Variance			
	Adopted Budget	Final Estimate	Preliminary Actual	2012 Adopted Budget		Final Estimate	
				\$	%	\$	%
Receipts							
Farebox Revenue	\$ 180.168	\$ 179.138	\$ 178.889	\$ (1.279)	(0.7)	\$ (0.249)	(0.1)
Other Operating Revenue	19.019	19.019	19.607	0.588	3.1	0.588	3.1
Capital and Other Reimbursements	11.838	12.840	3.734	(8.104)	(68.5)	(9.106)	(70.9)
Total Receipts	\$ 211.025	\$ 210.997	\$ 202.231	\$ (8.795)	(4.2)	\$ (8.766)	(4.2)
Expenditures							
<u>Labor:</u>							
Payroll	\$ 241.627	\$ 243.104	\$ 224.088	\$ 17.540	7.3	\$ 19.016	7.8
Overtime	40.783	45.375	47.968	(7.185)	(17.6)	(2.593)	(5.7)
Health and Welfare	44.766	56.710	80.016	(35.250)	(78.7)	(23.306)	(41.1)
OPEB Current Payment	14.586	20.869	17.196	(2.610)	(17.9)	3.673	17.6
Pensions	43.467	40.674	43.801	(0.334)	(0.8)	(3.127)	(7.7)
Other Fringe Benefits	23.100	33.880	21.026	2.074	9.0	12.854	37.9
GASB Account	4.317	5.862	5.862	(1.545)	(35.8)	-	0.0
Reimbursable Overhead	-	-	-	-	-	-	-
Total Labor Expenditures	\$ 412.647	\$ 446.474	\$ 439.956	\$ (27.309)	(6.6)	\$ 6.518	1.5
<u>Non-Labor:</u>							
Traction and Propulsion Power	\$ -	\$ 1.051	\$ 1.118	(1.118)	-	(0.067)	(6.4)
Fuel for Buses and Trains	34.408	47.382	40.055	(5.647)	(16.4)	7.327	15.5
Insurance	14.668	32.600	12.049	2.619	17.9	20.551	63.0
Claims	17.100	21.835	15.261	1.839	10.8	6.574	30.1
Maintenance and Other Operating Contracts	28.440	31.397	15.282	13.159	46.3	16.115	51.3
Professional Service Contracts	6.705	7.689	4.382	2.323	34.6	3.307	43.0
Materials & Supplies	26.904	39.481	33.267	(6.363)	(23.6)	6.214	15.7
Other Business Expenses	4.251	5.609	1.886	2.365	55.6	3.723	66.4
Total Non-Labor Expenditures	\$ 132.477	\$ 187.044	\$ 123.300	\$ 9.177	6.9	\$ 63.744	34.1
<u>Other Expenditure Adjustments:</u>							
Other	\$ -	\$ -	\$ -	\$ -	-	\$ -	-
Total Other Expenditure Adjustments	\$ -	\$ -	\$ -	\$ -	-	\$ -	-
Total Expenditures Before Depreciation	\$ 545.124	\$ 633.518	\$ 563.256	\$ (18.132)	(3.3)	\$ 70.262	11.1
Depreciation	\$ -	\$ -		\$ -	-	\$ -	-
OPEB Obligation	\$ -	\$ -		\$ -	-	\$ -	-
Environmental Remediation	\$ -	\$ -		\$ -	-	\$ -	-
Total Expenditures	\$ 545.124	\$ 633.518	\$ 563.256	\$ (18.132)	(3.3)	\$ 70.262	11.1
Baseline Cash Deficit	\$ (334.099)	\$ (422.521)	\$ (361.025)	\$ (26.927)	(8.1)	\$ 61.496	14.6

*Totals may not add due to rounding

MTA BUS COMPANY
Explanation of Variances between 2012 Final Estimate and Preliminary Actual: Cash
December 2012 Year-to-Date

Generic Revenue or Expense Category	Variance Fav (Unfav)		Reason for Variance
	\$	%	
Farebox Revenue	(\$0.249)	(0.1%)	Timing of Metro Card receipts
Other Operating Revenue	\$0.588	3.1%	Higher than anticipated student ridership
Capital and Other Reimbursements	(\$9.106)	(70.9%)	Reimbursable underruns/vacancies
Payroll	\$19.016	7.8%	Pending prior year wage adjustment for ATU and TSO hourly employees, timing of payment processing, favorable rates of pay and vacancies in first half of the year.
Overtime	(\$2.593)	(5.7%)	Tropical Storm Sandy payments, traffic delays, proactive maintenance program and vacancy coverage in first half of the year
Health and Welfare	(\$23.306)	(41.1%)	Net variance \$19.3M primarily due to prior period payments
OPEB Current Payment	\$3.673	17.6%	
Pensions	(\$3.127)	(7.7%)	Based on third party actuarial re-assessment
Other Fringe Benefits	\$12.854	37.9%	Related to the favorable Payroll variance
Fuel for Buses and Trains	\$7.327	15.5%	Mainly due to timing of payments
Insurance	\$20.551	63.0%	Mainly due to timing of Workers Compensation payments that will be re-allocated over multiple out years
Claims	\$6.574	30.1%	Timing of payments
Maintenance and Other Operating Contracts	\$16.115	51.3%	Timing of payments
Professional Service Contracts	\$3.307	43.0%	Timing of payments
Materials & Supplies	\$6.214	15.7%	Timing of payments
Other Business Expenses	\$3.723	66.4%	Timing of payments

* Variance exceeds 100%.

(a) - Variance less than 5% or below \$ threshold

MTA BUS COMPANY
2012 Adopted Budget and Final Estimate vs. Preliminary Actual
Cash Conversion (Cash Flow Adjustments)
(\$ in millions)

	2012			Favorable/(Unfavorable) Variance			
	Adopted Budget	Final Estimate	Preliminary Actual	2012 Adopted Budget		Final Estimate	
				\$	%	\$	%
Receipts							
Farebox Revenue	\$ -	\$ 1.017	\$ (1.865)	\$ (1.865)	-	\$ (2.882)	*
Other Operating Revenue	-	-	(0.892)	(0.892)	-	(0.892)	-
Capital and Other Reimbursements	4.111	4.110	(1.955)	(6.066)	*	(6.065)	*
Total Receipts	\$ 4.111	\$ 5.127	\$ (4.711)	\$ (8.822)	*	\$ (9.838)	*
Expenditures							
<u>Labor:</u>							
Payroll	\$ (13.116)	\$ (12.499)	\$ 15.609	\$ (28.725)	*	\$ (28.108)	*
Overtime	-	-	-	-	-	-	-
Health and Welfare	0.403	(8.682)	(32.352)	32.756	*	23.670	*
OPEB Current Payment	-	(6.283)	-	-	-	(6.283)	(100.0)
Pensions	0.174	0.175	1.498	(1.324)	*	(1.323)	*
Other Fringe Benefits	0.165	(2.255)	22.786	(22.621)	*	(25.041)	*
GASB Account	(4.317)	(5.862)	(5.862)	1.545	35.8	-	0.0
Reimbursable Overhead	-	-	0.214	(0.214)	-	(0.214)	-
Total Labor Expenditures	\$ (16.690)	\$ (35.406)	\$ 1.893	\$ (18.583)	*	\$ (37.299)	*
<u>Non-Labor:</u>							
Traction and Propulsion Power	-	(8.165)	(14.424)	14.424	-	6.259	76.7
Fuel for Buses and Trains	-	(17.244)	(10.043)	10.043	-	(7.201)	(41.8)
Insurance	7.900	3.165	6.806	1.094	13.8	(3.641)	*
Claims	-	(3.282)	2.285	(2.285)	-	(5.567)	*
Maintenance and Other Operating Contracts	-	(2.000)	2.311	(2.311)	-	(4.311)	*
Professional Service Contracts	-	(8.525)	(6.985)	6.985	-	(1.540)	(18.1)
Materials & Supplies	-	(1.337)	1.307	(1.307)	-	(2.644)	*
Other Business Expenses	-	-	-	-	-	-	-
Total Non-Labor Expenditures	\$ 7.900	\$ (37.388)	\$ (18.744)	\$ 26.644	*	\$ (18.644)	(49.9)
<u>Other Expenditure Adjustments:</u>							
Other	-	-	-	-	-	-	-
Total Other Expenditure Adjustments	\$ -	\$ -	\$ -	\$ -	-	\$ -	-
Total Cash Conversion Adjustments before Depreciation and GASB Adjs.	\$ (4.678)	\$ (67.667)	\$ (21.561)	\$ 16.883	*	\$ (46.106)	(68.1)
Depreciation	42.235	42.235	45.780	(3.545)	(8.4)	(3.545)	(8.4)
OPEB Obligation	\$ 55.415	\$ 55.415	\$ 55.326	\$ 0.089	0.2	\$ 0.089	0.2
Environmental Remediation	\$ -	\$ -	\$ 2.320	\$ (2.320)	-	\$ (2.320)	-
Baseline Total Cash Conversion Adjustments	\$ 92.972	\$ 29.983	\$ 81.865	\$ 11.106	11.9	\$ (51.882)	*

*Totals may not add due to rounding

MTA BUS COMPANY
2012 YEAR END REPORT
UTILIZATION
(in millions)

	December Year-to-Date			Favorable/(Unfavorable) Variance			
	2012 Adopted Budget	Final Estimate	Preliminary Actual	2012 Adopted Budget		Final Estimate	
<u>Farebox Revenue</u>				\$	%	\$	%
Fixed Route	\$ 180.168	\$ 178.121	\$ 180.754	\$ 0.586	0.3	\$ 2.633	1.5
Total Farebox Revenue	180.168	178.121	180.754	0.586	0.3	2.633	1.5
Other Revenue	19.019	19.019	20.499	1.480	7.8	1.480	7.8
Capital & Other	7.727	8.730	5.689	(2.039)	(26.4)	(3.041)	(34.8)
Total Revenue	\$ 206.914	\$ 205.870	\$ 206.942	\$ 2.066	1.0	\$ 4.113	2.0
 <u>Ridership</u>							
Fixed Route	118.840	119.003	119.732	0.892	0.8	0.729	0.6
Total Ridership	118.840	119.003	119.732	0.892	0.8	0.729	0.6

MTA BUS COMPANY
Non-Reimbursable and Reimbursable Positions by Function and Department
Full-Time Positions and Full-Time Equivalents
December 2012 Year-to-Date

FUNCTION/DEPARTMENT	Final Estimate	Preliminary Actual	Favorable (Unfavorable) Variance	Explanation of Variances
Office of the EVP	4	4	-	
Human Resources	6	8	(2)	
Office of Management and Budget	14	12	2	
Technology & Information Services	17	16	1	
Material	19	16	3	
Controller	15	24	(9)	
Office of the President	6	8	(2)	
System Safety Administration	5	2	3	
Law	21	23	(2)	
Corporate Communications	2	2	-	
Strategic Office	8	6	2	
Labor Relations	4	-	4	
Non-Departmental	61	-	61	Timing of Training Requirements
Total Administration	182	121	61	
Buses	2,058	2,199	(141)	
Office of the Executive VP	1	2	(1)	
Safety & Training	21	52	(31)	
Road Operations	117	117	-	
Transportation Support	20	20	-	
Operations Planning	30	30	-	
Revenue Control	21	21	-	
Total Operations	2,268	2,441	(173)	Students in Training
Buses	738	741	(3)	
Maintenance Support/CMF	156	160	(4)	
Facilities	72	38	34	Vacancies Replaced by MOU
Supply Logistics	85	81	4	
Total Maintenance	1,051	1,020	31	
Capital Program Management	38	34	4	
Total Engineering/Capital	38	34	4	
Office of the Senior Vice President	14	14	-	
Total Public Safety	14	14	-	
	3,553	3,630	(77)	
Non-Reimbursable	3,489	3,572	(83)	
Reimbursable	64	58	6	
-	-	-	-	
Total Full-Time	3,538	3,611	(73)	
Total Full-Time Equivalents	15	19	(4)	

MTA BUS COMPANY
Full-Time Positions and Full-Time Equivalents
by Function and Occupation Group
December 2012 Year-to-Date

FUNCTION/OCCUPATION	Final Estimate	Preliminary Actual	Favorable (Unfavorable) Variance	Explanation of Variances
Administration				
Managers/Supervisors	48	43	5	
Professional, Technical, Clerical	73	78	(5)	
Operational Hourlies	61		61	
Total Administration	182	121	61	Timing of Training Requirements
Operations				
Managers/Supervisors	300	295	5	
Professional, Technical, Clerical	50	55	(5)	
Operational Hourlies	1,918	2,091	(173)	
Total Operations	2,268	2,441	(173)	Students in Training
Maintenance				
Managers/Supervisors	199	194	5	
Professional, Technical, Clerical	13	13	-	
Operational Hourlies	839	813	26	
Total Maintenance	1,051	1,020	31	Vacancies Replaced by MOU
Engineering/Capital				
Managers/Supervisors	22	19	3	
Professional, Technical, Clerical	16	15	1	
Operational Hourlies	-		-	
Total Engineering/Capital	38	34	4	
Public Safety				
Managers/Supervisors	11	7	4	
Professional, Technical, Clerical	3	5	(2)	
Operational Hourlies	-	2	(2)	
Total Public Safety	14	14	-	
Total Baseline Positions				
Managers/Supervisors	580	558	22	
Professional, Technical, Clerical	155	166	(11)	
Operational Hourlies	2,818	2,906	(88)	
Total Baseline Positions	3,553	3,630	(77)	

MTA Bus Company
Preliminary 2012 Overtime Results
Non-Reimbursable/Reimbursable Overtime
(\$ in millions)

		2012				2012					
		Adopted vs. Actuals				Final Estimate vs. Actuals					
		2012 Adoptd Budget		2012 Final Estimate		Actuals		Var. - Fav./(Unfav)		Var. - Fav.J/(Unfav)	
		Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$
NON-REIMBURSABLE OVERTIME											
<u>Scheduled Service</u>		579,327	\$24.354	611,188	\$25.884	545,248	\$23.781	34,078 5.9%	\$0.574 2.4%	65,940 10.8%	\$2.104 8.1%
<u>Unscheduled Service</u>		43,864	\$2.034	74,700	\$3.309	54,436	\$2.282	(10,572) -24.1%	(\$0.248) -12.2%	20,264 27.1%	\$1.027 31.0%
<u>Programmatic/Routine Maintenance</u>		163,793	\$7.019	170,052	\$7.300	209,699	\$10.623	(45,905) -28.0%	(\$3.604) -51.3%	(39,647) -23.3%	(\$3.323) -45.5%
<u>Unscheduled Maintenance</u>		0	\$0.000	0	\$0.000	0	\$0.006	- 0.0%	(\$0.006) 0.0%	- 0.0%	(\$0.006) 0.0%
<u>Vacancy/Absentee Coverage</u>		150,474	\$6.844	150,474	\$6.844	241,533	\$9.110	(91,059) -60.5%	(\$2.266) -33.1%	(91,059)	(\$2.266)
<u>Weather Emergencies</u>		1,275	\$0.059	44,123	\$1.565	38,648	\$1.674	(37,373) *	(\$1.615)	5,475	(\$0.109)
<u>Safety/Security/Law Enforcement</u>		2,641	\$0.128	2,641	\$0.128	1,381	\$0.084	1,260 47.7%	\$0.044 34.6%	1,260 47.7%	\$0.044 34.6%
<u>Other</u>		7,371	\$0.344	7,371	\$0.344	7,454	\$0.409	(83) -1.1%	(\$0.065) -18.8%	(83) -1.1%	(\$0.065) -18.8%
Total Unscheduled		948,745	\$40.783	1,060,549	\$45.375	1,098,399	\$47.968	(149,654) -15.8%	(\$7.185) -17.6%	(37,850) -3.6%	(\$2.593) -5.7%
TOTAL NON-REIMBURSABLE OVERTIME:		948,745	\$40.783	1,060,549	\$45.375	1,098,399	\$47.968	(149,654) -15.8%	(\$7.185) -17.6%	(37,850) -3.6%	(\$2.593) -5.7%
REIMBURSABLE OVERTIME ¹		0	\$0.000	0	\$0.000	0	\$0.000	-	\$0.000	-	\$0.000
TOTAL OVERTIME		948,745	\$40.783	1,060,549	\$45.375	1,098,399	\$47.968	(149,654)	(\$7.185)	(37,850) -3.6%	(\$2.593) -5.7%

¹ All other & reimbursable budget and actual includes PTE \$'s only. Does not include hours.

* Above 100%

MTA Bus Company
Preliminary 2012 Overtime Results
Non-Reimbursable/Reimbursable Overtime
(\$ in millions)

December 2012 Year-to-Date

		Var. - Fav./(Unfav)		Explanations
		Hours	\$	
<u>Scheduled Service</u>		65,940	\$2.104	Less than scheduled service operated
		10.8%	8.1%	
<u>Unscheduled Service</u>		20,264	\$1.027	
		27.1%	31.0%	
<u>Programmatic/Routine Maintenance</u>		(39,647)	(3.323)	Primarily due to intensive maintenance program to improve bus reliability
		-23.3%	-45.5%	
<u>Unscheduled Maintenance</u>		-	(0.006)	
		0.0%	0.0%	
<u>Vacancy/Absentee Coverage</u>		(91,059)	(\$2.266)	Vacancy and Absentee coverage in the first half of the year
		0.0%	0.0%	
<u>Weather Emergencies</u>		5,475	(\$0.109)	Tropical Storm Sandy
		0.0%	0.0%	
<u>Safety/Security/Law Enforcement</u>		1,260	\$0.044	
		47.7%	34.6%	
<u>Other</u>		(83)	(\$0.065)	
		-1.1%	-18.8%	
Total Unscheduled		(37,850)	(\$2.593)	
		-3.6%	-5.7%	
TOTAL NON-REIMBURSABLE OVERTIME:		(37,850)	(\$2.593)	
		-3.6%	-5.7%	
REIMBURSABLE OVERTIME ¹		-	\$0.000	
TOTAL OVERTIME		(37,850)	(\$2.593)	
		-3.6%	-5.7%	

¹ All other & reimbursable budget and actual includes PTE \$'s only. Does not include hours.

* Above 100%