

## **VIII. Agency Financial Plans, 2005 Adopted Budget and 12-Month Allocations**

# **Metro-North Railroad**

**MTA METRO-NORTH RAILROAD  
FEBRUARY FINANCIAL PLAN FOR 2005-2008  
FINAL 2004 ESTIMATE AND ADOPTED BUDGET FOR 2005**

In accordance with MTA approved Budget procedures, the following information presents Metro North Railroad's Final 2004 Estimate, the 2005 Adopted Budget and the Financial Plan for 2005-2008, as presented to the Board in December. The Adopted Budget reflects no technical modifications to the November Financial Plan adopted by the Board in December 2004. The Adopted Budget and Financial Plan do reflect the incorporation of the 2005 fare increase. Further, the Adopted Budget and Financial Plan reflect the incorporation of the 2005 PEG program totaling \$10.7 million into the baseline. The attached also includes schedules detailing the monthly allocation of financial, headcount and utilization data from the 2005 Adopted Budget to be used for monthly reporting of actual results to the Board.

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Reconciliation to the December Plan (Accrual)**  
(\$ in millions)

	Favorable/(Unfavorable)									
	2004		2005		2006		2007		2008	
	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars
<b>December Plan (2005 Adopted Budget):</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>5,821</b>	<b>(\$430.570)</b>	<b>5,888</b>	<b>(\$507.486)</b>	<b>5,914</b>	<b>(\$535.841)</b>	<b>5,931</b>	<b>(\$560.160)</b>	<b>5,941</b>	<b>(\$587.718)</b>
<b>Amendments:</b>										
Technical Adjustments:										
Sub-Total Technical Adjustments	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000
Incorporate 2005 Fare Increase into Baseline:										
Fare Increase Impact	0	\$ .000	0	\$12.210	0	\$14.407	0	\$14.510	0	\$14.631
Sub-total Fare Increase	0	\$ .000	0	\$12.210	0	\$14.407	0	\$14.510	0	\$14.631
Incorporate 2005 PEG Program Into Baseline <sup>1</sup>	6	\$ .904	121	\$10.680	139	\$14.729	139	\$14.651	126	\$11.514
<b>2005 February Financial Plan:</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>5,815</b>	<b>(\$429.666)</b>	<b>5,767</b>	<b>(\$484.596)</b>	<b>5,775</b>	<b>(\$506.705)</b>	<b>5,792</b>	<b>(\$530.999)</b>	<b>5,815</b>	<b>(\$561.573)</b>

<sup>1</sup> The Headcount in 2005 reflects the restoration of the 22 Station Maintenance positions. These positions have been eliminated 2006-2008.

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Reconciliation to the December Plan (Cash)**  
(\$ in millions)

	<b>2004</b>		<b>2005</b>		<b>Favorable/(Unfavorable)</b>		<b>2007</b>		<b>2008</b>	
	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars
<b>December Plan (2005 Adopted Budget):</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>5,821</b>	<b>(\$269.696)</b>	<b>5,888</b>	<b>(\$324.416)</b>	<b>5,914</b>	<b>(\$348.926)</b>	<b>5,931</b>	<b>(\$367.342)</b>	<b>5,941</b>	<b>(\$392.573)</b>
<b>Amendments:</b>										
Technical Adjustments:										
Sub-Total Technical Adjustments	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000
Incorporate 2005 Fare Increase into Baseline:										
Fare Increase Impact	0	\$ .000	0	\$12.210	0	\$14.407	0	\$14.510	0	\$14.631
Sub-total Fare Increase	0	\$ .000	0	\$12.210	0	\$14.407	0	\$14.510	0	\$14.631
Incorporate 2005 PEG Program Into Baseline <sup>1</sup>	6	\$ .904	121	\$10.680	139	\$14.729	139	\$14.651	126	\$11.514
<b>2005 February Financial Plan:</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>5,815</b>	<b>(\$268.792)</b>	<b>5,767</b>	<b>(\$301.526)</b>	<b>5,775</b>	<b>(\$319.790)</b>	<b>5,792</b>	<b>(\$338.181)</b>	<b>5,815</b>	<b>(\$366.428)</b>

<sup>1</sup> The Headcount in 2005 reflects the restoration of the 22 Station Maintenance positions. These positions have been eliminated 2006-2008.

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**NON-REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$ 406.722	\$ 429.510	\$ 439.205	\$ 444.293	\$ 448.578
Vehicle Toll Revenue					
Other Operating Revenue	29.656	30.438	31.198	31.843	32.544
Capital and Other Reimbursements					
<b>Total Revenue</b>	<b>\$ 436.378</b>	<b>\$ 459.948</b>	<b>\$ 470.403</b>	<b>\$ 476.136</b>	<b>\$ 481.122</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll	\$ 320.461	\$ 330.522	\$ 339.358	\$ 347.157	\$ 356.292
Overtime	40.359	41.407	42.934	43.564	44.808
Health and Welfare	59.530	67.097	74.109	80.653	87.709
Pensions	29.340	44.610	40.332	41.288	41.923
Other Fringe Benefits	65.846	67.624	69.616	71.350	73.434
Reimbursable Overhead	(35.240)	(39.174)	(39.773)	(40.333)	(40.577)
<b>Total Labor Expenses</b>	<b>\$ 480.296</b>	<b>\$ 512.085</b>	<b>\$ 526.575</b>	<b>\$ 543.679</b>	<b>\$ 563.589</b>
Non-Labor:					
Traction and Propulsion Power	\$ 37.335	\$ 47.733	\$ 50.112	\$ 51.032	\$ 52.131
Fuel for Buses and Trains	6.739	8.431	8.537	8.747	9.007
Insurance	10.355	11.486	12.795	14.296	16.010
Claims	15.371	15.110	15.925	15.925	15.925
Paratransit Service Contracts					
Maintenance and Other Operating Contracts	65.025	74.140	76.997	76.519	79.207
Professional Service Contracts	22.823	23.402	24.841	25.308	25.845
Materials & Supplies	56.952	58.070	57.499	58.294	59.295
Other Business Expenses	9.964	10.177	9.826	13.336	14.686
<b>Total Non-Labor Expenses</b>	<b>\$ 224.564</b>	<b>\$ 248.549</b>	<b>\$ 256.532</b>	<b>\$ 263.457</b>	<b>\$ 272.106</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenses before Depreciation</b>	<b>\$ 704.861</b>	<b>\$ 760.634</b>	<b>\$ 783.108</b>	<b>\$ 807.136</b>	<b>\$ 835.695</b>
Depreciation	161.183	183.910	194.000	200.000	207.000
<b>Total Expenses</b>	<b>\$ 866.044</b>	<b>\$ 944.544</b>	<b>\$ 977.108</b>	<b>\$ 1,007.136</b>	<b>\$ 1,042.695</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$ (429.666)</b>	<b>\$ (484.596)</b>	<b>\$ (506.705)</b>	<b>\$ (531.000)</b>	<b>\$ (561.573)</b>
<b>Cash Conversion Adjustments:</b>					
Depreciation	161.183	183.910	194.000	200.000	207.000
Operating/Capital	(17.633)	(11.311)	(12.848)	(12.500)	(12.000)
Other Cash Adjustments	17.324	10.472	5.763	5.318	0.145
<b>Total Cash Conversion Adjustments</b>	<b>\$ 160.874</b>	<b>\$ 183.071</b>	<b>\$ 186.915</b>	<b>\$ 192.818</b>	<b>\$ 195.145</b>
<b>Baseline Net Cash Surplus/(Deficit)</b>	<b>\$ (268.792)</b>	<b>\$ (301.525)</b>	<b>\$ (319.790)</b>	<b>\$ (338.182)</b>	<b>\$ (366.428)</b>
2006 Program to Eliminate the Gap	-	-	9.312	9.784	10.296
Unspecified PEGs	-	-	8.504	6.403	(2.329)
<b>Net Surplus/(Deficit)</b>	<b>(\$268.792)</b>	<b>(\$301.525)</b>	<b>(\$301.973)</b>	<b>(\$321.995)</b>	<b>(\$358.461)</b>

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Vehicle Toll Revenue					
Other Operating Revenue					
Capital and Other Reimbursements	134.424	173.434	178.555	182.751	177.886
<b>Total Revenue</b>	<b>\$ 134.424</b>	<b>\$ 173.434</b>	<b>\$ 178.555</b>	<b>\$ 182.751</b>	<b>\$ 177.886</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll	\$ 32.556	\$ 36.182	\$ 38.011	\$ 38.635	\$ 39.063
Overtime	10.005	10.874	11.001	11.233	11.247
Health and Welfare	6.549	7.929	8.815	9.535	10.199
Pensions	3.263	3.791	3.979	4.109	4.232
Other Fringe Benefits	7.368	8.114	8.515	8.683	8.778
Reimbursable Overhead	36.630	38.575	39.150	39.698	39.929
<b>Total Labor Expenses</b>	<b>\$ 96.370</b>	<b>\$ 105.466</b>	<b>\$ 109.470</b>	<b>\$ 111.894</b>	<b>\$ 113.447</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	3.475	6.568	7.247	7.971	8.766
Claims					
Paratransit Service Contracts					
Maintenance and Other					
Operating Contracts	4.777	4.349	5.766	5.872	8.671
Professional Service Contracts	8.938	28.981	21.284	22.463	13.783
Materials & Supplies	20.731	27.584	34.422	34.147	32.779
Other Business Expenses	0.133	0.486	0.367	0.405	0.439
<b>Total Non-Labor Expenses</b>	<b>\$ 38.054</b>	<b>\$ 67.968</b>	<b>\$ 69.085</b>	<b>\$ 70.857</b>	<b>\$ 64.439</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenses before Depreciation</b>	<b>\$ 134.424</b>	<b>\$ 173.434</b>	<b>\$ 178.555</b>	<b>\$ 182.751</b>	<b>\$ 177.886</b>
Depreciation					
<b>Total Expenses</b>	<b>\$ 134.424</b>	<b>\$ 173.434</b>	<b>\$ 178.555</b>	<b>\$ 182.751</b>	<b>\$ 177.886</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$ (0.000)</b>	<b>\$ 0.000</b>	<b>\$ 0.000</b>	<b>\$ (0.000)</b>	<b>\$ 0.000</b>
<b>Cash Conversion Adjustments:</b>					
Depreciation	-	-	-	-	-
Operating/Capital	-	-	-	-	-
Other Cash Adjustments	-	-	-	-	-
<b>Total Cash Conversion Adjustments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Baseline Net Cash Surplus/(Deficit)</b>	<b>\$ (0.000)</b>	<b>\$ 0.000</b>	<b>\$ 0.000</b>	<b>\$ (0.000)</b>	<b>\$ 0.000</b>
2006 Program to Eliminate the Gap	-	-	-	-	-
Unspecified PEGs	-	-	-	-	-
<b>Net Surplus/(Deficit)</b>	<b>\$ (0.000)</b>	<b>\$ 0.000</b>	<b>\$ 0.000</b>	<b>\$ (0.000)</b>	<b>\$ 0.000</b>

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**NON-REIMBURSABLE and  
REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$406.722	\$429.510	\$439.205	\$444.293	\$448.578
Vehicle Toll Revenue	-	-	-	-	-
Other Operating Revenue	29.656	30.438	31.198	31.843	32.544
Capital and Other Reimbursements	134.424	173.434	178.555	182.751	177.886
<b>Total Revenue</b>	<b>\$570.802</b>	<b>\$633.382</b>	<b>\$648.958</b>	<b>\$658.887</b>	<b>\$659.008</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll	\$353.017	\$366.705	\$377.369	\$385.792	\$395.355
Overtime	50.364	52.280	53.935	54.797	56.055
Health and Welfare	66.079	75.026	82.924	90.188	97.908
Pensions	32.604	48.402	44.311	45.397	46.155
Other Fringe Benefits	73.214	75.738	78.131	80.033	82.212
Reimbursable Overhead	1.390	(0.599)	(0.623)	(0.635)	(0.648)
<b>Total Labor Expenses</b>	<b>\$576.667</b>	<b>\$617.552</b>	<b>\$636.046</b>	<b>\$655.573</b>	<b>\$677.036</b>
Non-Labor:					
Traction and Propulsion Power	\$37.335	\$47.733	\$50.112	\$51.032	\$52.131
Fuel for Buses and Trains	6.739	8.431	8.537	8.747	9.007
Insurance	13.830	18.054	20.042	22.267	24.776
Claims	15.371	15.110	15.925	15.925	15.925
Paratransit Service Contracts	-	-	-	-	-
Maintenance and Other					
Operating Contracts	69.802	78.489	82.763	82.391	87.878
Professional Service Contracts	31.761	52.383	46.125	47.771	39.628
Materials & Supplies	77.683	85.654	91.921	92.441	92.074
Other Business Expenses	10.097	10.663	10.193	13.741	15.126
<b>Total Non-Labor Expenses</b>	<b>\$262.618</b>	<b>\$316.517</b>	<b>\$325.617</b>	<b>\$334.314</b>	<b>\$336.545</b>
Other Expenses Adjustments:	-	-	-	-	-
Other	-	-	-	-	-
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$839.285</b>	<b>\$934.069</b>	<b>\$961.663</b>	<b>\$989.887</b>	<b>\$1,013.581</b>
Depreciation	161.183	183.910	194.000	200.000	207.000
<b>Total Expenses</b>	<b>\$1,000.468</b>	<b>\$1,117.979</b>	<b>\$1,155.663</b>	<b>\$1,189.887</b>	<b>\$1,220.581</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$ (429.666)</b>	<b>\$ (484.596)</b>	<b>\$ (506.705)</b>	<b>\$ (531.000)</b>	<b>\$ (561.573)</b>
<b>Cash Conversion Adjustments:</b>					
Depreciation	161.183	183.910	194.000	200.000	207.000
Operating/Capital	(17.633)	(11.311)	(12.848)	(12.500)	(12.000)
Other Cash Adjustments	17.324	10.472	5.763	5.318	0.145
<b>Total Cash Conversion Adjustments</b>	<b>160.874</b>	<b>183.071</b>	<b>186.915</b>	<b>192.818</b>	<b>195.145</b>
<b>Baseline Net Cash Surplus/(Deficit)</b>	<b>\$ (268.792)</b>	<b>\$ (301.525)</b>	<b>\$ (319.790)</b>	<b>\$ (338.182)</b>	<b>\$ (366.428)</b>
2006 Program to Eliminate the Gap	-	-	9.312	9.784	10.296
Unspecified PEGs	-	-	8.504	6.403	(2.329)
<b>Net Surplus/(Deficit)</b>	<b>\$ (268.792)</b>	<b>\$ (301.525)</b>	<b>\$ (301.973)</b>	<b>\$ (321.995)</b>	<b>\$ (358.461)</b>



**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Cash Receipts & Expenditures**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Receipts</b>					
Farebox Revenue	\$414.833	\$437.758	\$447.305	\$452.393	\$456.628
Vehicle Toll Revenue	0.0	0.0	0.0	0.0	0.0
Other Operating Revenue	48.975	\$44.928	\$45.438	\$45.958	\$46.659
Capital and Other Reimbursements	132.936	\$171.002	\$177.129	\$182.121	\$177.008
<b>Total Receipts</b>	<b>\$596.744</b>	<b>\$653.688</b>	<b>\$669.872</b>	<b>\$680.472</b>	<b>\$680.295</b>
<b>Expenditures</b>					
Labor:					
Payroll	\$332.090	\$362.845	\$364.016	\$373.731	\$386.354
Overtime	50.539	52.488	54.151	55.018	56.280
Health and Welfare	68.448	77.590	85.514	92.719	100.506
Pensions	41.900	39.221	54.688	56.409	56.995
Other Fringe Benefits	71.094	77.382	77.986	79.883	83.310
Reimbursable Overhead	0.0	0.0	0.000	0.000	0.000
<b>Total Labor Expenditures</b>	<b>\$564.071</b>	<b>\$609.526</b>	<b>\$636.354</b>	<b>\$657.760</b>	<b>\$683.445</b>
Non-Labor:					
Traction and Propulsion Power	37.335	47.736	50.112	51.032	52.131
Fuel for Buses and Trains	6.739	8.434	8.537	8.747	9.007
Insurance	13.685	18.674	19.940	22.179	25.419
Claims	14.071	13.071	12.071	12.071	12.071
Paratransit Service Contracts	0.0	0.0	0.0	0.0	0.0
Maintenance and Other Operating Contracts	86.025	90.620	94.564	84.557	99.056
Professional Service Contracts	36.607	55.697	51.145	52.272	43.435
Materials & Supplies	83.259	90.978	97.331	97.961	97.719
Other Business Expenses	23.744	20.477	19.607	32.075	24.440
<b>Total Non-Labor Expenditures</b>	<b>\$301.465</b>	<b>\$345.687</b>	<b>\$353.307</b>	<b>\$360.894</b>	<b>\$363.278</b>
Other Expenditure Adjustments:					
Other					
<b>Total Other Expenditure Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenditures</b>	<b>\$865.536</b>	<b>\$955.213</b>	<b>\$989.662</b>	<b>\$1,018.654</b>	<b>\$1,046.723</b>
<b>Baseline Net Cash Deficit</b>	<b>(\$268.792)</b>	<b>(\$301.525)</b>	<b>(\$319.790)</b>	<b>(\$338.182)</b>	<b>(\$366.428)</b>
<b>Subsidies</b>					
MTA	(\$215.734)	(\$244.246)	(\$259.433)	(\$270.022)	(\$292.013)
CDOT	(\$53.058)	(\$57.279)	(\$60.357)	(\$68.160)	(\$74.415)
<b>Total Subsidies</b>	<b>(\$268.792)</b>	<b>(\$301.525)</b>	<b>(\$319.790)</b>	<b>(\$338.182)</b>	<b>(\$366.428)</b>
2006 Program to Eliminate the Gap					
Unspecified PEGs	\$0.000	\$0.000	\$9.312	\$9.784	\$10.296
	\$0.000	\$0.000	\$8.504	\$6.403	(\$2.329)
<b>Net Cash Deficit</b>	<b>(\$268.792)</b>	<b>(\$301.525)</b>	<b>(\$301.973)</b>	<b>(\$321.995)</b>	<b>(\$358.461)</b>
<b>Subsidies</b>					
MTA	(\$215.734)	(\$244.246)	(\$243.896)	(\$255.552)	(\$283.422)
CDOT	(\$53.058)	(\$57.279)	(\$58.077)	(\$66.443)	(\$75.039)
<b>Total Subsidies</b>	<b>(\$268.792)</b>	<b>(\$301.525)</b>	<b>(\$301.973)</b>	<b>(\$321.995)</b>	<b>(\$358.461)</b>

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Cash Conversion (Cash Flow Adjustments)**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Receipts</u></b>					
Farebox Revenue	\$8.111	\$8.248	\$8.100	\$8.100	\$8.050
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	0.000
Other Operating Revenue	19.319	14.490	14.240	14.115	14.115
Capital and Other Reimbursements	(1.488)	(2.432)	(1.426)	(0.630)	(0.878)
<b>Total Receipt Adjustments</b>	<b>\$25.942</b>	<b>\$20.306</b>	<b>\$20.914</b>	<b>\$21.585</b>	<b>\$21.287</b>
<b><u>Expenditures</u></b>					
Labor:					
Payroll	\$20.927	\$3.860	\$13.353	\$12.061	\$9.001
Overtime	(0.175)	(0.208)	(0.216)	(0.221)	(0.225)
Health and Welfare	(2.369)	(2.564)	(2.590)	(2.531)	(2.598)
Pensions	(9.296)	9.181	(10.377)	(11.012)	(10.840)
Other Fringe Benefits	2.120	(1.644)	0.145	0.150	(1.098)
Reimbursable Overhead	1.390	(0.599)	(0.623)	(0.635)	(0.648)
<b>Total Labor Expenditures</b>	<b>\$12.596</b>	<b>\$8.026</b>	<b>(\$0.309)</b>	<b>(\$2.187)</b>	<b>(\$6.409)</b>
Non-Labor:					
Traction and Propulsion Power	\$0.000	(\$0.003)	\$0.000	\$0.000	\$0.000
Fuel for Buses and Trains	0.000	(0.003)	0.000	0.000	0.000
Insurance	0.145	(0.620)	0.102	0.088	(0.643)
Claims	1.300	2.039	3.854	3.854	3.854
Paratransit Service Contracts	0.000	0.000	0.000	0.000	0.000
Maintenance and Other Operating Contracts	(16.223)	(12.131)	(11.801)	(2.166)	(11.178)
Professional Service Contracts	(4.846)	(3.314)	(5.020)	(4.501)	(3.807)
Materials & Supplies	(5.576)	(5.324)	(5.410)	(5.520)	(5.645)
Other Business Expenditures	(13.647)	(9.814)	(9.414)	(18.334)	(9.315)
<b>Total Non-Labor Expenditures</b>	<b>(\$38.847)</b>	<b>(\$29.170)</b>	<b>(\$27.690)</b>	<b>(\$26.580)</b>	<b>(\$26.733)</b>
Other Expenditure Adjustments:					
Other					
<b>Total Other Expenditure Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Cash Conversion Adjustments before Depreciation</b>	<b>(\$0.309)</b>	<b>(\$0.839)</b>	<b>(\$7.085)</b>	<b>(\$7.182)</b>	<b>(\$11.855)</b>
<b>Depreciation Adjustment</b>	<b>161.183</b>	<b>183.910</b>	<b>194.000</b>	<b>200.000</b>	<b>207.000</b>
<b>Baseline Total Cash Conversion Adjustments</b>	<b>\$160.874</b>	<b>\$183.071</b>	<b>\$186.915</b>	<b>\$192.818</b>	<b>\$195.145</b>
2006 Program to Eliminate the Gap	0.000	0.000	0.000	0.000	0.000
Unspecified PEGs	0.000	0.000	0.000	0.000	0.000
<b>Total Cash Conversion Adjustments</b>	<b>\$160.874</b>	<b>\$183.071</b>	<b>\$186.915</b>	<b>\$192.818</b>	<b>\$195.145</b>

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Total Non-Reimbursable - Reimbursable Positions at End-of-Year**  
**Full-Time Positions and Full Time Equivalents**

<b>Departments</b>	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Administration</b>					
President	6	6	6	6	6
Labor Relations	14	13	13	13	13
Safety	11	14	14	14	14
Corporate & Media Relations	15	15	15	15	15
Legal	16	16	16	16	16
Claims Services	23	22	22	22	22
Environmental Compliance & Serv	6	6	6	6	6
VP Human Resources	3	3	3	3	3
Human Resources	48	47	47	47	47
Training	31	31	31	31	31
Workforce Diversity	4	4	4	4	4
VP Planning & Development	5	5	5	5	5
Operations Planning	13	13	13	13	13
Capital Planning	14	14	14	14	14
Business Development & Facilities	14	14	14	14	14
Marketing	11	10	10	10	10
Industrial Engineering	9	9	9	9	9
Executive Vice President	1	1	1	1	1
Controller	130	128	128	128	128
Information Technology	116	126	127	127	127
Budget	16	16	16	16	16
Customer Service	64	65	66	67	67
Corporate	(25)	(48)	(48)	(48)	(48)
<b>Total Administration</b>	<b>545</b>	<b>530</b>	<b>532</b>	<b>533</b>	<b>533</b>
<b>Operations</b>					
VP Operations	37	37	37	37	50
Operations Services <sup>1</sup>	1,936	1,838	1,822	1,827	1,835
Metro-North West	32	32	32	32	32
<b>Total Operations</b>	<b>2,005</b>	<b>1,907</b>	<b>1,891</b>	<b>1,896</b>	<b>1,917</b>
<b>Maintenance</b>					
GCT	342	343	351	359	359
Maintenance of Equipment	1,129	1,260	1,266	1,266	1,266
Maintenance of Way	1,506	1,442	1,447	1,450	1,452
Procurement & Material Mgmt	172	171	172	172	172
<b>Total Maintenance</b>	<b>3,149</b>	<b>3,216</b>	<b>3,236</b>	<b>3,247</b>	<b>3,249</b>
<b>Engineering/Capital</b>					
Project Budget	14	13	13	13	13
Construction Management	40	39	41	41	41
Engineering & Design	62	62	62	62	62
<b>Total Engineering/Capital</b>	<b>116</b>	<b>114</b>	<b>116</b>	<b>116</b>	<b>116</b>
<b>Baseline Total Positions</b>	<b>5,815</b>	<b>5,767</b>	<b>5,775</b>	<b>5,792</b>	<b>5,815</b>
<i>Non-Reimbursable</i>	5,186	5,225	5,230	5,247	5,270
<i>Reimbursable</i>	629	542	545	545	545
<i>Total Full-Time</i>	5,809	5,761	5,769	5,786	5,809
<i>Total Full-Time-Equivalents</i>	6	6	6	6	6
<hr/>					
Impact of:					
2005 Program to Eliminate the Gap	-	-	-	-	-
2006 Program to Eliminate the Gap		-	75	75	75
<b>Total Positions</b>	<b>5,815</b>	<b>5,767</b>	<b>5,700</b>	<b>5,717</b>	<b>5,740</b>
<i>Non-Reimbursable</i>	5,186	5,225	5,155	5,172	5,195
<i>Reimbursable</i>	629	542	545	545	545

<sup>1</sup> The Headcount in 2005 reflects the restoration of the 22 Station Maintenance positions. These positions have been eliminated 2006-2008.

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Ridership/Traffic Volume (Utilization)**  
(in millions)

	<b>2004 November Forecast</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Farebox Revenue</u></b>					
Harlem Line	\$ 118.338	\$ 125.142	\$ 128.825	\$ 130.877	\$ 132.501
Hudson Line	83.276	88.598	91.979	93.908	95.284
New Haven Line	205.108	215.770	218.401	219.508	220.793
<b>Total Farebox Revenue</b>	<b>\$ 406.722</b>	<b>\$ 429.510</b>	<b>\$ 439.205</b>	<b>\$ 444.293</b>	<b>\$ 448.578</b>
<i>Impact of:</i>					
2006 Program to Eliminate the Gap	0.000	0.000	(5.227)	(5.227)	(5.227)
<b>Total Revenue</b>	<b>406.722</b>	<b>429.510</b>	<b>433.978</b>	<b>439.066</b>	<b>443.351</b>
<b><u>Ridership</u></b>					
Harlem Line	24.322	24.422	24.877	25.223	25.543
Hudson Line	13.873	13.992	14.362	14.631	14.860
New Haven Line	33.151	32.897	33.141	33.287	33.505
<b>Baseline Total Ridership</b>	<b>71.346</b>	<b>71.311</b>	<b>72.380</b>	<b>73.141</b>	<b>73.908</b>
<i>Impact of:</i>					
2006 Program to Eliminate the Gap	0.000	0.000	(1.423)	(1.423)	(1.423)
<b>Total Ridership</b>	<b>71.346</b>	<b>71.311</b>	<b>70.957</b>	<b>71.718</b>	<b>72.485</b>

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Summary of 2005 Programs to Eliminate the Gap**  
**(\$ in millions)**

	Favorable/(Unfavorable)									
	2004		2005		2006		2007		2008	
	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars
<b>LIST of PROGRAMS</b>										
<b>2005 PEGs</b>										
<b>ADMINISTRATION:</b>										
IT- Evaluation Equipment & Technology	0	\$ .000	0	\$ .102	0	\$ .104	0	\$ .000	0	\$ .000
Office Space Renovation	0	\$ .000	0	\$ 1.020	0	\$ 1.042	0	\$ .535	0	(\$ 1.099)
Establish a Quality Assurance Group for Op. Services, GCT and Mof W	0	\$ .000	13	\$ 1.849	13	\$ 1.922	13	\$ 1.994	0	\$ .000
Reduce Administrative Positions (20 Filled positions)	0	\$ .000	20	\$ 1.927	20	\$ 2.005	20	\$ 2.080	20	\$ 2.161
Sub-Total Administration	0	\$ .000	33	\$ 4.898	33	\$ 5.073	33	\$ 4.609	20	\$ 1.062
<b>CUSTOMER CONVENIENCE &amp; AMENITIES</b>										
Customer E-Mail	1	\$ .053	1	\$ .111	1	\$ .116	1	\$ .120	1	\$ .125
Close GCT North Weekends	0	\$ .000	8	\$ .584	8	\$ .608	8	\$ .631	8	\$ .656
Eliminate GCT North Station Master's Office	0	\$ .000	1	\$ .147	1	\$ .153	1	\$ .159	1	\$ .166
Sub-Total Customer Convenience & Amenities	1	\$ .053	10	\$ .843	10	\$ .877	10	\$ .911	10	\$ .947
<b>SERVICE:</b>										
Increase T&E Staff for Service Coverage	0	\$ .000	12	\$ 1.124	12	\$ 1.168	12	\$ 1.211	12	\$ 1.257
Service Plan 2004 and 2005	5	\$ .351	26	\$ .665	26	\$ 2.228	26	\$ 2.345	26	\$ 2.472
Sub-Total Service	5	\$ .351	38	\$ 1.789	38	\$ 3.396	38	\$ 3.556	38	\$ 3.729
<b>MAINTENANCE:</b>										
Additional Car Cleaning and Maintenance	0	\$ .000	21	\$ 1.333	21	\$ 1.386	21	\$ 1.439	21	\$ 1.495
Landmark Preservation Maintenance	0	\$ .500	0	\$ .510	0	\$ .521	0	\$ .535	0	\$ .550
Second Trick Periodic Inspection - M of E	0	\$ .000	4	\$ .321	0	(\$ .006)	0	\$ .000	0	\$ .000
Standard Engineer Track and Other Administrative Resources	0	\$ .000	4	\$ .488	4	\$ .508	4	\$ .527	4	\$ .547
Reduce Station Maintenance Forces <sup>2</sup>	0	\$ .000	0	\$ 1.657	22	\$ 1.706	22	\$ 1.771	22	\$ 1.841
Sub-Total Maintenance	0	\$ .500	29	\$ 4.309	47	\$ 4.115	47	\$ 4.271	47	\$ 4.433
<b>REVENUE ENHANCEMENTS:</b>										
E of H Parking Fees Increase (Increase Revenue)	0	\$ .000	0	\$ .160	0	\$ .160	0	\$ .160	0	\$ .160
Increase Commissary Prices 5 Percent (increase revenues)	0	\$ .000	0	\$ .100	0	\$ .100	0	\$ .100	0	\$ .100
Sub-Total Revenue Enhancements	0	\$ .000	0	\$ .260	0	\$ .260	0	\$ .260	0	\$ .260
<b>OTHER:</b>										
Right of Way Fencing - New Program	0	\$ .000	2	\$ .162	2	\$ .169	2	\$ .175	2	\$ .182
H&H Interlocking Lighting	0	\$ .000	3	\$ .371	3	\$ .383	3	\$ .396	3	\$ .411
Security Plan - GCT Maint & Test Life Safety & Fire Alarm	0	\$ .000	6	\$ .438	6	\$ .456	6	\$ .473	6	\$ .492
Sub-Total Other	0	\$ .000	11	\$ .970	11	\$ 1.008	11	\$ 1.045	11	\$ 1.084
Attrition and Other Adjustments:	0	\$ .000	0	(\$ 2.389)	0	\$ .000	0	\$ .000	0	\$ .000
<b>Total 2005 PEGs</b>	<b>6</b>	<b>\$ .904</b>	<b>121</b>	<b>\$ 10.680</b>	<b>139</b>	<b>\$ 14.729</b>	<b>139</b>	<b>\$ 14.651</b>	<b>126</b>	<b>\$ 11.514</b>
<b>Unspecified Reductions</b>	<b>0</b>	<b>\$ .000</b>	<b>0</b>	<b>\$ .000</b>	<b>0</b>	<b>\$ .000</b>	<b>0</b>	<b>\$ .000</b>	<b>0</b>	<b>\$ .000</b>
<b>Total 2005 PEGs</b>	<b>6</b>	<b>\$ .904</b>	<b>121</b>	<b>\$ 10.680</b>	<b>139</b>	<b>\$ 14.729</b>	<b>139</b>	<b>\$ 14.651</b>	<b>126</b>	<b>\$ 11.514</b>

<sup>1</sup> Reflects the impact of amendments on year-end positions.

<sup>2</sup> The Headcount in 2005 reflects the restoration of the 22 Station Maintenance positions. These positions have been eliminated 2006-2008.

**MTA Metro-North Railroad**  
**February Financial Plan 2005 - 2008**  
**Summary of the 2006 Programs to Eliminate the Gap**  
**(\$ in millions)**

		Favorable/(Unfavorable)									
		2004		2005		2006		2007		2008	
		Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars
<b>LIST of PROGRAMS</b>											
<u>ADMINISTRATION:</u>											
	Sub-Total Administration	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000
<u>CUSTOMER CONVENIENCE &amp; AMENITIES:</u>											
	Close Ticket Offices - NYS	0	\$ .000	0	\$ .000	32	\$2.506	32	\$2.610	32	\$2.720
	Sub-Total Customer Convenience & Amenities	0	\$ .000	0	\$ .000	32	\$2.506	32	\$2.610	32	\$2.720
<u>SERVICE:</u>											
	Increase East of Hudson Loading Standards - NYS	0	\$ .000	0	\$ .000	14	\$1.570	14	\$1.683	14	\$1.806
	Peak Svce Reductions - East of Hudson NYS	0	\$ .000	0	\$ .000	29	\$3.131	29	\$3.331	29	\$3.549
	West of Hudson Weekend Service Reductions (net Subsidy)	0	\$ .000	0	\$ .000	0	\$ .500	0	\$ .513	0	\$ .528
	West of Hudson Weekday Service Reductions (net Subsidy)	0	\$ .000	0	\$ .000	0	\$1.605	0	\$1.647	0	\$1.693
	Sub-Total Service	0	\$ .000	0	\$ .000	43	\$6.807	43	\$7.174	43	\$7.575
<u>MAINTENANCE:</u>											
	Sub-Total Maintenance	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000
<u>REVENUE ENHANCEMENTS:</u>											
	Sub-Total Revenue Enhancements	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000
<u>OTHER:</u>											
	Sub-Total Other	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000	0	\$ .000
<b>Total PEGS</b>		<b>0</b>	<b>\$ .000</b>	<b>0</b>	<b>\$ .000</b>	<b>75</b>	<b>\$9.312</b>	<b>75</b>	<b>\$9.784</b>	<b>75</b>	<b>\$10.296</b>
Unspecified PEGs		0	\$ .000	0	\$ .000	0	\$8.504	0	\$6.403	0	(\$2.329)
<b>Total 2006 PEGs</b>		<b>0</b>	<b>\$ .000</b>	<b>0</b>	<b>\$ .000</b>	<b>75</b>	<b>\$17.816</b>	<b>75</b>	<b>\$16.187</b>	<b>75</b>	<b>\$7.967</b>

1 Reflects the impact of amendments on year-end positions

MTA Metro-North Railroad  
FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET  
ACCRUAL STATEMENT of OPERATIONS by CATEGORY ALLOCATION  
(\$in millions)

**NON-REIMBURSABLE**

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Total
<b>Revenue</b>													
Farebox Revenue	\$ 31.970	\$ 31.208	\$ 35.116	\$ 35.174	\$ 36.089	\$ 36.703	\$ 37.704	\$ 35.551	\$ 36.018	\$ 37.572	\$ 37.436	\$ 38.969	\$ 429.510
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other Operating Revenue	3.019	2.167	2.296	2.925	2.244	2.272	2.896	2.222	2.371	2.911	2.869	2.246	30.438
Capital and Other Reimbursements	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Total Revenue</b>	<b>\$ 34.989</b>	<b>\$ 33.375</b>	<b>\$ 37.412</b>	<b>\$ 38.099</b>	<b>\$ 38.333</b>	<b>\$ 38.975</b>	<b>\$ 40.600</b>	<b>\$ 37.773</b>	<b>\$ 38.389</b>	<b>\$ 40.483</b>	<b>\$ 40.305</b>	<b>\$ 41.215</b>	<b>\$ 459.948</b>
<b>Expenses</b>													
Labor:													
Payroll	\$ 27.323	\$ 25.134	\$ 28.589	\$ 26.322	\$ 27.824	\$ 27.410	\$ 27.143	\$ 28.834	\$ 27.616	\$ 26.328	\$ 27.876	\$ 30.123	\$ 330.522
Overtime	4.024	3.653	3.624	2.869	3.131	2.909	3.417	3.170	3.344	3.040	3.670	4.556	\$ 41.407
Health and Welfare	5.584	5.112	5.817	5.328	5.628	5.551	5.478	5.832	5.606	5.344	5.674	6.143	\$ 67.097
Pensions	3.693	3.393	3.863	3.538	3.747	3.684	3.663	3.881	3.723	3.550	3.775	4.100	\$ 44.610
Other Fringe Benefits	5.617	5.153	5.860	5.366	5.675	5.585	5.540	5.874	5.644	5.387	5.725	6.198	\$ 67.624
Reimbursable Overhead	(2.620)	(2.656)	(2.753)	(2.953)	(3.559)	(3.815)	(3.654)	(3.649)	(3.680)	(3.711)	(3.388)	(2.736)	\$ (39.174)
<b>Total Labor Expenses</b>	<b>\$ 43.621</b>	<b>\$ 39.789</b>	<b>\$ 45.000</b>	<b>\$ 40.470</b>	<b>\$ 42.446</b>	<b>\$ 41.324</b>	<b>\$ 41.587</b>	<b>\$ 43.942</b>	<b>\$ 42.253</b>	<b>\$ 39.938</b>	<b>\$ 43.332</b>	<b>\$ 48.384</b>	<b>\$ 512.085</b>
Non-Labor:													
Traction and Propulsion Power	\$ 4.296	\$ 4.296	\$ 4.296	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 4.293	\$ 47.733
Fuel for Buses and Trains	0.759	0.759	0.759	0.675	0.675	0.675	0.675	0.675	0.675	0.674	0.674	0.756	8.431
Insurance	0.953	0.953	0.953	0.953	0.953	0.953	0.953	0.953	0.953	0.953	0.954	0.966	11.486
Claims	1.327	1.266	1.266	1.266	1.266	1.266	1.266	1.266	1.266	1.267	1.267	1.121	15.110
Paratransit Service Contracts	-	-	-	-	-	-	-	-	-	-	-	-	-
Maintenance and Other Operating Contracts	5.070	5.493	5.370	6.187	5.101	7.517	5.633	6.217	6.839	6.776	5.623	8.314	74.140
Professional Service Contracts	2.284	1.895	1.942	1.914	1.879	1.932	1.865	1.908	1.918	1.959	1.955	1.951	23.402
Materials & Supplies	4.882	4.559	4.781	4.815	4.707	5.322	4.830	4.755	4.817	4.681	5.001	4.920	58.070
Other Business Expenses	0.822	1.048	0.898	0.827	0.771	0.894	0.771	0.763	0.894	0.797	0.769	0.923	10.177
<b>Total Non-Labor Expenses</b>	<b>\$ 20.393</b>	<b>\$ 20.269</b>	<b>\$ 20.277</b>	<b>\$ 20.456</b>	<b>\$ 19.171</b>	<b>\$ 22.390</b>	<b>\$ 19.812</b>	<b>\$ 20.356</b>	<b>\$ 21.193</b>	<b>\$ 20.926</b>	<b>\$ 20.062</b>	<b>\$ 23.244</b>	<b>\$ 248.549</b>
Other Expenses Adjustments:													
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Other Expense Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenses before Depreciation</b>	<b>\$ 64.014</b>	<b>\$ 60.058</b>	<b>\$ 65.277</b>	<b>\$ 60.926</b>	<b>\$ 61.617</b>	<b>\$ 63.714</b>	<b>\$ 61.399</b>	<b>\$ 64.298</b>	<b>\$ 63.446</b>	<b>\$ 60.864</b>	<b>\$ 63.394</b>	<b>\$ 71.628</b>	<b>\$ 760.634</b>
Depreciation	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.264	15.447	183.910
<b>Total Expenses</b>	<b>79.279</b>	<b>75.323</b>	<b>80.725</b>	<b>76.191</b>	<b>76.882</b>	<b>79.162</b>	<b>76.664</b>	<b>79.563</b>	<b>78.894</b>	<b>76.129</b>	<b>78.658</b>	<b>87.075</b>	<b>944.544</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$ (44.290)</b>	<b>\$ (41.948)</b>	<b>\$ (43.313)</b>	<b>\$ (38.092)</b>	<b>\$ (38.549)</b>	<b>\$ (40.187)</b>	<b>\$ (36.064)</b>	<b>\$ (41.790)</b>	<b>\$ (40.505)</b>	<b>\$ (35.646)</b>	<b>\$ (38.353)</b>	<b>\$ (45.860)</b>	<b>\$ (484.596)</b>
<b>Cash Conversion Adjustments:</b>													
Depreciation	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.264	15.447	183.910
Operating/Capital	(1.437)	(0.575)	(0.581)	(1.139)	(0.919)	(1.054)	(1.490)	(0.761)	(0.761)	(1.807)	(0.822)	0.035	(11.311)
Other Cash Adjustments	\$ (6.780)	\$ 3.414	\$ (3.319)	\$ 6.273	\$ 7.138	\$ (6.669)	\$ 4.990	\$ 10.696	\$ (23.131)	\$ 6.085	\$ 10.542	\$ 1.233	10.472
<b>Total Cash Conversion Adjustments</b>	<b>\$ 7.048</b>	<b>\$ 18.104</b>	<b>\$ 11.548</b>	<b>\$ 20.399</b>	<b>\$ 21.484</b>	<b>\$ 7.725</b>	<b>\$ 18.765</b>	<b>\$ 25.200</b>	<b>\$ (8.444)</b>	<b>\$ 19.543</b>	<b>\$ 24.984</b>	<b>\$ 16.715</b>	<b>\$ 183.071</b>
<b>Baseline Net Cash Surplus/(Deficit)</b>	<b>\$ (37.242)</b>	<b>\$ (23.844)</b>	<b>\$ (31.765)</b>	<b>\$ (17.693)</b>	<b>\$ (17.065)</b>	<b>\$ (32.462)</b>	<b>\$ (17.299)</b>	<b>\$ (16.590)</b>	<b>\$ (48.949)</b>	<b>\$ (16.103)</b>	<b>\$ (13.369)</b>	<b>\$ (29.145)</b>	<b>\$ (301.525)</b>
2005 Program to Eliminate the Gap (PEGs)	-	-	-	-	-	-	-	-	-	-	-	-	-
Unspecified PEGs	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net Surplus/(Deficit)</b>	<b>\$ (37.242)</b>	<b>\$ (23.844)</b>	<b>\$ (31.765)</b>	<b>\$ (17.693)</b>	<b>\$ (17.065)</b>	<b>\$ (32.462)</b>	<b>\$ (17.299)</b>	<b>\$ (16.590)</b>	<b>\$ (48.949)</b>	<b>\$ (16.103)</b>	<b>\$ (13.369)</b>	<b>\$ (29.145)</b>	<b>\$ (301.525)</b>

## REIMBURSABLE

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Total
<b>Revenue</b>													
Farebox Revenue													
Vehicle Toll Revenue													
Other Operating Revenue													
Capital and Other Reimbursements	12.994	15.192	12.280	13.171	14.498	15.175	14.283	16.795	15.227	16.985	16.410	10.424	173.434
<b>Total Revenue</b>	<b>\$ 12.994</b>	<b>\$ 15.192</b>	<b>\$ 12.280</b>	<b>\$ 13.171</b>	<b>\$ 14.498</b>	<b>\$ 15.175</b>	<b>\$ 14.283</b>	<b>\$ 16.795</b>	<b>\$ 15.227</b>	<b>\$ 16.985</b>	<b>\$ 16.410</b>	<b>\$ 10.424</b>	<b>\$ 173.434</b>
<b>Expenses</b>													
<b>Labor:</b>													
Payroll	\$ 2.631	\$ 2.655	\$ 2.679	\$ 2.793	\$ 3.154	\$ 3.332	\$ 3.266	\$ 3.267	\$ 3.270	\$ 3.278	\$ 3.119	\$ 2.740	\$ 36.184
Overtime	0.702	0.719	0.731	0.797	0.967	1.081	1.050	1.045	1.050	1.057	0.966	0.709	10.874
Health and Welfare	0.552	0.560	0.565	0.598	0.698	0.754	0.735	0.734	0.736	0.740	0.691	0.566	7.929
Pensions	0.284	0.286	0.288	0.298	0.327	0.342	0.337	0.337	0.337	0.338	0.325	0.292	3.791
Other Fringe Benefits	0.574	0.581	0.587	0.618	0.711	0.762	0.745	0.745	0.746	0.749	0.705	0.591	8.114
Reimbursable Overhead	2.527	2.563	2.613	2.824	3.503	3.764	3.625	3.618	3.654	3.701	3.407	2.775	38.574
<b>Total Labor Expenses</b>	<b>\$ 7.270</b>	<b>\$ 7.364</b>	<b>\$ 7.463</b>	<b>\$ 7.928</b>	<b>\$ 9.360</b>	<b>\$ 10.035</b>	<b>\$ 9.758</b>	<b>\$ 9.746</b>	<b>\$ 9.793</b>	<b>\$ 9.863</b>	<b>\$ 9.213</b>	<b>\$ 7.673</b>	<b>\$ 105.466</b>
<b>Non-Labor Expenses:</b>													
Traction and Propulsion Power													-
Fuel for Buses and Trains													-
Insurance	0.414	0.425	0.427	0.463	0.596	0.664	0.638	0.635	0.638	0.653	0.592	0.423	6.568
Claims													-
Paratransit Service Contracts													-
Maintenance and Other Operating Contracts	0.424	0.404	0.319	0.341	0.356	0.338	0.285	0.285	0.388	0.396	0.351	0.462	4.349
Professional Service Contracts	2.520	5.250	2.290	1.818	1.820	1.810	1.447	3.705	1.839	3.293	2.871	0.318	28.981
Materials & Supplies	2.325	1.709	1.741	2.580	2.326	2.288	2.114	2.383	2.528	2.739	3.342	1.509	27.584
Other Business Expenses	0.041	0.040	0.040	0.041	0.040	0.040	0.041	0.041	0.041	0.041	0.041	0.039	0.486
<b>Total Non-Labor Expenses</b>	<b>\$ 5.724</b>	<b>\$ 7.828</b>	<b>\$ 4.817</b>	<b>\$ 5.243</b>	<b>\$ 5.138</b>	<b>\$ 5.140</b>	<b>\$ 4.525</b>	<b>\$ 7.049</b>	<b>\$ 5.434</b>	<b>\$ 7.122</b>	<b>\$ 7.197</b>	<b>\$ 2.751</b>	<b>\$ 67.968</b>
<b>Other Expenses Adjustments:</b>													
Other													-
<b>Total Other Expense Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenses before Depreciation</b>	<b>\$ 12.994</b>	<b>\$ 15.192</b>	<b>\$ 12.280</b>	<b>\$ 13.171</b>	<b>\$ 14.498</b>	<b>\$ 15.175</b>	<b>\$ 14.283</b>	<b>\$ 16.795</b>	<b>\$ 15.227</b>	<b>\$ 16.985</b>	<b>\$ 16.410</b>	<b>\$ 10.424</b>	<b>\$ 173.434</b>
<b>Depreciation</b>													
<b>Total Expenses</b>	<b>12.994</b>	<b>15.192</b>	<b>12.280</b>	<b>13.171</b>	<b>14.498</b>	<b>15.175</b>	<b>14.283</b>	<b>16.795</b>	<b>15.227</b>	<b>16.985</b>	<b>16.410</b>	<b>10.424</b>	<b>173.434</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash Conversion Adjustments:</b>													
Depreciation													
Operating/Capital													
Other Cash Adjustments													
Total Cash Conversion Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Baseline Net Cash Surplus/(Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
2005 Program to Eliminate the Gap (PEGs)	-	-	-	-	-	-	-	-	-	-	-	-	-



MTA Metro-North Railroad  
FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET  
ACCRUAL STATEMENT of OPERATIONS by CATEGORY ALLOCATION  
(\$in millions)

**NON-REIMBURSABLE/  
REIMBURSABLE**

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Total
<b>Revenue</b>													
Farebox Revenue	\$ 31.970	\$ 31.208	\$ 35.116	\$ 35.174	\$ 36.089	\$ 36.703	\$ 37.704	\$ 35.551	\$ 36.018	\$ 37.572	\$ 37.436	\$ 38.969	\$ 429.510
Vehicle Toll Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Operating Revenue	3.019	2.167	2.296	2.925	2.244	2.272	2.896	2.222	2.371	2.911	2.869	2.246	30.438
Capital and Other Reimbursements	12.994	15.192	12.280	13.171	14.498	15.175	14.283	16.795	15.227	16.985	16.410	10.424	173.434
<b>Total Revenue</b>	<b>\$ 47.983</b>	<b>\$ 48.567</b>	<b>\$ 49.692</b>	<b>\$ 51.270</b>	<b>\$ 52.831</b>	<b>\$ 54.150</b>	<b>\$ 54.883</b>	<b>\$ 54.568</b>	<b>\$ 53.616</b>	<b>\$ 57.468</b>	<b>\$ 56.715</b>	<b>\$ 51.639</b>	<b>\$ 633.382</b>
<b>Expenses</b>													
Labor:													
Payroll	\$ 29.954	\$ 27.789	\$ 31.268	\$ 29.115	\$ 30.978	\$ 30.742	\$ 30.409	\$ 32.101	\$ 30.886	\$ 29.606	\$ 30.995	\$ 32.863	\$ 366.706
Overtime	4.726	4.372	4.355	3.666	4.098	3.990	4.467	4.215	4.394	4.097	4.636	5.265	52.281
Health and Welfare	6.136	5.672	6.382	5.926	6.326	6.305	6.213	6.566	6.342	6.084	6.365	6.709	75.026
Pensions	3.977	3.679	4.151	3.836	4.074	4.026	4.000	4.218	4.060	3.888	4.100	4.392	48.401
Other Fringe Benefits	6.191	5.734	6.447	5.984	6.386	6.347	6.285	6.619	6.390	6.136	6.430	6.789	75.738
Reimbursable Overhead	(0.093)	(0.093)	(0.140)	(0.129)	(0.056)	(0.051)	(0.029)	(0.031)	(0.026)	(0.010)	0.019	0.039	(0.600)
<b>Total Labor Expenses</b>	<b>\$ 50.891</b>	<b>\$ 47.153</b>	<b>\$ 52.463</b>	<b>\$ 48.398</b>	<b>\$ 51.806</b>	<b>\$ 51.359</b>	<b>\$ 51.345</b>	<b>\$ 53.688</b>	<b>\$ 52.046</b>	<b>\$ 49.801</b>	<b>\$ 52.545</b>	<b>\$ 56.057</b>	<b>\$ 617.552</b>
Non-Labor:													
Traction and Propulsion Power	\$ 4.296	\$ 4.296	\$ 4.296	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 4.293	\$ 47.733
Fuel for Buses and Trains	0.759	0.759	0.759	0.675	0.675	0.675	0.675	0.675	0.675	0.674	0.674	0.756	8.431
Insurance	1.367	1.378	1.392	1.416	1.549	1.629	1.591	1.588	1.603	1.606	1.546	1.389	18.054
Claims	1.327	1.266	1.266	1.266	1.266	1.266	1.266	1.266	1.266	1.267	1.267	1.121	15.110
Paratransit Service Contracts	-	-	-	-	-	-	-	-	-	-	-	-	-
Maintenance and Other Operating Contracts	5.494	5.897	5.689	6.528	5.457	7.855	5.918	6.502	7.227	7.172	5.974	8.776	78.489
Professional Service Contracts	4.804	7.145	4.232	3.732	3.699	3.742	3.312	5.613	3.757	5.252	4.826	2.269	52.383
Materials & Supplies	7.207	6.268	6.522	7.395	7.033	7.610	6.944	7.138	7.345	7.420	8.343	6.429	85.654
Other Business Expenses	0.863	1.088	0.938	0.868	0.811	0.934	0.812	0.804	0.935	0.838	0.810	0.962	10.663
<b>Total Non-Labor Expenses</b>	<b>\$ 26.117</b>	<b>\$ 28.097</b>	<b>\$ 25.094</b>	<b>\$ 25.699</b>	<b>\$ 24.309</b>	<b>\$ 27.530</b>	<b>\$ 24.337</b>	<b>\$ 27.405</b>	<b>\$ 26.627</b>	<b>\$ 28.048</b>	<b>\$ 27.259</b>	<b>\$ 25.995</b>	<b>\$ 316.517</b>
Other Expenses Adjustments:													
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Other Expense Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenses before Depreciation</b>	<b>\$ 77.008</b>	<b>\$ 75.250</b>	<b>\$ 77.557</b>	<b>\$ 74.097</b>	<b>\$ 76.115</b>	<b>\$ 78.889</b>	<b>\$ 75.682</b>	<b>\$ 81.093</b>	<b>\$ 78.673</b>	<b>\$ 77.849</b>	<b>\$ 79.804</b>	<b>\$ 82.052</b>	<b>\$ 934.069</b>
Depreciation	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.264	15.447	183.910
<b>Total Expenses</b>	<b>92.273</b>	<b>90.515</b>	<b>93.005</b>	<b>89.362</b>	<b>91.380</b>	<b>94.337</b>	<b>90.947</b>	<b>96.358</b>	<b>94.121</b>	<b>93.114</b>	<b>95.068</b>	<b>97.499</b>	<b>1,117.979</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$ (44.290)</b>	<b>\$ (41.948)</b>	<b>\$ (43.313)</b>	<b>\$ (38.092)</b>	<b>\$ (38.549)</b>	<b>\$ (40.187)</b>	<b>\$ (36.064)</b>	<b>\$ (41.790)</b>	<b>\$ (40.505)</b>	<b>\$ (35.646)</b>	<b>\$ (38.353)</b>	<b>\$ (45.860)</b>	<b>\$ (484.597)</b>
<b>Cash Conversion Adjustments:</b>													
Depreciation	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.265	15.448	15.265	15.264	15.447	183.910
Operating/Capital	(1.437)	(0.575)	(0.581)	(1.139)	(0.919)	(1.054)	(1.490)	(0.761)	(0.761)	(1.807)	(0.822)	0.035	(11.311)
Other Cash Adjustments	(6.780)	3.414	(3.319)	6.273	7.138	(6.669)	4.990	10.696	(23.131)	6.085	10.542	1.233	10.472
<b>Total Cash Conversion Adjustments</b>	<b>\$ 7.048</b>	<b>\$ 18.104</b>	<b>\$ 11.548</b>	<b>\$ 20.399</b>	<b>\$ 21.484</b>	<b>\$ 7.725</b>	<b>\$ 18.765</b>	<b>\$ 25.200</b>	<b>\$ (8.444)</b>	<b>\$ 19.543</b>	<b>\$ 24.984</b>	<b>\$ 16.715</b>	<b>\$ 183.071</b>
<b>Baseline Net Cash Surplus/(Deficit)</b>	<b>\$ (37.242)</b>	<b>\$ (23.844)</b>	<b>\$ (31.765)</b>	<b>\$ (17.693)</b>	<b>\$ (17.065)</b>	<b>\$ (32.462)</b>	<b>\$ (17.299)</b>	<b>\$ (16.590)</b>	<b>\$ (48.949)</b>	<b>\$ (16.103)</b>	<b>\$ (13.369)</b>	<b>\$ (29.145)</b>	<b>\$ (301.526)</b>
2005 Program to Eliminate the Gap (PEGs)	-	-	-	-	-	-	-	-	-	-	-	-	-
Unspecified PEGs	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net Surplus/(Deficit)</b>	<b>\$ (37.242)</b>	<b>\$ (23.844)</b>	<b>\$ (31.765)</b>	<b>\$ (17.693)</b>	<b>\$ (17.065)</b>	<b>\$ (32.462)</b>	<b>\$ (17.299)</b>	<b>\$ (16.590)</b>	<b>\$ (48.949)</b>	<b>\$ (16.103)</b>	<b>\$ (13.369)</b>	<b>\$ (29.145)</b>	<b>\$ (301.526)</b>

MTA Metro-North Railroad  
FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET  
CASH RECEIPTS and EXPENDITURES ALLOCATION  
(\$ in millions)

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Total
<b>Opening Cash Balance</b> (Note: available cash not restricted/book cash)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Receipts</b>													
Fare Revenue	\$ 32.606	\$ 31.884	\$ 35.782	\$ 35.918	\$ 36.795	\$ 37.389	\$ 38.405	\$ 36.177	\$ 36.684	\$ 38.203	\$ 38.086	\$ 39.829	\$ 437.758
Vehicle Toll Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Operating Revenue	4.267	3.289	3.241	4.011	3.390	4.026	3.966	3.387	3.748	3.988	4.004	3.611	44.928
Capital and Other Reimbursements	13.617	17.553	12.414	12.251	13.453	11.442	11.773	18.412	15.941	15.425	17.926	10.795	171.002
<b>Total Receipts</b>	<b>\$ 50.490</b>	<b>\$ 52.726</b>	<b>\$ 51.437</b>	<b>\$ 52.180</b>	<b>\$ 53.638</b>	<b>\$ 52.857</b>	<b>\$ 54.144</b>	<b>\$ 57.976</b>	<b>\$ 56.373</b>	<b>\$ 57.616</b>	<b>\$ 60.016</b>	<b>\$ 54.235</b>	<b>\$ 653.688</b>
<b>Expenditures</b>													
Labor:													
Payroll	\$ 28.951	\$ 25.947	\$ 32.966	\$ 25.800	\$ 27.261	\$ 33.606	\$ 26.917	\$ 26.923	\$ 47.016	\$ 27.212	\$ 27.241	\$ 33.005	\$ 362.845
Overtime	4.738	4.280	4.514	3.965	3.624	4.656	3.932	3.626	6.202	3.772	4.053	5.126	52.488
Health and Welfare	6.440	6.440	6.515	6.442	6.440	6.515	6.440	6.442	6.515	6.440	6.440	6.521	77.590
Pensions	11.396	1.396	1.745	1.396	1.396	1.745	2.976	2.979	6.881	2.365	2.365	2.581	39.221
Other Fringe Benefits	6.886	5.861	7.194	6.505	6.049	7.666	6.590	5.769	9.860	5.539	4.477	4.986	77.382
Reimbursable Overhead	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Labor Expenditures</b>	<b>\$ 58.411</b>	<b>\$ 43.924</b>	<b>\$ 52.934</b>	<b>\$ 44.108</b>	<b>\$ 44.770</b>	<b>\$ 54.188</b>	<b>\$ 46.855</b>	<b>\$ 45.739</b>	<b>\$ 76.474</b>	<b>\$ 45.328</b>	<b>\$ 44.576</b>	<b>\$ 52.219</b>	<b>\$ 609.526</b>
Non-Labor:													
Traction and Propulsion Power	\$ 4.296	\$ 4.296	\$ 4.296	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 3.819	\$ 4.296	\$ 47.736
Fuel for Buses and Trains	0.759	0.759	0.759	0.675	0.675	0.674	0.675	0.675	0.674	0.675	0.674	0.760	8.434
Insurance	0.977	5.505	2.790	0.495	2.601	-	0.277	2.513	-	0.282	2.513	0.721	18.674
Claims	1.089	1.090	1.089	1.088	1.090	1.089	1.089	1.089	1.089	1.089	1.090	1.090	13.071
Paratransit Service Contracts	-	-	-	-	-	-	-	-	-	-	-	-	-
Maintenance and Other Operating Contracts	9.148	6.374	6.566	7.050	5.728	9.679	6.373	6.835	7.914	7.626	6.258	11.069	90.620
Professional Service Contracts	4.227	6.506	6.561	3.507	2.963	6.070	2.537	4.648	5.856	4.288	3.866	4.668	55.697
Materials & Supplies	7.163	6.229	6.564	7.372	7.386	8.130	7.997	7.649	7.857	8.977	8.959	6.695	90.978
Other Business Expenses	1.662	1.887	1.643	1.759	1.671	1.670	1.821	1.599	1.639	1.635	1.630	1.861	20.477
<b>Total Non-Labor Expenditures</b>	<b>\$ 29.321</b>	<b>\$ 32.646</b>	<b>\$ 30.268</b>	<b>\$ 25.765</b>	<b>\$ 25.933</b>	<b>\$ 31.131</b>	<b>\$ 24.588</b>	<b>\$ 28.827</b>	<b>\$ 28.848</b>	<b>\$ 28.391</b>	<b>\$ 28.809</b>	<b>\$ 31.160</b>	<b>\$ 345.687</b>
Other Expenditure Adjustments:													
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Other Expenditure Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenditures</b>	<b>\$ 87.732</b>	<b>\$ 76.570</b>	<b>\$ 83.202</b>	<b>\$ 69.873</b>	<b>\$ 70.703</b>	<b>\$ 85.319</b>	<b>\$ 71.443</b>	<b>\$ 74.566</b>	<b>\$ 105.322</b>	<b>\$ 73.719</b>	<b>\$ 73.385</b>	<b>\$ 83.379</b>	<b>\$ 955.213</b>
<b>Baseline Net Cash Deficit</b>	<b>\$ (37.242)</b>	<b>\$ (23.844)</b>	<b>\$ (31.765)</b>	<b>\$ (17.693)</b>	<b>\$ (17.065)</b>	<b>\$ (32.462)</b>	<b>\$ (17.299)</b>	<b>\$ (16.590)</b>	<b>\$ (48.949)</b>	<b>\$ (16.103)</b>	<b>\$ (13.369)</b>	<b>\$ (29.144)</b>	<b>\$ (301.525)</b>
2005 Program to Eliminate Gap (PEGs)	-	-	-	-	-	-	-	-	-	-	-	-	-
Unspecified PEGs	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net Cash Deficit</b>	<b>\$ (37.242)</b>	<b>\$ (23.844)</b>	<b>\$ (31.765)</b>	<b>\$ (17.693)</b>	<b>\$ (17.065)</b>	<b>\$ (32.462)</b>	<b>\$ (17.299)</b>	<b>\$ (16.590)</b>	<b>\$ (48.949)</b>	<b>\$ (16.103)</b>	<b>\$ (13.369)</b>	<b>\$ (29.144)</b>	<b>\$ (301.525)</b>
<b>Closing Cash Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Subsidies</b>													
MTA	\$ 31.608	\$ 17.966	\$ 26.597	\$ 13.722	\$ 12.565	\$ 25.255	\$ 14.137	\$ 11.290	\$ 44.898	\$ 13.045	\$ 8.792	\$ 24.371	\$ 244.246
CDOT	\$ 5.634	\$ 5.878	\$ 5.168	\$ 3.971	\$ 4.500	\$ 7.207	\$ 3.162	\$ 5.300	\$ 4.051	\$ 3.058	\$ 4.577	\$ 4.773	\$ 57.279
<b>Total Subsidies</b>	<b>\$ 37.242</b>	<b>\$ 23.844</b>	<b>\$ 31.765</b>	<b>\$ 17.693</b>	<b>\$ 17.065</b>	<b>\$ 32.462</b>	<b>\$ 17.299</b>	<b>\$ 16.590</b>	<b>\$ 48.949</b>	<b>\$ 16.103</b>	<b>\$ 13.369</b>	<b>\$ 29.144</b>	<b>\$ 301.525</b>

MTA Metro-North Railroad  
FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET  
CASH CONVERSION (CASH FLOW ADJUSTMENTS) ALLOCATION  
(\$ in millions)

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Total
<b>Receipts</b>													
Farebox Revenue	\$ 0.636	\$ 0.676	\$ 0.666	\$ 0.744	\$ 0.706	\$ 0.686	\$ 0.701	\$ 0.626	\$ 0.666	\$ 0.631	\$ 0.650	\$ 0.860	\$ 8.248
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other Operating Revenue	1.248	1.122	0.945	1.086	1.146	1.754	1.070	1.165	1.377	1.077	1.135	1.365	14.490
Capital and Other Reimbursements	0.623	2.361	0.134	(0.920)	(1.045)	(3.733)	(2.510)	1.617	0.714	(1.560)	1.516	0.371	(2.432)
<b>Total Receipts Adjustments</b>	<b>\$ 2.507</b>	<b>\$ 4.159</b>	<b>\$ 1.745</b>	<b>\$ 0.910</b>	<b>\$ 0.807</b>	<b>\$ (1.293)</b>	<b>\$ (0.739)</b>	<b>\$ 3.408</b>	<b>\$ 2.757</b>	<b>\$ 0.148</b>	<b>\$ 3.301</b>	<b>\$ 2.596</b>	<b>\$ 20.306</b>
<b>Expenditures</b>													
Labor:													
Payroll	\$ 1.003	\$ 1.842	\$ (1.698)	\$ 3.315	\$ 3.717	\$ (2.864)	\$ 3.492	\$ 5.178	\$ (16.130)	\$ 2.394	\$ 3.754	\$ (0.142)	\$ 3.861
Overtime	(0.012)	0.092	(0.159)	(0.299)	0.474	(0.666)	0.535	0.589	(1.808)	0.325	0.583	0.139	(0.207)
Health and Welfare	(0.304)	(0.768)	(0.133)	(0.516)	(0.114)	(0.210)	(0.227)	0.124	(0.173)	(0.356)	(0.075)	0.188	(2.564)
Pensions	(7.419)	2.283	2.406	2.440	2.678	2.281	1.024	1.239	(2.821)	1.523	1.735	1.811	9.180
Other Fringe Benefits	(0.695)	(0.127)	(0.747)	(0.521)	0.337	(1.319)	(0.305)	0.850	(3.470)	0.597	1.953	1.803	(1.644)
Reimbursable Overhead	(0.093)	(0.093)	(0.140)	(0.129)	(0.056)	(0.051)	(0.029)	(0.031)	(0.026)	(0.010)	0.019	0.039	(0.600)
<b>Total Labor Expenditures</b>	<b>\$ (7.520)</b>	<b>\$ 3.229</b>	<b>\$ (0.471)</b>	<b>\$ 4.290</b>	<b>\$ 7.036</b>	<b>\$ (2.829)</b>	<b>\$ 4.490</b>	<b>\$ 7.949</b>	<b>\$ (24.428)</b>	<b>\$ 4.473</b>	<b>\$ 7.969</b>	<b>\$ 3.838</b>	<b>\$ 8.026</b>
Non-Labor:													
Traction and Propulsion Power	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (0.003)	\$ (0.003)
Fuel for Buses and Trains	0.000	0.000	0.000	0.000	0.000	0.001	0.000	0.000	0.001	(0.001)	0.000	(0.004)	(0.003)
Insurance	0.390	(4.127)	(1.398)	0.921	(1.052)	1.629	1.314	(0.925)	1.603	1.324	(0.967)	0.668	(0.620)
Claims	0.238	0.176	0.177	0.178	0.176	0.177	0.177	0.177	0.177	0.178	0.177	0.031	2.039
Paratransit Service Contracts	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Maintenance and Other Operating Contracts	(3.654)	(0.477)	(0.877)	(0.522)	(0.271)	(1.824)	(0.455)	(0.333)	(0.687)	(0.454)	(0.284)	(2.293)	(12.131)
Professional Service Contracts	0.577	0.639	(2.329)	0.225	0.736	(2.328)	0.775	0.965	(2.099)	0.964	0.960	(2.399)	(3.314)
Materials & Supplies	0.044	0.039	(0.042)	0.023	(0.353)	(0.520)	(1.053)	(0.511)	(0.512)	(1.557)	(0.616)	(0.266)	(5.324)
Other Business Expenditures	(0.799)	(0.799)	(0.705)	(0.891)	(0.860)	(0.736)	(1.009)	(0.795)	(0.704)	(0.797)	(0.820)	(0.899)	(9.814)
<b>Total Non-Labor Expenditures</b>	<b>\$ (3.204)</b>	<b>\$ (4.549)</b>	<b>\$ (5.174)</b>	<b>\$ (0.066)</b>	<b>\$ (1.624)</b>	<b>\$ (3.601)</b>	<b>\$ (0.251)</b>	<b>\$ (1.422)</b>	<b>\$ (2.221)</b>	<b>\$ (0.343)</b>	<b>\$ (1.550)</b>	<b>\$ (5.165)</b>	<b>\$ (29.170)</b>
Other Expenditure Adjustments:													
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Other Expenditure Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Cash Conversion Adjustments before Depreciation</b>	<b>\$ (8.217)</b>	<b>\$ 2.839</b>	<b>\$ (3.900)</b>	<b>\$ 5.134</b>	<b>\$ 6.219</b>	<b>\$ (7.723)</b>	<b>\$ 3.500</b>	<b>\$ 9.935</b>	<b>\$ (23.892)</b>	<b>\$ 4.278</b>	<b>\$ 9.720</b>	<b>\$ 1.269</b>	<b>\$ (0.838)</b>
<b>Depreciation Adjustment</b>	<b>\$ 15.265</b>	<b>\$ 15.265</b>	<b>\$ 15.448</b>	<b>\$ 15.265</b>	<b>\$ 15.265</b>	<b>\$ 15.448</b>	<b>\$ 15.265</b>	<b>\$ 15.265</b>	<b>\$ 15.448</b>	<b>\$ 15.265</b>	<b>\$ 15.264</b>	<b>\$ 15.447</b>	<b>\$ 183.910</b>
<b>Baseline Total Cash Conversion Adjustments</b>	<b>\$ 7.048</b>	<b>\$ 18.104</b>	<b>\$ 11.548</b>	<b>\$ 20.399</b>	<b>\$ 21.484</b>	<b>\$ 7.725</b>	<b>\$ 18.765</b>	<b>\$ 25.200</b>	<b>\$ (8.444)</b>	<b>\$ 19.543</b>	<b>\$ 24.984</b>	<b>\$ 16.716</b>	<b>\$ 183.072</b>
2005 Program to Eliminate Gap (PEGs)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unspecified PEGs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Cash Conversion Adjustments</b>	<b>\$ 7.048</b>	<b>\$ 18.104</b>	<b>\$ 11.548</b>	<b>\$ 20.399</b>	<b>\$ 21.484</b>	<b>\$ 7.725</b>	<b>\$ 18.765</b>	<b>\$ 25.200</b>	<b>\$ (8.444)</b>	<b>\$ 19.543</b>	<b>\$ 24.984</b>	<b>\$ 16.716</b>	<b>\$ 183.072</b>

**MTA Metro-North Railroad**  
**February Financial Plan - 2005 Adopted Budget**  
**Total Non-Reimbursable - Reimbursable Positions at End-of-Year**  
**Full-Time Positions and Full Time Equivalents**

Department	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
<b>Administration</b>												
President	6	6	6	6	6	6	6	6	6	6	6	6
Labor Relations	13	13	13	13	13	13	13	13	13	13	13	13
Safety	14	14	14	14	14	14	14	14	14	14	14	14
Corporate & Media Relations	15	15	15	15	15	15	15	15	15	15	15	15
Legal	16	16	16	16	16	16	16	16	16	16	16	16
Claims Services	22	22	22	22	22	22	22	22	22	22	22	22
Environmental Compliance & Serv	6	6	6	6	6	6	6	6	6	6	6	6
VP Human Resources	3	3	3	3	3	3	3	3	3	3	3	3
Human Resources	47	47	47	47	47	47	47	47	47	47	47	47
Training	31	31	31	31	31	31	31	31	31	31	31	31
Workforce Diversity	4	4	4	4	4	4	4	4	4	4	4	4
VP Planning & Development	5	5	5	5	5	5	5	5	5	5	5	5
Operations Planning	13	13	13	13	13	13	13	13	13	13	13	13
Capital Planning	14	14	14	14	14	14	14	14	14	14	14	14
Business Development & Facilities	14	14	14	14	14	14	14	14	14	14	14	14
Marketing	10	10	10	10	10	10	10	10	10	10	10	10
Industrial Engineering	9	9	9	9	9	9	9	9	9	9	9	9
Executive Vice President	1	1	1	1	1	1	1	1	1	1	1	1
Controller	128	128	128	128	128	128	128	128	128	128	128	128
Information Technology	126	126	126	126	126	126	126	126	126	126	126	126
Budget	16	16	16	16	16	16	16	16	16	16	16	16
Customer Service	65	65	65	65	65	65	65	65	65	65	65	65
Corporate	(48)	(48)	(48)	(48)	(48)	(48)	(48)	(48)	(48)	(48)	(48)	(48)
<b>Total Administration</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>	<b>530</b>
<b>Operations</b>												
VP Operations	37	37	37	37	37	37	37	37	37	37	37	37
Operations Services <sup>1</sup>	1,826	1,826	1,829	1,834	1,840	1,843	1,841	1,842	1,841	1,840	1,838	1,838
Metro-North West	28	28	28	28	32	32	32	32	32	32	32	32
<b>Total Operations</b>	<b>1,891</b>	<b>1,891</b>	<b>1,894</b>	<b>1,899</b>	<b>1,909</b>	<b>1,912</b>	<b>1,910</b>	<b>1,911</b>	<b>1,910</b>	<b>1,909</b>	<b>1,907</b>	<b>1,907</b>
<b>Maintenance</b>												
GCT	343	343	343	343	343	343	343	343	343	343	343	343
Maintenance of Equipment	1,260	1,260	1,260	1,260	1,260	1,260	1,260	1,260	1,260	1,260	1,260	1,260
Maintenance of Way	1,448	1,454	1,457	1,489	1,540	1,577	1,570	1,569	1,571	1,575	1,535	1,442
Procurement & Material Mgmt	171	171	171	171	171	171	171	171	171	171	171	171
<b>Total Maintenance</b>	<b>3,222</b>	<b>3,228</b>	<b>3,231</b>	<b>3,263</b>	<b>3,314</b>	<b>3,351</b>	<b>3,344</b>	<b>3,343</b>	<b>3,345</b>	<b>3,349</b>	<b>3,309</b>	<b>3,216</b>
<b>Engineering/Capital</b>												
Project Budget	13	13	13	13	13	13	13	13	13	13	13	13
Construction Management	39	39	39	39	39	39	39	39	39	39	39	39
Engineering & Design	62	62	62	62	62	62	62	62	62	62	62	62
<b>Total Engineering/Capital</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>	<b>114</b>
<b>Total Positions</b>	<b>5,757</b>	<b>5,763</b>	<b>5,769</b>	<b>5,806</b>	<b>5,867</b>	<b>5,907</b>	<b>5,898</b>	<b>5,898</b>	<b>5,899</b>	<b>5,902</b>	<b>5,860</b>	<b>5,767</b>
Non-Reimbursable	5,217	5,218	5,220	5,231	5,230	5,228	5,229	5,229	5,229	5,229	5,226	5,225
Reimbursable	540	545	549	575	637	679	669	669	670	673	634	542
Total Full-Time	5,751	5,757	5,763	5,800	5,861	5,901	5,892	5,892	5,893	5,896	5,854	5,761
Total Full-Time-Equivalents (of part-time positions)	6	6	6	6	6	6	6	6	6	6	6	6

<sup>1</sup> The Headcount in 2005 reflects the restoration of the 22 Station Maintenance positions. These positions have been eliminated 2006-2008.

**MTA Metro-North Railroad**  
**February Financial Plan - 2005 Adopted Budget**  
**2005 Ridership/Traffic Volume (Utilization) By Month**  
(in millions)

<b>Month</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>Total</b>
<b>REVENUE</b>													
PASSENGER REVENUE:													
Harlem Line	9.411	9.141	10.430	10.400	10.555	10.724	10.912	10.243	10.567	10.832	10.752	11.174	125.141
Hudson Line	6.468	6.312	7.235	7.200	7.744	7.552	7.790	7.377	7.395	7.852	7.723	7.950	88.598
New Haven Line	16.092	15.755	17.450	17.575	17.790	18.428	19.002	17.930	18.056	18.888	18.961	19.845	215.772
<b>TOTAL PASSENGER REVENUE</b>	<b>31.971</b>	<b>31.208</b>	<b>35.115</b>	<b>35.175</b>	<b>36.089</b>	<b>36.704</b>	<b>37.704</b>	<b>35.550</b>	<b>36.018</b>	<b>37.572</b>	<b>37.436</b>	<b>38.969</b>	<b>429.511</b>
<b>RIDERSHIP</b>													
Harlem Line	1.819	1.780	2.125	2.007	2.080	2.122	2.030	2.055	2.081	2.135	2.045	2.143	24.422
Hudson Line	1.030	1.009	1.203	1.139	1.218	1.218	1.181	1.199	1.171	1.220	1.181	1.223	13.992
New Haven Line	2.434	2.365	2.817	2.712	2.707	2.856	2.803	2.828	2.787	2.880	2.792	2.915	32.896
<b>TOTAL RIDERSHIP</b>	<b>5.283</b>	<b>5.154</b>	<b>6.145</b>	<b>5.858</b>	<b>6.005</b>	<b>6.196</b>	<b>6.014</b>	<b>6.082</b>	<b>6.039</b>	<b>6.235</b>	<b>6.018</b>	<b>6.281</b>	<b>71.310</b>

**MTA Metro-North Railroad**  
**February Financial Plan - 2005 Adopted Budget**  
**2005 Ridership/Traffic Volume (Utilization) By Month**  
(in millions)

YTD	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
<b>REVENUE</b>												
PASSENGER REVENUE:												
Harlem Line	9.411	18.552	28.982	39.382	49.937	60.661	71.573	81.816	92.383	103.215	113.967	125.141
Hudson Line	6.468	12.780	20.015	27.215	34.959	42.511	50.301	57.678	65.073	72.925	80.648	88.598
New Haven Line	16.092	31.847	49.297	66.872	84.662	103.090	122.092	140.022	158.078	176.966	195.927	215.772
TOTAL PASSENGER REVENUE	31.971	63.179	98.294	133.469	169.558	206.262	243.966	279.516	315.534	353.106	390.542	429.511
<b>RIDERSHIP</b>												
Harlem Line	1.819	3.599	5.724	7.731	9.811	11.933	13.963	16.018	18.099	20.234	22.279	24.422
Hudson Line	1.030	2.039	3.242	4.381	5.599	6.817	7.998	9.197	10.368	11.588	12.769	13.992
New Haven Line	2.434	4.799	7.616	10.328	13.035	15.891	18.694	21.522	24.309	27.189	29.981	32.896
TOTAL RIDERSHIP	5.283	10.437	16.582	22.440	28.445	34.641	40.655	46.737	52.776	59.011	65.029	71.310

## **MTA Headquarters**

**MTA HEADQUARTERS  
FEBRUARY FINANCIAL PLAN 2005-2008  
FINAL 2004 ESTIMATE AND ADOPTED BUDGET FOR 2005**

In accordance with MTA approved Budget procedures, the following information presents MTA Headquarters' Final 2004 Estimate, the 2005 Adopted Budget and the Financial Plan for 2005-2008, as presented to the Board in December. The Adopted Budget reflects technical modifications to the November Financial Plan adopted by the Board in December 2004. These adjustments reflect the incorporation of MTA Inspector General expenses beginning in 2005 in the Headquarters Budget and Financial Plan. The Office of the Inspector General was established in 1983, with a primary focus to investigate capital program contracts. As a result, those costs were split between NYCT and the Commuter Railroads at the same 70% to 30% ratio that was used for capital program funding. That mission has since evolved, now the IG's investigative work is performed MTA-wide and much more of the effort involves work outside of the capital program. IG expenses are now considered an all-agency cost that should be fully captured at MTAHQ.

In addition, reimbursable Risk Management costs have been re-categorized to reflect the proper flow of expenses. The Adopted Budget and Financial Plan reflect the incorporation of the 2005 PEG program into the baseline. These PEG savings total \$15 million in the 2005 Budget and \$71.9 million between 2004 and 2008. The attached also includes schedules detailing the monthly allocation of financial and headcount data from the 2005 Adopted Budget to be used for monthly reporting of actual results to the Board.



**MTA Headquarters**  
**February Financial Plan 2005 - 2008**  
**Reconciliation to the December Plan (Accrual)**  
(\$ in millions)

	Favorable/(Unfavorable)									
	2004		2005		2006		2007		2008	
	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars
December Plan (2005 Adopted Budget):										
Baseline Net Surplus/(Deficit)	1,371	(\$223.189)	1,371	(\$228.805)	1,371	(\$227.388)	1,371	(\$233.795)	1,371	(\$239.814)
Amendments:										
Technical Adjustments:										
Addition of Inspector General expenses		\$ .000		(\$10.477)		(\$10.585)		(\$10.833)		(\$11.112)
Reallocation of Non-Labor expenses (net impact)		\$ .000		\$ .000		\$ .000		\$ .000		\$ .000
Recategorization of Risk Management expenses (net impact)		\$ .000		\$ .000		\$ .000		\$ .000		\$ .000
Sub-Total Technical Adjustments	0	\$ .000	0	(\$10.477)	0	(\$10.585)	0	(\$10.833)	0	(\$11.112)
Incorporate 2005 PEG Program Into Baseline	(9)	\$2.264	(17)	\$15.013	(18)	\$17.656	(18)	\$18.167	(18)	\$18.750
2005 February Financial Plan:										
Baseline Net Surplus/(Deficit)	1,362	(\$220.925)	1,354	(\$224.269)	1,353	(\$220.317)	1,353	(\$226.461)	1,353	(\$232.176)

**MTA Headquarters**  
**February Financial Plan 2005 - 2008**  
**Reconciliation to the December Plan (Cash)**  
(\$ in millions)

	<b>2004</b>		<b>2005</b>		<b>Favorable/(Unfavorable)</b>		<b>2007</b>		<b>2008</b>	
	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars
<b>December Plan (2005 Adopted Budget):</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>1,371</b>	<b>(\$214.995)</b>	<b>1,371</b>	<b>(\$241.856)</b>	<b>\$1,371</b>	<b>(\$234.741)</b>	<b>1,371</b>	<b>(\$241.112)</b>	<b>1,371</b>	<b>(\$247.221)</b>
<b>Amendments:</b>										
Technical Adjustments:										
Addition of Inspector General expenses		\$ .000		(\$10.477)		(\$10.585)		(\$10.833)		(\$11.112)
Reallocation of Non-Labor expenses (net impact)		\$ .000		\$ .000		\$ .000		\$ .000		\$ .000
Recategorization of Risk Management expenses (net impact)		\$ .000		\$ .000		\$ .000		\$ .000		\$ .000
Sub-Total Technical Adjustments	0	\$ .000	0	(\$10.477)	0	(\$10.585)	0	(\$10.833)	0	(\$11.112)
Incorporate 2005 PEG Program Into Baseline	(9)	\$2.264	(17)	\$15.013	(18)	\$17.656	(18)	\$18.167	(18)	\$18.750
<b>2005 February Financial Plan:</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>1,362</b>	<b>(\$212.731)</b>	<b>1,354</b>	<b>(\$237.320)</b>	<b>1,353</b>	<b>(\$227.670)</b>	<b>1,353</b>	<b>(\$233.778)</b>	<b>1,353</b>	<b>(\$239.583)</b>

**MTA Headquarters**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
(\$ in millions)

**NON-REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue	16.966	17.512	17.729	18.073	18.451
Capital and Other Reimbursements					
<b>Total Revenue</b>	<b>\$16.966</b>	<b>\$17.512</b>	<b>\$17.729</b>	<b>\$18.073</b>	<b>\$18.451</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll	94.186	90.273	90.068	91.825	93.753
Overtime	12.334	11.852	13.323	13.572	13.847
Health and Welfare	13.014	13.454	14.546	15.749	17.049
Pensions	20.017	18.790	21.247	21.770	22.100
Actuarial Pension Reserve	0.000	0.000	0.000	0.000	0.000
Other Fringe Benefits	8.266	8.082	8.182	8.341	8.516
Reimbursable Overhead	(36.054)	(35.374)	(35.813)	(36.507)	(37.270)
<b>Total Labor Expenses</b>	<b>\$111.763</b>	<b>\$107.077</b>	<b>\$111.553</b>	<b>\$114.750</b>	<b>\$117.995</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	2.802	3.106	3.415	3.754	4.128
Claims					
Paratransit Service Contracts					
Maintenance and Other					
Operating Contracts	21.455	24.816	24.915	25.398	25.929
Professional Service Contracts	36.396	37.041	32.666	32.790	33.475
Materials & Supplies	5.376	7.184	7.475	7.619	7.779
MTA Internal Subsidy	43.792	35.983	31.306	33.204	33.962
Other Business Expenses	3.032	13.299	13.441	13.744	14.084
<b>Total Non-Labor Expenses</b>	<b>\$112.853</b>	<b>\$121.429</b>	<b>\$113.218</b>	<b>\$116.509</b>	<b>\$119.357</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$224.616</b>	<b>\$228.506</b>	<b>\$224.771</b>	<b>\$231.259</b>	<b>\$237.352</b>
Depreciation	13.275	13.275	13.275	13.275	13.275
<b>Total Expenses</b>	<b>\$237.891</b>	<b>\$241.781</b>	<b>\$238.046</b>	<b>\$244.534</b>	<b>\$250.627</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>(\$220.925)</b>	<b>(\$224.269)</b>	<b>(\$220.317)</b>	<b>(\$226.461)</b>	<b>(\$232.176)</b>
2005 Program to Eliminate the Gap (PEGs)	0.000	0.000	0.000	0.000	0.000
2006 Program to Eliminate the Gap					
Unspecified PEGs					
<b>Net Surplus/(Deficit)</b>	<b>(\$220.925)</b>	<b>(\$224.269)</b>	<b>(\$220.317)</b>	<b>(\$226.461)</b>	<b>(\$232.176)</b>

**MTA Headquarters**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Capital and Other Reimbursements	36.054	38.866	39.348	40.111	40.949
<b>Total Revenue</b>	<b>\$36.054</b>	<b>\$38.866</b>	<b>\$39.348</b>	<b>\$40.111</b>	<b>\$40.949</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll		1.443	1.461	1.489	1.520
Overtime		-	-	-	-
Health and Welfare		0.200	0.202	0.206	0.210
Pensions		0.279	0.283	0.288	0.294
Actuarial Pension Reserve		-	-	-	-
Other Fringe Benefits		0.121	0.123	0.125	0.128
Reimbursable Overhead	36.054	35.374	35.813	36.507	37.270
<b>Total Labor Expenses</b>	<b>\$36.054</b>	<b>\$37.417</b>	<b>\$37.881</b>	<b>\$38.615</b>	<b>\$39.423</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance					
Claims					
Paratransit Service Contracts					
Maintenance and Other					
Operating Contracts		0.001	0.001	0.001	0.001
Professional Service Contracts		1.417	1.435	1.462	1.493
Materials & Supplies		0.011	0.011	0.011	0.012
MTA Internal Subsidy					
Other Business Expenses		0.020	0.020	0.021	0.021
<b>Total Non-Labor Expenses</b>	<b>\$0.000</b>	<b>\$1.449</b>	<b>\$1.467</b>	<b>\$1.495</b>	<b>\$1.527</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$36.054</b>	<b>\$38.866</b>	<b>\$39.348</b>	<b>\$40.111</b>	<b>\$40.949</b>
Depreciation					
<b>Total Expenses</b>	<b>\$36.054</b>	<b>\$38.866</b>	<b>\$39.348</b>	<b>\$40.111</b>	<b>\$40.949</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>(\$0.000)</b>	<b>\$0.000</b>	<b>(\$0.000)</b>
2005 Program to Eliminate the Gap (PEGs)					
2006 Program to Eliminate the Gap					
Unspecified PEGs					
<b>Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>(\$0.000)</b>	<b>\$0.000</b>	<b>(\$0.000)</b>

**MTA Headquarters**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**NON-REIMBURSABLE and  
REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue	16.966	17.512	17.729	18.073	18.451
Capital and Other Reimbursements	36.054	38.866	39.348	40.111	40.949
<b>Total Revenue</b>	<b>\$53.020</b>	<b>\$56.378</b>	<b>\$57.077</b>	<b>\$58.184</b>	<b>\$59.400</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll	94.186	91.716	91.529	93.314	95.273
Overtime	12.334	11.852	13.323	13.572	13.847
Health and Welfare	13.014	13.654	14.748	15.955	17.259
Pensions	20.017	19.069	21.530	22.058	22.394
Actuarial Pension Reserve	-	-	-	-	-
Other Fringe Benefits	8.266	8.203	8.305	8.466	8.644
Reimbursable Overhead	-	-	-	-	-
<b>Total Labor Expenses</b>	<b>\$147.817</b>	<b>\$144.494</b>	<b>\$149.434</b>	<b>\$153.365</b>	<b>\$157.418</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	2.802	3.106	3.415	3.754	4.128
Claims	-	-	-	-	-
Paratransit Service Contracts	-	-	-	-	-
Maintenance and Other					
Operating Contracts	21.455	24.817	24.916	25.399	25.930
Professional Service Contracts	36.396	38.458	34.101	34.252	34.968
Materials & Supplies	5.376	7.195	7.486	7.630	7.791
MTA Internal Subsidy	43.792	35.983	31.306	33.204	33.962
Other Business Expenses	3.032	13.319	13.461	13.765	14.105
<b>Total Non-Labor Expenses</b>	<b>\$112.853</b>	<b>\$122.878</b>	<b>\$114.685</b>	<b>\$118.004</b>	<b>\$120.884</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$260.670</b>	<b>\$267.372</b>	<b>\$264.119</b>	<b>\$271.370</b>	<b>\$278.301</b>
Depreciation	13.275	13.275	13.275	13.275	13.275
<b>Total Expenses</b>	<b>\$273.945</b>	<b>\$280.647</b>	<b>\$277.394</b>	<b>\$284.645</b>	<b>\$291.576</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>(\$220.925)</b>	<b>(\$224.269)</b>	<b>(\$220.317)</b>	<b>(\$226.461)</b>	<b>(\$232.176)</b>
2006 Program to Eliminate the Gap Unspecified PEGs					
<b>Net Surplus/(Deficit)</b>	<b>(\$220.925)</b>	<b>(\$224.269)</b>	<b>(\$220.317)</b>	<b>(\$226.461)</b>	<b>(\$232.176)</b>

**MTA HEADQUARTERS**  
**February Financial Plan 2005 - 2008**  
**Cash Receipts & Expenditures**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Receipts</u></b>					
Farebox Revenue					
Vehicle Toll Revenue					
Other Operating Revenue	16.966	17.512	17.729	18.073	18.451
Capital and Other Reimbursements	36.054	38.866	39.348	40.111	40.949
<b>Total Receipts</b>	<b>53.020</b>	<b>56.378</b>	<b>57.077</b>	<b>58.184</b>	<b>59.400</b>
<b><u>Expenditures</u></b>					
<b>Labor:</b>					
Payroll	93.366	91.291	91.104	92.889	94.848
Overtime	12.334	11.852	13.323	13.572	13.847
Health and Welfare	13.014	13.474	14.748	15.955	17.259
Pensions	13.473	19.075	21.449	21.929	22.253
Actuarial Pension Reserve	0.000	0.000	0.000	0.000	0.000
Other Fringe Benefits	8.266	8.092	8.305	8.466	8.644
Reimbursable Overhead	0.000	0.000	0.000	0.000	0.000
<b>Total Labor Expenditures</b>	<b>140.453</b>	<b>143.784</b>	<b>148.928</b>	<b>152.811</b>	<b>156.852</b>
<b>Non-Labor:</b>					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	2.881	3.244	3.470	3.821	4.297
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 Contracts	21.455	24.817	24.916	25.399	25.930
Professional Service Contracts	36.666	39.202	34.401	34.552	35.268
Materials & Supplies	5.376	7.195	7.486	7.630	7.791
MTA Internal Subsidy	43.792	35.983	31.306	33.204	33.962
Other Business Expenses	3.032	13.319	13.461	13.765	14.105
<b>Total Non-Labor Expenditures</b>	<b>113.202</b>	<b>123.760</b>	<b>115.040</b>	<b>118.371</b>	<b>121.353</b>
Other Expenditure Adjustments:	19.554	26.154	20.779	20.779	20.779
Other	(7.458)	0.000	0.000	0.000	0.000
<b>Total Other Expenditure Adjustments</b>	<b>12.096</b>	<b>26.154</b>	<b>20.779</b>	<b>20.779</b>	<b>20.779</b>
<b>Total Expenditures</b>	<b>265.751</b>	<b>293.698</b>	<b>284.747</b>	<b>291.962</b>	<b>298.983</b>
<b>Baseline Net Cash Deficit</b>	<b>(212.731)</b>	<b>(237.320)</b>	<b>(227.670)</b>	<b>(233.778)</b>	<b>(239.583)</b>
2006 Program to Eliminate the Gap					
Unspecified PEGs					
<b>Net Cash Deficit</b>	<b>(212.731)</b>	<b>(237.320)</b>	<b>(227.670)</b>	<b>(233.778)</b>	<b>(239.583)</b>

**MTA Headquarters**  
**February Financial Plan 2005 - 2008**  
**Cash Conversion (Cash Flow Adjustments)**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Receipts</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Capital and Other Reimbursements					
<b>Total Receipt Adjustments</b>	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
<b><u>Expenditures</u></b>					
Labor:					
Payroll	0.820	0.425	0.425	0.425	0.425
Overtime					
Health and Welfare		0.180			
Pensions	6.544	(0.006)	0.081	0.129	0.141
Actuarial Pension Reserve					
Other Fringe Benefits		0.111			
Reimbursable Overhead					
<b>Total Labor Expenditures</b>	\$7.364	\$0.710	\$0.506	\$0.554	\$0.566
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	(0.079)	(0.138)	(0.055)	(0.067)	(0.169)
Claims					
Paratransit Service Contracts					
Maintenance and Other Operating Contracts					
Professional Service Contracts	(0.270)	(0.744)	(0.300)	(0.300)	(0.300)
Materials & Supplies					
MTA Internal Subsidy					
Other Business Expenditures					
<b>Total Non-Labor Expenditures</b>	(\$0.349)	(\$0.882)	(\$0.355)	(\$0.367)	(\$0.469)
Other Expenditure Adjustments:	(\$19.554)	(\$26.154)	(\$20.779)	(\$20.779)	(\$20.779)
Other	7.458				
<b>Total Other Expenditure Adjustments</b>	(\$12.096)	(\$26.154)	(\$20.779)	(\$20.779)	(\$20.779)
<b>Total Cash Conversion Adjustments before Depreciation</b>	(\$5.081)	(\$26.326)	(\$20.628)	(\$20.592)	(\$20.682)
<b>Depreciation Adjustment</b>	13.275	13.275	13.275	13.275	13.275
<b>Baseline Total Cash Conversion Adjustments</b>	\$8.194	(\$13.051)	(\$7.353)	(\$7.317)	(\$7.407)
2006 Program to Eliminate the Gap					
Unspecified PEGs					
<b>Total Cash Conversion Adjustments</b>	\$8.194	(\$13.051)	(\$7.353)	(\$7.317)	(\$7.407)

**MTA HEADQUARTERS**  
**February Financial Plan 2005 - 2008**  
**Total Non-Reimbursable - Reimbursable Positions at End-of-Year**  
**Full-Time Positions and Full Time Equivalents by Function and Department**  
(\$ in millions)

<b>Function/Departments</b>	<b>2004 Final Estimate</b>	<b>2005 Adopted Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><i>Administration</i></b>					
Executive Office	6	6	6	6	6
Administration	196	209	209	209	209
Audit	98	98	98	98	98
Budget and Financial Management	115	115	114	114	114
DED Corp. Affairs & Communications	53	51	51	51	51
Dir Communications/Press Secretary	4	4	4	4	4
DED General Counsel	77	77	77	77	77
Chief of Staff/Senior Policy Advisor	4	6	6	6	6
Special Proj Development/Planning	9	9	9	9	9
Labor Relations	32	31	31	31	31
PCAC	1	1	1	1	1
Safety Programs	0	0	0	0	0
Vending Fare Media	9	7	7	7	7
Corporate Account	31	13	13	13	13
<b><i>Total Administration Positions</i></b>	<b>635</b>	<b>627</b>	<b>626</b>	<b>626</b>	<b>626</b>
<b><i>Public Safety</i></b>	<b><u>727</u></b>	<b><u>727</u></b>	<b><u>727</u></b>	<b><u>727</u></b>	<b><u>727</u></b>
<b><i>Total MTA</i></b>	<b>1,362</b>	<b>1,354</b>	<b>1,353</b>	<b>1,353</b>	<b>1,353</b>
<i>Non-Reimbursable</i>	1,311	1,321	1,320	1,320	1,320
<i>Reimbursable</i>	51	33	33	33	33
<i>Total Full-Time</i>	1,362	1,354	1,353	1,353	1,353
<i>Total Full-Time-Equivalents</i>					

Impact of:  
2006 Program to Eliminate the Gap

***Total Positions***

<i>Non-Reimbursable</i>	1,311	1,321	1,320	1,320	1,320
<i>Reimbursable</i>	51	33	33	33	33
<i>Total Full-Time</i>	1,362	1,354	1,353	1,353	1,353
<i>Total Full-Time-Equivalents</i>	-	-	-	-	-



**MTA Headquarters**  
**February Financial Plan 2005 - 2008**  
**Summary of the 2005 Programs to Eliminate the Gap**  
**(\$ in millions)**

Favorable/(Unfavorable)										
2004		2005		2006		2007		2008		
Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	Positions <sup>1</sup>	Dollars	
<b>LIST of PROGRAMS</b>										
Administration:										
EITG Reengineering		1	\$0.292	1	\$0.300	1	\$0.312	1	\$0.321	
Real Estate Headcount Reduction and Reengineering		2	0.238	2	0.246	2	0.253	2	0.262	
Facilities Management Efficiencies	3	0.930	3	0.451	3	0.465	3	0.480	3	0.494
Audit Services Succession Plan	2	0.146	2	0.150	2	0.156	2	0.160	2	0.166
PeopleSoft Efficiencies	3	0.594	3	0.438	4	0.500	4	0.517	4	0.534
Transit Museum Reductions		1	0.256	1	0.264	1	0.273	1	0.281	
Overall MTAHQ cut	1	0.594	5	1.868	5	1.928	5	1.988	5	2.053
Sub-Total Administration	9	\$2.264	17	\$3.693	18	\$3.859	18	\$3.983	18	\$4.111
Customer Convenience & Amenities:										
Sub-Total Customer Convenience & Amenities	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000
Service:										
Sub-Total Service	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000
Maintenance:										
Sub-Total Maintenance	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000
Revenue Enhancement:										
Sub-Total Revenue Enhancement	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000	0	\$0.000
Other:										
Other		\$0.000	10.320		12.764		13.119		13.540	
MTA Police Overtime Reductions			1.000		1.032		1.065		1.099	
Sub-Total Other	\$0.000	\$0.000	0	\$11.320	0	\$13.796	0	\$14.184	0	\$14.639
<b>Total PEGS</b>	<b>9</b>	<b>\$2.264</b>	<b>17</b>	<b>\$15.013</b>	<b>18</b>	<b>\$17.655</b>	<b>18</b>	<b>\$18.167</b>	<b>18</b>	<b>\$18.750</b>

<sup>1</sup> Reflects the impact of amendments on year-end positions.

**MTA HEADQUARTERS**  
**FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET**  
**ACCRUAL STATEMENT of OPERATIONS by CATEGORY ALLOCATION**  
(\$in millions)

NON-REIMBURSABLE	FAVORABLE/(UNFAVORABLE)												
	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Total
<b>Revenue</b>													
Farebox Revenue													
Vehicle Toll Revenue													
Other Operating Revenue	1.291	1.290	1.290	1.290	1.293	1.313	1.323	1.343	1.368	1.393	1.443	2.875	17.512
Capital and Other Reimbursements													
<b>Total Revenue</b>	<b>1.291</b>	<b>1.290</b>	<b>1.290</b>	<b>1.290</b>	<b>1.293</b>	<b>1.313</b>	<b>1.323</b>	<b>1.343</b>	<b>1.368</b>	<b>1.393</b>	<b>1.443</b>	<b>2.875</b>	<b>17.512</b>
<b>Expenses</b>													
Labor:													
Payroll	7.417	6.645	7.112	6.932	6.996	7.602	8.135	7.424	8.041	7.339	7.561	9.069	90.273
Overtime	1.059	0.845	0.952	0.952	0.845	1.059	1.059	0.952	1.166	0.952	1.059	0.952	11.852
Health and Welfare	1.107	1.107	1.113	1.112	1.113	1.117	1.117	1.121	1.120	1.123	1.128	1.176	13.454
Pensions	1.546	1.546	1.554	1.553	1.555	1.560	1.560	1.566	1.564	1.568	1.575	1.642	18.789
Other Fringe Benefits	0.665	0.665	0.669	0.668	0.669	0.671	0.671	0.674	0.673	0.674	0.678	0.706	8.083
Reimbursable Overhead	(4.023)	(1.476)	(3.192)	(4.023)	(1.477)	(3.194)	(4.022)	(1.476)	(3.190)	(4.020)	(1.474)	(3.807)	(35.374)
<b>Total Labor Expenses</b>	<b>7.770</b>	<b>9.333</b>	<b>8.208</b>	<b>7.193</b>	<b>9.701</b>	<b>8.816</b>	<b>8.520</b>	<b>10.261</b>	<b>9.374</b>	<b>7.636</b>	<b>10.527</b>	<b>9.738</b>	<b>107.077</b>
Non-Labor:													
Traction and Propulsion Power													
Fuel for Buses and Trains													
Insurance	0.257	0.258	0.258	0.259	0.259	0.261	0.260	0.261	0.260	0.259	0.259	0.255	3.106
Claims													
Paratransit Service Contracts													
Maintenance and Other Operating Contracts	2.096	2.229	2.135	2.121	2.409	2.351	2.115	2.152	2.131	2.142	2.146	0.788	24.816
Professional Service Contracts	2.588	2.749	3.910	2.699	3.986	3.485	3.190	2.663	3.202	2.681	2.708	3.181	37.041
Materials & Supplies	0.506	0.524	0.702	0.561	0.671	0.592	0.585	0.603	0.662	0.553	0.626	0.599	7.184
MTA Internal Subsidy	5.829	3.411	3.344	6.295	(2.134)	6.400	5.326	(4.871)	9.049	5.991	(2.215)	(0.442)	35.983
Other Business Expenses	1.078	1.077	1.183	1.099	1.104	1.104	1.101	1.093	1.119	1.105	1.123	1.113	13.299
<b>Total Non-Labor Expenses</b>	<b>12.354</b>	<b>10.248</b>	<b>11.532</b>	<b>13.034</b>	<b>6.295</b>	<b>14.193</b>	<b>12.577</b>	<b>1.901</b>	<b>16.423</b>	<b>12.731</b>	<b>4.647</b>	<b>5.494</b>	<b>121.429</b>
Other Expenses Adjustments:													
Other													
<b>Total Other Expense Adjustments</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>
<b>Total Expenses before Depreciation</b>	<b>20.124</b>	<b>19.581</b>	<b>19.740</b>	<b>20.227</b>	<b>15.996</b>	<b>23.009</b>	<b>21.097</b>	<b>12.162</b>	<b>25.797</b>	<b>20.367</b>	<b>15.174</b>	<b>15.232</b>	<b>228.506</b>
Depreciation	1.102	1.103	1.104	1.105	1.105	1.107	1.108	1.109	1.108	1.108	1.108	1.108	13.275
<b>Total Expenses</b>	<b>21.226</b>	<b>20.684</b>	<b>20.844</b>	<b>21.332</b>	<b>17.101</b>	<b>24.116</b>	<b>22.205</b>	<b>13.271</b>	<b>26.905</b>	<b>21.475</b>	<b>16.282</b>	<b>16.340</b>	<b>241.781</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>(19.935)</b>	<b>(19.394)</b>	<b>(19.554)</b>	<b>(20.042)</b>	<b>(15.808)</b>	<b>(22.803)</b>	<b>(20.882)</b>	<b>(11.928)</b>	<b>(25.537)</b>	<b>(20.082)</b>	<b>(14.839)</b>	<b>(13.465)</b>	<b>(224.269)</b>
2006 Program to Eliminate the Gap (PEGs)													
Unspecified PEGs													
<b>Net Surplus/(Deficit)</b>	<b>(19.935)</b>	<b>(19.394)</b>	<b>(19.554)</b>	<b>(20.042)</b>	<b>(15.808)</b>	<b>(22.803)</b>	<b>(20.882)</b>	<b>(11.928)</b>	<b>(25.537)</b>	<b>(20.082)</b>	<b>(14.839)</b>	<b>(13.465)</b>	<b>(224.269)</b>

[illegible]

**MTA HEADQUARTERS**  
**FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET**  
**ACCRUAL STATEMENT of OPERATIONS by CATEGORY ALLOCATION**  
(\$in millions)

**NON-REIMBURSABLE/  
REIMBURSABLE**

REIMBURSEMENT	FAVORABLE/(UNFAVORABLE)												
	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Total
<b>Revenue</b>													
Farebox Revenue													
Vehicle Toll Revenue													
Other Operating Revenue	1.291	1.290	1.290	1.290	1.293	1.313	1.323	1.343	1.368	1.393	1.443	2.875	17.512
Capital and Other Reimbursements	4.310	1.764	3.480	4.311	1.765	3.482	4.311	1.766	3.482	4.315	1.771	4.109	38.866
<b>Total Revenue</b>	<b>5.601</b>	<b>3.054</b>	<b>4.770</b>	<b>5.601</b>	<b>3.058</b>	<b>4.795</b>	<b>5.634</b>	<b>3.109</b>	<b>4.850</b>	<b>5.708</b>	<b>3.214</b>	<b>6.984</b>	<b>56.378</b>
<b>Expenses</b>													
Labor:													
Payroll	7.537	6.765	7.232	7.052	7.116	7.722	8.255	7.544	8.161	7.460	7.682	9.190	91.716
Overtime	1.059	0.845	0.952	0.952	0.845	1.059	1.059	0.952	1.166	0.952	1.059	0.952	11.852
Health and Welfare	1.123	1.124	1.130	1.128	1.130	1.134	1.134	1.138	1.137	1.139	1.145	1.192	13.654
Pensions	1.569	1.570	1.578	1.576	1.578	1.584	1.583	1.589	1.587	1.591	1.599	1.665	19.069
Other Fringe Benefits	0.675	0.675	0.679	0.678	0.679	0.681	0.681	0.684	0.683	0.684	0.688	0.716	8.203
Reimbursable Overhead	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Total Labor Expenses</b>	<b>11.963</b>	<b>10.979</b>	<b>11.570</b>	<b>11.386</b>	<b>11.348</b>	<b>12.180</b>	<b>12.712</b>	<b>11.907</b>	<b>12.734</b>	<b>11.827</b>	<b>12.172</b>	<b>13.716</b>	<b>144.494</b>
Non-Labor:													
Traction and Propulsion Power													
Fuel for Buses and Trains													
Insurance	0.257	0.258	0.258	0.259	0.259	0.261	0.260	0.261	0.260	0.259	0.259	0.255	3.106
Claims	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Paratransit Service Contracts	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Maintenance and Other Operating Contracts	2.096	2.229	2.135	2.121	2.409	2.351	2.115	2.152	2.131	2.142	2.146	0.789	24.817
Professional Service Contracts	2.705	2.866	4.027	2.816	4.103	3.602	3.308	2.781	3.320	2.800	2.828	3.303	38.458
Materials & Supplies	0.506	0.524	0.702	0.561	0.671	0.592	0.585	0.603	0.664	0.555	0.629	0.603	7.195
MTA Internal Subsidy	5.829	3.411	3.344	6.295	(2.134)	6.400	5.326	(4.871)	9.049	5.991	(2.215)	(0.442)	35.983
Other Business Expenses	1.078	1.078	1.184	1.100	1.105	1.105	1.102	1.095	1.121	1.108	1.126	1.117	13.319
<b>Total Non-Labor Expenses</b>	<b>12.471</b>	<b>10.366</b>	<b>11.650</b>	<b>13.152</b>	<b>6.413</b>	<b>14.311</b>	<b>12.696</b>	<b>2.021</b>	<b>16.545</b>	<b>12.855</b>	<b>4.773</b>	<b>5.625</b>	<b>122.878</b>
Other Expenses Adjustments:													
Other													
<b>Total Other Expense Adjustments</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>
<b>Total Expenses before Depreciation</b>	<b>24.434</b>	<b>21.345</b>	<b>23.220</b>	<b>24.538</b>	<b>17.761</b>	<b>26.491</b>	<b>25.408</b>	<b>13.928</b>	<b>29.279</b>	<b>24.682</b>	<b>16.945</b>	<b>19.341</b>	<b>267.372</b>
Depreciation	1.102	1.103	1.104	1.105	1.105	1.107	1.108	1.109	1.108	1.108	1.108	1.108	13.275
<b>Total Expenses</b>	<b>25.536</b>	<b>22.448</b>	<b>24.324</b>	<b>25.643</b>	<b>18.866</b>	<b>27.598</b>	<b>26.516</b>	<b>15.037</b>	<b>30.387</b>	<b>25.790</b>	<b>18.053</b>	<b>20.449</b>	<b>280.647</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>(19.935)</b>	<b>(19.394)</b>	<b>(19.554)</b>	<b>(20.042)</b>	<b>(15.808)</b>	<b>(22.803)</b>	<b>(20.882)</b>	<b>(11.928)</b>	<b>(25.537)</b>	<b>(20.082)</b>	<b>(14.839)</b>	<b>(13.465)</b>	<b>(224.269)</b>
2006 Program to Eliminate the Gap (PEGs)													
Unspecified PEGs													
<b>Net Surplus/(Deficit)</b>	<b>(19.935)</b>	<b>(19.394)</b>	<b>(19.554)</b>	<b>(20.042)</b>	<b>(15.808)</b>	<b>(22.803)</b>	<b>(20.882)</b>	<b>(11.928)</b>	<b>(25.537)</b>	<b>(20.082)</b>	<b>(14.839)</b>	<b>(13.465)</b>	<b>(224.269)</b>

## (\$ in millions)

**Closing Cash Balance**

**MTA HEADQUARTERS**  
**FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET**  
**CASH CONVERSION (CASH FLOW ADJUSTMENTS) ALLOCATION**  
(\$ in millions)

	FAVORABLE/(UNFAVORABLE)												
	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Total
<b>Receipts</b>													
Farebox Revenue													
Vehicle Toll Revenue													
Other Operating Revenue													
Capital and Other Reimbursements													
<b>Total Receipts Adjustments</b>													
<b>Expenditures</b>													
Labor:													
Payroll	0.024	0.024	0.047	0.063	0.071	0.008	0.016	0.039	0.055	0.063	-	0.015	0.425
Overtime													
Health and Welfare	0.010	0.010	0.020	0.027	0.030	0.003	0.007	0.017	0.023	0.027	-	0.006	0.180
Pensions	(4.930)	0.444	0.448	0.448	0.448	0.448	0.448	0.448	0.448	0.448	0.448	0.448	(0.006)
Other Fringe Benefits	0.006	0.006	0.012	0.016	0.019	0.003	0.004	0.010	0.014	0.016	-	0.005	0.111
Reimbursable Overhead													
<b>Total Labor Expenditures</b>	<b>(4.890)</b>	<b>0.484</b>	<b>0.527</b>	<b>0.554</b>	<b>0.568</b>	<b>0.462</b>	<b>0.475</b>	<b>0.514</b>	<b>0.540</b>	<b>0.554</b>	<b>0.448</b>	<b>0.474</b>	<b>0.710</b>
Non-Labor:													
Traction and Propulsion Power													
Fuel for Buses and Trains													
Insurance	(1.141)	0.251	(0.176)	0.258	0.258	0.074	0.258	0.258	0.075	0.173	(0.101)	(0.325)	(0.138)
Claims													
Paratransit Service Contracts													
Maintenance and Other Operating Contracts													
Professional Service Contracts	(0.186)	(0.149)	(0.149)	(0.074)	(0.074)	(0.074)	0.200	0.100	0.035	(0.112)	(0.112)	(0.149)	(0.744)
Materials & Supplies													
MTA Internal Subsidy													
Other Business Expenditures													
<b>Total Non-Labor Expenditures</b>	<b>(1.327)</b>	<b>0.102</b>	<b>(0.325)</b>	<b>0.184</b>	<b>0.184</b>	<b>-</b>	<b>0.458</b>	<b>0.358</b>	<b>0.110</b>	<b>0.061</b>	<b>(0.213)</b>	<b>(0.474)</b>	<b>(0.882)</b>
Other Expenditure Adjustments:	(0.541)	(0.395)	(2.448)	(2.709)	(0.890)	(3.116)	(2.079)	(0.430)	(6.063)	(0.855)	(1.628)	(5.000)	(26.154)
Other													
<b>Total Other Expenditure Adjustments</b>	<b>(0.541)</b>	<b>(0.395)</b>	<b>(2.448)</b>	<b>(2.709)</b>	<b>(0.890)</b>	<b>(3.116)</b>	<b>(2.079)</b>	<b>(0.430)</b>	<b>(6.063)</b>	<b>(0.855)</b>	<b>(1.628)</b>	<b>(5.000)</b>	<b>(26.154)</b>
<b>Total Cash Conversion Adjustments before Depreciation</b>	<b>(6.758)</b>	<b>0.191</b>	<b>(2.246)</b>	<b>(1.971)</b>	<b>(0.138)</b>	<b>(2.654)</b>	<b>(1.146)</b>	<b>0.442</b>	<b>(5.413)</b>	<b>(0.240)</b>	<b>(1.393)</b>	<b>(5.000)</b>	<b>(26.326)</b>
<b>Depreciation Adjustment</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>1.106</b>	<b>13.275</b>
<b>Baseline Total Cash Conversion Adjustments</b>	<b>(5.652)</b>	<b>1.297</b>	<b>(1.140)</b>	<b>(0.865)</b>	<b>0.968</b>	<b>(1.548)</b>	<b>(0.040)</b>	<b>1.548</b>	<b>(4.307)</b>	<b>0.866</b>	<b>(0.287)</b>	<b>(3.894)</b>	<b>(13.051)</b>
2006 Program to Eliminate Gap (PEGs)													
Unspecified PEGs													
<b>Total Cash Conversion Adjustments</b>	<b>(5.652)</b>	<b>1.297</b>	<b>(1.140)</b>	<b>(0.865)</b>	<b>0.968</b>	<b>(1.548)</b>	<b>(0.040)</b>	<b>1.548</b>	<b>(4.307)</b>	<b>0.866</b>	<b>(0.287)</b>	<b>(3.894)</b>	<b>(13.051)</b>

**MTA HEADQUARTERS**  
**FEBRUARY FINANCIAL PLAN - 2005 ADOPTED BUDGET**  
**TOTAL FULL-TIME POSITIONS and FULL-TIME EQUIVALENTS by FUNCTION and DEPARTMENT**  
**NON-REIMBURSABLE and REIMBURSABLE**

	Adopted Budget											
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Administration												
Executive	5	6	6	6	6	6	6	6	6	6	6	6
Administration	191	192	199	199	200	200	200	208	208	208	208	209
Audit	98	98	98	98	98	98	98	98	98	98	98	98
Budget and Financial Management	106	106	108	111	111	113	114	114	115	115	115	115
DED Corporate Affiars	51	51	51	51	51	51	51	51	51	51	51	51
Dir. of Communications/Press Secretary	4	4	4	4	4	4	4	4	4	4	4	4
DED General Counsel	74	75	75	75	77	77	77	77	77	77	77	77
Chief of Staff/Senior Policy Advisor	6	6	6	6	6	6	6	6	6	6	6	6
Spec. Project Develop/Planning	8	8	8	9	9	9	9	9	9	9	9	9
Labor Relations	31	31	31	31	31	31	31	31	31	31	31	31
PCAC	1	1	1	1	1	1	1	1	1	1	1	1
Safety Programs	-	-	-	-	-	-	-	-	-	-	-	-
Vending Fare Media	7	7	7	7	7	7	7	7	7	7	7	7
Corporate Account	13	13	13	13	13	13	13	13	13	13	13	13
Total Administration	595	598	607	611	614	616	617	625	626	626	626	627
Public Safety *	727	727	727	727	727	727	727	727	727	727	727	727
<b>Grand Total</b>	<b>1,322</b>	<b>1,325</b>	<b>1,334</b>	<b>1,338</b>	<b>1,341</b>	<b>1,343</b>	<b>1,344</b>	<b>1,352</b>	<b>1,353</b>	<b>1,353</b>	<b>1,353</b>	<b>1,354</b>
Non-Reimbursable	1,289	1,292	1,301	1,305	1,308	1,310	1,311	1,319	1,320	1,320	1,320	1,321
Reimbursable	33	33	33	33	33	33	33	33	33	33	33	33
Total Full-Time	1,322	1,325	1,334	1,338	1,341	1,343	1,344	1,352	1,353	1,353	1,353	1,354
Total Full-Time Equivalents	-	-	-	-	-	-	-	-	-	-	-	-

\* Includes civilian employees directly involved in support of MTA Police and Security

**MTA FIRST MUTUAL TRANSPORTATION ASSURANCE COMPANY**  
**FEBRUARY FINANCIAL PLAN 2005-2008**  
**FINAL 2004 ESTIMATE AND ADOPTED BUDGET FOR 2005**

In accordance with MTA approved Budget procedures, the following information presents MTA First Mutual Transportation Assurance Company's (FMTAC) Final 2004 Estimate, the 2005 Adopted Budget and the Financial Plan for 2005-2008, as presented to the Board in December. The materials supporting the December Adopted Budget included FMTAC financial schedules; however, FMTAC was reported as a separate and distinct entity since its cash balances are excluded from MTA totals. Pursuant to State Insurance Department Regulations, FMTAC must establish sufficient reserves and operating cash independent of the MTA to meet its financial obligations.

The 2005 Adopted Budget reflects technical modifications to the November Financial Plan adopted by the Board in December, 2004 - mainly the incorporation of FMTAC's forecast into the consolidated Plan. This change was made to be consistent with MTA official financial statements that do include FMTAC. Also note that in the December submission, FMTAC's Cash Receipts and Expenditures netted to a bottom line showing restricted cash while the current Plan nets to a bottom line of zero, since that is the true cash impact of FMTAC on MTA cash balances. These modifications have no impact on MTA's bottom-line cash position.

The attached also includes schedules detailing the monthly allocation of financial data from the 2005 Adopted Budget to be used for monthly reporting of actual results to the Board.



**First Mutual Transportation Assurance Company**  
**February Financial Plan 2005 - 2008**  
**Reconciliation to the December Plan (Accrual)**  
(\$ in millions)

	Favorable/(Unfavorable)									
	2004		2005		2006		2007		2008	
	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars
<b>December Plan (2005 Adopted Budget): Baseline Net Surplus/(Deficit)</b>	<b>0</b>	<b>(\$8.821)</b>	<b>0</b>	<b>\$4.190</b>	<b>0</b>	<b>\$4.032</b>	<b>0</b>	<b>\$3.625</b>	<b>0</b>	<b>\$3.258</b>
<b>Amendments:</b>										
Technical Adjustments:										
Removal of Collected Insurance Premiums from Capital & Other Reimbursements		(\$33.852)		(\$43.152)		(\$44.187)		(\$45.044)		(\$45.986)
Addition of Collected Insurance Premiums as an off-setting exp.		33.852		43.152		44.187		45.044		45.986
Adjustment to Forecasted Collected Insurance Premiums		0.000		0.000		3.280		7.170		11.449
Adjustment to Claims Expenditures		0.000		0.000		(2.333)		(4.974)		(7.959)
Expense Reclassification - Reduce Other Business Expenses		0.000		(0.729)		(0.738)		(0.752)		(0.768)
Expense Reclassification - Increase Professional Service Contracts		0.000		0.729		0.738		0.752		0.768
Sub-Total Technical Adjustments	0	\$ .000	0	\$ .000	0	\$ .947	0	\$2.196	0	\$3.490
<b>2005 February Financial Plan:</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>0</b>	<b>(\$8.821)</b>	<b>0</b>	<b>\$4.190</b>	<b>0</b>	<b>\$4.979</b>	<b>0</b>	<b>\$5.821</b>	<b>0</b>	<b>\$6.748</b>

**First Mutual Transportation Assurance Company**  
**February Financial Plan 2005 - 2008**  
**Reconciliation to the December Plan (Cash)**  
(\$ in millions)

	Favorable/(Unfavorable)									
	2004		2005		2006		2007		2008	
	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars
<b>December Plan (2005 Adopted Budget): Baseline Net Surplus/(Deficit)</b>	<b>0</b>	<b>\$6.692</b>	<b>0</b>	<b>\$15.547</b>	<b>0</b>	<b>\$12.360</b>	<b>0</b>	<b>\$12.043</b>	<b>0</b>	<b>\$12.100</b>
<b><i>Amendments:</i></b>										
Technical Adjustments:										
Removal of Collected Insurance Premiums from Capital & Other Reimbursements		(\$33.852)		(\$43.152)		(\$44.187)		(\$45.044)		(\$45.986)
Addition of Investment Income Revenues		0.000		5.400		5.467		5.573		5.690
Addition of Collected Insurance Premiums as an off-setting exp.		33.852		43.152		44.187		45.044		45.986
Adjustment to Forecasted Collected Insurance Premiums		0.000		0.000		3.280		7.170		11.449
Adjustment to Claims Expenditures		0.000		(12.000)		(11.775)		(14.613)		(18.144)
Expense Reclassification - Reduce Other Business Expenses		0.000		(0.729)		(0.738)		(0.752)		(0.768)
Expense Reclassification - Increase Professional Service Contracts		0.000		0.729		0.738		0.752		0.768
Adjustment for Restricted Cash		(6.692)		(8.947)		(9.332)		(10.173)		(11.095)
Sub-Total Technical Adjustments	0	(\$6.692)	0	(\$15.547)	0	(\$12.360)	0	(\$12.043)	0	(\$12.100)
<b>2005 February Financial Plan:</b>										
<b>Baseline Net Surplus/(Deficit)</b>	<b>0</b>	<b>\$0.000</b>	<b>0</b>	<b>\$0.000</b>	<b>0</b>	<b>\$0.000</b>	<b>0</b>	<b>\$0.000</b>	<b>0</b>	<b>\$0.000</b>

**First Mutual Transportation Assurance Company**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**NON-REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Investment Income	-	-	-	-	-
Capital and Other Reimbursements					
<b>Total Revenue</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll					
Overtime					
Health and Welfare					
Pensions					
Other Fringe Benefits					
Reimbursable Overhead					
<b>Total Labor Expenses</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	(33.852)	(43.152)	(47.467)	(52.214)	(57.435)
Claims & Reserves	39.985	34.741	38.215	42.037	46.240
Paratransit Service Contracts					
Maintenance and Other					
Operating Contracts					
Professional Service Contracts	0	0.729	0.738	0.752	0.768
Materials & Supplies					
Other Business Expenses	2.688	3.492	3.535	3.604	3.679
<b>Total Non-Labor Expenses</b>	<b>\$8.821</b>	<b>(\$4.190)</b>	<b>(\$4.979)</b>	<b>(\$5.821)</b>	<b>(\$6.748)</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$8.821</b>	<b>(\$4.190)</b>	<b>(\$4.979)</b>	<b>(\$5.821)</b>	<b>(\$6.748)</b>
Depreciation					
<b>Total Expenses</b>	<b>\$8.821</b>	<b>(\$4.190)</b>	<b>(\$4.979)</b>	<b>(\$5.821)</b>	<b>(\$6.748)</b>
<b>Baseline Net Surplus/Deficit</b>	<b>(\$8.821)</b>	<b>\$4.190</b>	<b>\$4.979</b>	<b>\$5.821</b>	<b>\$6.748</b>
Program to Eliminate the Gap					
<b>Net Surplus/Deficit</b>	<b>(\$8.821)</b>	<b>\$4.190</b>	<b>\$4.979</b>	<b>\$5.821</b>	<b>\$6.748</b>

**First Mutual Transportation Assurance Company**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
(\$ in millions)

**NON-REIMBURSABLE and  
REIMBURSABLE**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Investment Income	0.000	0.000	0.000	0.000	0.000
Capital and Other Reimbursements	0.000	0.000	0.000	0.000	0.000
<b>Total Revenue</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll					
Overtime					
Health and Welfare					
Pensions					
Other Fringe Benefits					
Reimbursable Overhead					
<b>Total Labor Expenses</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	(33.852)	(43.152)	(47.467)	(52.214)	(57.435)
Claims & Reserves	39.985	34.741	38.215	42.037	46.240
Paratransit Service Contracts					
Maintenance and Other					
Operating Contracts					
Professional Service Contracts	0	0.729	0.738	0.752	0.768
Materials & Supplies					
Other Business Expenses	2.688	3.492	3.535	3.604	3.679
<b>Total Non-Labor Expenses</b>	<b>\$8.821</b>	<b>(\$4.190)</b>	<b>(\$4.979)</b>	<b>(\$5.821)</b>	<b>(\$6.748)</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$8.821</b>	<b>(\$4.190)</b>	<b>(\$4.979)</b>	<b>(\$5.821)</b>	<b>(\$6.748)</b>
Depreciation					
<b>Total Expenses</b>	<b>\$8.821</b>	<b>(\$4.190)</b>	<b>(\$4.979)</b>	<b>(\$5.821)</b>	<b>(\$6.748)</b>
<b>Baseline Net Surplus/Deficit</b>	<b>(\$8.821)</b>	<b>\$4.190</b>	<b>\$4.979</b>	<b>\$5.821</b>	<b>\$6.748</b>
Program to Eliminate the Gap					
<b>Net Surplus/Deficit</b>	<b>(\$8.821)</b>	<b>\$4.190</b>	<b>\$4.979</b>	<b>\$5.821</b>	<b>\$6.748</b>

**First Mutual Transportation Assurance Company**  
**February Financial Plan 2005 - 2008**  
**Cash Receipts & Expenditures**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Receipts</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Investment Income	-	5.400	5.467	5.573	5.690
Capital and Other Reimbursements	0.000	0.000	0.000	0.000	0.000
<b>Total Receipts</b>	<b>\$0.000</b>	<b>\$5.400</b>	<b>\$5.467</b>	<b>\$5.573</b>	<b>\$5.690</b>
<b><u>Expenditures</u></b>					
Labor:					
Payroll					
Overtime					
Health and Welfare					
Pensions					
Other Fringe Benefits					
Reimbursable Overhead					
<b>Total Labor Expenditures</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	(33.852)	(43.152)	(47.467)	(52.214)	(57.435)
Claims & Reserves	25.144	35.767	39.343	43.278	47.606
Paratransit Service Contracts					
Maintenance and Other Operating Contracts					
Professional Service Contracts	-	0.729	0.738	0.752	0.768
Materials & Supplies					
Other Business Expenses	2.016	3.109	3.521	3.584	3.656
<b>Total Non-Labor Expenditures</b>	<b>(\$6.692)</b>	<b>(\$3.547)</b>	<b>(\$3.865)</b>	<b>(\$4.600)</b>	<b>(\$5.405)</b>
Other Expenditure Adjustments:					
Other - Restricted Cash Adjustment	6.692	8.947	9.332	10.173	11.095
<b>Total Other Expenditure Adjustments</b>	<b>\$6.692</b>	<b>\$8.947</b>	<b>\$9.332</b>	<b>\$10.173</b>	<b>\$11.095</b>
<b>Total Expenditures</b>	<b>\$0.000</b>	<b>\$5.400</b>	<b>\$5.467</b>	<b>\$5.573</b>	<b>\$5.690</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Program to Eliminate the Gap	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
<b>Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>

**First Mutual Transportation Assurance Company**  
**February Financial Plan 2005 - 2008**  
**Cash Conversion (Cash Flow Adjustments)**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Receipts</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Investment Income		5.400	5.467	5.573	5.690
Capital and Other Reimbursements					
<b>Total Receipt Adjustments</b>	\$0.000	\$5.400	\$5.467	\$5.573	\$5.690
<b><u>Expenditures</u></b>					
Labor:					
Payroll					
Overtime					
Health and Welfare					
Pensions					
Other Fringe Benefits					
Reimbursable Overhead					
<b>Total Labor Expenditures</b>	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance					
Claims & Reserves	14.841	(1.026)	(1.128)	(1.241)	(1.366)
Paratransit Service Contracts					
Maintenance and Other Operating Contracts					
Professional Service Contracts					
Materials & Supplies					
Other Business Expenditures	0.672	0.383	0.014	0.020	0.023
<b>Total Non-Labor Expenditures</b>	\$15.513	(\$0.643)	(\$1.114)	(\$1.221)	(\$1.343)
Other Expenditure Adjustments:					
Other - Restricted Cash Adjustment	(6.692)	(8.947)	(9.332)	(10.173)	(11.095)
<b>Total Other Expenditure Adjustments</b>	(\$6.692)	(\$8.947)	(\$9.332)	(\$10.173)	(\$11.095)
<b>Total Cash Conversion Adjustments before Depreciation</b>	\$8.821	(\$4.190)	(\$4.979)	(\$5.821)	(\$6.748)
<b>Depreciation Adjustment</b>					
<b>Baseline Cash</b>	\$8.821	(\$4.190)	(\$4.979)	(\$5.821)	(\$6.748)
Program to Eliminate the Gap	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
<b>Net Cash</b>	\$8.821	(\$4.190)	(\$4.979)	(\$5.821)	(\$6.748)

**NON-REIMBURSABLE**

## Revenue

## Expenses

Non-Labor:

Other Expenses Adjustments:

**Total Other Expense Adjustments**

## Depreciation

**Baseline Net Surplus/(Deficit)**

Net Surplus/(Deficit)

**FIRST MUTUAL TRANSPORTATION ASSURANCE COMPANY**  
**FEBRUARY FINANCIAL PLAN 2005 ADOPTED BUDGET**  
**ACCRUAL STATEMENT of OPERATIONS by CATEGORY ALLOCATION**  
**(\$in millions)**

[illegible]



[illegible]

**FIRST MUTUAL TRANSPORTATION ASSURANCE COMPANY**  
**FEBRUARY FINANCIAL PLAN 2005 ADOPTED BUDGET**  
**CASH CONVERSION (CASH FLOW ADJUSTMENTS) ALLOCATION**  
**(\$ in millions)**

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**MTA OFFICE OF THE INSPECTOR GENERAL  
FEBRUARY FINANCIAL PLAN 2005-2008  
FINAL 2004 ESTIMATE AND ADOPTED BUDGET FOR 2005**

In accordance with MTA approved Budget procedures, the following information presents the Office of the Inspector General's Final 2004 Estimate, the 2005 Adopted Budget and the Financial Plan for 2005-2008, as presented to the Board in December.

**MTA OFFICE OF THE INSPECTOR GENERAL**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**REIMBURSABLE**

	<b>2004</b>	<b>2005</b>			
	<b>Final Estimate</b>	<b>Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Capital and Other Reimbursements	\$9.028	\$10.477	\$10.585	\$10.833	\$11.112
<b>Total Revenue</b>	<b>\$9.028</b>	<b>\$10.477</b>	<b>\$10.585</b>	<b>\$10.833</b>	<b>\$11.112</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll	\$5.592	\$6.650	\$6.718	\$6.904	\$7.114
Overtime					
Health and Welfare	0.638	0.750	0.759	0.773	0.789
Pensions	0.416	0.560	0.568	0.579	0.591
Other Fringe Benefits	0.018	0.039	0.039	0.040	0.041
Reimbursable Overhead					
<b>Total Labor Expenses</b>	<b>\$6.664</b>	<b>\$7.999</b>	<b>\$8.084</b>	<b>\$8.296</b>	<b>\$8.535</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	\$0.022	\$0.025	\$0.025	\$0.025	\$0.026
Claims					
Paratransit Service Contracts					
Maintenance and Other					
Operating Contracts	1.502	1.549	1.568	1.598	1.631
Professional Service Contracts	0.055	0.036	0.036	0.037	0.038
Materials & Supplies	0.064	0.110	0.112	0.114	0.116
Other Business Expenses	0.140	0.149	0.151	0.154	0.157
<b>Total Non-Labor Expenses</b>	<b>\$1.783</b>	<b>\$1.869</b>	<b>\$1.892</b>	<b>\$1.928</b>	<b>\$1.968</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$8.447</b>	<b>\$9.868</b>	<b>\$9.976</b>	<b>\$10.224</b>	<b>\$10.503</b>
Depreciation	0.581	0.609	0.609	0.609	0.609
<b>Total Expenses</b>	<b>\$9.028</b>	<b>\$10.477</b>	<b>\$10.585</b>	<b>\$10.833</b>	<b>\$11.112</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Program to Eliminate the Gap					
<b>Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>

**MTA OFFICE OF THE INSPECTOR GENERAL**  
**February Financial Plan 2005 - 2008**  
**Accrual Statement of Operations by Category**  
**(\$ in millions)**

**NON-REIMBURSABLE and REIMBURSABLE**

	<b>2004</b>	<b>2005</b>			
	<b>Final Estimate</b>	<b>Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Revenue</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Capital and Other Reimbursements	9.028	10.477	10.585	10.833	11.112
<b>Total Revenue</b>	<b>\$9.028</b>	<b>\$10.477</b>	<b>\$10.585</b>	<b>\$10.833</b>	<b>\$11.112</b>
<b><u>Expenses</u></b>					
Labor:					
Payroll	5.592	6.650	6.718	6.904	7.114
Overtime					
Health and Welfare	0.638	0.750	0.759	0.773	0.789
Pensions	0.416	0.560	0.568	0.579	0.591
Other Fringe Benefits	0.018	0.039	0.039	0.040	0.041
Reimbursable Overhead					
<b>Total Labor Expenses</b>	<b>\$6.664</b>	<b>\$7.999</b>	<b>\$8.084</b>	<b>\$8.296</b>	<b>\$8.535</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	0.022	0.025	0.025	0.025	0.026
Claims					
Paratransit Service Contracts					
Maintenance and Other					
Operating Contracts	1.502	1.549	1.568	1.598	1.631
Professional Service Contracts	0.055	0.036	0.036	0.037	0.038
Materials & Supplies	0.064	0.110	0.112	0.114	0.116
Other Business Expenses	0.140	0.149	0.151	0.154	0.157
<b>Total Non-Labor Expenses</b>	<b>\$1.783</b>	<b>\$1.869</b>	<b>\$1.892</b>	<b>\$1.928</b>	<b>\$1.968</b>
Other Expenses Adjustments:					
Other					
<b>Total Other Expense Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
<b>Total Expenses before Depreciation</b>	<b>\$8.447</b>	<b>\$9.868</b>	<b>\$9.976</b>	<b>\$10.224</b>	<b>\$10.503</b>
Depreciation	0.581	0.609	0.609	0.609	0.609
<b>Total Expenses</b>	<b>\$9.028</b>	<b>\$10.477</b>	<b>\$10.585</b>	<b>\$10.833</b>	<b>\$11.112</b>
<b>Baseline Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Program to Eliminate the Gap					
<b>Net Surplus/(Deficit)</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>

**MTA OFFICE OF THE INSPECTOR GENERAL**  
**February Financial Plan 2005 - 2008**  
**Cash Receipts & Expenditures**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Receipts</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Capital and Other Reimbursements	7.875	9.296	9.404	9.652	9.931
<b>Total Receipts</b>	<b>\$7.875</b>	<b>\$9.296</b>	<b>\$9.404</b>	<b>\$9.652</b>	<b>\$9.931</b>
<b><u>Expenditures</u></b>					
Labor:					
Payroll	5.592	6.650	6.718	6.904	7.114
Overtime	0.000	0.000	0.000	0.000	0.000
Health and Welfare	0.638	0.750	0.759	0.773	0.789
Pensions	0.416	0.560	0.568	0.579	0.591
Other Fringe Benefits	0.018	0.039	0.039	0.040	0.041
Reimbursable Overhead					
<b>Total Labor Expenditures</b>	<b>6.664</b>	<b>7.999</b>	<b>8.084</b>	<b>8.296</b>	<b>8.535</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance	0.022	0.025	0.025	0.025	0.026
Claims					
Paratransit Service Contracts					
Maintenance and Other Operating Contracts	1.502	1.549	1.568	1.598	1.631
Professional Service Contracts	0.055	0.036	0.036	0.037	0.038
Materials & Supplies	0.064	0.110	0.112	0.114	0.116
Other Business Expenses	0.140	0.149	0.151	0.154	0.157
<b>Total Non-Labor Expenditures</b>	<b>1.783</b>	<b>1.869</b>	<b>1.892</b>	<b>1.928</b>	<b>1.968</b>
Other Expenditure Adjustments:					
Other	(0.572)	(0.572)	(0.572)	(0.572)	(0.572)
<b>Total Other Expenditure Adjustments</b>	<b>(\$0.572)</b>	<b>(\$0.572)</b>	<b>(\$0.572)</b>	<b>(\$0.572)</b>	<b>(\$0.572)</b>
<b>Total Expenditures</b>	<b>\$7.875</b>	<b>\$9.296</b>	<b>\$9.404</b>	<b>\$9.652</b>	<b>\$9.931</b>
<b>Baseline Net Cash Deficit</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
PEGs	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
<b>Net Cash Deficit</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>

**MTA OFFICE OF THE INSPECTOR GENERAL**  
**February Financial Plan 2005 - 2008**  
**Cash Conversion (Cash Flow Adjustments)**  
**(\$ in millions)**

	<b>2004 Final Estimate</b>	<b>2005 Approved Budget</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b><u>Receipts</u></b>					
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Vehicle Toll Revenue					
Other Operating Revenue					
Capital and Other Reimbursements	(1.153)	(1.181)	(1.181)	(1.181)	(1.181)
<b>Total Receipt Adjustments</b>	<b>(\$1.153)</b>	<b>(\$1.181)</b>	<b>(\$1.181)</b>	<b>(\$1.181)</b>	<b>(\$1.181)</b>
<b><u>Expenditures</u></b>					
Labor:					
Payroll					
Overtime					
Health and Welfare					
Pensions					
Other Fringe Benefits					
Reimbursable Overhead					
<b>Total Labor Expenditures</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Non-Labor:					
Traction and Propulsion Power					
Fuel for Buses and Trains					
Insurance					
Claims					
Paratransit Service Contracts					
Maintenance and Other Operating Contracts					
Professional Service Contracts					
Materials & Supplies					
Other Business Expenditures					
<b>Total Non-Labor Expenditures</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Other Expenditure Adjustments:					
Other	0.572	0.572	0.572	0.572	0.572
<b>Total Other Expenditure Adjustments</b>	<b>\$0.572</b>	<b>\$0.572</b>	<b>\$0.572</b>	<b>\$0.572</b>	<b>\$0.572</b>
<b>Total Cash Conversion Adjustments before Depreciation</b>	<b>(\$0.581)</b>	<b>(\$0.609)</b>	<b>(\$0.609)</b>	<b>(\$0.609)</b>	<b>(\$0.609)</b>
<b>Depreciation Adjustment</b>	<b>0.581</b>	<b>0.609</b>	<b>0.609</b>	<b>0.609</b>	<b>0.609</b>
<b>Baseline Total Cash Conversion Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>
Program to Eliminate the Gap	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
<b>Total Cash Conversion Adjustments</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>	<b>\$0.000</b>



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