

Memo



Date: May 3, 2017

To: Honorable Mayor and Members of the City Commission

VIA: Anthony Lyons, City Manager *ALM*
Paul Folkers, Assistant City Manager *PF*

From: Philip Mann, P.E., Interim Public Works Director
Jesus Gomez, Director, Regional Transit System

Subject: 4th, 5th & 6th Cent Local Option Gas Tax Elimination Service Reductions

The Alachua County Board of County Commissioners has directed the County Manager to prepare the FY 18 County budget without revenue from the 4th, 5th & 6th Cent Local Option Gas Tax (LOGT) that expires at the end of 2017. An Interlocal Agreement between the City and County for distribution of the 4th, 5th and 6th cents would need to be executed before June 1, 2017. Elimination of the 4th, 5th and 6th cents of the LOGT would result in a loss of approximately \$1.125 million in Gas Tax revenue to the City of Gainesville in FY18 for nine months. For an entire fiscal year, the reduction in LOGT would be \$1.5 million, necessitating further reductions than those shown in the attachments.

LOGT revenue is utilized to fund transportation related programs in both the Public Works Department (PWD) and within the Regional Transit System (RTS). The attached documents outline what those programs are and what the impact would be if the 4th, 5th and 6th cents of the LOGT is longer collected and there are no alternative revenue sources.

As the reduction would be required for LOGT funded items, those items are some of the core services that Public Works Department and RTS provide. The reduction of \$1.125 million would include items such as:

- Public Works:
 - Right of way maintenance (mowing of rights of ways, medians, etc.);
 - Traffic signal maintenance;
 - Pavement marking maintenance;
 - Roadway maintenance (in-house paving, curb work, roadway maintenance and construction); and
 - Elimination of 22 FTE PWD positions.
- RTS:
 - Citywide transit service reductions and associated staff; and
 - Elimination of 14 FTE RTS positions.
- The final actual cuts could be either from PWD or RTS or a combination of cuts from both PWD & RTS.

The net impact would be service reductions to the City in core services provided by both RTS and PWD.

Elimination of 4, 5 & 6 cent LOGT		\$1,125,000 impact to Public Works Department		
Priority	Gas Tax Program	Savings	FTE's	Programatic Impact
1	Right of Way Maintennace	\$500,000	6	We would eliminate all right of way maintenance. We would add an additional inmate crew to fill some of the gaps. The impact is that grass would not be mowed as often and our right of ways would fall into disrepair.
2	Eliminate 1 Traffic Signal Tech	\$70,000	1	It would make it difficult if not impossible to comply with the various contracts the city has for maintenance and recieves revenues for that service.
3	Eliminate Pavement Marking Crew	\$118,000	3	This would eliminate our ability to maintain pavement markings on City Maintained streets.
4	Reduce Roadway Maintenance	\$500,000	12	We would lose the ability to perform roadway maintenance in house. This includes in house paving, in curb work, roadway construction and roadway maintenance.
TOTALS:		\$1,188,000	22	

Note: Each one of these decrements cuts into the core services provided by the Public Works Department that impact the quality of life of citizens on a daily basis.

Revenue Alternatives to Program Reduction

- 1 City Commission Contingeny for 1 year. 1st 3 cents in Gas Tax as well as the 7-11 cents expire next year. This would provide For the City to address the one year loss of revenues. Then, in 2018, all 11 cents of gas tax could be renegotiated or staff would determine alternative to the full value of the gas tax.
- 2 Extend existing agreement for 1 year into 2018. City of Gainesville recieves same revenues for the next fiscal year. Then, in 2018, all 11 cents of gas tax could be renegotiated or staff would determine alternative to full value of all 11 cents of gas tax.
- 3 Move \$1,125,000 worth of streetlight billing to customer billing. Then, the citizens would pay directly for the street light services they receive.

Option 2 - Citywide Service Reduction

150938D-MOD

Route	Description	Total Hours		Total Base		Proposed Reduction						Priority
		Hours	Cost	Hours	Cost	Hours	Cost	Productivity (Pass/hr)	# of Buses	Ridership	Comments	
1	Downtown Station - Butler Plaza	18,642	\$1,347,275	11,728	\$847,551	-	\$ -	32.6	-	-		
2	Downtown Station - Duval Walmart	4,005	\$289,458	4,197	\$303,335	-	\$ -	19.0	-	-		
3	Downtown Station - Plaza Verde	2,059	\$148,834	-	\$0	2,059	\$ 148,804	17.1	-	35,209	Eliminate Route 3	5
5	Oaks Mall - Downtown Station	16,129	\$1,165,814	9,447	\$610,465	2,070	\$ 149,599	27.3	1	56,511	Reduce 1 bus, 12 hours, F and S	7
6	Downtown Station - Pine Ridge Walmart	4,174	\$301,677	3,613	\$261,100	200	\$ 18,790	19.8	-	5,148	Saturday Service	2
7	Eastwood Meadows - Downtown Station	3,620	\$261,648	3,613	\$261,100	-	\$ -	21.6	-	-		
8	Shands - Pine Ridge Walmart	13,483	\$974,418	11,795	\$852,425	-	\$ -	23.5	-	-		
9	Hunters Run - Reitz Union	15,624	\$1,129,177	3,637	\$262,877	-	\$ -	41.2	-	-		
10	Santa Fe - Downtown Station	6,335	\$457,825	2,992	\$216,502	260	\$ 18,790	19.1	-	4,966	Saturday Service	1
11	Eastwood Meadows - Downtown Station	6,065	\$438,342	6,441	\$465,517	-	\$ -	18.4	-	-		
12	Reitz Union - Butler Plaza	20,170	\$1,457,691	-	\$0	-	\$ -	39.5	-	-		
13	Reitz Union - Career Source	9,825	\$710,065	3,511	\$253,744	-	\$ -	42.6	-	-		
15	Downtown Station - NW 13th Street/NW 23rd Avenue	8,620	\$622,996	8,200	\$592,593	-	\$ -	30.2	-	-		
16	Sugar Hill - Shands	5,010	\$362,091	3,587	\$259,230	-	\$ -	27.2	-	-		
17	Shands - Downtown Station	3,605	\$253,306	-	\$0	-	\$ -	30.1	-	-		
19	Reitz Union to SW 23rd Ter @ SW 35th PL	475	\$34,243	-	\$0	-	\$ -	25.2	-	-		
20	Oaks Mall - Reitz Union	31,696	\$2,290,875	7,290	\$526,812	3,036	\$ 219,412	41.3	1	125,387	Eliminate 1 bus, base service	9
23	Oaks Mall - Santa Fe	5,970	\$431,469	2,892	\$209,005	-	\$ -	25.2	-	-		
24	Downtown Station - Airport	2,090	\$151,028	3,613	\$261,100	2,024	\$ 146,274	11.1	1	22,466	Eliminate Route 24	3
25	Commuter Lot - Airport	3,807	\$282,391	-	\$0	-	\$ -	18.0	-	-		
26	Downtown Station - Job Corps	4,002	\$289,258	-	\$0	-	\$ -	26.1	-	-		
27	Blount Center - Duval Walmart	1,174	\$106,540	737	\$53,270	737	\$ 53,270	11.7	-	8,624	Eliminate Afternoon Service	4
28	Forest Park - The Hub	6,343	\$456,380	-	\$0	-	\$ -	30.8	-	-		
29	Kiwanis Park to UF	1,988	\$143,891	-	\$0	-	\$ -	34.4	-	-		
34	The Hub - Lexington Crossing	10,182	\$735,821	-	\$0	-	\$ -	28.6	-	-		
35	SW 35th Place - Reitz Union	19,157	\$1,384,462	9,632	\$623,661	720	\$ 52,034	41.3	1	29,736	4 hours, Fall and Spring	8
36	Williston Plaza - The Hub	3,330	\$240,637	-	\$0	-	\$ -	27.7	-	-		
37	Reitz Union - Butler Plaza	3,671	\$265,321	-	\$0	-	\$ -	45.8	-	-		
38	Enclave - The Hub	10,469	\$756,561	-	\$0	-	\$ -	67.8	-	-		
39	Airport - Santa Fe	1,766	\$127,593	-	\$0	-	\$ -	13.2	-	-		
40	Hunters Crossing - The Hub	2,980	\$215,257	-	\$0	-	\$ -	15.8	-	-		
43	Shands - Santa Fe	10,991	\$787,124	7,883	\$569,739	2,910	\$ 210,270	19.3	1	56,153	Reduce 1 bus, 12 hours	6
46	Downtown Circulator	3,628	\$262,167	-	\$0	-	\$ -	44.2	-	-		
62	Oaks Mall - Lexington Crossing	1,708	\$125,415	-	\$0	-	\$ -	10.9	-	-		
75	Oaks Mall - Butler Plaza	10,191	\$736,488	10,191	\$736,488	-	\$ -	25.8	-	-		
76	Haile Market Square - Santa Fe	1,795	\$129,738	-	\$0	-	\$ -	17.5	-	-		
77	Cabana Beach - Santa Fe	1,470	\$106,246	-	\$0	-	\$ -	13.4	-	-		
711	Eastside Circulator	1,664	\$120,225	-	\$0	-	\$ -	24.4	-	-		
Subtotal		278,118	\$20,099,555	113,000	\$8,166,515							
117	Park-N-Ride 2 (Reitz Union - Forest Park)	7,160	\$517,439	-	\$0	-	\$ -	48.20	-	-		
118	The Hub - Park-N-Ride #1/Cultural Plaza	9,118	\$686,688	-	\$0	-	\$ -	48.00	-	-		
119	Family Housing (The Hub - Univ. Village)	2,551	\$184,369	-	\$0	-	\$ -	24.10	-	-		
120	Fraternity Row	5,213	\$376,712	-	\$0	-	\$ -	51.70	-	-		
121	Commuter Lot - The Hub	2,178	\$157,404	-	\$0	-	\$ -	5.30	-	-		
122	UF North/South Circulator	2,301	\$166,315	-	\$0	-	\$ -	24.10	-	-		
125	Lakeside - The Hub	10,086	\$729,633	-	\$0	-	\$ -	66.20	-	-		
126	UF East/West Circulator	6,630	\$479,765	-	\$0	-	\$ -	33.30	-	-		
127	Sorority Row - Turlington Hall	4,120	\$297,723	-	\$0	-	\$ -	63.50	-	-		
128	Lake Wauburg	438	\$31,843	-	\$0	-	\$ -	6.90	-	-		
Subtotal		48,813	\$3,527,695		\$0							
300	LG A Downtown Station - Fraternity Row (Th - Fr)	3,609	\$260,831	-	\$0	-	\$ -	22.90	-	-		
301	LG B Downtown Station - Lexington Crossing (Th - Fr)	1,995	\$144,179	-	\$0	-	\$ -	20.20	-	-		
302	LG C Downtown Station - Oaks Mall (Th-Fr)	2,088	\$150,932	-	\$0	-	\$ -	29.30	-	-		
303	LG D Downtown Station - Career Source (Sat)	400	\$28,908	-	\$0	-	\$ -	9.20	-	-		
305	LG F Downtown Station - Butler Plaza (Sat)	446	\$32,215	-	\$0	-	\$ -	12.40	-	-		
Subtotal		8,538	\$617,065		\$0							
Total		335,469	\$24,244,316	109,371	\$7,904,240	14,076	\$ 1,017,244		5	344,201		

Hourly Rate \$72.27
 UF Funded Route
 SF Funded Route
 County Funded Route

8	Transit Operators	\$ 294,428
1	Transit Supervisor	\$ 70,280
1	Analyst	\$ 70,280
1	Fleet Mechanic I	\$ 41,987
1	Fleet Mechanic II	\$ 45,766
1	Fleet Supervisor	\$ 70,280
1	Dep. Mark. & Comm. Sup.	\$ 75,410
14		\$ 668,431
#####	Miles	
	Maintenance Costs	\$ 320,924
	Material and Supplies	\$ 27,279
	Total	\$ 1,016,633

Sunday Service Estimates

Route	Description	Existing Fall/Spring			Existing Summer			Base			Difference From Base (Hours)		UF Funded	UF Share of Total	UF Share of Difference	UF Obligations		Non-UF Obligations			
		Regular	D/R	Total	Regular	D/R	Total	Regular	D/R	Summer Total	F/S Total	Fall/Spring				Summer	Cost	Hours	Cost	Hours	
1	Downtown Station - Butler Plaza	14.83	0.53	568	7.25	0.27	123	-	-	-	-	(568)	(123)	1	100%	100%	\$44,824	491	\$0	0	
2	Downtown Station - Duval Walmart																				0
3	Downtown Station - Plaza Verde																				0
5	Oaks Mall - Duval Station	7.69	0.27	302	7.87	0.37	122	-	-	-	-	(302)	(122)	1	100%	100%	\$27,458	424	\$0	0	
6	Downtown Station - Pine Ridge Walmart																				0
7	Eastwood Meadows - Downtown Station																				0
8	Shands - Pine Ridge Walmart	7.83	0.50	306	7.25	0.50	125	-	-	-	-	(306)	(125)	1	100%	100%	\$28,103	433	\$0	0	
9	Hunters Run - Reitz Union	7.22	0.30	286	7.22	0.30	116	-	-	-	-	(286)	(116)	1	100%	100%	\$26,045	401	\$0	0	
10	Santa Fe - Downtown Station																				0
11	Eastwood Meadows - Downtown Station																				0
12	Reitz Union - Butler Plaza	3.47	0.50	332	3.12	0.50	129	-	-	-	-	(332)	(129)	1	100%	100%	\$29,922	481	\$0	0	
13	Reitz Union - Career Source	1.24	0.25	156	1.25	0.20	126	-	-	-	-	(155)	(126)	1	100%	100%	\$16,314	281	\$0	0	
15	Downtown Station - NW 13th Street/NW 23rd Avenue	7.37	0.27	301	7.37	0.27	122	-	-	-	-	(301)	(122)	1	100%	100%	\$27,482	423	\$0	0	
16	Sugar Hill - Shands	1.93	0.25	185	-	-	-	-	-	-	-	(185)	-	1	100%	100%	\$10,058	155	\$0	0	
17	Shands - Downtown Station																				0
19	Reitz Union to Sw 23rd Terr @ SW35th PL																				0
20	Oaks Mall - Reitz Union	14.29	1.00	686	7.07	0.56	126	-	-	-	-	(586)	(126)	1	100%	100%	\$46,147	711	\$0	0	
21	Cabana Beach - Reitz Union																				0
22	The Hub - Archer Road																				0
23	Oaks Mall - Santa Fe																				0
24	Downtown Station - Airport																				0
25	Commuter Lot - Airport	1.03	0.47	279	1.03	0.47	113	-	-	-	-	(279)	(113)	1	100%	100%	\$25,472	363	\$0	0	
26	Downtown Station - Job Corps																				0
27	Blount Center - Duval Walmart																				0
28	Forest Park - The Hub																				0
29	Kiwanis Park to UF																				0
34	The Hub - Lexington Crossing																				0
35	SW 35th Place - Reitz Union	8.10	0.87	324	8.10	0.87	132	-	-	-	-	(324)	(132)	1	100%	100%	\$29,586	456	\$0	0	
36	Williston Plaza - The Hub																				0
37	Reitz Union - Butler Plaza																				0
38	Enclave - The Hub																				0
39	Airport - Santa Fe																				0
40	Hunters Crossing - The Hub																				0
41	Beaty Towers - Pine Ridge Walmart																				0
43	Shands - Santa Fe																				0
46	Downtown Circulator																				0
62	Oaks Mall - Lexington Crossing																				0
75	Oaks Mall - Butler Plaza																				0
76	Heile Market Square - Santa Fe																				0
77	Cabana Beach - Santa Fe																				0
711	Eastside Circulator	7.82	0.27	299	7.82	0.27	121	-	-	-	-	(299)	(121)	1	100%	100%	\$27,264	421	\$0	0	
	Subtotal	99.81	5.45	3,898	85.56	4.72	1,354	-	-	-	-	(3,898)	(1,354)	12	100%	1300%	\$340,615	5,250	\$0	0	
117	Park-N-Ride 2 (Reitz Union - Forest Park)																				0
118	The Hub - Park-N-Ride #1/Cultural Plaza																				0
119	Family Housing (The Hub - Univ. Village)																				0
120	Fraternity Row																				0
121	Commuter Lot - The Hub																				0
122	UF North/South Circulator																				0
125	Lakeside - The Hub																				0
126	UF Eac/Wee; Circulator	16.07	0.83	728	-	-	-	-	-	-	-	(728)	-	1	100%	100%	\$47,771	738	\$0	0	
127	Sorority Row - Turlington Hall																				0
128	Lake Wauberg																				0
	Subtotal	16.07	0.83	728	-	-	-	-	-	-	-	(728)	-				\$47,771	738	\$0	0	
300	LG A Downtown Station - Fraternity Row																				0
301	LG B Downtown Station - Lexington Crossing																				0
302	LG C Downtown Station - Oaks Mall																				0
303	LG D Downtown Station - Career Source																				0
305	LG F Downtown Station - Butler Plaza																				0
	Subtotal																	\$0	-	\$0	0
Total		116.88	6.31	4,626	85.56	4.72	1,354					(4,622)	(1,354)				\$388,387	5,988	\$0	0	

Hourly Rate \$84.88

Period Sundays
Fall/Spring 37

