



# 2018 Proposed Service and Fare Changes

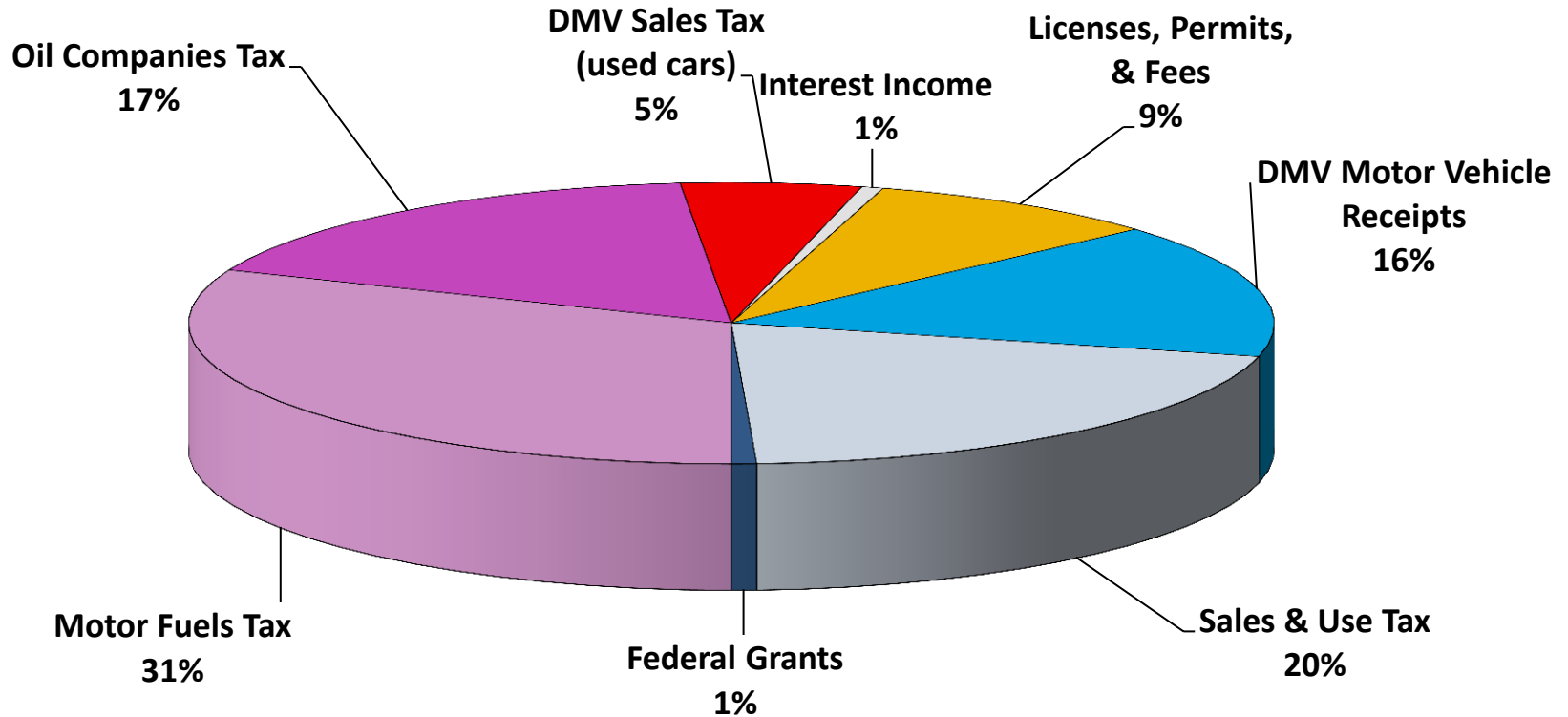


# Purpose of Today's Hearing

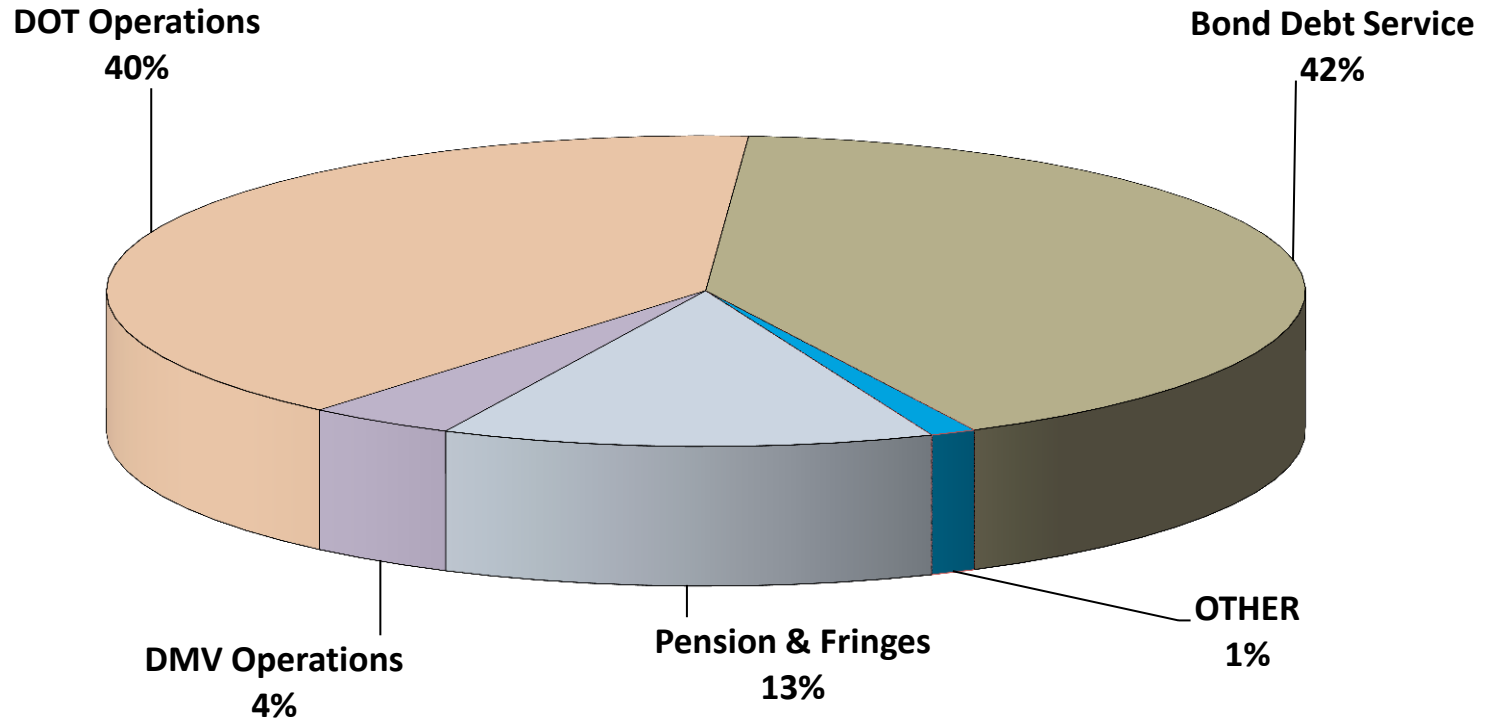


1. Special Transportation Fund and the Department of Transportation Budget
2. Potential bus and rail fare and service impacts
3. Review Service and Fare Equity Analysis
4. Public comments

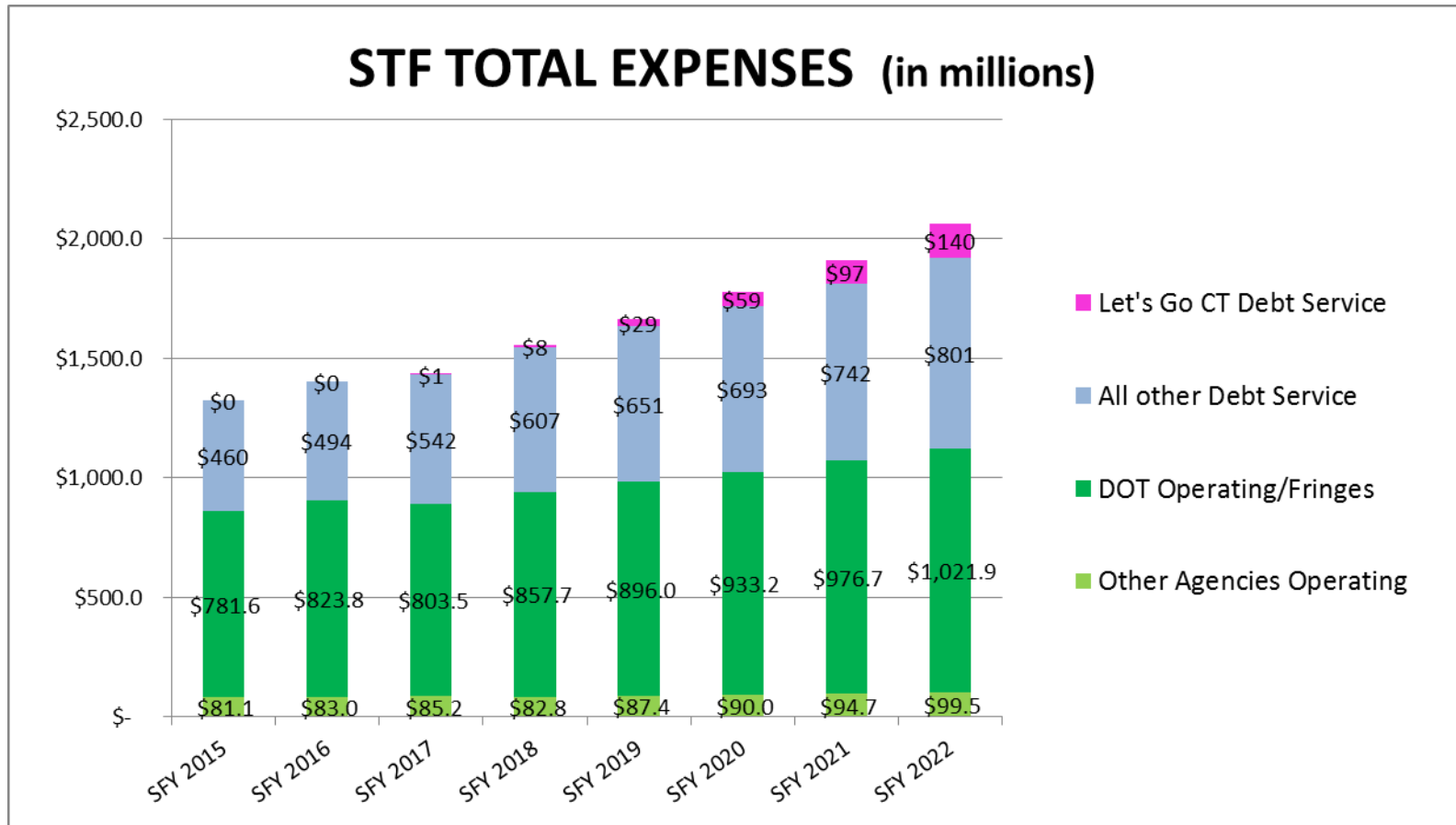
# Special Transportation Fund Sources of Income



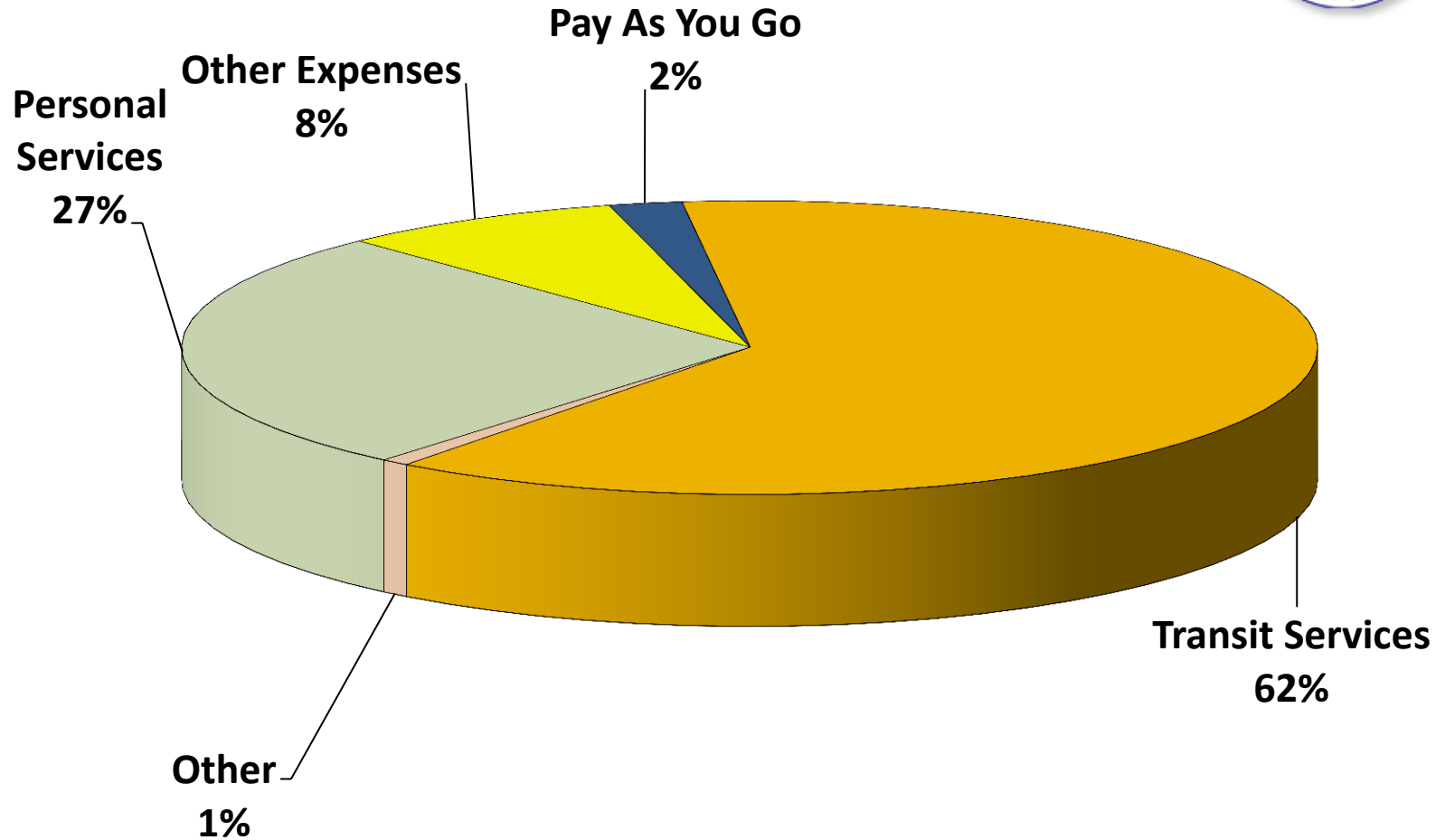
# Special Transportation Fund Appropriations



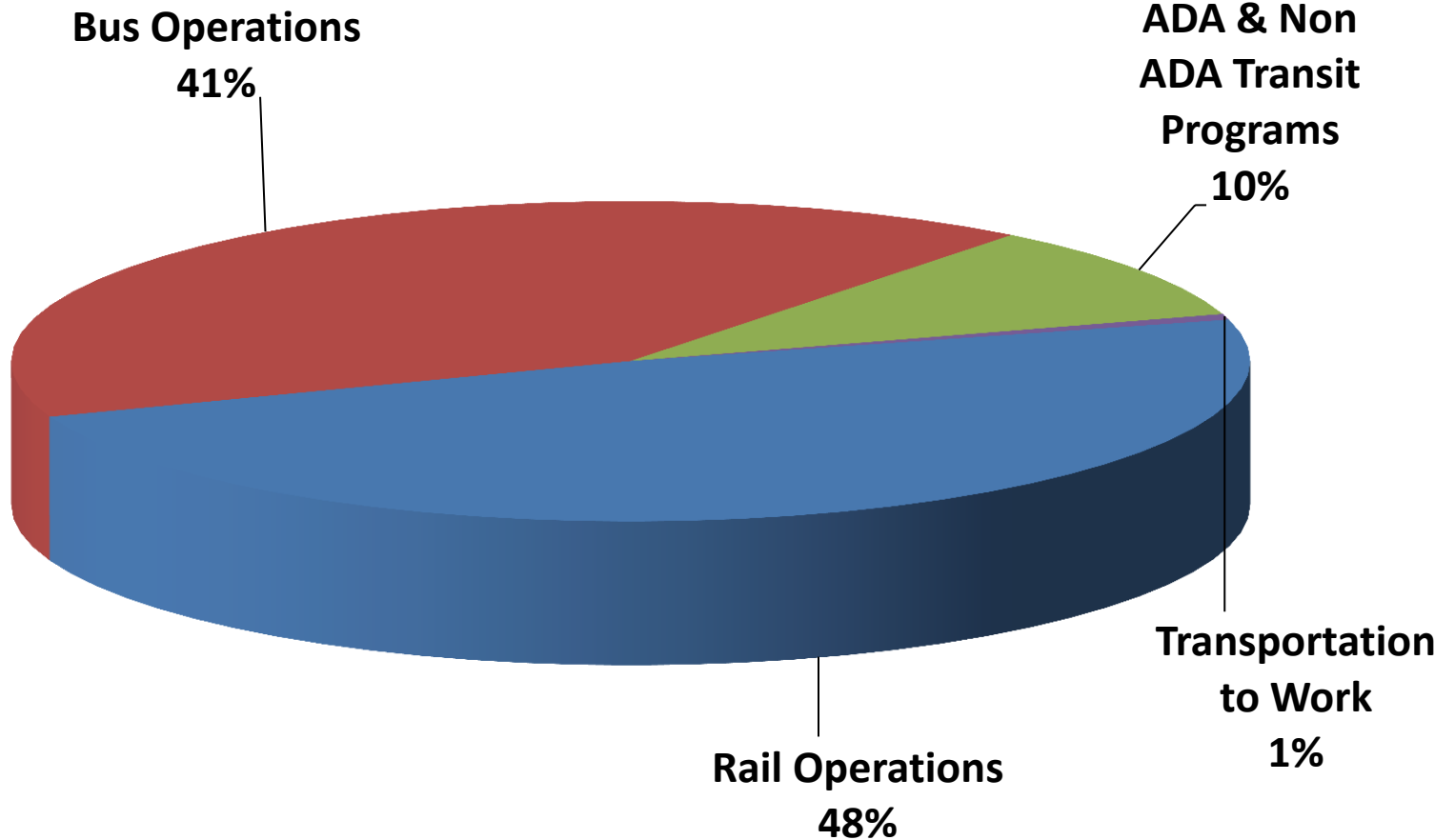
The major contributor to STF total expenditure increases is **debt service** although DOT and Other Agency operating expenses are also growing



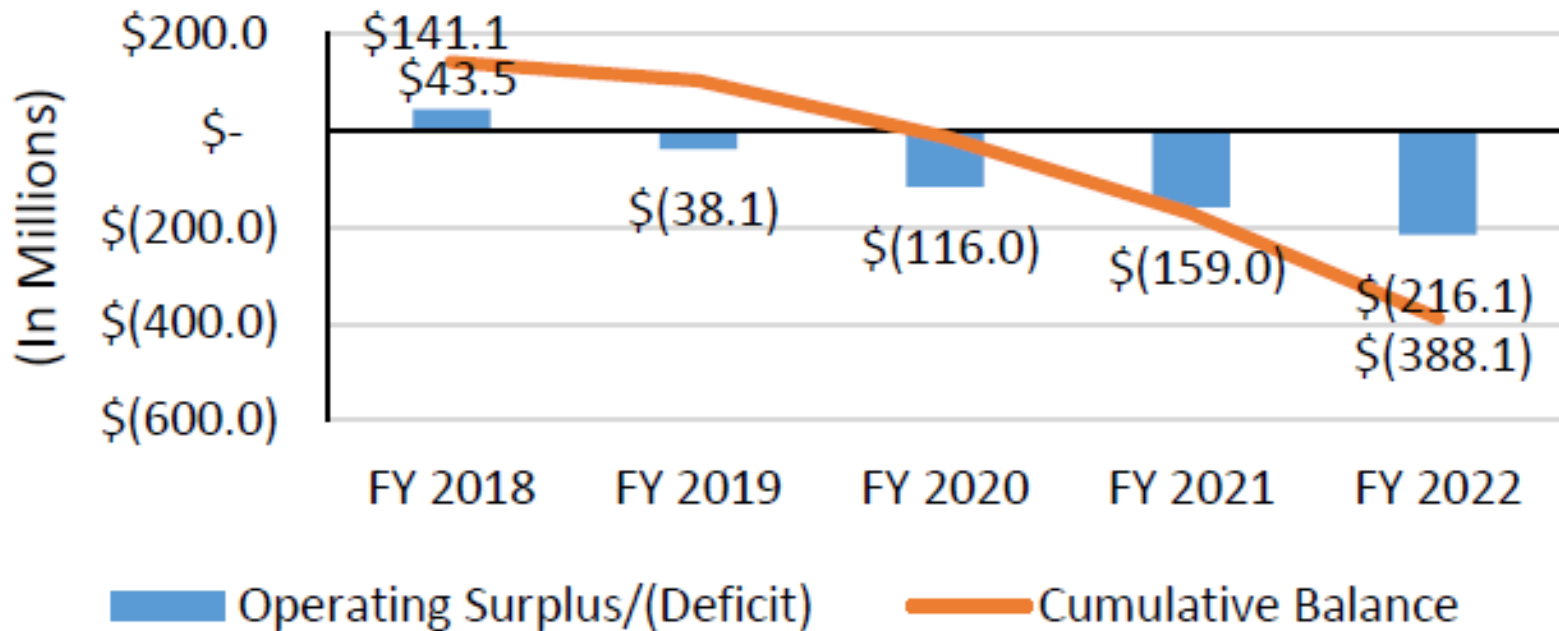
# Special Transportation Fund DOT Operations



# Special Transportation Fund Transit Services



# STF Forecast – Adopted Budget





# Problem Statement



- **SFY 2018: Inability to sell bonds**
  - STF bond proceeds were fully expended
  - Additional bond proceeds are required to meet existing capital project expenses – **up to \$1B capital payment obligations in FY18**
  - Current year and cumulative STF deficits prevented bond sales
- **Beyond 2018: Existing Income Levels insufficient to support STF**
  - Rising debt service associated with past debt is eroding available STF income
  - Decreasing income estimates combined with increasing operating costs making the problem worse
  - Income to debt service coverage ratios headed lower, risking bond rating
  - **Operating and capital reductions alone cannot solve the long term problem**

# Solution without Added Income



- Implement a series of operating budget cuts beginning in 2018
- Significantly reduced capital program in the 2018 construction season and in the future

# Operating Budget Cuts



## **DOT Administrative Impacts**

- 15% reduction in staffing

## **Highway and Bridge Impacts**

- Reduction in road and bridge paving and maintenance work
- Completely close Rest Areas
- Reduced maintenance staff will impact snow plowing and routine maintenance

# Operating Budget Actions - Bus



- 14.3% Bus Fare Increase - July 1, 2018
- Eliminate Non-ADA local bus service subsidies - July 2018
- Transit Districts
  - 15% Subsidy cut - July 2018
  - 50% Subsidy cut - July 2020

# Operating Budget Actions - Rail



- 10% Rail fare increase - effective July 1, 2018
- 5% Rail fare increase - effective July 1, 2020
- 5% Rail fare increase - effective July 1, 2021

The above fare increases equal a total of 21.28%  
and will be phased in over 3 years

# Operating Budget Actions - Rail



Beginning July 1, 2018:

- Elimination of Weekend and Weekday Off-Peak Service
  - New Canaan Branch
  - Danbury Branch
  - Waterbury Branch
- Significant reductions in Shore Line East
- Metro-North non-service expense reductions

# Other Proposed Fare Changes



- University Pass (U-Pass) fee increase from \$20/semester to \$22/semester
- Hartford DASH and New Haven Green Bus shuttles from *free* to \$1
- Standardize discounting on express and local bus 31-day passes
- End discounting on 10-ride bus fares
- Introduce new Bradley Airport Express bus fare - \$10 one way

# Capital Program Impacts



- \$4.3B of Engineering, Construction and Public Transportation projects will be postponed over the next 5 years
- Funding for municipal projects will be eliminated
  - Local transportation
  - Local bridge
  - Town aid road
- Postponement of projects has already cancelled over \$60M of construction projects for this construction season



# Proposed Bus Fare Increases



	Current	Proposed
<b>Adult 2-hour</b>	\$1.75	\$2.00
<b>Senior/Disabled</b>	\$.85	\$1.00
<b>Youth</b>	\$1.40	\$1.60
<b>ADA Paratransit</b>	\$3.50	\$4.00

The 25¢ increase in the base fare is a 14.3% increase.  
Other multi-ride prepaid fares go up proportionately.

# Bus Fare Comparisons



Westchester Bee-Line - New York	\$ 2.75
MTA - New York	\$ 2.75
RIPTA - Rhode Island	\$ 2.00
MBTA - Boston	\$ 2.00
<b><i>CTtransit Connecticut (Proposed)</i></b>	<b>\$ 2.00</b>
CDTA – Albany, NY	\$ 1.50
<b><i>CTtransit - Connecticut (Current)</i></b>	<b>\$ 1.75</b>
<b>PVTA - Springfield, MA (Proposed July 1)</b>	<b>\$1.60</b>

# Proposed Rail Fare Increases



## One-way Fares – New Haven Line

From	To	Current	July 2018	July 2020	July 2021
New Haven	Grand Central	\$23.50	\$26.00	\$27.25	\$28.50
Stamford	Grand Central	\$15.25	\$16.75	\$17.50	\$18.25
New Haven	Stamford	\$8.25	\$9.25	\$9.75	\$10.25

# Proposed Rail Fare Increases



<b>One-way Fares – Shore Line East</b>					
<b>From</b>	<b>To</b>	<b>Current</b>	<b>July 2018</b>	<b>July 2020</b>	<b>July 2021</b>
New London	New Haven	\$10.25	\$11.25	\$12.00	\$12.50
Old Saybrook	New Haven	\$7.25	\$8.00	\$8.50	\$8.75

# Proposed Rail Fare Increases



## One-way Fares – Hartford Line

From	To	July 2018	July 2020	July 2021
Springfield, MA	New Haven	\$14.00	\$14.75	\$15.50
Hartford	New Haven	\$8.75	\$9.25	\$9.75

# Rail Fare Comparisons



## Local Fares - Monthly

	From	To	Miles	Cost
LIRR	Bellport, NY	Jamaica, NY	48.5	\$391.00
NJ Transit	Trenton, NJ	Newark, NJ	48.0	\$353.00
<b><i>NHL - Proposed</i></b>	New Haven, CT	Rye, NY	48.2	\$277.00
<b><i>NHL - Current</i></b>	New Haven, CT	Rye, NY	48.2	\$250.00
<b><i>SLE - Proposed</i></b>	New London, CT	New Haven, CT	48.3	\$236.25
MBTA	Wickford Jct., RI	Route 128, MA	51.3	\$221.50
<b><i>SLE - Current</i></b>	New London, CT	New Haven, CT	48.3	\$215.25

# Rail Fare Comparisons



<b>Fares to NYC - Monthly</b>				
NHL -Proposed	New Haven CT	Grand Central, NY	75.1	\$550.00
NHL - Current	New Haven CT	Grand Central, NY	75.1	\$500.00
LIRR	Westhampton	Penn Station, NY	74.3	\$500.00
NJ Transit	Bay Head, NJ	Penn Station, NY	66.7	\$480.00

# Service and Fare Equity (SAFE) Analysis



- Federal Transit Administration (FTA) requirement
- Analysis of fare and major service change on low-income and minority populations
- Impacts relative to overall rider population



# Service and Fare Equity (SAFE) Analysis



## **Fare analysis included:**

- Fare changes relative to household income
- Fare changes relative to minority status

## **Service analysis included:**

- Comparison of branch line rider characteristics to rail system as a whole

# SAFE Findings



- The analysis and findings are reviewed by the Commissioner when determining whether to raise fares and reduce services.
- The final SAFE analysis is included in our next Title VI program submittal to FTA

# Impact of DOT Budget Actions



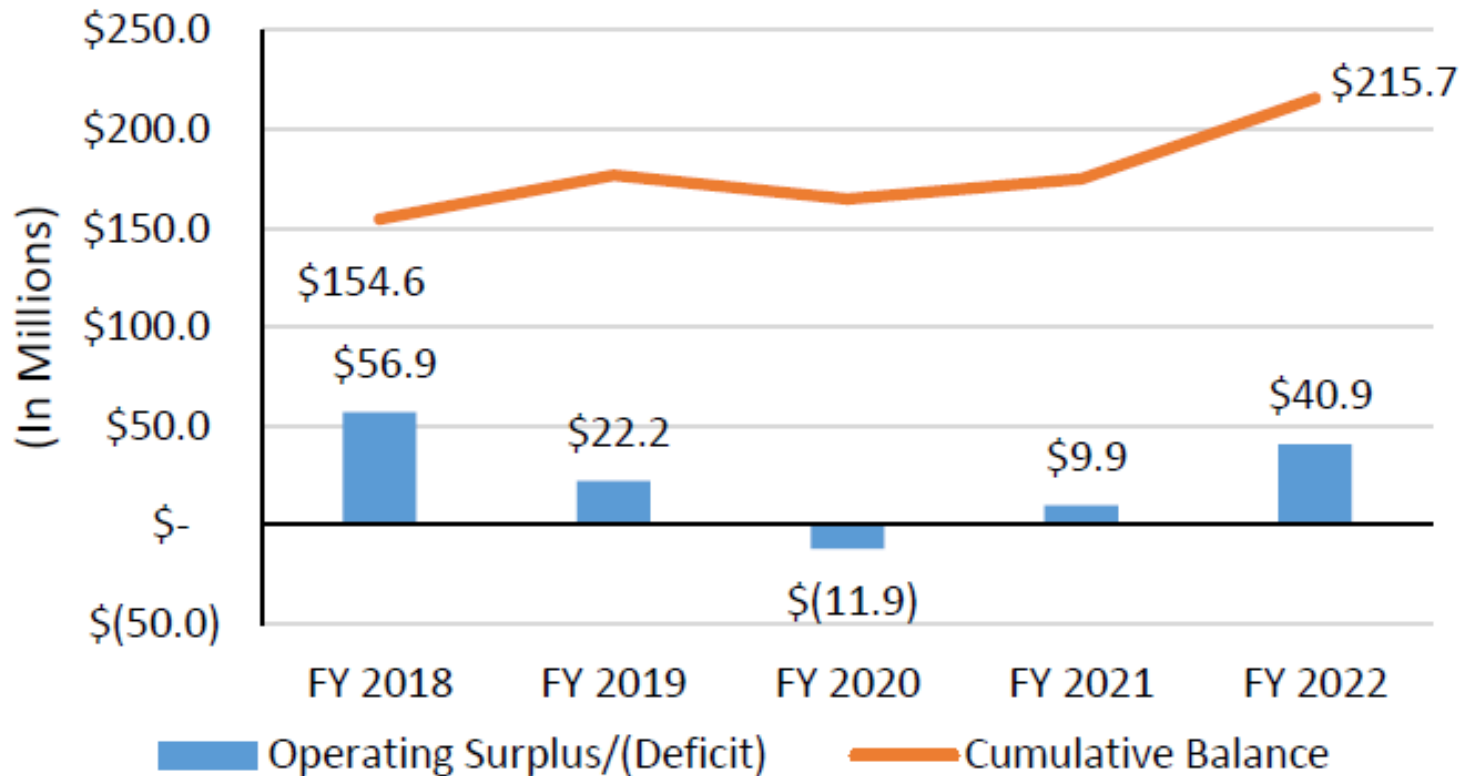
## ***Without* additional STF income:**

- STF balanced with cumulative surplus
- Enabled sale of bonds for current obligations
- Problem will return in 2020

# STF Forecast



## Without Additional STF Income



# Alternatives to DOT Budget Reductions



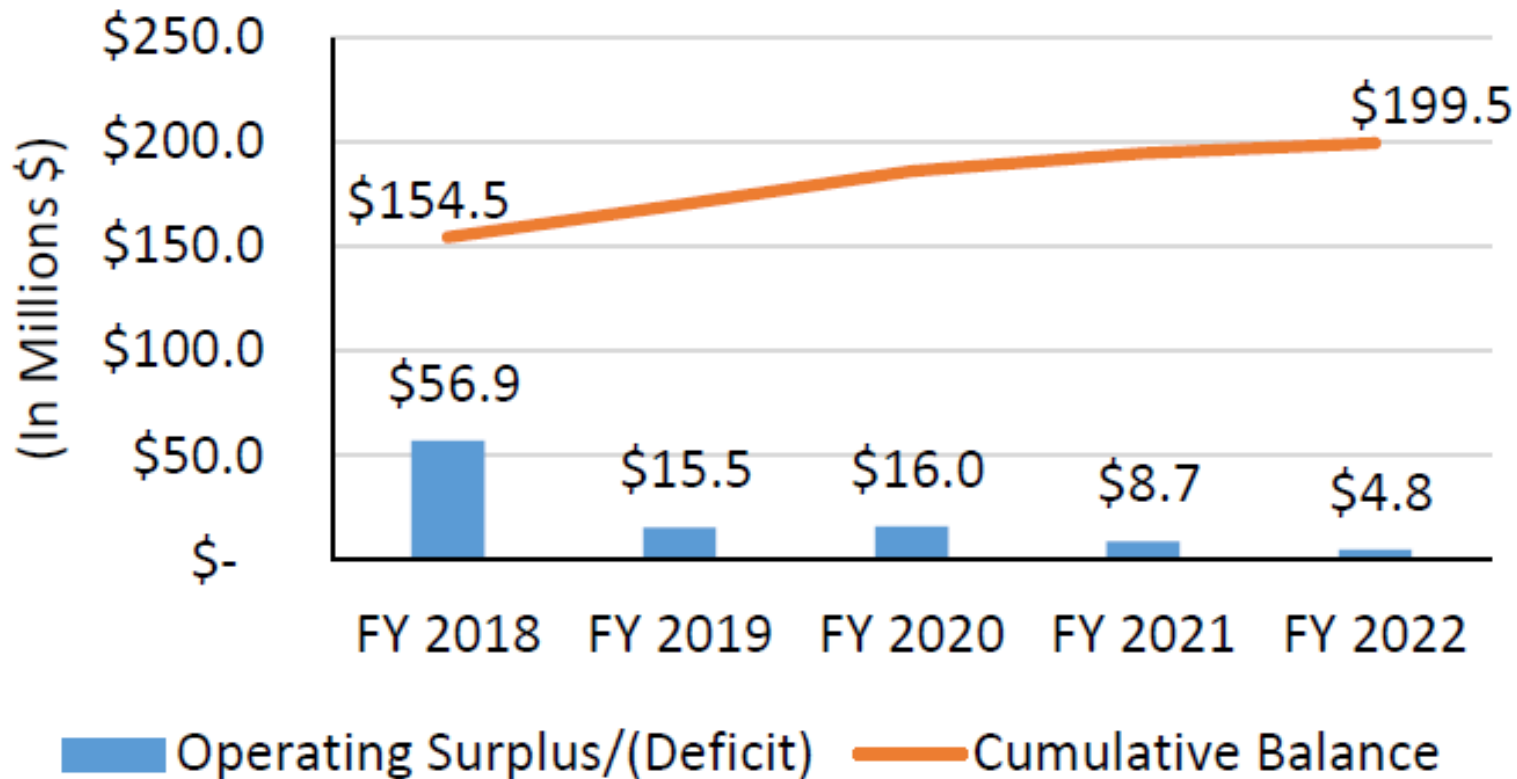
## Governor's Proposed Budget

- Increase Gas Tax by 7¢ over 4 years
- Accelerate New Car Sales Tax by 2 years
- Impose a Tire Fee of \$3 per tire
- Institute Statewide Tolling in FY2023

### ***Would result in:***

- No service and fare impacts
- No capital program reductions
- Sufficient, sustainable STF income

# STF Forecast – Governor’s Proposed Budget



# Alternatives to DOT Budget Reductions



## Commission on Fiscal Stability and Economic Growth

- Report on overall state financial stability due on March 1, 2018
- Likely to address potential strategies to sustain STF

# Alternatives to DOT Budget Reductions



## Legislative Budget Process

- Connecticut General Assembly (CGA) in session February 7 - May 9, 2018
- Potential actions on STF income subject to approval by CGA and Governor



# Next Steps



- Public hearings on fare increase and service reductions
- Review comments on fare and service changes as well as the SAFE analyses
- A final recommendation goes to DOT Commissioner for review and approval
- New Haven Line fare proposal must be approved by the MTA Board
- Fare increases and service adjustments, if approved, would take effect on July 2018 through July 2020

# Public Hearing Schedule



Location	Date	Time
New Haven	Tuesday, February 20	5 to 8PM
Waterbury	Wednesday, February 21	5 to 8PM
Hartford	Thursday, February 22	4 to 7PM
Stamford	Tuesday, February 27	5 to 8PM
New London	Wednesday, February 28	5 to 8PM
Springfield, MA	Thursday, March 1	4 to 7PM
New Britain	Monday, March 5	4 to 7PM

# Comments



Comments on the proposed fare increases must be received by **March 16, 2018** and addressed to:

## **COMMENTS ON PROPOSED SERVICE AND FARE CHANGES**

**Connecticut Department of Transportation**

**2800 Berlin Turnpike**

**P.O. Box 317546**

**Newington, CT 06131-7546**

Comments via email to **[dot.farecomments@ct.gov](mailto:dot.farecomments@ct.gov)**

# Hearing Guidelines



- If you wish to make comments, please sign-in.
- Speakers will be called in order.
- Each speaker is allowed 3 minutes to comment.
- Limit comments to the fare and service changes, other comments should be made to representatives at the back of the room.
- Use the microphone so that your comments become part of the hearing record.