MEMORANDUM

To: TARC Board of Directors

From: Ozzy Gibson, Interim Executive Director

Date: April 15, 2024

Re: Resolution 2024 - 18 TARC's Fiscal Year 2025 Budget

The Transit Authority of River City (TARC) Fiscal Year 2025 Budget comes with funding challenges that we have not seen before. TARC has not been financially sustainable for many years. TARC has been rescued from the fiscal cliff by several one-time federal funding sources to help the continuation of transportation services to the Louisville area. However, at this time, we do not have these options available.

TARC's portion of the 1974 Jefferson County Occupational License Fee, or Mass Transit Trust Fund, has not been able to keep pace with the rate of cost increases across key cost centers.

This recommended budget is taking the necessary steps to be fiscally responsible in order to manage a projected significant shortfall. This budget recommends reducing services in January 2025. This will be the first step towards a budget that matches the available funding.

During the fiscal year, TARC will also have a completed TARC 2025 plan to be implemented no later than January 2026 as we push out the depletion of the MTTF, while taking steps to build a new TARC.

Please call me at 561-5100 if you have any questions. Thank you.

RESOLUTION 2024-18
TARC Fiscal Year 2025 Budget

A Resolution approving the TARC FY 2025 budget and authorizing the Interim Executive Director to forward the budget to Louisville Metro Government for its consideration.

WHEREAS, our resources for the FY 2025 budget will be directed towards steps to make TARC more sustainable; and,

WHEREAS, providing quality service within our means and safe service continues to be our top priority; and,

WHEREAS, TARC is committed to continuous improvement, exploring visionary opportunities and new funding resources; and,

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Transit Authority of River City that:

The TARC FY 2025 Budget is hereby approved and the Interim Executive Director is hereby authorized to forward the TARC FY 2025 Budget to Louisville Metro Government for its consideration.

ADOPTED THIS 15th DAY OF APRIL 2024

___*Approved* _____

Ted Smith, Chair of the Board of Directors