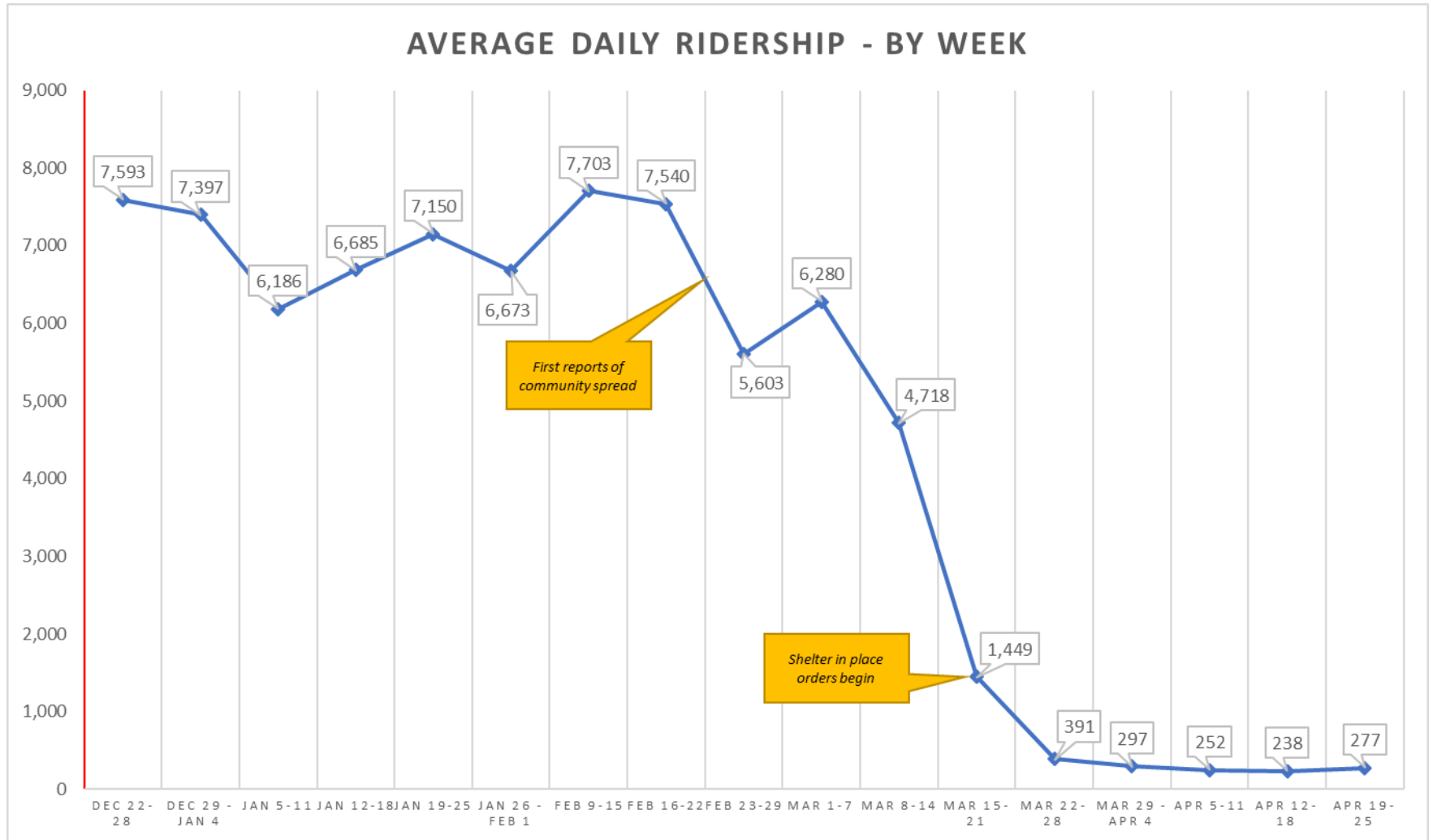




COVID-19 Impacts on Ridership and Revenues and the CARES Act

LOSSAN Board Meeting
May 18, 2020

Daily Ridership Trend

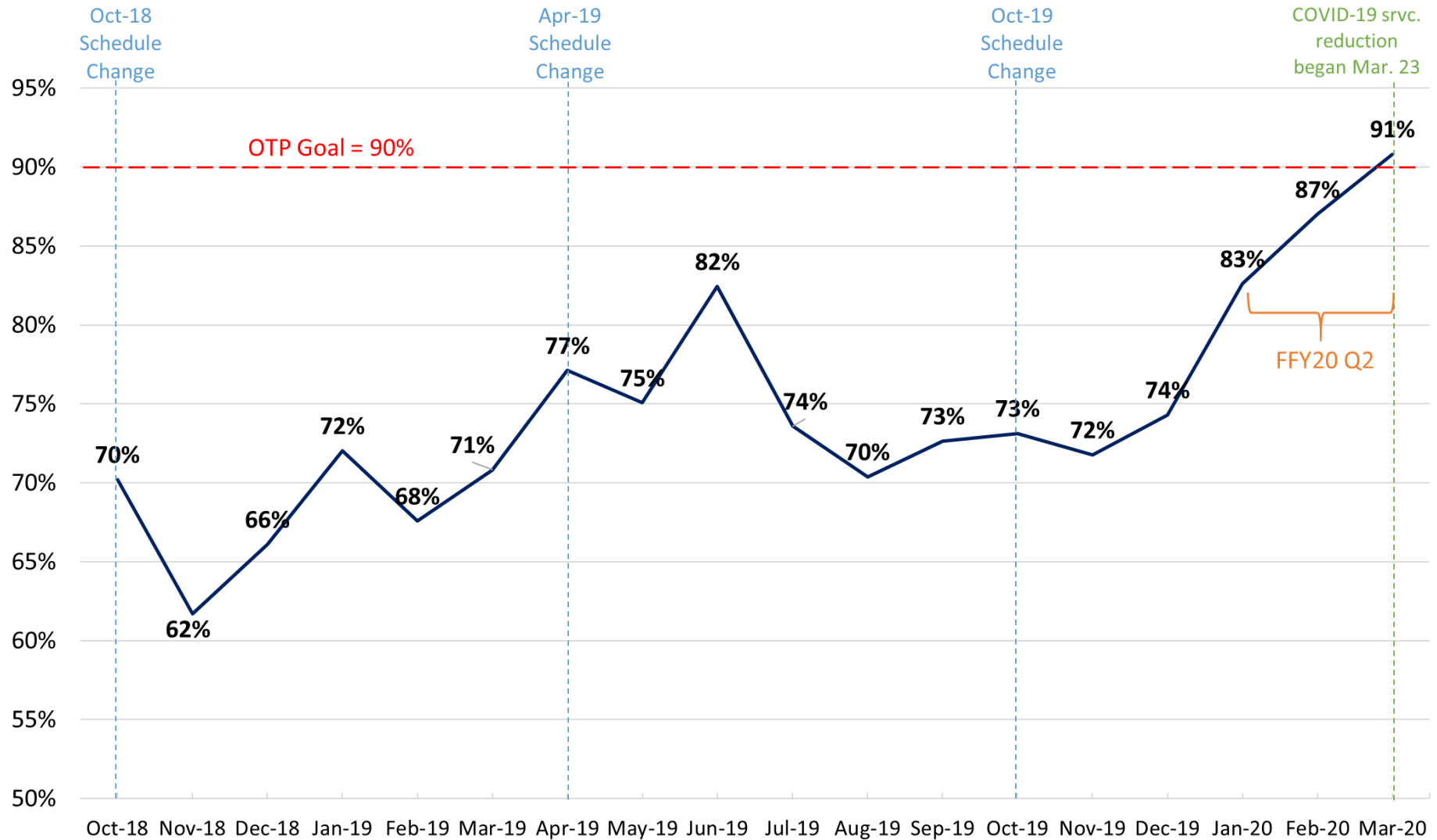


Good News – Supporting our Communities



- On April 8, 2020, approximately 34,000 Pacific Surfliner branded Snack Packs were donated to Los Angeles Based charity Food Finders, providing much needed meals to the communities hardest hit by the COVID-19 pandemic.
- We anticipate an additional donation of 16,000 units to occur this week, bringing the total to over 50,000 meals donated to those who need them.
- Each Snack Pack contains beef jerky, Asiago cheese spread, multigrain mini pretzels, Santa Barbara Trail Mix, chocolate chip cookies, and a peppermint taffy.

Good News – Endpoint On-Time Performance (OTP) Improvements



Looking Ahead

- Positive trend in ridership so far this week, daily average is up 14.1 percent over last week and 32.8 percent over the week before.
- Plans for the reintroduction of service are already in development in coordination with Amtrak.

Amtrak Operating Costs

- Fiscal Year (FY) 2020 Los Angeles – San Diego – San Luis Obispo (LOSSAN) Rail Corridor Agency (Agency) operating budget for Amtrak operations is \$31.5 million.
- LOSSAN pays the **NET costs on an actual basis**. Revenues minus expenses. Pay Amtrak monthly advance based on contractually agreed upon amount, true-up to actuals on monthly basis.
- Revenues Include Fare Revenue, Food and Beverage Revenue and Other Revenue. Expenses Include Third Party Costs, Fuel, Route Costs and Additives.
- Costs are allocated in accordance with the Passenger Rail Investment and Improvement Act of 2008 (PRIIA), Section 209.
- PRIIA Section 209 Cost Methodology Policy adopted by State-Amtrak Intercity Passenger Rail Committee (SAIPRC).

CARES Act Funding

- Grant between Federal Railroad Administration and Amtrak provides funding to prevent, prepare for, and respond to Coronavirus.
- Provides \$492 million for the Northeast Corridor train network and \$526 million for the National Network, of which at least \$239 million of funds provided will be used in lieu of any increase in State-supported intercity passenger rail payments.
- The CARES Act further limits States' supported payments for fiscal year 2020 to no more than 80 percent of the fiscal year 2019 payments.

CARES Act Funding Continued

- LOSSAN Agency payment to Amtrak for FY 2020 is capped at \$26.6 million.
- Federal funding may be utilized beyond FY 2020 if available (Amtrak federal FY ends September 30, 2020).
- Coordination with stakeholders through State-Amtrak Intercity Passenger Rail Committee (SAIPRC).
- Analysis of costs on an ongoing basis in coordination with Amtrak and California's Joint Power Authority (JPA) to determine areas of cost reduction and savings.

Summary

- LOSSAN Agency will continue to coordinate with SAIPRC, Amtrak and JPA's on strategies for cost reductions, application of the federal funding and return to service levels.
- Anticipate bringing a revised operations budget for FY 2021 to the LOSSAN Agency Board of Directors during the first quarter (July through September 2020).

Questions