



Ann Arbor Area Transportation Authority

## Income Statement

For the Period Ended March 31, 2025

# Q2 Financial Statement

### Revenue and Expense (Budget to Actual)

(\$ in thousands)

BLACK = FAVORABLE

RED = UNFAVORABLE

REVENUES	Actual Quarter 1	Actual Quarter 2	Actual Quarter 3	Actual Quarter 4	Actual YTD	Budgeted YTD	Budget Variance	
							\$	%
Fares and Contracts	\$1,848	\$1,841	-	-	\$3,689	\$3,370	\$319	9.5%
Local Property Taxes	9,374	10,804	-	-	20,178	18,747	1,430	7.6%
State Operating Assistance	4,894	4,923	-	-	9,817	11,099	(1,283)	-11.6%
Federal Operating Assistance	397	333	-	-	730	399	331	83.0%
Other Revenues	791	766	-	-	1,557	955	602	63.1%
<b>Total Operating Revenues</b>	<b>\$17,304</b>	<b>\$18,667</b>	<b>\$0</b>	<b>\$0</b>	<b>\$35,970</b>	<b>\$34,570</b>	<b>\$1,400</b>	<b>4.0%</b>
<b>EXPENSES</b>								
Salaries, Wages, Benefits	\$8,819	\$8,297	-	-	\$17,117	\$18,055	\$938	5.2%
Purchased Transportation	3,918	3,336	-	-	7,254	6,777	(477)	-7.0%
Fuel, Material, Supplies	1,671	1,658	-	-	3,329	3,838	510	13.3%
Purchased Services	1,079	1,178	-	-	2,257	2,478	221	8.9%
Other Expenses	1,024	1,198	-	-	2,221	2,272	51	2.2%
<b>Total Operating Expenses</b>	<b>\$16,511</b>	<b>\$15,666</b>	<b>\$0</b>	<b>\$0</b>	<b>\$32,178</b>	<b>\$33,421</b>	<b>\$1,243</b>	<b>3.7%</b>
<b>Surplus (Deficit)</b>	<b>\$792</b>	<b>\$3,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,793</b>	<b>\$1,149</b>	<b>\$2,644</b>	
<b>Capital Reserve Transfer</b>	-	-	-	-	-	-	-	
<b>Operating Reserve Transfer</b>	-	-	-	-	-	-	-	
<b>OPERATING BALANCE</b>	<b>\$792</b>	<b>\$3,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,793</b>	<b>\$1,149</b>		



TheRide has a \$2.6mm surplus in FY25 at the end of the second quarter.



**Revenues were \$1.4 million higher than budget.** Property tax revenue estimates were updated based on analysis done by staff, boosting income through Q2 in anticipation of higher receipts than budgeted in Q4. The deficit of state operating assistance to budget was offset by stronger-than-anticipated investment income, passenger fares, and contract revenues.



**Expenses were \$1.2 million below budget,** driven primarily by vacant positions and favorable fuel prices compared to budget. Subrecipient purchased transportation continued to exceed budget due to capital costs applied to pass-through grants expiring before fiscal year end. Staff are assessing options to manage these costs similar to how AAATA manages its own vehicle purchases without increasing AAATA's liability risk. Related grant revenue will offset the overrun by year-end, but if alternative accounting treatments prove unworkable, the variance to the Board-approved expense budget could require action.

### Federal Pandemic Relief Utilization

Expenditures from \$58.7 million in Federal Pandemic Relief funding as of **March 31, 2025**, for eligible COVID-19-related costs :

Capital Expenditures \$ -  
 Operating Expenditures \$ 58,744,987  
**TOTAL EXPENDITURES \$ 58,744,987**

Federal Pandemic  
 Funds Remaining to Draw: \$ -

### YTD Revenue and Expense By Mode

(\$ in thousands)

	Fixed Route	Demand Response	Other Demand Response	Non-Urban	VanRide	
	Fixed Route Bus	A-Ride	FlexRide, GoldRide, NightRide	WAVE, Peoples Express	VanRide, Ride Sharing	TOTAL
<b>DIRECT REVENUE</b>						
Fare Revenue	\$1,869	\$94	\$57	\$72	\$0	\$2,092
Contract Revenues	739	-	62	754	-	1,555
Advertising, Interest, Other	1,599	-	-	-	-	1,599
Federal Operating	-	-	-	678	52	730
State Operating	7,767	1,039	263	625	123	9,817
<b>Total Direct Revenue</b>	<b>\$11,974</b>	<b>\$1,133</b>	<b>\$381</b>	<b>\$2,129</b>	<b>\$175</b>	<b>\$15,793</b>
<b>TOTAL EXPENSE</b>						
Salaries, Wages, Benefits	\$16,209	\$700	\$63	\$99	\$46	\$17,117
Purchased Transportation	-	2,991	1,136	2,600	527	7,254
Fuel, Materials, Supplies	2,938	391	-	-	-	3,329
Contracted Services	2,142	81	-	34	-	2,257
Other Expenses	2,110	50	26	28	6	2,221
<b>Total Operating Expense</b>	<b>\$23,399</b>	<b>\$4,213</b>	<b>\$1,225</b>	<b>\$2,761</b>	<b>\$580</b>	<b>\$32,178</b>
<b>Surplus (Deficit) from OPS</b>	<b>(\$11,425)</b>	<b>(\$3,079)</b>	<b>(\$844)</b>	<b>(\$632)</b>	<b>(\$405)</b>	<b>(\$16,385)</b>
<b>ALLOCATED REVENUE</b>						
Local Property Taxes	\$15,688	\$3,079	\$844	\$161	\$405	\$20,178
Federal Pandemic Relief Funds	-	-	-	-	-	0
<b>SURPLUS (DEFICIT):</b>	<b>\$4,263</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$470)</b>	<b>\$0</b>	<b>\$3,793</b>



Ann Arbor Area Transportation Authority

## Balance Sheet

For the Period Ended March 31, 2025

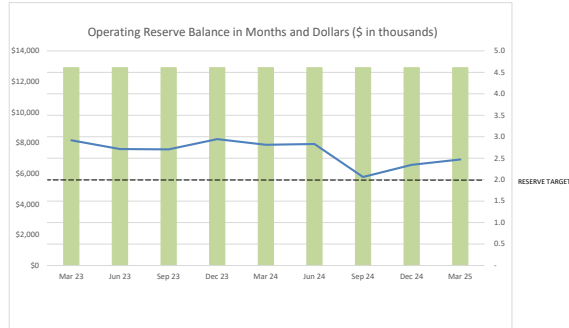
# Q2 Financial Statement

### Balance Sheet and Reserve

\$ in thousands, with Prior Year comparison.

	Q1 2025 12/31/2024	Q2 2024 3/31/2024	Q2 2025 3/31/2025
<b>ASSETS</b>			
Cash	\$52,985	\$32,110	\$45,074
Investments	19,091	18,417	19,319
Other Current Assets	20,645	19,124	26,542
Capital Assets	39,748	38,355	38,951
<b>Total Assets</b>	<b>132,469</b>	<b>108,006</b>	<b>129,886</b>
<b>LIABILITIES</b>	<b>11,852</b>	<b>3,561</b>	<b>6,811</b>
<b>TOTAL NET POSITION</b>	<b>\$120,617</b>	<b>\$104,445</b>	<b>\$123,076</b>

<b>RESERVES:</b>	<b>Balances</b>		
Capital	\$33,260	\$33,260	\$33,260
Insurance	\$500	\$500	\$500
Operating	\$12,905	\$12,905	\$12,905
<b>Months in Operating Reserve</b>	<b>2.3</b>	<b>2.9</b>	<b>2.5</b>



### Statement of Cash Flows (\$ in thousands)

Historical Cash Flows	FY 2023						FY 2024				FY 2025	
	Quarter 3	Quarter 4	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Quarter 1	Quarter 2
<b>Beginning Balance:</b>	\$28,626	\$29,403	\$44,678	\$34,082	\$41,961	\$41,537	\$54,630	\$51,875	\$50,527	\$50,527	\$77,559	\$72,076
Cash Flow from Operations	573	25,604	(5,186)	3,153	(205)	12,832	(3,045)	(2,402)	(2,444)	24,474	(1,512)	(11,465)
Cash Flow from Capital	324	(3,163)	(5,510)	4,349	(166)	55	53	870	182	2,193	(4,109)	3,605
Cash Flow from Investments	(120)	(7,166)	100	377	(53)	206	237	184	171	364	138	178
<b>Cash Flow:</b>	<b>\$777</b>	<b>\$15,275</b>	<b>(\$10,596)</b>	<b>\$7,879</b>	<b>(\$424)</b>	<b>\$13,093</b>	<b>(\$2,755)</b>	<b>(\$1,348)</b>	<b>(\$2,090)</b>	<b>\$27,032</b>	<b>(\$5,483)</b>	<b>(\$7,682)</b>
<b>Ending Balance:</b>	<b>\$29,403</b>	<b>\$44,678</b>	<b>\$34,082</b>	<b>\$41,961</b>	<b>\$41,537</b>	<b>\$54,630</b>	<b>\$51,875</b>	<b>\$50,527</b>	<b>\$48,437</b>	<b>\$77,559</b>	<b>\$72,076</b>	<b>\$64,393</b>

### Q2 cash flow was negative at \$7.7 million

The Statement of Cash Flows summarizes the amount of cash and cash equivalents entering and leaving AAATA during the reporting period. It measures how AAATA generates cash to fund its operating, capital, and investing needs. Typically negative cash flow is normal for all quarters except the 4th quarter, when property tax receipts generate positive cash flow. In FY25, cash outflow from operating in Q1-3 will be higher than in prior years, due to the shift away from pandemic relief funding, received quarterly, to larger property tax receipts, received only during the 4th quarter.

### Investments Summary

(\$ in thousands)

Investment Instrument	Date of Maturity	Interest Rate	Value on 12/31/2024	Transactions	Value on 3/31/2025
U.S. Treasury Bills	2/20/2025	4.09%	1,300	(1,300)	0
U.S. Agency Bond	2/24/2025	3.75%	200	(200)	0
U.S. Agency Bond	3/28/2025	2.84%	2,500	(2,500)	0
U.S. Agency Bond	3/28/2025	3.11%	2,000	(2,000)	0
U.S. Agency Bond	8/8/2025	4.10%	1,400	(1,400)	0
U.S. Agency Bond	6/27/2025	3.27%	2,000	0	2,000
U.S. Agency Bond	1/22/2026	4.13%	750	0	750
U.S. Treasury Notes	3/13/2026	4.08%	0	1,000	1,000
U.S. Treasury Notes	3/31/2026	4.07%	0	2,500	2,500
U.S. Treasury Notes	4/24/2026	4.08%	0	1,000	1,000
U.S. Agency Bond	2/3/2027	4.23%	250	0	250
U.S. Treasury Notes	5/15/2027	4.14%	1,000	0	1,000
U.S. Treasury Notes	10/31/2027	4.11%	750	0	750
U.S. Agency Bond	11/1/2027	4.04%	2,500	0	2,500
U.S. Treasury Notes	11/15/2027	4.14%	2,200	0	2,200
U.S. Agency Bond	12/27/2027	4.25%	2,200	0	2,200
U.S. Treasury Notes	1/31/2028	4.27%	0	1,500	1,500
U.S. Treasury Notes	2/24/2028	4.25%	0	1,400	1,400
Money Market Funds	N/A	4.22%	230	178	408
Mark-to-Market Adjustment			(190)	0	(139)
<b>Total Investments:</b>			<b>\$19,091</b>	<b>\$178</b>	<b>\$19,319</b>

### FY2025 YTD Investment Gain (\$ in thousands): \$366

U.S. Treasury Bills, Notes, & Agency Bonds are short term bonds (several months to 10 years) backed by the Treasury Department of the U.S. Government. The rates shown for the current investments represent the gross yield-to-maturity rates (before the annual fee of .28%). An FDIC-insured cash sweep account or accounts that have balances above the FDIC insurance threshold are used for day-to-day working capital.

### Cash and Investments History

