



Metro-North Railroad

Financial and Ridership Reports – December 2023

Steven Weiss, Financial Liaison

This report presents preliminary 2023 results that are compared to the November Forecast and are subject to change pending final year-end accounting adjustments and audit review.

Financial Report Highlights

Year-to-Date Forecast Performance Summary

- Total revenue of \$862.3 million was \$2.3 million lower than the November Forecast. This reflects lower capital reimbursements partially offset by higher ridership and other operating revenue.
- Through December 2023 ridership was 60.1 million, 23.4% above 2022, 30.5% below 2019 pre-COVID levels (adjusted for the same number of workdays), and 2.9% above the Forecast. Commutation ridership of 22.6 million was 24.0% above 2022 and 5.9% above the Forecast. Non-Commutation ridership of 37.5 million was 23.1% above 2022 and 1.2% above the Forecast. Farebox revenue of \$558.1 million was \$19.6 million higher than the Forecast.
- Total expenses before non-cash liability adjustments of \$1,736.6 million were \$46.5 million or 2.6% favorable to the Forecast. The primary drivers of this favorable variance include lower payroll, lower health & welfare, lower professional service contracts costs, lower electric power and lower maintenance and other operating contracts partially offset by higher overtime and materials & supplies.
- At the end of December, the total headcount was 6,498 which was 10 higher than the Forecast of 6,488. Non-reimbursable positions were 231 higher than the Forecast and reimbursable positions were 221 lower than the Forecast.
- December YTD non-reimbursable operating results were favorable to the Forecast by \$213.4 million or 15.2%. Non-reimbursable revenues through December were \$33.6 million favorable to the Forecast due to higher ridership revenue, higher net Grand Central Terminal (GCT) retail, interest income, advertising and station revenues than forecasted. Total non-reimbursable expenses were \$10.6 million favorable primarily due to lower health & welfare costs, lower payroll and lower electric costs partially offset by higher materials & supplies costs as well as higher overtime and claims.

2023 Operating Revenue & Expenses, December Year-to-Date

In \$ Millions	Metro-North Railroad		
	Forecast	Actual	Variance
Total Revenues	\$602.0	\$635.6	\$33.6
Farebox Revenue	\$538.5	\$558.1	\$19.6
Other Revenue	\$63.5	\$77.5	\$14.0
Total Expenses	\$1,520.5	\$1,509.9	\$10.6
Labor Expenses	\$1,084.3	\$1,065.4	\$18.9
Non Labor Expenses	\$436.2	\$444.5	(\$8.2)
Non Cash Liabilities	\$486.6	\$317.5	\$169.2
Net Surplus/(Deficit) - Accrued	(\$1,405.2)	(\$1,191.7)	\$213.4

Staffing Levels

In Full-Time Equivalents	Metro-North Railroad		
	Forecast	Actual	Variance
Non-Reimbursable	5,841	6,072	(231)
Reimbursable	647	426	221
Total Positions	6,488	6,498	(10)

Revenues

- **Farebox Revenues** were \$19.6 million favorable to the Forecast due to increased ridership volumes across all East of Hudson lines. Ridership through December was 60.1 million. This was 23.4% above 2022 (adjusted for the same number of calendar workdays) and 2.9% higher than the Forecast.
- **Other Operating Revenues** were \$14.0 million favorable to the Forecast, which primarily reflects higher net Grand Central Terminal (GCT) retail, interest income, advertising and station revenues than forecasted.

Expenses

Labor Expenses: \$18.9 million favorable to the Forecast.

- **Payroll** expenses were \$11.5 million favorable to the Forecast primarily due to revised wage assumptions.
- **Overtime** expenses were \$11.3 million unfavorable to the Forecast primarily due to coverage required for must fill open positions.
- **Health & Welfare** expenses were \$13.9 million favorable to the Forecast due to lower rates.
- **OPEB Current Payments** were \$0.7 million favorable to the Forecast due to a lower than forecasted number of retirees receiving healthcare premiums.
- **Pension** expenses were \$1.2 million favorable to the Forecast reflecting lower rates.
- **Other Fringe Benefits** expenses were \$3.9 million favorable to the Forecast primarily due to lower rates and employee claims provision than forecasted.
- **Reimbursable Overhead** expenses were \$1.0 million unfavorable to the Forecast primarily due to scheduling and timing changes in capital project expenditures.

Non-Labor Expenses: \$8.2 million unfavorable to the Forecast.

- **Electric Power** costs were \$7.8 million favorable to the Forecast due to lower rates.
- **Fuel** expenses were \$0.1 million unfavorable to the Forecast due to slightly higher rates.
- **Insurance** expenses were \$0.3 million favorable to the Forecast due to lower insurance premiums than forecasted.
- **Claims** expenses were \$2.3 million unfavorable to the Forecast due to a higher passenger claims provision than forecasted.
- **Maintenance and Other Operating Contracts** were \$4.0 million unfavorable to the Forecast due to the timing of miscellaneous maintenance and operating contracts.
- **Professional Service Contracts** were \$4.9 million favorable to the Forecast primarily due to lower than anticipated consulting and engineering services.
- **Materials and Supplies** were \$12.7 million unfavorable to the Forecast due to the timing of infrastructure repairs and miscellaneous material adjustments.

- **Other Business Expenses** were \$2.2 million unfavorable to the Forecast primarily due to higher subsidy payments to New Jersey Transit resulting from inflationary adjustments partially offset by a reduction to bad debt reserves for GCT tenants and lower miscellaneous expenses.

Depreciation and Other were \$169.2 million favorable to the Forecast driven by lower GASB 75 adjustments and GASB 68 pension adjustments partially offset by increased GASB 87 lease accounting adjustments and depreciation expense due to the timing of asset capitalization.

Overtime

- Total overtime was \$9.8 million unfavorable to the Forecast. Non-reimbursable was \$11.3 million unfavorable and reimbursable was \$1.6 million favorable.
- Unfavorable non-reimbursable overtime was primarily driven by higher programmatic maintenance, scheduled service needs, vacancy coverage requirements and weather emergencies.

Staffing Levels

- Total headcount at the end of December was 6,498 which was 10 higher than the Forecast.
- Non-Reimbursable is 231 headcount higher than the forecast.
- Reimbursable is 221 lower headcount than the forecast.

Financial Metrics

- The year-to-date December Adjusted Farebox Operating Ratio was 43.6%, which is higher than the Forecast due to higher farebox revenue.
- The year-to-date December Adjusted Cost per Passenger was \$23.82, which is lower than the Forecast.
- The year-to-date December Revenue per Passenger was \$9.28, which is lower than the Forecast.

MTA METRO NORTH RAILROAD
2023 ADOPTED BUDGET AND NOVEMBER FORECAST vs. PRELIMINARY ACTUAL
DECEMBER YEAR-TO-DATE
(\$ in millions)

SCHEDULE I-A

NON-REIMBURSABLE

	2023			Favorable/(Unfavorable) Variance			
	Adopted Budget	November Forecast	Actual	Adopted Budget		November Forecast	
				\$	%	\$	%
Revenue							
Farebox Revenue	\$508.372	\$538.462	\$558.052	\$49.681	9.8	\$19.590	3.6
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	67.263	63.523	77.547	10.284	15.3	14.025	22.1
<i>Capital & Other Reimbursements:</i>							
MTA	0.000	0.000	0.000	0.000	-	0.000	-
CDOT	0.000	0.000	0.000	0.000	-	0.000	-
Other	0.000	0.000	0.000	0.000	-	0.000	-
Total Capital and Other Reimbursements	0.000	0.000	0.000	0.000	-	0.000	-
Total Revenue	\$575.635	\$601.985	\$635.600	\$59.965	10.4	\$33.615	5.6
Expenses							
<i>Labor:</i>							
Payroll	\$577.475	\$602.166	\$590.650	(\$13.175)	(2.3)	\$11.515	1.9
Overtime	94.939	94.728	106.073	(11.134)	(11.7)	(11.345)	(12.0)
Health and Welfare	122.575	141.665	127.795	(5.219)	(4.3)	13.870	9.8
OPEB Current Payment	46.000	49.000	48.253	(2.253)	(4.9)	0.747	1.5
Pensions	125.254	129.738	128.530	(3.277)	(2.6)	1.207	0.9
Other Fringe Benefits	142.192	143.160	139.253	2.939	2.1	3.907	2.7
Reimbursable Overhead	(88.707)	(76.192)	(75.144)	(13.564)	(15.3)	(1.048)	(1.4)
Total Labor	\$1,019.728	\$1,084.265	\$1,065.411	(\$45.683)	(4.5)	\$18.854	1.7
<i>Non-Labor:</i>							
Electric Power	\$101.008	\$92.027	\$84.205	\$16.802	16.6	\$7.821	8.5
Fuel	33.996	26.479	26.569	7.427	21.847	(0.090)	(0.3)
Insurance	24.023	19.010	18.701	5.323	22.156	0.309	1.6
Claims	1.000	1.000	3.317	(2.317)	*	(2.317)	*
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contracts	128.872	122.582	126.569	2.304	1.788	(3.986)	(3.3)
Professional Service Contracts	46.035	47.061	42.148	3.887	8.444	4.913	10.4
Materials & Supplies	110.752	101.665	114.376	(3.624)	(3.272)	(12.711)	(12.5)
Other Business Expenses	22.363	26.424	28.583	(6.220)	(27.814)	(2.159)	(8.2)
Total Non-Labor	\$468.050	\$436.249	\$444.468	\$23.582	5.0	(\$8.219)	(1.9)
<i>Other Adjustments:</i>							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenses before Non-Cash Liability Adjs.	\$1,487.778	\$1,520.514	\$1,509.879	(\$22.101)	(1.5)	\$10.635	0.7
Depreciation	\$298.566	\$306.305	\$308.449	(\$9.883)	(3.3)	(\$2.143)	(0.7)
OPEB Obligation	0.000	0.000	0.000	0.000	-	0.000	-
GASB68 Pension Adjustment	11.610	66.010	0.000	11.610	100.0	66.010	100.0
Environmental Remediation	4.000	4.000	4.660	(0.660)	(16.5)	(0.660)	(16.5)
GASB75 Adjustment	69.844	116.518	0.000	69.844	100.0	116.518	100.0
GASB87 Lease Adjustment	2.032	(6.189)	4.360	(2.328)	*	(10.548)	*
Total Expenses	\$1,873.829	\$2,007.158	\$1,827.347	\$46.482	2.5	\$179.811	9.0
Net Surplus/(Deficit)	(\$1,298.194)	(\$1,405.173)	(\$1,191.747)	\$106.447	8.2	\$213.426	15.2
<i>Cash Conversion Adjustments:</i>							
Depreciation	\$298.566	\$306.305	\$308.449	\$9.883	3.3	\$2.143	0.7
Operating/Capital	(74.696)	(32.474)	(22.757)	51.939	69.5	9.717	29.9
Other Cash Adjustments	19.685	218.453	122.834	103.149	*	(95.620)	(43.8)
Total Cash Conversion Adjustments	\$243.555	\$492.284	\$408.525	\$164.971	67.7	(\$83.759)	(17.0)
Net Cash Surplus/(Deficit)	(\$1,054.639)	(\$912.889)	(\$783.222)	\$271.417	25.7	\$129.667	14.2

Notes:
-- Results are based on the preliminary close of the general ledger and are subject to review and adjustment.
-- Differences are due to rounding.
* Variance exceeds 100%.

MTA METRO NORTH RAILROAD
2023 ADOPTED BUDGET AND NOVEMBER FORECAST vs. PRELIMINARY ACTUAL
DECEMBER YEAR-TO-DATE
(\$ in millions)

SCHEDULE I-B

REIMBURSABLE

	2023			Favorable/(Unfavorable) Variance			
	Adopted Budget	November Forecast	Actual	Adopted Budget		November Forecast	
				\$	%	\$	%
Revenue							
Farebox Revenue	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	0.000	0.000	0.000	0.000	-	0.000	-
<i>Capital & Other Reimbursements:</i>							
MTA	187.640	125.821	113.957	(73.683)	(39.3)	(11.864)	(9.4)
CDOT	131.955	120.119	96.743	(35.212)	(26.7)	(23.376)	(19.5)
Other	12.857	16.699	16.046	3.189	24.8	(0.653)	(3.9)
Total Capital and Other Reimbursements	332.452	262.639	226.747	(105.705)	(31.8)	(35.892)	(13.7)
Total Revenue	\$332.452	\$262.639	\$226.747	(\$105.705)	(31.8)	(\$35.892)	(13.7)
Expenses							
<i>Labor:</i>							
Payroll	\$66.280	\$47.240	\$42.227	\$24.054	36.3	\$5.013	10.6
Overtime	34.204	30.049	28.465	5.739	16.8	1.584	5.3
Health and Welfare	23.970	20.986	19.212	4.758	19.8	1.774	8.5
OPEB Current Payment	0.000	0.000	0.000	0.000	-	0.000	-
Pensions	18.479	13.206	12.020	6.459	35.0	1.186	9.0
Other Fringe Benefits	18.156	13.945	12.748	5.408	29.8	1.196	8.6
Reimbursable Overhead	88.223	76.858	75.545	12.679	14.4	1.313	1.7
Total Labor	\$249.312	\$202.284	\$190.217	\$59.095	23.7	\$12.068	6.0
<i>Non-Labor:</i>							
Electric Power	\$0.000	\$0.017	\$0.245	(\$0.245)	-	(\$0.228)	*
Fuel	0.000	0.000	0.000	0.000	-	0.000	-
Insurance	1.885	1.090	1.105	0.780	41.4	(0.014)	(1.3)
Claims	0.000	0.000	0.000	0.000	-	0.000	-
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contracts	19.384	23.285	11.818	7.566	39.0	11.467	49.2
Professional Service Contracts	38.322	11.026	3.549	34.773	90.7	7.476	67.8
Materials & Supplies	23.549	24.809	19.497	4.052	17.2	5.311	21.4
Other Business Expenses	0.000	0.128	0.316	(0.316)	-	(0.188)	*
Total Non-Labor	\$83.140	\$60.355	\$36.530	\$46.610	56.1	\$23.824	39.5
<i>Other Adjustments:</i>							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenses before Non-Cash Liability Adjs.	\$332.452	\$262.639	\$226.747	\$105.705	31.8	\$35.892	13.7
Depreciation	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
OPEB Obligation	0.000	0.000	0.000	0.000	-	0.000	-
GASB68 Pension Adjustment	0.000	0.000	0.000	0.000	-	0.000	-
Environmental Remediation	0.000	0.000	0.000	0.000	-	0.000	-
GASB75 Adjustment	0.000	0.000	0.000	0.000	-	0.000	-
GASB87 Lease Adjustment	0.000	0.000	0.000	0.000	-	0.000	-
Total Expenses	\$332.452	\$262.639	\$226.747	\$105.705	31.8	\$35.892	13.7
Net Surplus/(Deficit)	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
<i>Cash Conversion Adjustments:</i>							
Depreciation	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Operating/Capital	0.000	0.000	0.000	0.000	-	0.000	-
Other Cash Adjustments	0.000	0.000	0.000	0.000	-	0.000	-
Total Cash Conversion Adjustments	0.000	0.000	0.000	\$0.000	-	\$0.000	-
Net Cash Surplus/(Deficit)	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-

Notes:

-- Results are based on the preliminary close of the general ledger and are subject to review and adjustment.

-- Differences are due to rounding.

* Variance exceeds 100%.

MTA METRO NORTH RAILROAD
2023 ADOPTED BUDGET AND NOVEMBER FORECAST vs. PRELIMINARY ACTUAL
DECEMBER YEAR-TO-DATE
(\$ in millions)

SCHEDULE I-C

NON-REIMBURSABLE/ REIMBURSABLE

	2023			Favorable/(Unfavorable) Variance			
	Adopted Budget	November Forecast	Actual	Adopted Budget		November Forecast	
				\$	%	\$	%
Revenue							
Farebox Revenue	\$508.372	\$538.462	\$558.052	\$49.681	9.8	\$19.590	3.6
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	67.263	63.523	77.547	10.284	15.3	14.025	22.1
<i>Capital & Other Reimbursements:</i>							
MTA	187.640	125.821	113.957	(73.683)	(39.3)	(11.864)	(9.4)
CDOT	131.955	120.119	96.743	(35.212)	(26.7)	(23.376)	(19.5)
Other	12.857	16.699	16.046	3.189	24.8	(0.653)	(3.9)
Total Capital and Other Reimbursements	332.452	262.639	226.747	(105.705)	(31.8)	(35.892)	(13.7)
Total Revenue	\$908.087	\$864.624	\$862.347	(\$45.740)	(5.0)	(\$2.277)	(0.3)
Expenses							
<i>Labor:</i>							
Payroll	\$643.756	\$649.405	\$632.877	\$10.878	1.7	\$16.528	2.5
Overtime	129.143	124.777	134.538	(5.395)	(4.2)	(9.761)	(7.8)
Health and Welfare	146.545	162.651	147.006	(0.462)	(0.3)	15.645	9.6
OPEB Current Payment	46.000	49.000	48.253	(2.253)	(4.9)	0.747	1.5
Pensions	143.732	142.944	140.551	3.182	2.2	2.393	1.7
Other Fringe Benefits	160.348	157.105	152.001	8.347	5.2	5.103	3.2
Reimbursable Overhead	(0.484)	0.666	0.401	(0.885)	*	0.265	39.8
Total Labor	\$1,269.040	\$1,286.549	\$1,255.627	\$13.412	1.1	\$30.922	2.4
<i>Non-Labor:</i>							
Electric Power	\$101.008	\$92.043	\$84.450	\$16.557	16.4	\$7.593	8.2
Fuel	33.996	26.479	26.569	7.427	21.8	(0.090)	(0.3)
Insurance	25.908	20.100	19.806	6.103	23.6	0.294	1.5
Claims	1.000	1.000	3.317	(2.317)	*	(2.317)	*
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contracts	148.257	145.868	138.387	9.870	6.7	7.481	5.1
Professional Service Contracts	84.357	58.087	45.697	38.660	45.8	12.390	21.3
Materials & Supplies	134.301	126.474	133.873	0.428	0.3	(7.399)	(5.9)
Other Business Expenses	22.363	26.552	28.899	(6.536)	(29.2)	(2.347)	(8.8)
Total Non-Labor	\$551.190	\$496.604	\$480.999	\$70.192	12.7	\$15.605	3.1
<i>Other Adjustments:</i>							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenses before Non-Cash Liability Adjs.	\$1,820.230	\$1,783.153	\$1,736.626	\$83.604	4.6	\$46.527	2.6
Depreciation	\$298.566	\$306.305	\$308.449	(\$9.883)	(3.3)	(\$2.143)	(0.7)
OPEB Obligation	0.000	0.000	0.000	0.000	-	0.000	-
GASB68 Pension Adjustment	11.610	66.010	0.000	11.610	100.0	66.010	100.0
Environmental Remediation	4.000	4.000	4.660	(0.660)	(16.5)	(0.660)	(16.5)
GASB75 Adjustment	69.844	116.518	0.000	69.844	100.0	116.518	100.0
GASB87 Lease Adjustment	2.032	(6.189)	4.360	(2.328)	*	(10.548)	*
Total Expenses	\$2,206.281	\$2,269.797	\$2,054.094	\$152.187	6.9	\$215.703	9.5
Net Surplus/(Deficit)	(\$1,298.194)	(\$1,405.173)	(\$1,191.747)	\$106.447	8.2	\$213.426	15.2
<i>Cash Conversion Adjustments:</i>							
Depreciation	\$298.566	\$306.305	\$308.449	\$9.883	3.3	\$2.143	0.7
Operating/Capital	(74.696)	(32.474)	(22.757)	51.939	69.5	9.717	29.9
Other Cash Adjustments	19.685	218.453	122.834	103.149	*	(95.620)	(43.8)
Total Cash Conversion Adjustments	243.555	492.284	408.525	\$164.971	67.7	(\$83.759)	(17.0)
Net Cash Surplus/(Deficit)	(\$1,054.639)	(\$912.889)	(\$783.222)	\$271.417	25.7	\$129.667	14.2

Notes:
-- Results are based on the preliminary close of the general ledger and are subject to review and adjustment.
-- Differences are due to rounding.
* Variance exceeds 100%.

MTA METRO NORTH RAILROAD
2023 ADOPTED BUDGET AND NOVEMBER FORECAST vs. PRELIMINARY ACTUAL
CASH RECEIPTS AND EXPENDITURES
DECEMBER YEAR-TO-DATE
(\$ in millions)

SCHEDULE III

	2023			Favorable/(Unfavorable) Variance			
	Adopted Budget	November Forecast	Actual	Adopted Budget		November Forecast	
				\$	%	\$	%
Receipts							
Farebox Revenue	\$492.974	\$520.578	\$537.970	\$44.996	9.1	\$17.392	3.3
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	73.974	345.056	356.191	282.217	*	11.135	3.2
<i>Capital & Other Reimbursements:</i>							
MTA	187.640	125.821	141.704	(45.936)	(24.5)	15.883	12.6
CDOT	131.955	120.119	108.080	(23.875)	(18.1)	(12.039)	(10.0)
Other	12.857	16.699	13.556	0.699	5.4	(3.143)	(18.8)
Total Capital and Other Reimbursements	332.452	262.639	263.340	(69.112)	(20.8)	0.701	0.3
Total Receipts	\$899.401	\$1,128.273	\$1,157.501	\$258.100	28.7	\$29.228	2.6
Expenditures							
<i>Labor:</i>							
Payroll	\$657.818	\$639.032	\$619.435	\$38.383	5.8	\$19.597	3.1
Overtime	134.261	129.363	134.885	(0.624)	(0.5)	(5.522)	(4.3)
Health and Welfare	157.917	178.057	169.000	(11.083)	(7.0)	9.057	5.1
OPEB Current Payment	46.000	49.000	48.594	(2.594)	(5.6)	0.406	0.8
Pensions	143.915	278.815	278.778	(134.863)	(93.7)	0.037	0.0
Other Fringe Benefits	160.931	152.148	156.149	4.782	3.0	(4.001)	(2.6)
GASB Account	0.000	0.000	0.000	0.000	-	0.000	-
Reimbursable Overhead	(0.000)	0.000	0.000	(0.000)	(100.0)	0.000	100.0
Total Labor	\$1,300.842	\$1,426.416	\$1,406.841	(\$105.999)	(8.1)	\$19.575	1.4
<i>Non-Labor:</i>							
Electric Power	\$103.667	\$94.703	\$94.235	\$9.432	9.1	\$0.468	0.5
Fuel	\$33.996	\$26.479	\$29.589	4.407	13.0	(3.110)	(11.7)
Insurance	\$27.267	\$32.086	\$21.774	5.493	20.1	10.312	32.1
Claims	\$1.146	\$1.146	\$4.261	(3.115)	*	(3.115)	*
Paratransit Service Contracts	0.000	0.000	0.000	-	-	0.000	-
Maintenance and Other Operating Contracts	189.341	178.841	130.226	59.115	31.2	48.615	27.2
Professional Service Contracts	93.797	103.708	44.470	49.327	52.6	59.238	57.1
Materials & Supplies	149.695	121.146	147.548	2.147	1.4	(26.402)	(21.8)
Other Business Expenditures	54.289	56.636	61.779	(7.490)	(13.8)	(5.143)	(9.1)
Total Non-Labor	\$653.198	\$614.746	\$533.882	\$119.316	18.3	\$80.864	13.2
<i>Other Adjustments:</i>							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenditures	\$1,954.040	\$2,041.162	\$1,940.723	\$13.317	0.7	\$100.439	4.9
Net Cash Surplus/(Deficit)	(\$1,054.639)	(\$912.889)	(\$783.222)	\$271.417	25.7	\$129.667	14.2
Subsidies							
MTA	\$787.675	\$648.817	\$656.725	(\$130.950)	(16.6)	\$7.908	1.2
CDOT	266.964	264.072	269.078	2.114	0.8	5.006	1.9
Total Subsidies	\$1,054.639	\$912.889	\$925.803	(\$128.836)	(12.2)	\$12.914	1.4
Cash Timing and Availability Adjustment	0.000	0.000	1.813	1.813	-	1.813	100.0

Notes:

-- Results are preliminary and subject to audit review.

-- Differences are due to rounding.

* Variance exceeds 100%.

MTA METRO NORTH RAILROAD
2023 ADOPTED BUDGET AND NOVEMBER FORECAST vs. PRELIMINARY ACTUAL
CASH CONVERSION (CASH FLOW ADJUSTMENTS)
DECEMBER YEAR-TO-DATE
(\$ in millions)

	2023			Favorable/(Unfavorable) Variance			
	Adopted Budget	November Forecast	Actual	Adopted Budget		November Forecast	
				\$	%	\$	%
Receipts							
Farebox Revenue	(\$15.397)	(\$17.884)	(\$20.082)	(\$4.685)	(30.4)	(\$2.198)	(12.3)
Vehicle Toll Revenue	0.000	0.000	0.000	0.000	-	0.000	-
Other Operating Revenue	6.711	281.533	278.644	271.932	*	(2.889)	(1.0)
<i>Capital & Other Reimbursements:</i>							
MTA	0.000	(0.000)	27.747	27.747	-	27.747	*
CDOT	0.000	0.000	11.337	11.337	-	11.337	*
Other	0.000	(0.000)	(2.490)	(2.490)	-	(2.490)	*
Total Capital and Other Reimbursements	0.000	0.000	36.593	36.593	-	36.593	*
Total Receipts	(\$8.686)	\$263.649	\$295.154	\$303.840	*	\$31.505	11.9
Expenditures							
<i>Labor:</i>							
Payroll	(\$14.063)	\$10.373	\$13.442	\$27.505	*	\$3.069	29.6
Overtime	(5.118)	(4.586)	(0.347)	4.771	93.2	4.239	92.4
Health and Welfare	(11.372)	(15.406)	(21.994)	(10.621)	(93.4)	(6.587)	(42.8)
OPEB Current Payment	0.000	0.000	(0.341)	(0.341)	-	(0.341)	*
Pensions	(0.183)	(135.871)	(138.227)	(138.045)	*	(2.356)	(1.7)
Other Fringe Benefits	(0.583)	4.956	(4.148)	(3.565)	*	(9.104)	*
GASB Account	0.000	0.000	0.000	0.000	-	0.000	-
Reimbursable Overhead	(0.484)	0.666	0.401	0.885	*	(0.265)	(39.8)
Total Labor	(\$31.803)	(\$139.867)	(\$151.214)	(\$119.411)	*	(\$11.347)	(8.1)
<i>Non-Labor:</i>							
Electric Power	(\$2.659)	(\$2.659)	(\$9.785)	(\$7.125)	*	(\$7.125)	*
Fuel	\$0.000	\$0.000	(\$3.020)	(3.020)	-	(3.020)	*
Insurance	(1.358)	(11.986)	(1.968)	(0.610)	(44.9)	10.018	83.6
Claims	(0.146)	(0.146)	(0.944)	(0.798)	*	(0.798)	*
Paratransit Service Contracts	0.000	0.000	0.000	0.000	-	0.000	-
Maintenance and Other Operating Contracts	(41.085)	(32.973)	8.161	49.245	*	41.134	*
Professional Service Contracts	(9.440)	(45.620)	1.227	10.668	*	46.848	*
Materials & Supplies	(15.393)	5.328	(13.675)	1.719	11.2	(19.003)	*
Other Business Expenditures	(31.926)	(30.084)	(32.880)	(0.954)	(3.0)	(2.796)	(9.3)
Total Non-Labor	(\$102.008)	(\$118.142)	(\$52.883)	\$49.124	48.2	\$65.258	55.2
<i>Other Adjustments:</i>							
Other	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Other Adjustments	\$0.000	\$0.000	\$0.000	\$0.000	-	\$0.000	-
Total Expenditures before Non-Cash Liability Adjs.	(\$133.811)	(\$258.009)	(\$204.097)	(\$70.286)	(52.5)	\$53.912	20.9
Depreciation	\$298.566	\$306.305	\$308.449	\$9.883	3.3	\$2.143	0.7
OPEB Obligation	0.000	0.000	0.000	0.000	-	0.000	-
GASB68 Pension Adjustment	11.610	66.010	0.000	(11.610)	(100.0)	(66.010)	(100.0)
Environmental Remediation	4.000	4.000	4.660	0.660	16.5	0.660	16.5
GASB75 Adjustment	69.844	116.518	0.000	(69.844)	(100.0)	(116.518)	(100.0)
GASB87 Lease Adjustment	2.032	(6.189)	4.360	2.328	*	10.548	*
Total Expenditures Adjustments	\$386.051	\$486.644	\$317.468	(\$68.583)	(17.8)	(\$169.176)	(34.8)
Total Cash Conversion Adjustments	\$243.555	\$492.284	\$408.525	\$164.971	67.7	(\$83.759)	(17.0)

Notes:

-- Results are based on the preliminary close of the general ledger and are subject to review and adjustment.
-- Differences are due to rounding.
* Variance exceeds 100%.

METRO-NORTH RAILROAD

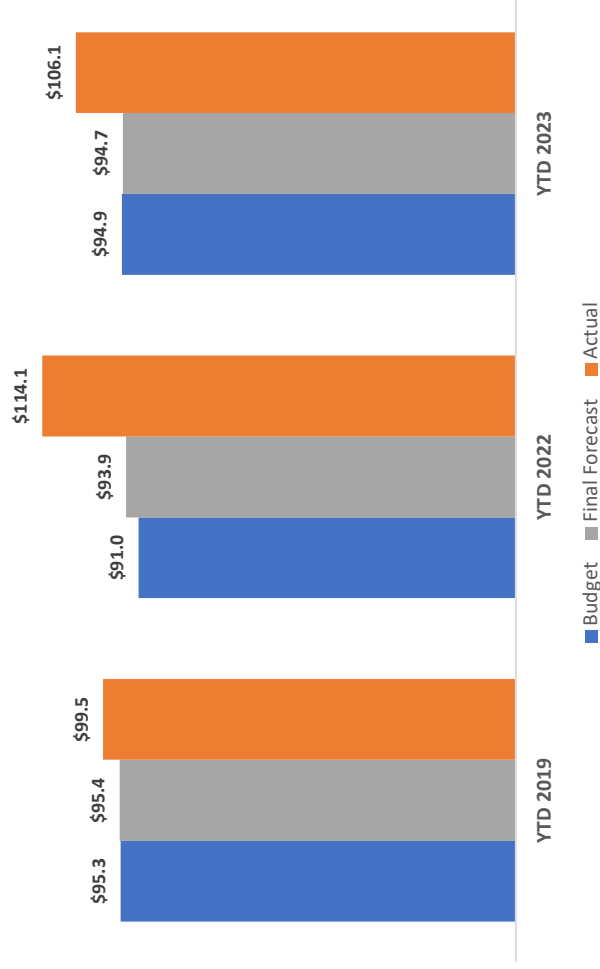
NON-REIMBURSABLE OVERTIME

THE BIG PICTURE

- Overspending of \$11.3M vs November Forecast through December is primarily due to higher programmatic maintenance, scheduled service needs, vacancy coverage and weather emergencies
- Combined Non-Reimbursable and Reimbursable Overtime is unfavorable vs. November Forecast by \$9.8M

Non-Reimbursable Overtime - YTD December Variance

(all dollars in millions)



Agency Detail

- **Maintenance of Way**
 - Maintenance of Way Overtime of \$44.4M is 41.8% of YTD December 2023 Actuals
 - Higher programmatic maintenance and weather emergencies partially offset by vacancy coverage and scheduled service drive overtime costs
 - Maintenance of Way is unfavorable by \$4.5M to November Forecast
- **Transportation**
 - Transportation Overtime of \$36.5M is 34.4% of YTD December 2023 Actuals
 - Scheduled service needs, vacancy coverage and higher programmatic maintenance drive overtime costs
 - Transportation is unfavorable by \$3.3M to November Forecast
- **Maintenance of Equipment**
 - Maintenance of Equipment Overtime of \$19.2M is 18.1% of YTD December 2023 Actuals
 - Maintenance of Equipment overtime is driven mainly by higher vacancy coverage and scheduled service cost
 - Maintenance of Equipment is unfavorable by \$2.6M to November Forecast
- **Stations**
 - Stations Overtime of \$4.3M is 4.0% of YTD December 2023 Actuals
 - Stations Overtime is driven by higher scheduled services, vacancy coverage and programmatic maintenance
 - Stations is unfavorable by \$0.5M to November Forecast

METRO-NORTH RAILROAD

REIMBURSABLE OVERTIME

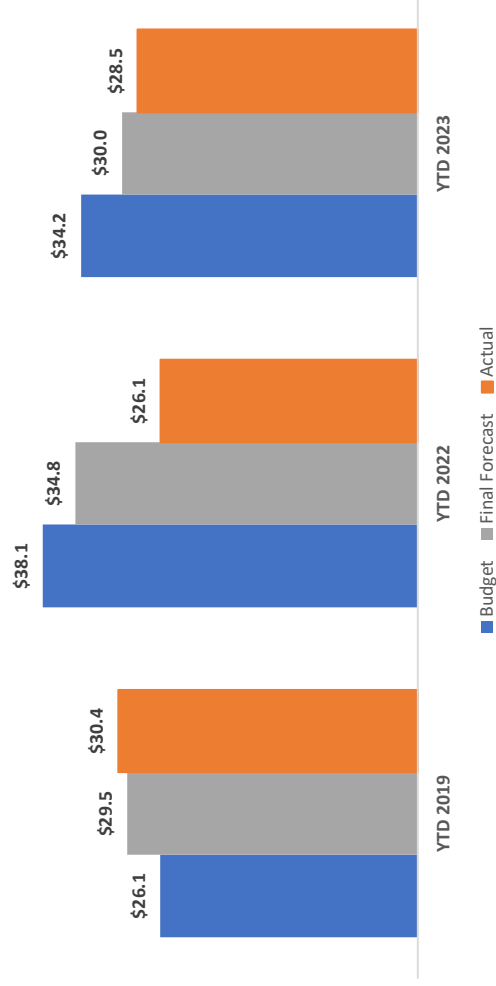
THE BIG PICTURE

- Underspending of \$1.6M vs November Forecast through December is due to lower Maintenance of Way work and Transportation flagging costs

Agency Detail

- **Maintenance of Way**
 - Maintenance of Way Overtime of \$22.0M is 77.5% of YTD December 2023 Actuals.
 - Maintenance of Way is favorable by \$1.1M to November Forecast
- **Transportation**
 - Transportation Overtime of \$6.3M is 22.1% of YTD December 2023 Actuals.
 - Transportation Overtime is favorable by \$0.5M to November Forecast

Reimbursable Overtime - YTD December Variance (all dollars in millions)



MTA METRO-NORTH RAILROAD
2023 NOVEMBER FORECAST VS. ACTUALS
TOTAL FULL-TIME POSITIONS AND FULL-TIME EQUIVALENTS
December 31, 2023

FUNCTION/DEPARTMENT	November Forecast	Actual	Favorable (Unfavorable) Variance	Notes
Administration				
President	5	4	1	
Labor Relations	13	13	-	
Safety	93	84	9	
Security	22	23	(1)	
VP Ops Support and Org Res	28	24	4	
Corporate & Public Affairs	12	11	1	
Customer Service	52	48	4	
Legal	8	9	(1)	
Claims	5	5	(0)	
VP Human Resources	34	35	(1)	
Training	94	89	5	
Employee Relations & Diversity	5	5	-	
Capital Planning & Programming	10	5	5	
Long Range Planning	4	4	0	
Controller	56	53	3	
Budget	14	13	1	
Procurement & Material Management	15	7	8	
Rolling Stock Delivery & Integration	9	9	(0)	
Total Administration	479	441	38	
Operations				
Operations Support	66	57	9	
Enterprise Asset Management	23	16	7	
Transportation	1,735	1,697	38	B
Customer Service	395	382	13	B
Metro-North West	31	33	(2)	
Corporate	0	0	0	
Total Operations	2,250	2,185	65	
Maintenance				
Maintenance of Equipment	1,645	1,573	72	A,B
Maintenance of Way	2,227	2,134	93	A,B
Procurement & Material Management	118	104	14	B
Corporate	(303)	-	(303)	C
Total Maintenance	3,687	3,811	(124)	
Engineering/Capital				
Construction Management	17	14	3	
Engineering & Design	55	47	8	
Total Engineering/Capital	72	61	11	
Total Positions	6,488	6,498	(10)	
<i>Non-Reimbursable</i>	5,841	6,072	(231)	
<i>Reimbursable</i>	647	426	221	
<i>Total Full-Time</i>	6,487	6,497	(10)	
<i>Total Full-Time-Equivalents</i>	1	1	-	

Notes

- (A) Variance reflects higher attrition than planned
(B) Variance reflects delayed hiring of vacant positions

MTA METRO-NORTH RAILROAD
2023 NOVEMBER FORECAST VS. ACTUALS
Total Positions by Function and Occupation

FUNCTION/OCCUPATIONAL GROUP	November Forecast	Actual	Favorable (Unfavorable) Variance
Administration			
Managers/Supervisors	167	158	9
Professional, Technical, Clerical	312	283	29
Operational Hourlies	-	-	-
Total Administration	479	441	38
Operations			
Managers/Supervisors	309	281	28
Professional, Technical, Clerical	238	225	13
Operational Hourlies	1,703	1,679	24
Total Operations	2,250	2,185	65
Maintenance			
Managers/Supervisors	730	701	29
Professional, Technical, Clerical	531	488	43
Operational Hourlies	2,426	2,622	(196)
Total Maintenance	3,687	3,811	(124)
Engineering/Capital			
Managers/Supervisors	36	31	5
Professional, Technical, Clerical	36	30	6
Operational Hourlies	-	-	-
Total Engineering/Capital	72	61	11
Public Safety			
Managers/Supervisors	-	-	-
Professional, Technical, Clerical	-	-	-
Operational Hourlies	-	-	-
Total Public Safety	-	-	-
Total Positions			
Managers/Supervisors	1,242	1,171	71
Professional, Technical, Clerical	1,117	1,026	91
Operational Hourlies	4,129	4,301	(172)
Total Positions	6,488	6,498	(10)

MTA METRO-NORTH RAILROAD
2023 ADOPTED BUDGET AND NOVEMBER FORECAST vs. ACTUAL
MONTHLY PERFORMANCE INDICATORS ^(A)
DECEMBER 2023

	YEAR-TO-DATE			VARIANCE	
	November Forecast	2023	2022*	Fav/(Unfav) November Forecast	2022
Farebox Operating Ratio					
Standard ^(B)	35.8%	37.7%	31.5%	1.9%	6.2%
Adjusted ^(C)	40.7%	43.6%	35.9%	3.0%	7.8%
Cost per Passenger					
Standard ^(B)	\$27.47	\$24.63	\$29.11	\$2.84	\$4.49
Adjusted ^(C)	\$26.58	\$23.82	\$28.32	\$2.75	\$4.49
Passenger Revenue/Passenger	\$9.83	\$9.28	\$9.17	(\$0.55)	\$0.10

(A) Monthly Performance Indicators include both East and West of Hudson revenue and expenses.

(B) The Standard Farebox Operating Ratio and Cost Per Passenger indicators reflect MTA-wide adopted calculations that exclude non-cash liability adjustments: Depreciation, OPEB Expense (GASB 75), Pension Expense (GASB 68), Lease Adjustment (GASB 87) and Environmental Remediation (GASB 49) as well as the NHL share of MTA Police, Business Service Center and IT costs.

(C) Adjusted Fare Operating Ratio and Cost Per Passenger indicators have been adjusted for comparability between Metro-North and the LIRR and are being presented only at the railroad operating committees. These adjustments are not being used MTA-wide. Adjustments have been made to reflect all operating revenues and significant financial impacts that are outside management's control. These adjustments include: Inclusion of Other Operating Revenue, Removal of OPEB retiree expenses, and Inclusion of estimated farebox revenue from an equalization of the Connecticut fare structure.

*2022 YTD results exclude the ARPA Federal Aid.

Farebox Revenue Report Highlights

Month of December

Metro-North farebox revenue totaled \$51.7 million, which was \$5.3 million or 11.4% above the Forecast. The variances below are driven by increased volumes.

- Commutation revenue of \$11.5 million was \$2.0 million or 20.9% above the Forecast.
- Non-Commutation revenue of \$40.3 million was \$3.3 million or 9.0% above the Forecast.

Year-to-Date

Metro-North farebox revenue totaled \$558.1 million, which was \$19.6 million or 3.6% above the Forecast. The variances below are driven by increased volumes.

- Commutation revenue of \$157.7 million was \$12.4 million or 8.6% above the Forecast.
- Non-Commutation revenue of \$400.3 million was \$7.2 million or 1.8% above the Forecast.

December 2023 Ridership vs. Forecast - (In Millions)								
	<u>December</u>				<u>December Year-to-Date</u>			
			<u>More/(Less)</u>				<u>More/(Less)</u>	
	<u>Forecast</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent</u>	<u>Forecast</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent</u>
Commutation	1.579	1.722	0.143	9.0%	21.373	22.635	1.262	5.9%
Non-Commutation	3.392	3.639	0.247	7.3%	37.054	37.507	0.452	1.2%
Total	4.971	5.361	0.390	7.8%	58.428	60.141	1.714	2.9%

December 2023 Farebox Revenue vs. Forecast - (In \$ Millions)								
	<u>December</u>				<u>December Year-to-Date</u>			
			<u>Fav/(Unfav)</u>				<u>Fav/(Unfav)</u>	
	<u>Forecast</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent</u>	<u>Forecast</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent</u>
Commutation	\$9.5	\$11.5	\$2.0	20.9%	\$145.3	\$157.7	\$12.4	8.6%
Non-Commutation	\$37.0	\$40.3	\$3.3	9.0%	\$393.2	\$400.3	\$7.2	1.8%
Total	\$46.4	\$51.7	\$5.3	11.4%	\$538.5	\$558.1	\$19.6	3.6%