



# Transit 2021/2022 Annual Operating Agreement

# Transit 2021/2022 Annual Operating Agreement

- ▶ Effective April 1<sup>st</sup> 2021 to March 31<sup>st</sup> 2022
- ▶ Largest Tier 1 system among municipal systems
  - ▶ Provides over 240,000 hours of service annually
  - ▶ BC Transit covers 46.7% of costs
  - ▶ Municipal partners cover 53.3% of costs

# Transit 2021/2022 Annual Operating Agreement

- ▶ Municipal partners pay based on number of services hours
- ▶ Revenues are 100% retained by the municipal partners
  - ▶ Based on 75% passenger counts and 25% services hours
  - ▶ City of Kelowna receives 82.3% of total revenues

# Transit 2021/2022 Annual Operating Agreement

- ▶ Safe Restart Funding
  - ▶ Kelowna's portion \$5.9 million over two years
  
- ▶ Conditions
  - ▶ Maintain the targeted essential transit service levels as outlined in the AOA
  - ▶ Limit the average annual public fare increase to 2.3% in each of BC Transit's 2021/22 – 2023/24 fiscal years.

# 2021/2022 AOA Comparison to 2020/2021

2021/2022 AOA Comparison to 2020/2021	City of Kelowna Portion
Total revenue increase	\$310,000
Conventional	\$1,038,000
Community	\$64,000
Custom	\$116,000
Total cost increase	\$1,218,000
Net projected loss increase	\$908,000

The net cost increase is 100% offset by the Safe Restart Contribution.



*Questions?*