



To: Chicago Transit Authority Board
 From: Tom McKone, Chief Financial Officer
 Re: Financial Results for September 2025
 Date: November 12, 2025

I. Summary

CTA’s financial results for September show a favorable variance of \$9.7 million, mainly due to higher-than-budgeted investment income and lower-than-anticipated contractual services and traction power expenses. For the year-to-date results, the CTA is \$85.2 million favorable to budget, primarily driven by higher-than-budgeted investment income and lower-than-anticipated material, traction power, and contractual services expenses. Public funding collected for 2025 year-to-date totaled \$816.8 million, which is \$86.6 million favorable to budget.

Ridership for the month was 29.0 million, which was 3.5 million lower than budget but 1.2 million higher than September 2024. Ridership year-to-date was 30.4 million lower than the budget but 8.8 million higher than the prior year.

II. Revenue

Category	Current Month			Full Year		
	Actual	Variance to Budget	Variance to Prior Year	Actual	Variance to Budget	Variance to Prior Year
	Sep-25	Sep-25	Sep25 vs. Sep24	2025	2025	2024
Fare & Pass Revenue	\$ 31,974	\$ (477)	\$ 1,028	\$ 270,380	\$ (4,919)	\$ 6,597

In September, fare and pass revenue was \$0.5 million unfavorable to budget, primarily due to lower-than-expected full fare bus revenues and lower 7-day pass revenue. Compared to prior year, this reflects a revenue increase of \$1.0 million, primarily attributed to higher 30-day and 1-day pass revenues in addition to higher full fare rail revenues. The average fare for the month was \$1.10 per ride, which was \$0.10 higher than the budgeted rate and \$0.01 lower than the average fare in the prior year. This rate favorability to budget was driven by lower than budgeted free rides.

Year-to-date fare and pass revenue was \$4.9 million lower than budget, due to lower-than-expected bus cash fare, full fare bus and rail revenue, and 7-day pass revenue. Compared to the previous year, revenue increased \$6.6 million, largely attributable to higher pass revenue from 30-day and 1-day pass revenues, and higher full fare farecard for both bus and rail. The average fare for the year is \$1.13 per ride, which is \$0.11 higher than the budgeted rate and \$0.01 lower than last year. This rate favorability to budget was driven by lower than budgeted free rides.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Reduced Fare Subsidy	\$ 1,453	\$ -	\$ 132	\$ 13,074	\$ -	\$ 1,189

The Reduced Fare Subsidy was on par with budget for both the month and year-to-date. It was \$0.1 million favorable over September 2024 and \$1.2 million higher for the year-to-date, due to a higher expected reimbursement from the State in 2025 compared to 2024.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Advertising, Charter, Concession	\$ 2,482	\$ (295)	\$ 130	\$ 21,946	\$ (2,661)	\$ (1,882)

Advertising, Charter, and Concessions Revenue was \$0.3 million and \$2.7 million unfavorable to budget for the month and year-to-date, respectively, primarily due to lower-than-expected vehicle and platform advertising revenue based on the timing of payments under a revised schedule in a recently amended advertising agency contract. Year-to-date, revenue was \$1.9 million lower than the prior year, also driven by the timing of payments under the revised schedule.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Investment income	\$ 1,973	\$ 1,557	\$ 1,241	\$ 23,264	\$ 19,514	\$ 14,237

Investment income was \$1.6 million and \$19.5 million favorable to budget for the month and the year-to-date, respectively. It was \$14.2 million higher than prior year-to-date due to an increase in the cash and investments balance and favorable fluctuations in the short-term market rates.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Other Revenue	\$ 1,923	\$ (264)	\$ 66	\$ 20,433	\$ 825	\$ 3,195

Other Revenue was \$0.3 million unfavorable to budget for the month due to lower-than-expected rental and movie-generated revenues. It was \$0.8 million favorable to budget for the year-to-date, primarily due to increased non-capital grant revenue. Compared to prior year, Other Revenue was \$0.1 million higher for the month and \$3.2 million favorable year-to-date due to increased non-capital grant revenue. The increase in non-capital grant revenue was balanced by a corresponding increase in non-capital grant expenses.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Total System Generated Revenue	\$ 39,805	\$ 520	\$ 2,597	\$ 349,097	\$ 12,759	\$ 23,336

Total System-Generated Revenue was \$0.5 million favorable to budget for the month, primarily due to higher-than-anticipated investment income. Year-to-date, total system revenue was \$12.8 million favorable to budget, due to higher-than-expected investment income and pass revenue. Compared to 2024, revenue increased by \$2.6 million for the month and was \$23.3 million higher year-to-date, primarily due to the growth in both investment income and pass revenue.

III. Expenses

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Labor	\$ 125,013	\$ (2,321)	\$ (17,314)	\$ 1,085,156	\$ (4,212)	\$ (106,185)

Labor expense was \$2.3 million unfavorable to budget for the month and \$4.2 million unfavorable year-to-date due to higher than anticipated fringe benefit expenses. Labor expense was \$17.3 million higher than September 2024 and year-to-date labor expense was \$106.2 million higher than prior year, primarily due to contractual wage increases and increased staffing necessary for expanded service delivery, resulting in a 9% increase in direct service hours worked over the prior year.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Material	\$ 11,768	\$ 1,764	\$ (1,095)	\$ 101,073	\$ 14,047	\$ (5,052)

Material expense was \$1.8 million favorable to budget for the month and \$14.0 million favorable to budget for the year-to-date due to the timing of vehicle part purchases. This was \$1.1 million higher than September 2024. It was \$5.1 million higher than 2024 for the year-to-date due to increased material costs.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Fuel	\$ 3,628	\$ 287	\$ (223)	\$ 32,910	\$ 3,595	\$ (1,911)

Fuel for Revenue Equipment expense was \$0.3 million favorable to budget in September and \$3.6 million favorable year-to-date driven by favorable fuel prices and lower than budgeted consumption. Compared to prior year, fuel is \$0.2 million higher for September and \$1.9 million

higher year-to-date driven by higher usage related to additional service, with fuel consumption up 1.2 million gallons over prior year.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Power	\$ 2,212	\$ 2,516	\$ 179	\$ 27,028	\$ 14,846	\$ (1,247)

Traction Power for Revenue Equipment expense was \$2.5 million favorable to budget for the month due to lower-than-expected ComEd rates in addition to credits from prior months activity. Traction power was \$14.8 million favorable for the year-to-date due to lower-than-expected consumption and ComEd rates. Traction power expense was \$0.2 million lower than September 2024 due to previously mentioned adjustments this month and \$1.2 million unfavorable to prior year-to-date due to higher usage.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Provision for Injuries & Damages	\$ 1,855	\$ -	\$ (201)	\$ 18,552	\$ (1,855)	\$ (3,664)

The Provision for Injuries & Damages expense was on par with budget for the month and \$1.9 million unfavorable to budget for the year-to-date due to additional funding recorded in July. The expense was \$3.7 million unfavorable to the prior year-to-date due to funding requirements.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Purchase of Security Services	\$ 7,274	\$ (439)	\$ (227)	\$ 63,241	\$ 1,632	\$ 3,353

Purchase of Security Services was \$0.4 million unfavorable to budget for the month. It was \$1.6 million favorable year-to-date due to a lower than budgeted increase in K-9 security deployment. Compared to 2024, expenses were \$0.2 million higher for the month and \$3.4 million lower year-to-date due to additional private security deployments on the system in 2024.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Other Expenses	\$ 21,174	\$ 7,337	\$ (3,793)	\$ 208,755	\$ 44,362	\$ (12,232)

Other expenses were \$7.3 million favorable to budget for the month and \$44.4 million favorable year-to-date, primarily due to lower-than-expected contractual services invoices. Other expenses year-to-date were \$12.2 million higher than prior year, driven by increased costs for contractual

services. The other expense category includes the pension obligation bond expense, utilities, maintenance contracts, services, and other expenses.

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Total Operating Expenses	\$ 172,924	\$ 9,144	\$ (22,674)	\$ 1,536,714	\$ 72,414	\$ (126,940)

Operating Expenses were \$9.1 million under budget for the month and \$72.4 million favorable year-to-date, primarily driven by lower-than-expected contractual services invoices in addition to material and traction power costs. Compared to the prior year, expenses were \$22.7 million higher for the month and \$126.7 million higher year-to-date, mainly due to increased labor costs and higher material and other expenses, as detailed above.

IV. Recovery Ratio

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Recovery Ratio	45.29%	(11.79)		52.88%	(5.28)	

Recovery Ratio, which measures the percentage of operating expenses CTA funds from internally generated revenues, was 45.29% for the month. This was unfavorable to budget by 11.79 percentage points for the month. Year-to-date, the recovery ratio was 52.88%, which was unfavorable to budget by 5.28 percentage points and favorable to the RTA required recovery ratio of 42.00% by 10.88 percentage points. In 2021, the Illinois legislature granted temporary recovery ratio relief for fiscal years 2021 - 2023 due to the pandemic, which has been extended through 2025.

V. Ridership

Category	Current Month			Full Year		
	Actual	Variance to	Variance to	Actual	Variance to	Variance to
	Sep-25	Budget Sep-25	Prior Year Sep25 vs. Sep24	2025	Budget 2025	Prior Year 2024
Bus	16,313	(2,539)	152	138,385	(18,745)	2,571
Rail	10,894	114	947	86,677	(2,124)	5,774
Rail to Rail Transfers	1,838	(1,064)	120	14,883	(9,550)	418
Total	29,046	(3,488)	1,219	239,945	(30,419)	8,764

- Ridership for September was 29.0 million, 3.5 million lower than budget and 1.2 million higher than prior year. Excluding free rides and transfers, ridership was 0.9 million lower than budget.
- Calendar adjusted ridership was up 2.6% from prior year due to increased ridership from CTA's continued expansion of service delivery.
- Ridership for the year-to-date was 239.9 million, 30.4 million lower than budget but 8.8 million higher than the prior year-to-date. Excluding free rides and transfers, ridership was 8.9 million lower than budget.

- Calendar adjusted ridership was up 4.2% from the prior year-to-date.
- More details on ridership can be found in the September Ridership Report.

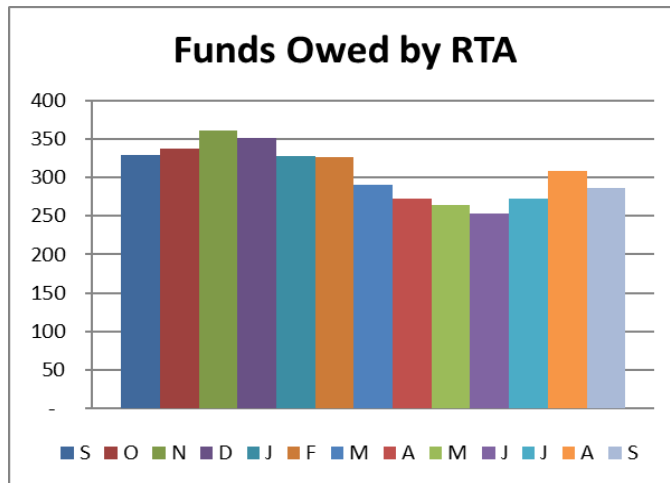
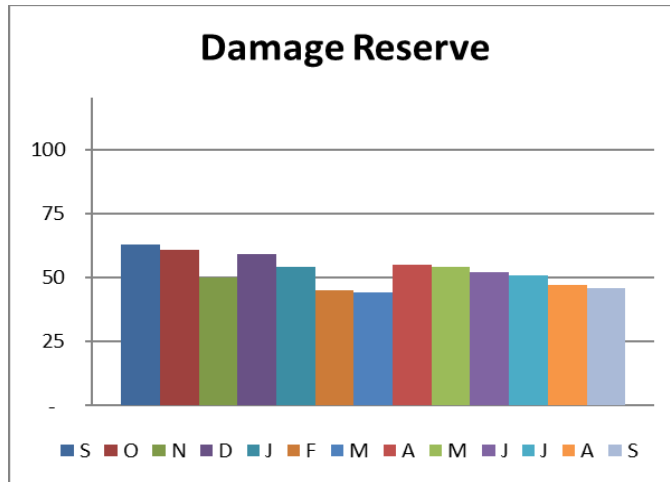
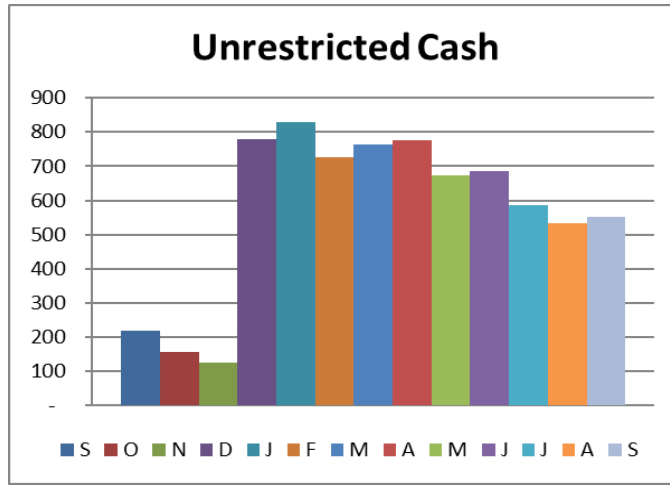
VI. Cash & Liquidity

The chart below highlights CTA's cash position in September 2025 compared to September 2024.

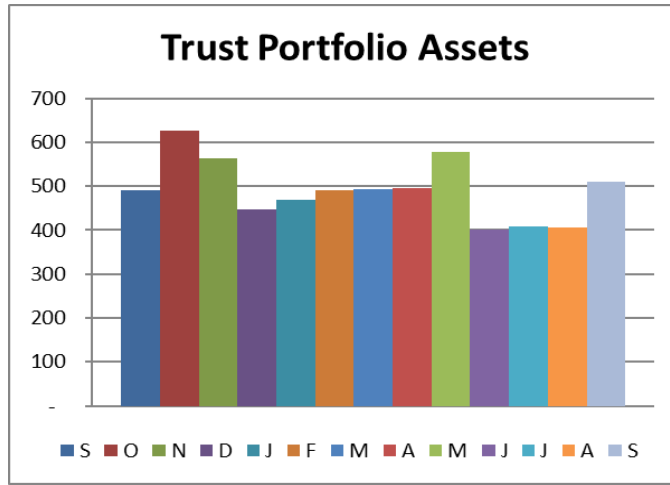
	September 2025	September 2024	Increase (Decrease)
Unrestricted Cash	\$ 553,427	\$ 220,032	\$ 333,395
Damage Reserve	46,460	63,373	\$ (16,913)
Funds Owed by RTA	286,066	329,135	\$ (43,069)
Trust Portfolio Assets	510,657	490,855	\$ 19,802
Total Cash and Receivables	<u>\$ 1,396,610</u>	<u>\$ 1,103,395</u>	<u>\$ 293,215</u>

CTA's total cash/receivables balance was \$1.4 billion. Unrestricted cash was \$333.4 million higher than the prior year due to the receipt of federal relief funding in addition to the timing of cash receipts and invoice payments. The Damage Reserve fund was \$16.9 million lower than last year due to settlement payments in 2025 totaling \$31.6 million offset by deposits into the fund. A total of \$26.4 million was used from the designated reserve, which had a balance of \$300.6 million at the end of September. Funds owed by the RTA were approximately \$286.1 million which was \$43.1 million lower than the prior year due to the timing of payments from the State. CTA continues to work closely with the RTA to monitor their receivable balance owed; Trust Portfolio Assets represent bond proceeds held in Trust for funding capital projects and making required debt service payments and therefore go down when payments are made.

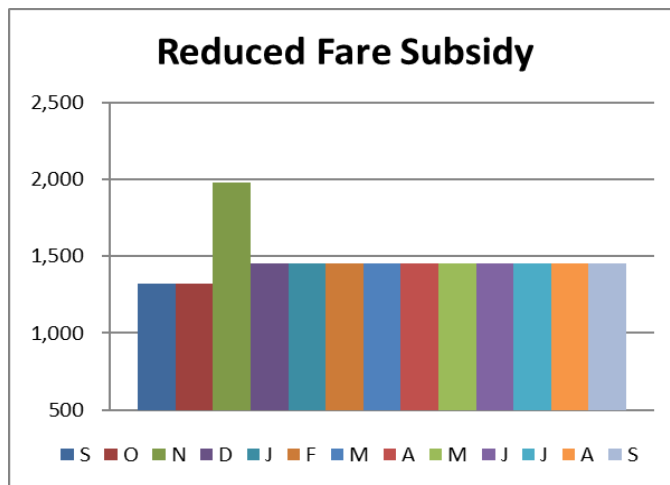
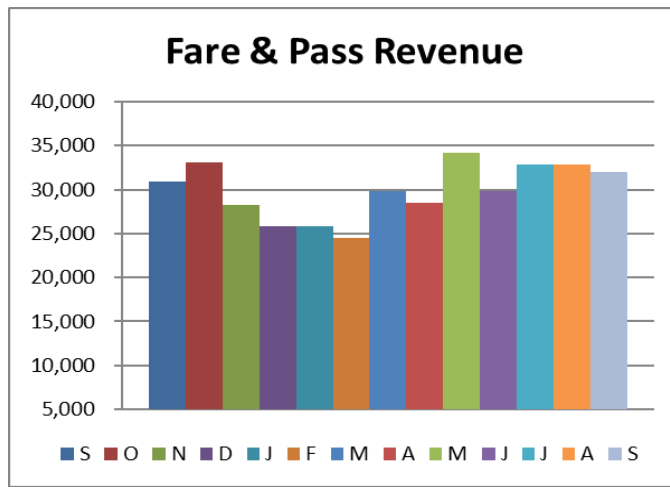
Cash & Liquidity



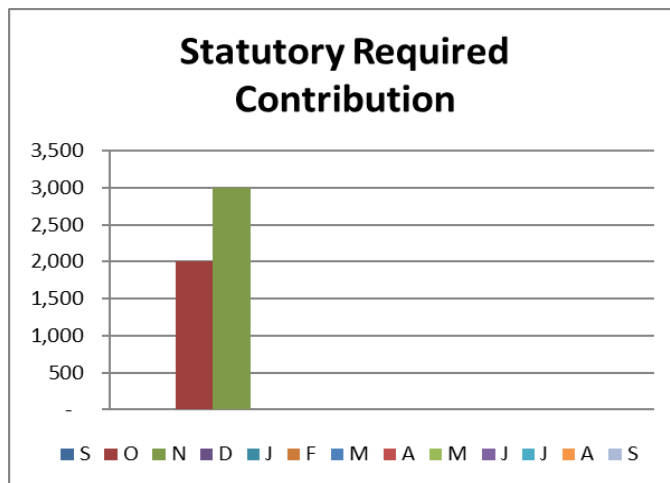
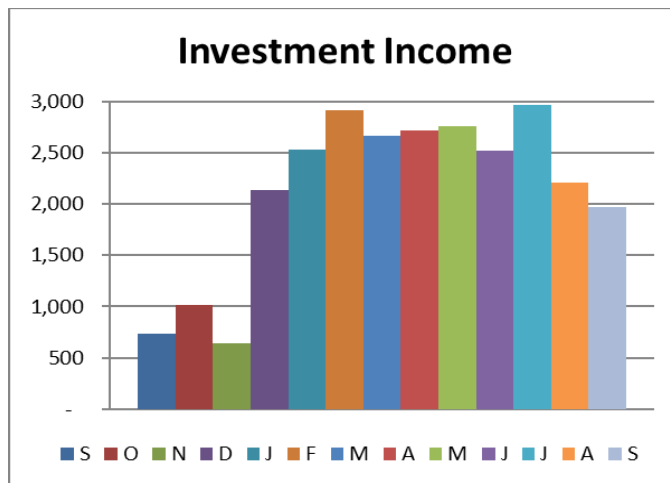
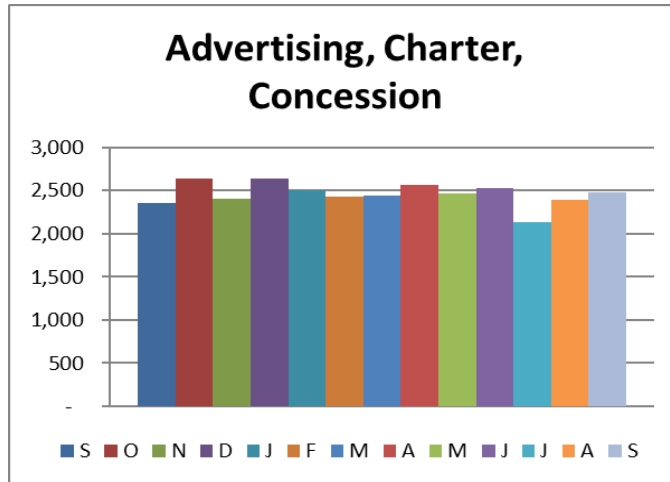
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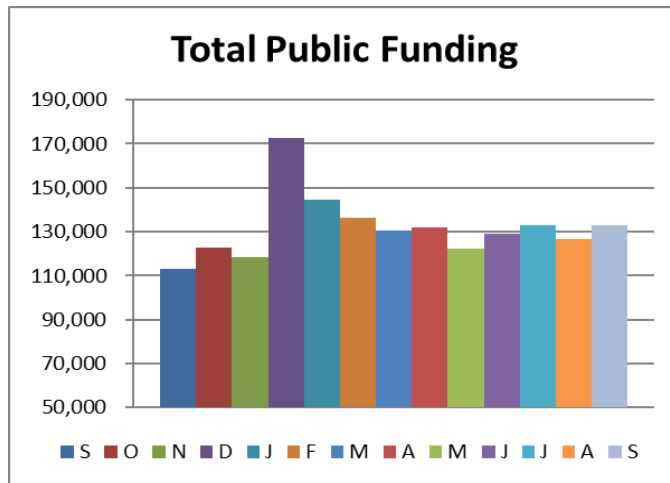
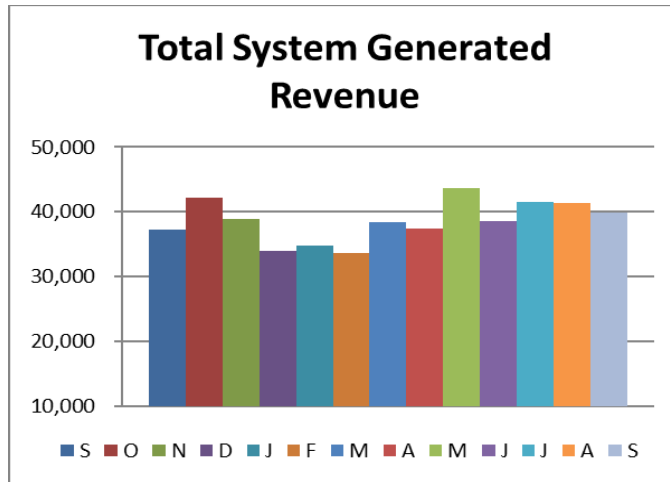
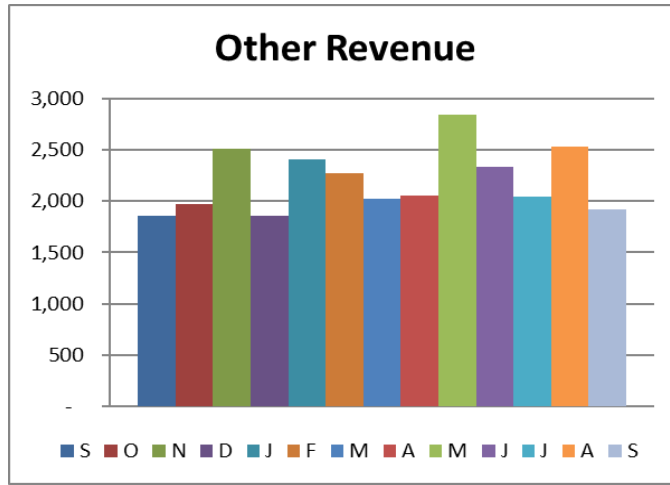
Revenue



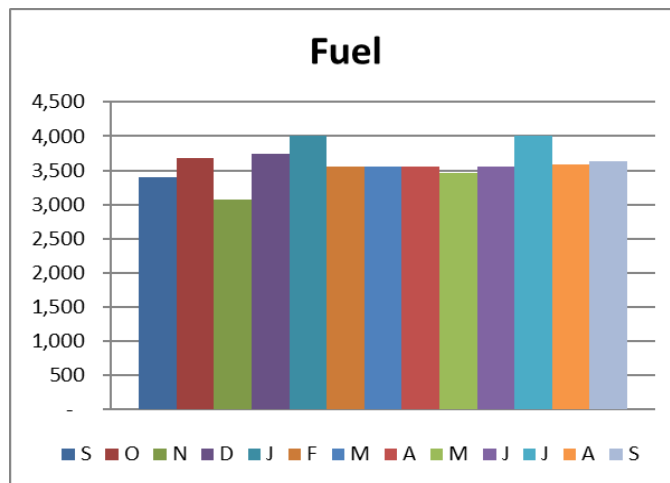
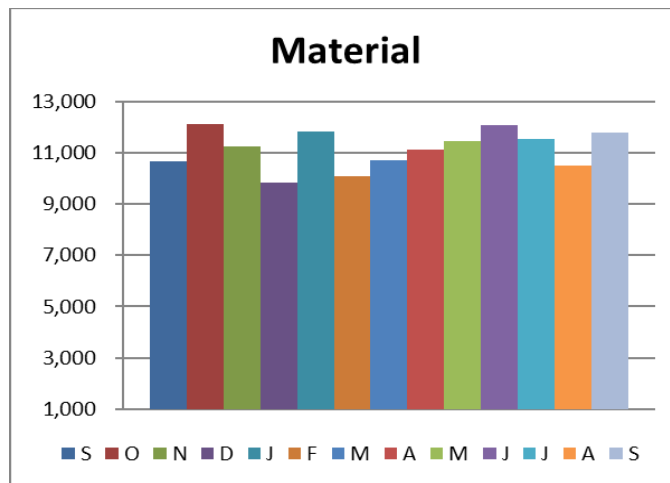
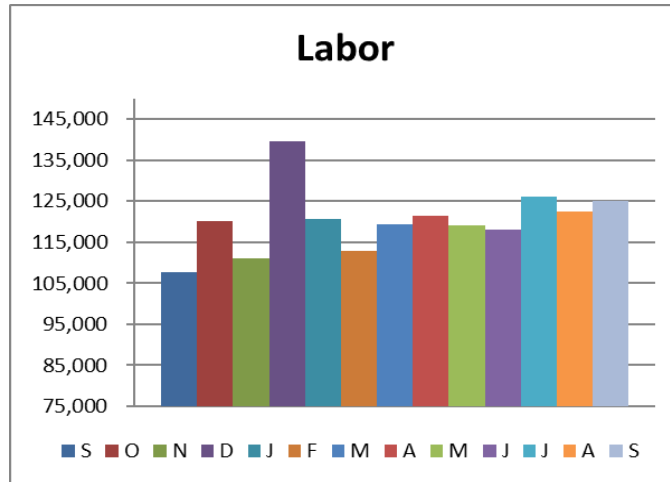
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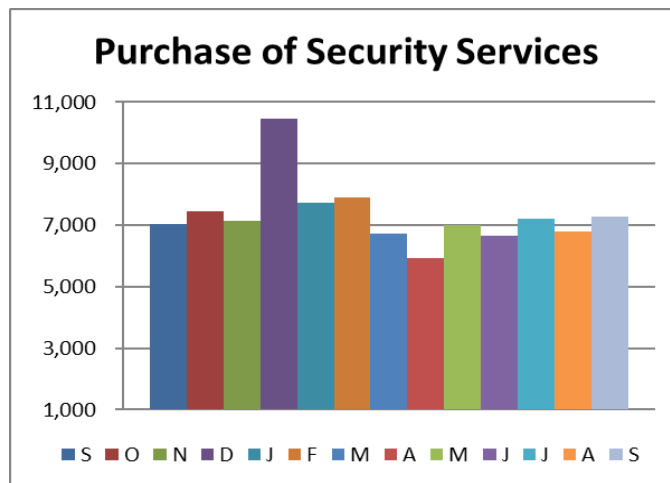
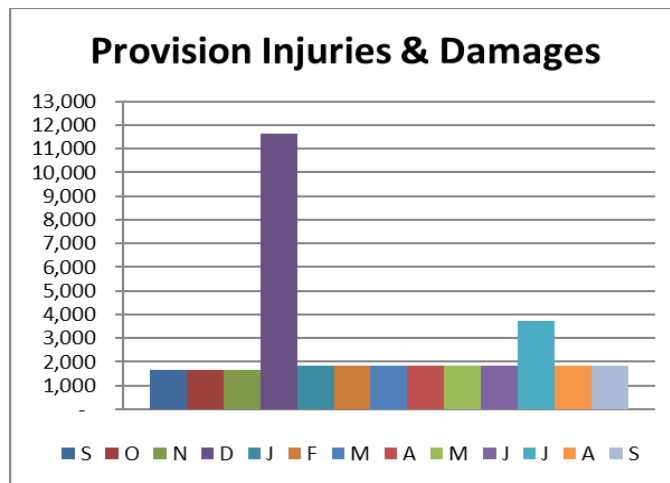
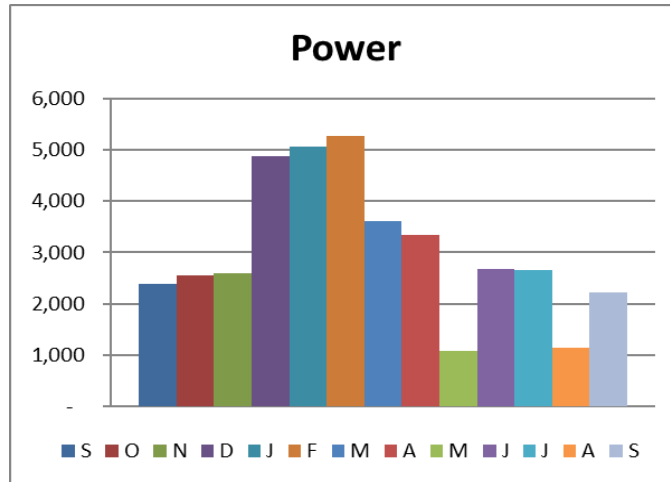
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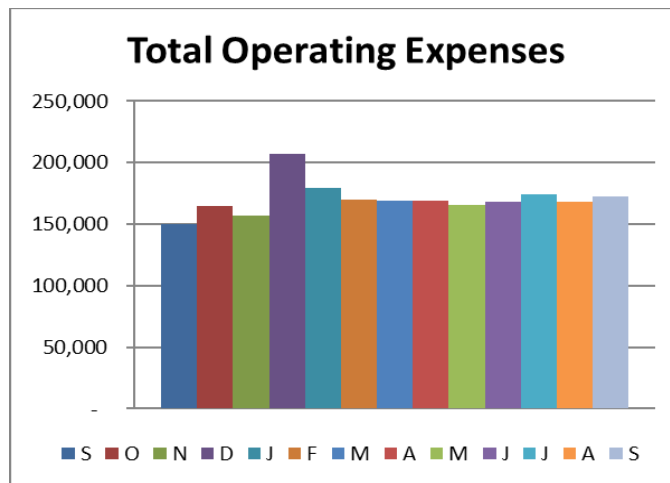
Expenses



Expenses Cont'd



Expenses Cont'd



Cash	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25
Unrestricted Cash	220	156	124	780	830	727	765	775	672	687	586	532	553
Damage Reserve	63	61	50	59	54	45	44	55	54	52	51	47	46
Funds Owed by RTA	329	337	361	352	328	326	291	273	264	253	272	309	286
Trust Portfolio Assets	491	625	563	447	468	491	493	495	577	401	407	406	511

Revenue	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25
Fare & Pass Revenue	30,946	33,156	28,303	25,857	25,884	24,525	29,816	28,537	34,147	29,774	32,880	32,844	31,974
Reduced Fare Subsidy	1,321	1,321	1,981	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453
Advertising, Charter, Concession	2,352	2,645	2,410	2,638	2,508	2,430	2,445	2,566	2,461	2,531	2,134	2,389	2,482
Investment Income	733	1,011	645	2,138	2,535	2,919	2,662	2,720	2,757	2,523	2,969	2,207	1,973
Statutory Required Contribution	-	2,000	3,000	-	-	-	-	-	-	-	-	-	-
Other Revenue	1,856	1,974	2,514	1,854	2,410	2,277	2,018	2,059	2,841	2,333	2,039	2,532	1,923
Total System Generated Revenue	37,208	42,107	38,853	33,940	34,790	33,604	38,393	37,334	43,659	38,614	41,474	41,424	39,805
Total Public Funding	113,043	122,671	118,427	172,770	144,756	136,344	130,476	131,937	122,210	129,165	133,126	126,485	133,119

Expenses	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25
Labor	107,699	120,244	111,144	139,683	120,702	112,825	119,367	121,444	119,140	118,042	126,116	122,508	125,013
Material	10,673	12,114	11,245	9,818	11,829	10,093	10,687	11,118	11,446	12,076	11,551	10,504	11,768
Fuel	3,405	3,675	3,068	3,736	4,009	3,561	3,553	3,549	3,458	3,555	4,014	3,582	3,628
Power	2,391	2,556	2,590	4,875	5,069	5,267	3,613	3,334	1,069	2,673	2,651	1,141	2,212
Provision Injuries & Damages	1,654	1,654	1,654	11,654	1,855	1,855	1,855	1,855	1,855	1,855	3,710	1,855	1,855
Purchase of Security Services	7,048	7,460	7,123	10,450	7,721	7,902	6,728	5,942	7,001	6,666	7,203	6,804	7,274
Other Expenses	17,381	17,075	20,457	26,492	28,362	28,445	23,066	22,028	21,900	22,911	19,354	21,515	21,174
Total Operating Expenses	150,250	164,778	157,280	206,709	179,546	169,948	168,869	169,271	165,869	167,778	174,600	167,909	172,924