

Metropolitan Council Committee of the Whole

Meeting date: December 19, 2018

Subject: 2018 Budget Amendment

District(s), Member(s): All

Policy/Legal Reference: 2018 Unified Budget; Mn Statutes Section 473.13, Subd. 1 – Council Budget Requirements

Staff Prepared/Presented: Brian J. Lamb, General Manager, Metro Transit 612-349-7510; Edwin D. Petrie, Director of Finance, Metro Transit 612-349-7624; Joan Hollick, Interim Director, New Starts Program, 612-373-3820, Mary Bogie, Chief Financial Officer 651-602-1359, Paul Conery, Director of Budget and Operations, 651-602-1374

Division/Department: Transportation / Metro Transit

Proposed Action

That the Metropolitan Council authorizes the 2018 Unified Budget Amendment as indicated and in accordance with the attached tables.

Background

Based on receipt of a Letter of No Prejudice from the Federal Transit Administration, the Council executed capital grant agreements with Hennepin County and HCRRA securing funding to complete Engineering, award the Civil Construction Contract, issue a Limited Notice to Proceed (LNTP), and apply in 2019 for the Federal Full Funding Grant Agreement for the Southwest Light Rail Transit Project. The total cost for project activities during the LNTP Period is \$434,901,943. Hennepin County will fund 80% and HCRRA 20% of project activities during this period.

With funding secured through the grant agreements, the proposed budget amendment moves funding from planned to authorized in the capital program and establishes spending authority necessary to execute the Civil Construction Contract and issue a LNTP.

Capital Program:

Metro Transit

Increase Authorization, Reduce Authorization and Authorize New Projects:

Southwest Light Rail Transit Project - #61001

This amendment recognizes \$330,377,308 in Hennepin County funds for the Limited Notice To Proceed (LNTP) Grant for December through the LNTP Period, \$67,724,153 in Hennepin County Regional Rail Authority funds for the Limited Notice To Proceed Grant for December through the LNTP Period, and \$8,991,830 in CTIB Funds to match remaining balances by the Trustee Hennepin County for a total amendment of \$407,093,291. This project is identified in the CIP.

Rationale

The proposed amendment programs available other local funds to the Unified Budget to allow the Council to carry out its work plan and its long-term capital program.

Thrive Lens Analysis

Stewardship

- This budget amendment demonstrates commitment toward asset preservation and also supports the Thrive outcomes of stewardship by

- The budget amendment adds funding for the Southwest Light Rail Transit Project and reflects strategic investment in regional infrastructure that will promote economic competitiveness and create prosperity for the region.

Funding

Capital Program:

This amendment increases the Transportation Division Other revenues by \$407,093,291.

Known Support / Opposition

No known opposition.

Attachments:

1. Capital Program – Attachment #1 (Program Level) (Table 9)
2. Capital Program – Attachment #3 (Project Level)

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2018 Amended	Changes	2019 Adopted	2019	2020	2021	2022	2023	2024	Total	
METRO TRANSIT											
Fleet Modernization											
Big Buses	163,533	-	163,533	51,639	53,692	52,835	55,911	88,460	92,179	394,716	558,250
Bus Tire Leasing	18,417	-	18,417	2,750	2,956	3,103	3,303	3,468	3,641	19,220	37,638
Commuter Rail Projects	2,250	-	2,250	-	-	-	1,250	1,250	1,250	3,750	6,000
Light Rail Vehicles	25,428	-	25,428	3,065	4,721	10,647	8,790	3,850	2,350	33,423	58,851
Non-Revenue Vehicles	-	-	-	1,076	-	-	-	-	-	1,076	1,076
TOTAL Fleet Modernization	209,629	-	209,629	58,529	61,369	66,585	69,254	97,028	99,420	452,185	661,814
Support Facilities											
Heywood Garage	97,620	-	97,620	15,921	5,000	-	-	-	-	20,921	118,541
Police Facility	27,500	-	27,500	-	-	-	-	-	-	-	27,500
Support Facility	103,528	-	103,528	13,977	17,850	16,461	9,100	8,650	7,114	73,152	176,680
TOTAL Support Facilities	228,648	-	228,648	29,898	22,850	16,461	9,100	8,650	7,114	94,073	322,721
Customer Facilities											
Bus System Customer Facility	53,010	-	53,010	6,617	4,690	5,940	3,265	3,015	3,365	26,892	79,902
Customer Facilities Rail	7,050	-	7,050	-	-	-	-	-	-	-	7,050
Transitways	350	-	350	-	-	-	-	-	-	-	350
TOTAL Customer Facilities	60,410	-	60,410	6,617	4,690	5,940	3,265	3,015	3,365	26,892	87,302
Technology Improvements											
Technology Investments	50,572	-	50,572	7,519	8,213	7,513	13,305	6,393	6,190	49,132	99,704
TOTAL Technology Improvements	50,572	-	50,572	7,519	8,213	7,513	13,305	6,393	6,190	49,132	99,704
Other Capital Equipment											
Light Rail Vehicles	-	-	-	486	477	242	-	-	-	1,204	1,204
Northstar Commuter Rail	250	-	250	-	-	-	-	-	-	-	250
Other Capital Equipment	55,759	-	55,759	4,070	4,082	3,835	3,300	4,310	3,500	23,097	78,856
TOTAL Other Capital Equipment	56,009	-	56,009	4,556	4,559	4,077	3,300	4,310	3,500	24,301	80,310
Transitways - Non New Starts											
Arterial Bus Rapid Transit (ABRT)	49,117	-	49,117	14,450	26,200	1,000	150	150	150	42,100	91,217
Commuter Rail Projects	1,500	-	1,500	100	225	225	225	225	225	1,225	2,725
Highway Bus Rapid Transit (HBRT)	101,488	-	101,488	111,411	-	-	-	-	-	111,411	212,900
Light Rail Projects	132,835	-	132,835	4,450	6,639	3,038	1,540	1,142	1,143	17,952	150,787
Light Rail Vehicles	-	-	-	300	309	319	329	340	350	1,948	1,948
Metro Blue Line (Hiawatha Corridor)	3,050	-	3,050	100	100	100	100	100	100	600	3,650
Transitways	513	-	513	-	-	-	-	-	-	-	513
TOTAL Transitways - Non New Starts	288,505	-	288,505	130,811	33,473	4,682	2,344	1,956	1,969	175,236	463,741
Federal New Starts Rail Projects											
Metro Blue Line (Bottineau Boulevard)	196,863	-	196,863	1,396,183	-	-	-	-	-	1,396,183	1,593,046
Metro Blue Line (Hiawatha Corridor)	565	-	565	-	-	3,500	-	-	-	3,500	4,065
Metro Green Line (Central Corridor)	41,900	-	41,900	-	-	-	-	-	-	-	41,900
Metro Green Line (Southwest Corridor)	433,159	407,093	840,252	1,162,901	-	-	-	-	-	1,162,901	2,003,153
Northstar Commuter Rail	10,327	-	10,327	-	-	-	-	-	-	-	10,327
TOTAL Federal New Starts Rail Projects	682,813	407,093	1,089,907	2,559,084	-	3,500	-	-	-	2,562,584	3,652,490
Total METRO TRANSIT Capital Program	1,576,584	407,093	1,983,678	2,797,014	135,154	108,758	100,568	121,352	121,557	3,384,403	5,368,081

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2018 Amended	Changes	2019 Adopted	2019	2020	2021	2022	2023	2024	Total	
METROPOLITAN TRANSPORTATION SERVICES											
Fleet Modernization											
Big Buses	75,596	-	75,596	13,838	35,981	11,617	17,403	14,532	25,843	119,214	194,811
Non-Revenue Vehicles	36	-	36	-	-	-	-	-	-	-	36
Repairs, Equipment and Technology	8,850	-	8,850	1,133	3,500	4,331	4,500	6,200	3,000	22,664	31,514
Small Buses	43,703	-	43,703	1,591	10,577	11,110	20,400	14,868	23,749	82,294	125,997
TOTAL Fleet Modernization	128,186	-	128,186	16,562	50,058	27,058	42,304	35,600	52,591	224,172	352,358
Customer Facilities											
Bus System Customer Facility	-	-	-	1,000	1,100	1,000	1,000	1,000	1,000	6,100	6,100
TOTAL Customer Facilities	-	-	-	1,000	1,100	1,000	1,000	1,000	1,000	6,100	6,100
Technology Improvements											
Repairs, Equipment and Technology	-	-	-	2,849	1,306	1,757	2,116	1,989	2,887	12,903	12,903
Technology Investments	10,154	-	10,154	6,905	6,955	8,005	8,805	7,455	6,505	44,630	54,784
TOTAL Technology Improvements	10,154	-	10,154	9,754	8,261	9,762	10,921	9,444	9,392	57,533	67,686
Other Regional Providers - Non Fleet											
Maple Grove Transit	2,086	-	2,086	333	341	348	356	364	372	2,113	4,199
Minnesota Valley Transit Association	7,494	-	7,494	1,467	1,499	1,532	1,566	1,600	1,635	9,299	16,793
Plymouth Transit	4,373	-	4,373	297	304	311	318	325	332	1,886	6,258
SouthWest Transit	781	-	781	648	662	677	692	707	722	4,108	4,889
University of Minnesota Transit	850	-	850	274	280	286	293	299	306	1,737	2,588
TOTAL Other Regional Providers - Non Fleet	15,584	-	15,584	3,019	3,086	3,154	3,223	3,294	3,366	19,142	34,726
Transitways - Non New Starts											
Transitways	6,141	-	6,141	7,889	75	75	75	75	75	8,264	14,404
TOTAL Transitways - Non New Starts	6,141	-	6,141	7,889	75	75	75	75	75	8,264	14,404
Total MTS Capital Program	160,064	-	160,064	38,224	62,579	41,048	57,523	49,413	66,424	315,211	475,275
COMBINED											
Fleet Modernization	337,815	-	337,815	75,091	111,426	93,643	111,558	132,628	152,011	676,357	1,014,172
Support Facilities	228,648	-	228,648	29,898	22,850	16,461	9,100	8,650	7,114	94,073	322,721
Customer Facilities	60,410	-	60,410	7,617	5,790	6,940	4,265	4,015	4,365	32,992	93,402
Technology Improvements	60,725	-	60,725	17,273	16,474	17,274	24,226	15,837	15,581	106,665	167,391
Other Regional Providers - Non Fleet	15,584	-	15,584	3,019	3,086	3,154	3,223	3,294	3,366	19,142	34,726
Other Capital Equipment	56,009	-	56,009	4,556	4,559	4,077	3,300	4,310	3,500	24,301	80,310
Transitways - Non New Starts	294,645	-	294,645	138,700	33,548	4,757	2,419	2,031	2,044	183,500	478,145
Federal New Starts Rail Projects	682,813	407,093	1,089,907	2,559,084	-	3,500	-	-	-	2,562,584	3,652,490
TOTAL TRANSPORTATION	1,736,648	407,093	2,143,742	2,835,239	197,733	149,806	158,091	170,765	187,981	3,699,615	5,843,356

