



# 2025-2030 Capital Improvement Plan

Metro HRA and Regional Parks



# Council Unified Budget

## Definitions

### Capital Program

- Multi-year plan that represents authorized and planned projects. Current capital program is 2024-2029.

### Authorized Capital Program (ACP)

- Multi-year authorization for projects where funding has been secured and the Council has given final approval to proceed.

### Capital Budget

- Represents the amount from the Authorized Capital Program that is expected to be spent in a given year. We are currently in capital budget year 2024. This budget is amended throughout the year.

### Capital Improvement Plan (CIP)

- Six-year plan for projects where funding sources have been identified but not yet secured and the Council has not given final approval.

# Council Owned Housing



## History

- Minnesota Statute 473.195 provides the Council with authority to develop housing units with approval of municipalities
- January 1999 Council action approved establishment of Family Affordable Housing Program
  - Development and operation of public housing units
- \$28 Million provided by U.S. Department of Housing and Urban Development
  - Transferred from MPHA to the Council
- 150 units purchased on the open housing market between 2001 and 2004 (82 single family and 68 townhomes)
- 4 units purchased in 2021/2022 through Edina Partnership

# Council Owned Housing



## Asset Management

Homes managed through contract with property management vendor

Small and routine repairs programmed in operating budget

Large improvements programmed and tracked in capital program

# \$1.8M Future Spending 2025-2030 CIP

## Authorized - \$2.4M

- Funded by rental property income
- \$2M transfer from operating reserves to ACP for purchase of five replacement properties

## Planned - \$300K per year

- Funded by rental property income

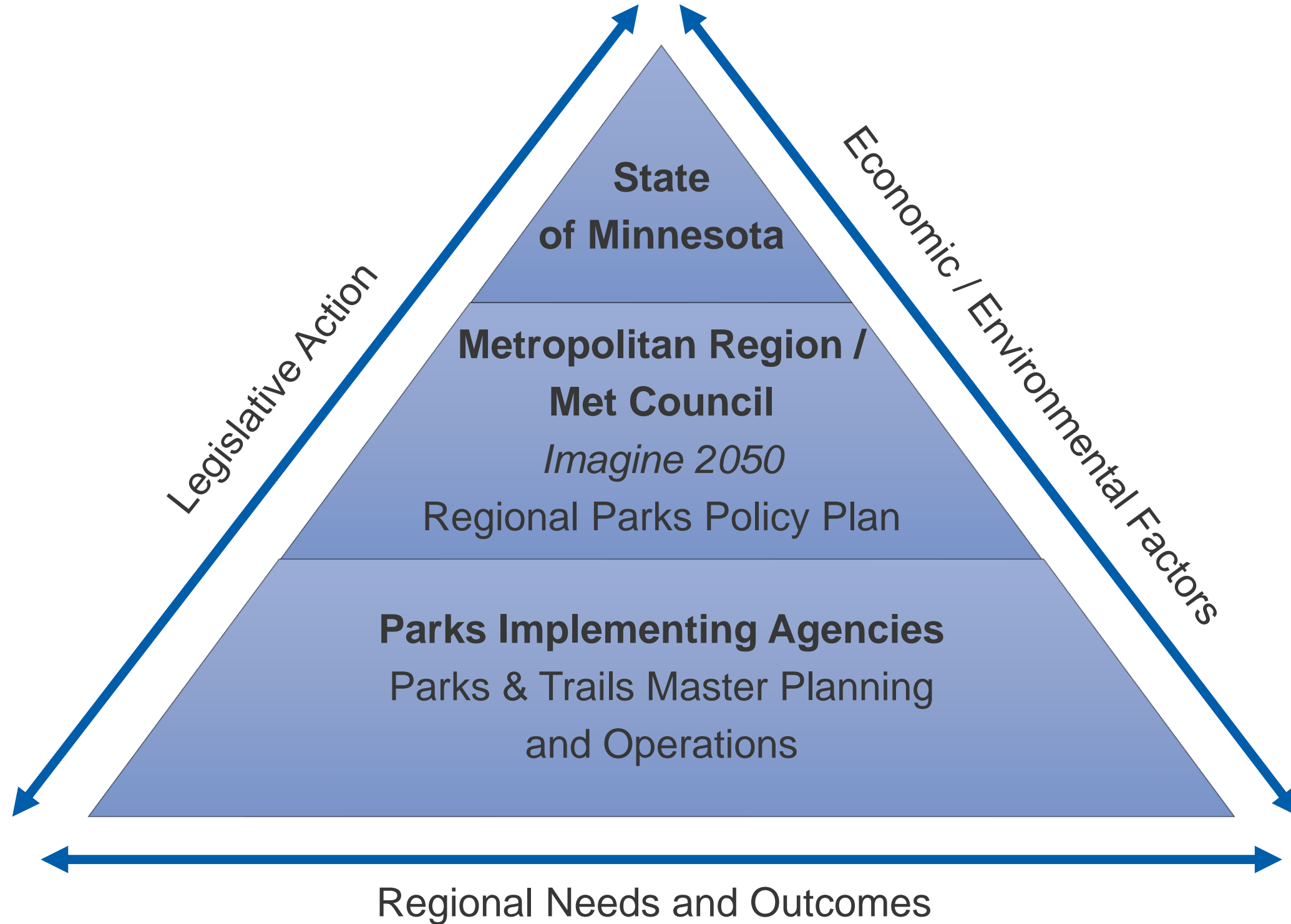
# Parks & Open Space



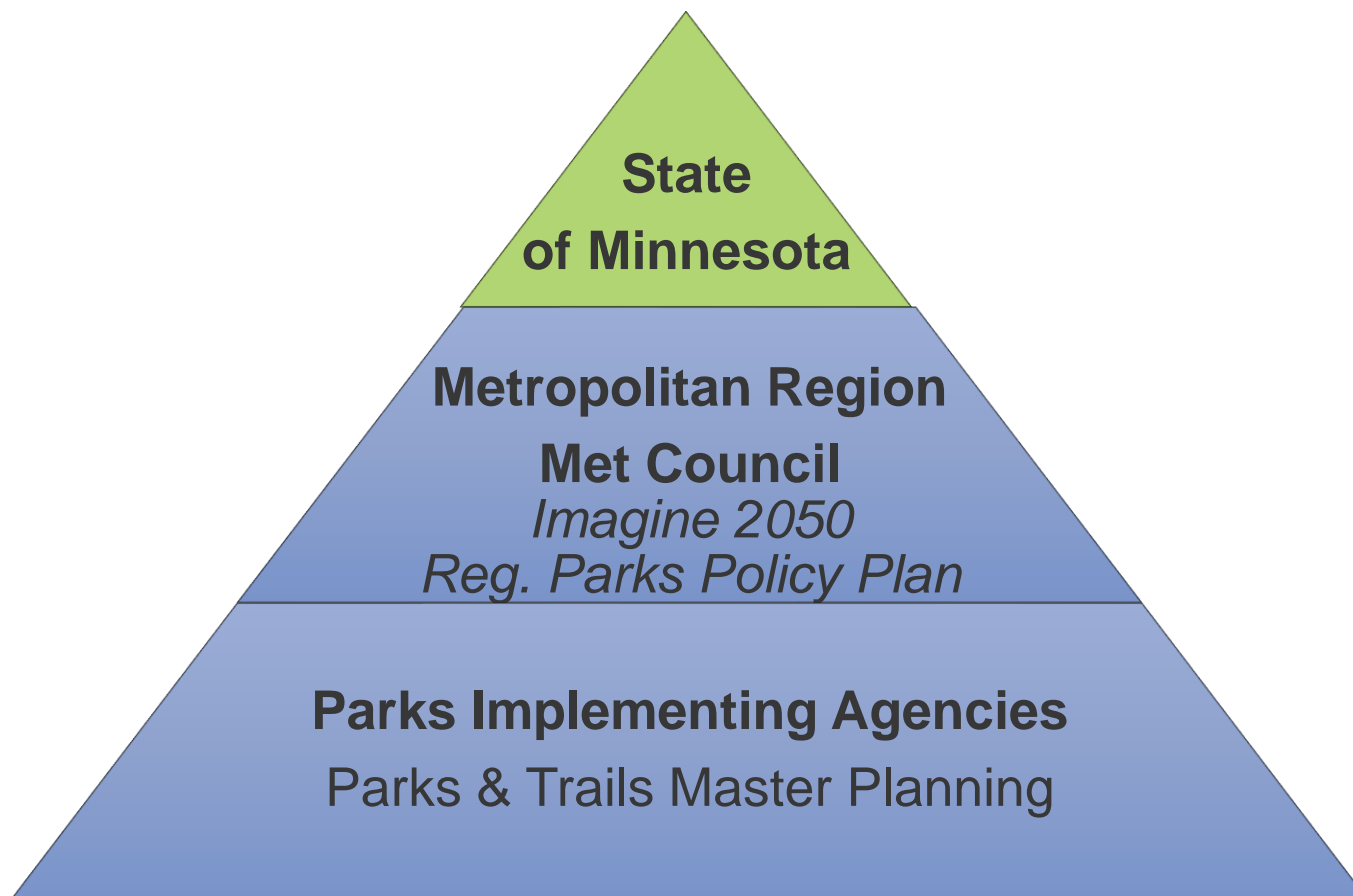
## Regional Parks System

- Over 69 million visits in 2023
- 56 regional parks & parks reserves totaling more than 55,000 acres
- 8 special recreation features
- 55 regional trails, with over 415 miles of interconnected trails

# System Alignment



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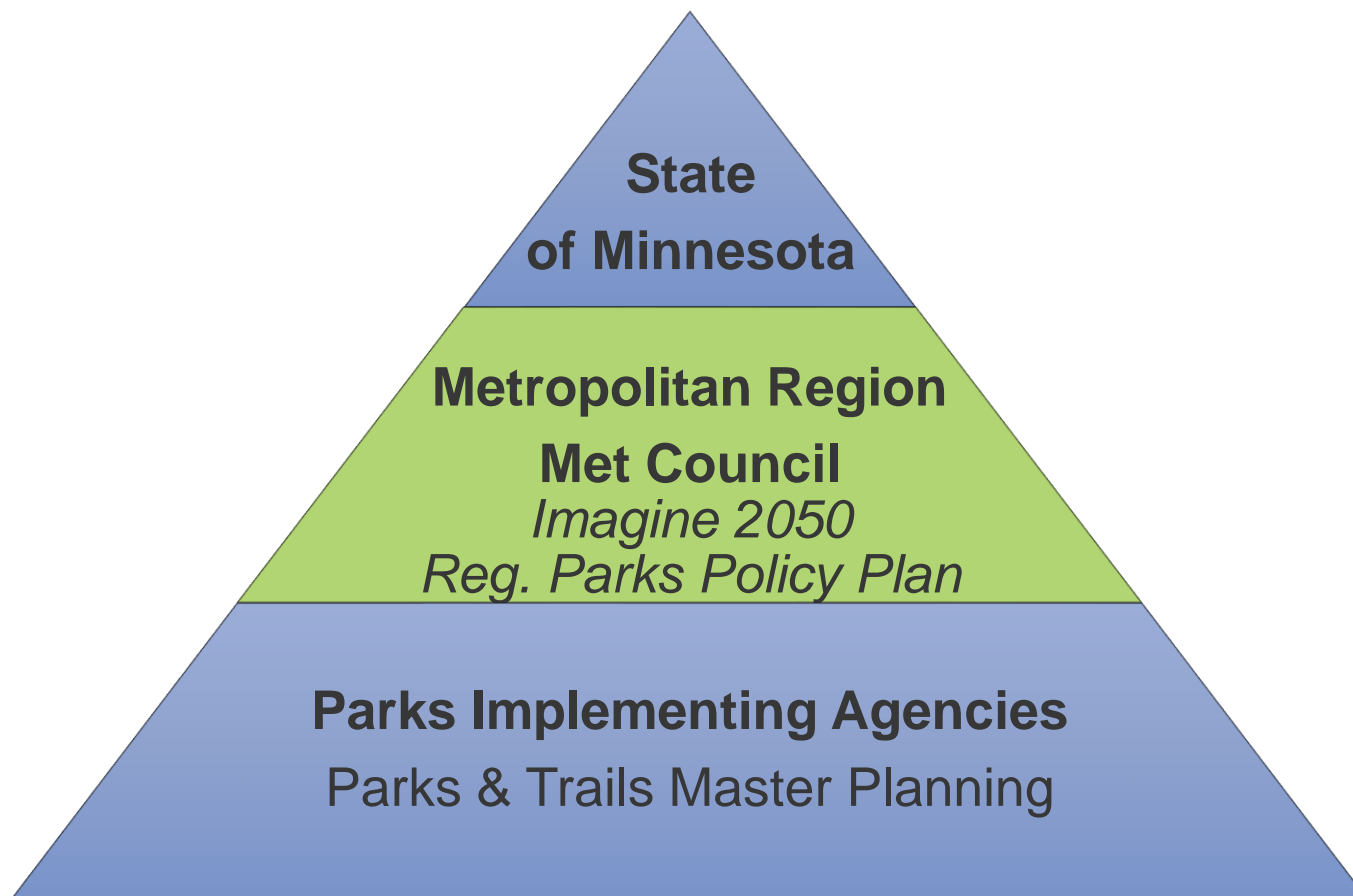


## Legislation

- Create regional parks and open space system
- Define role and authority of Council in parks and open space system
- Define role and authority of Metropolitan Parks and Open Space Commission
- Appropriate funding



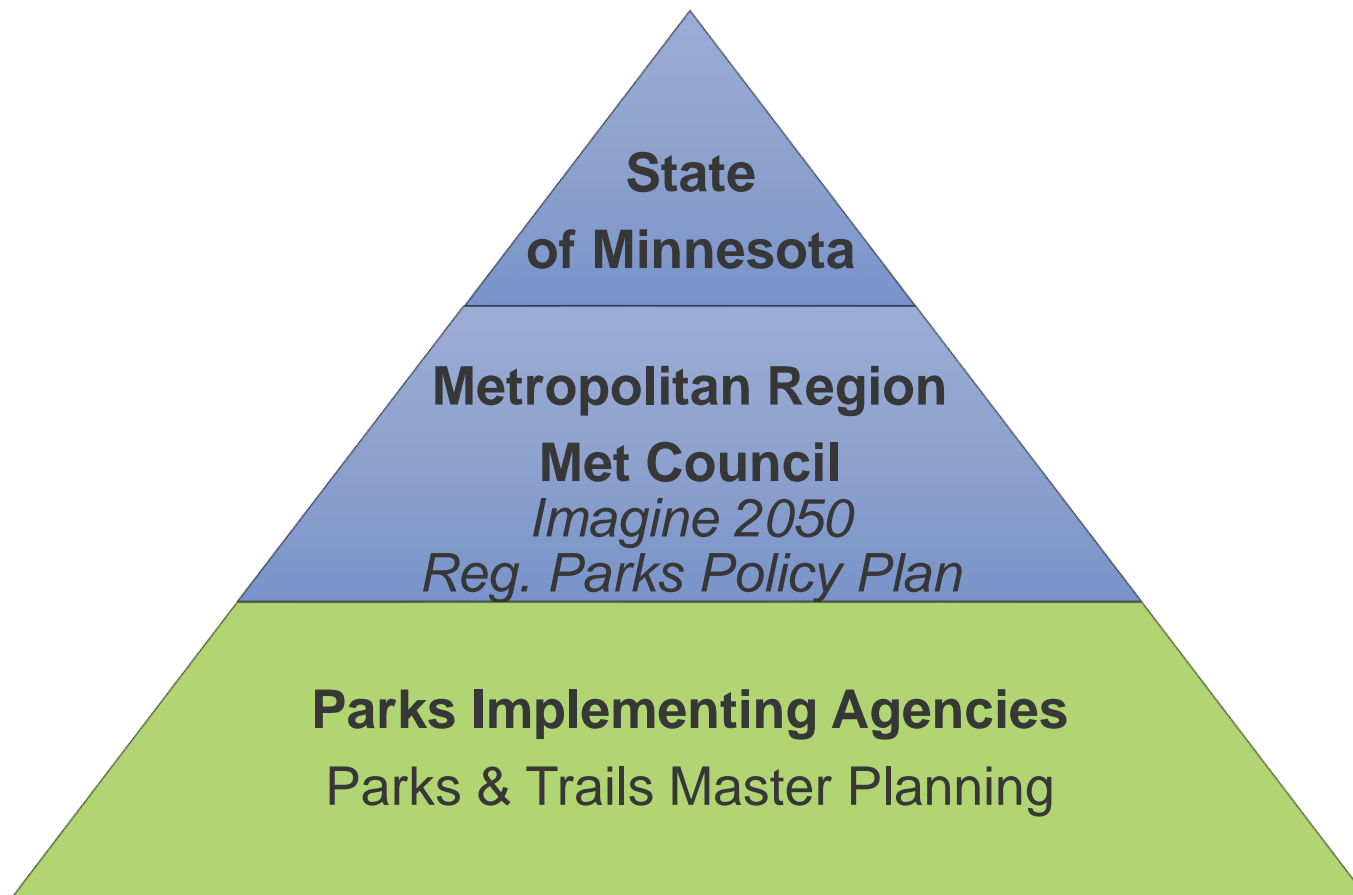
# System Alignment



## Key Roles

- Develop regional policy: *Imagine 2050*
- Develop Regional Parks Policy Plan
- Review regional parks and trails long-range plans
- Consult with Metropolitan Parks and Open Space Commission
- Fiscal agent

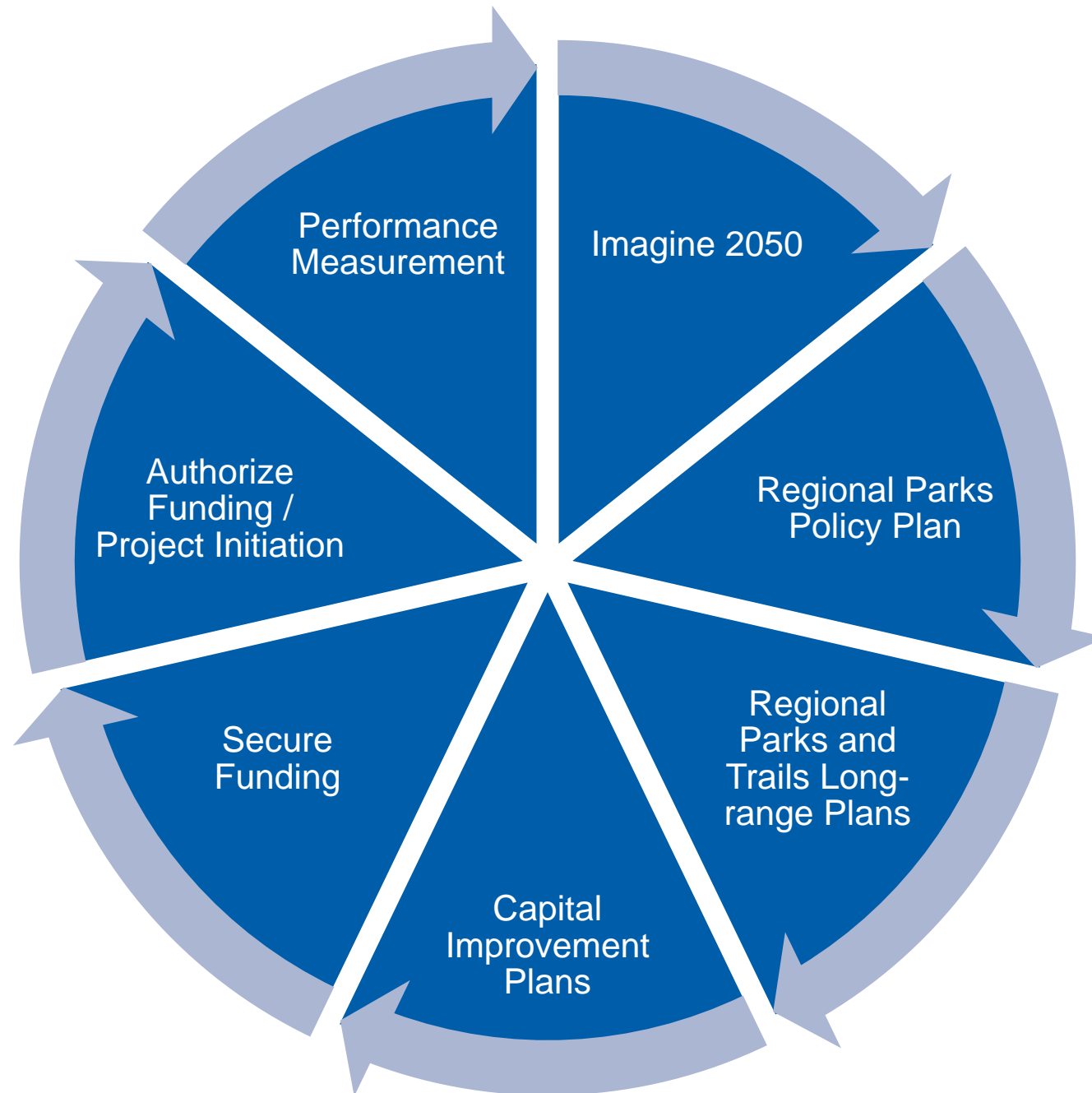
# System Alignment



## Key Roles

- Lead regional park and trail long-range planning, including public engagement
- Acquire, develop, and operate regional parks and trails
- Protect and conserve natural resources
- Provide outdoor recreation for public enjoyment

# Regional Parks Capital Project Lifecycle



## Equity Impacts

- Imagine 2050
- 2050 Regional Parks Policy Plan
- Long-range planning
- Competitive Grant Solicitations

# Regional Parks Capital Funding

Program	Funding Source Distribution Methodology
Parks & Trails Legacy	• State • Formula
Parks Acquisition (Legacy & ENRTF)	• State matched by Council bonds • 1st come; 1st served
Bonding	• State matched by Council bonds • Formula
Equity	• Council bonds • Competitive

- Grant programs are funded by multiple state sources and Council bonds
- Council passes through 100% of state funding
- Current portfolio is 152 active projects valued at ~ \$120M
- \$285M in grants are programmed in the proposed Capital Improvement Program (2025-2030)

# Revenue Assumptions



## State & Council Funding

- **Parks and Trails Legacy Fund (Legacy)**
  - 2% annual growth
  - 2024 base year \$29.1M
- **Environmental & Natural Resources Trust Fund (ENRTF)**
  - No growth
  - \$0.75M annually
- **State of Minnesota Bonds**
  - No growth
  - \$15M in Bonding years
- **Council Bonds**
  - Up to \$40M outstanding
  - Match \$2 to every \$3 ENRTF, State Bonds, Legacy Land Acquisition (10% set aside)
  - Fund Regional Equity Grant Program

# Notable Modifications



## 2030 Program

### Programmed Adjustments

- Legacy: \$35M
- Environment and Natural Resources Trust Fund: \$1.25M
- State Bonding: \$15M

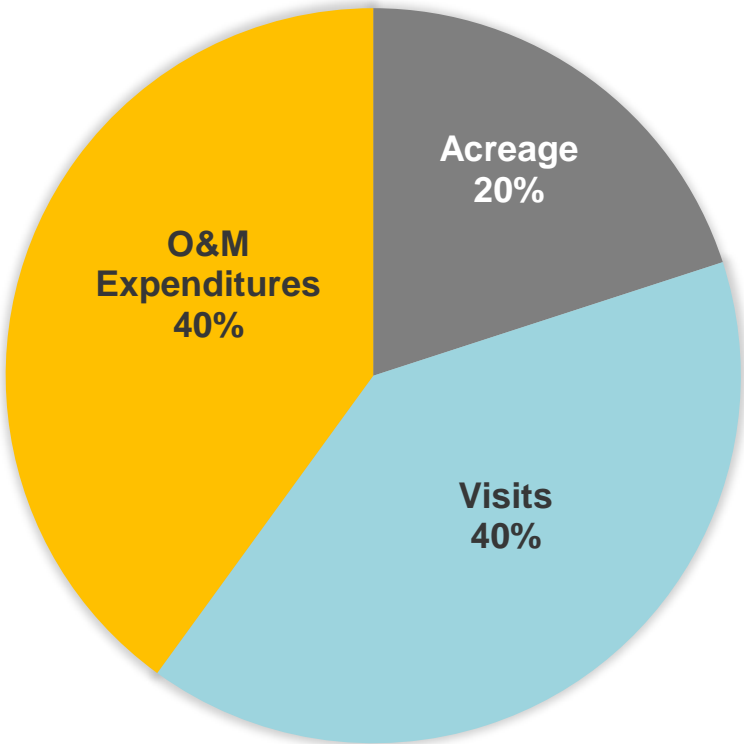
### Council Commitment: \$12.7M

- 10% Legacy Land Acquisition Match: \$2.2M
- ENRTF Land Acquisition Match: \$500k
- State Bonding – Local Match: \$10M

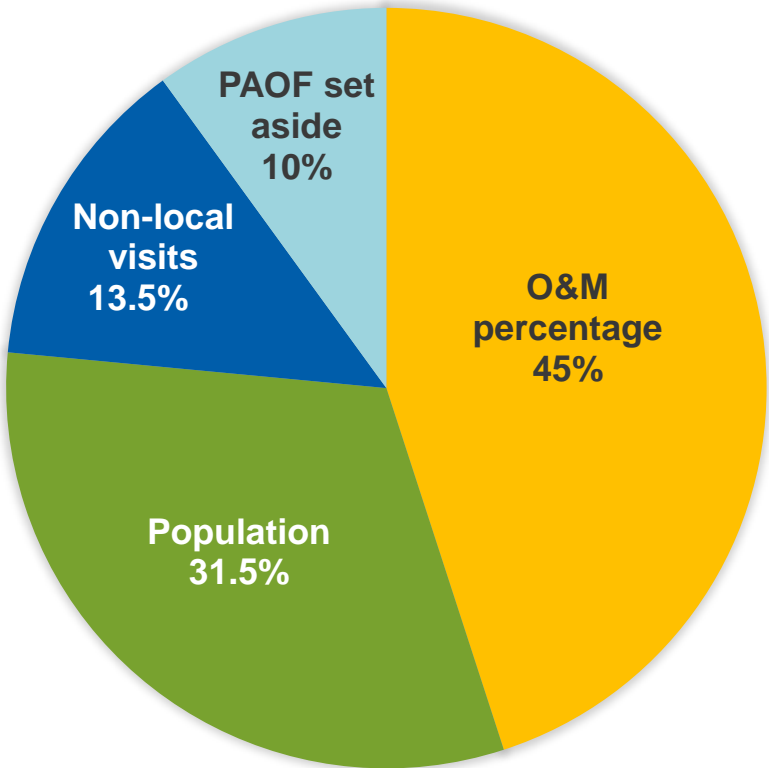
# Distribution Formula

## Inputs for the Formula

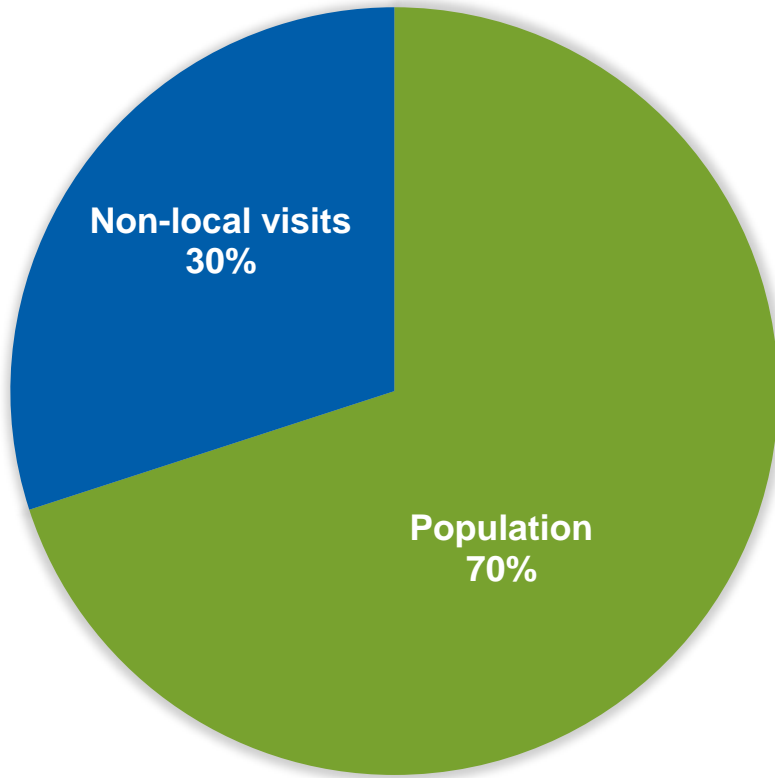
OPERATIONS AND MAINTENANCE (O&M)



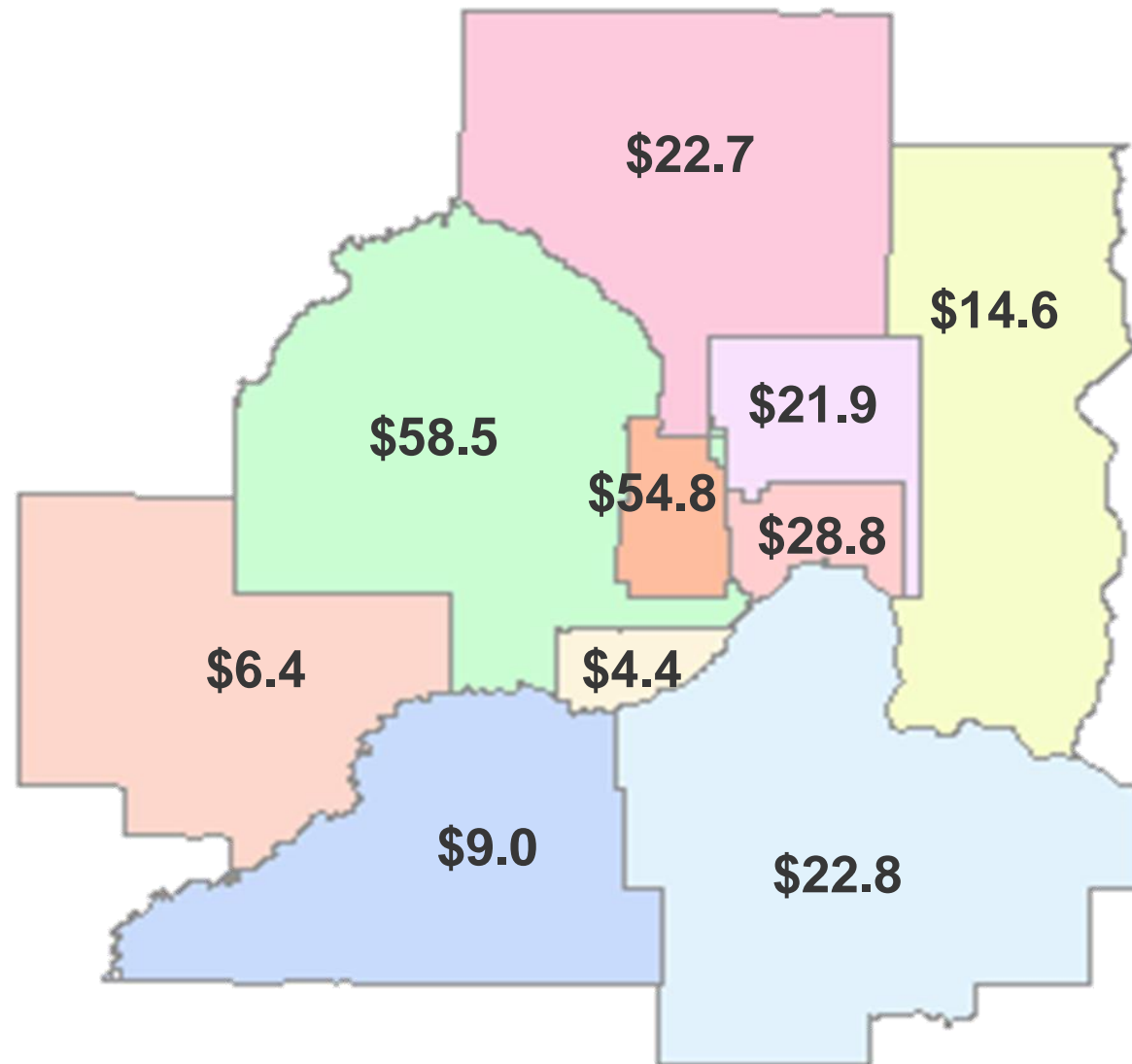
PARKS & TRAILS LEGACY



BONDING



# Implementing Agencies Formula



## **\$397M Total**

\$153M Current authorized spending

\$244M Planned spending

- State Bonding
- Parks and Trails Legacy
- Council Match



# Land Acquisition

## **\$62M Total**

\$23M Currently authorized spending

\$39M Planned Spending

- Parks and Trails Legacy
- Environment and Natural Resources Trust Fund
- Council Match



# Other

## **\$92M Total**

\$90M Current authorized spending

- Passthrough of state appropriations to other governmental agencies
- Regional Parks Equity Grant Program

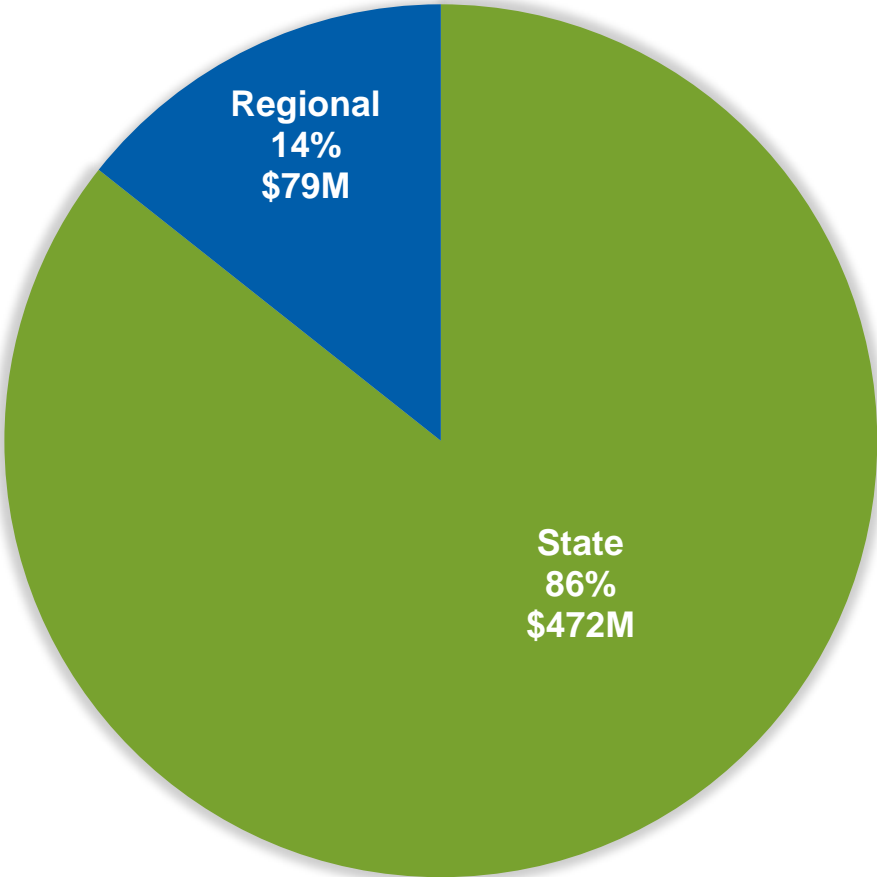
\$2M Planned Spending

- Regional Parks Equity Grant Program

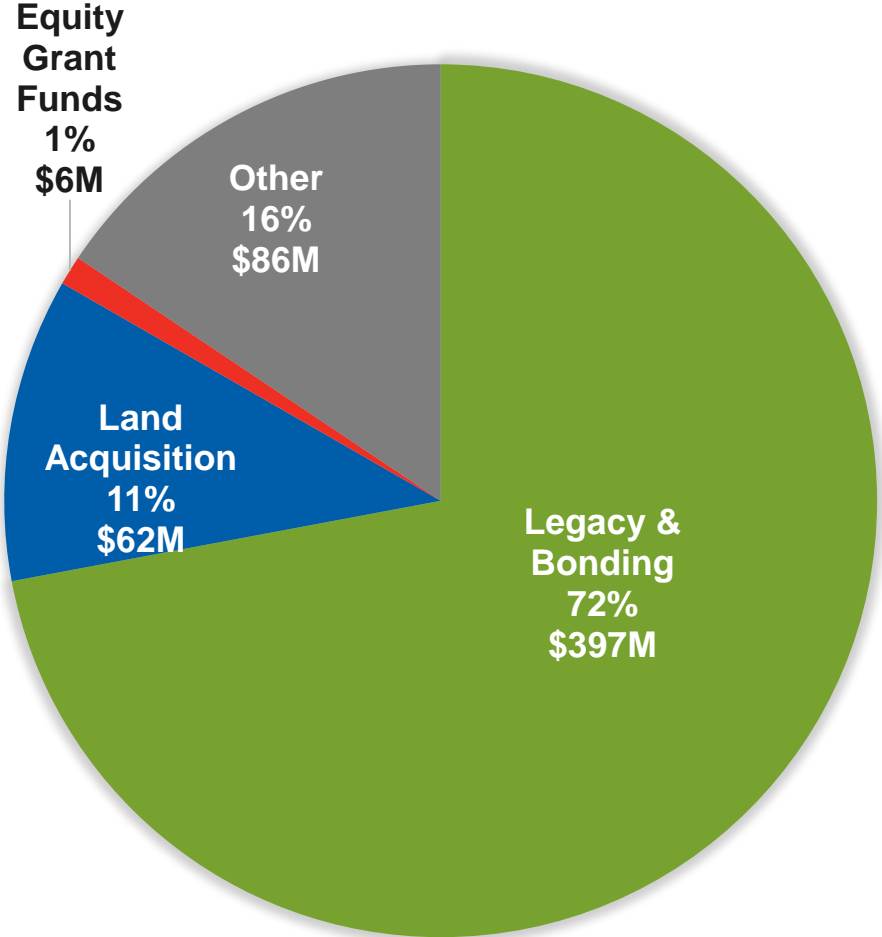


# Parks Capital Program (ACP & CIP)

SOURCES



USES



**\$551M Total**

\$267M Authorized Capital Program

\$284M Planned Spending

# Operating Budget Update



## Changes from Preliminary Budget

- **HRA**
  - Expense - \$100k increase for association assessments at Council-owned properties
- **Livable Communities**
  - PRO Housing Grant - \$1.5M increase to revenue and expense
- **Regional Policy & Research**
  - Expense - \$115k increase for additional FTE to support Imagine 2050 implementation
- **Livable Communities**
  - PRO Housing Grant - \$1.5M increase to revenue and expense
- **Local Planning Assistance Grants**
  - Transfer - \$750k to begin building local planning assistance fund for 2026 grant cycle

# Capital Program Timeline

October 9, 2024

- Council 2025–2030 Presentation

October 23, 2024

- Council Approval of Public Comment Draft

October 24 -  
December 11, 2024

- Public Comment Period

December 11, 2024

- Public Comment
- Adoption of the Capital Program and Annual Capital Plan

Thank you

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