

## Environment Committee

Meeting date: May 13, 2014

For the Metropolitan Council meeting of May 28, 2014

**Subject:** Authorization to Amend the 2014 Unified Budget: Conversion of Capital Program from Cash Flow Basis to Authorization Basis

**District(s), Member(s):** All

**Policy/Legal Reference:** MN Statutes Section 473.13, Subd. 1

**Staff Prepared/Presented:** Paul Conery, Director of Budget/Operations (651-602-1374)

**Division/Department:** All

### Proposed Action

That the Metropolitan Council authorize the amendment of the 2014 Unified Budget as indicated and in accordance with the attached tables.

### Background

The Metropolitan Council historically has presented the capital program primarily on a cash flow basis – showing the costs of a capital project in the year or years that cash is projected to be disbursed. Staff is proposing that the capital program be converted from a cash flow basis to an authorization basis – showing the costs of a capital project in the year that we will request the Council to give final authorization to the capital project so it may proceed.

Benefits of the conversion to an authorization basis include:

- The capital program will show when the Council will be asked to make decisions on whether capital projects should be implemented.
- More closely ties capital projects approval to when funding for the project becomes available.

While the Council will adopt a capital program by year of authorization, staff will continue to provide cash flow information to determine the fiscal impacts of the capital improvement program and to determine when regional bonds will need to be issued to cover cash disbursements.

### Rationale

The proposed amendment aligns the capital program with the decision making process of the Council and Executive capital project management.

### Funding

The proposed amendment only changes the way the capital program is presented to Council and the Public. It does not include any changes to the status or funding of any project and has no funding or fiscal impacts.

### Known Support / Opposition

None



**METROPOLITAN COUNCIL**  
**UNIFIED CAPITAL IMPROVEMENT PROGRAM**  
**ENVIRONMENTAL SERVICES - WASTEWATER**

Dollars in Thousands

**TABLE 10**

Proj #	Project Name	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)					Total
		< 2014	2014 Changes	Current	2014	2015	2016	2017-19	Total	
	Preservation	768,683	75,067	843,750	-	38,000	14,667	382,850	435,517	1,279,267
	Expansion	131,804	27,633	159,437	-	-	9,833	81,838	91,670	251,108
	Quality Improvements	14,713	5,300	20,013	-	-	3,500	70,613	74,113	94,125
	<b>Total</b>	<b>915,200</b>	<b>108,000</b>	<b>1,023,200</b>	<b>-</b>	<b>38,000</b>	<b>28,000</b>	<b>535,300</b>	<b>601,300</b>	<b>1,624,500</b>
<b>Treatment Plant Projects</b>										
8018	Blue Lake Plant Improvements	187,000	(70,000)	117,000	-	-	-	-	-	117,000
8074	Empire Plant Solids Processing	3,000	12,000	15,000	-	-	-	-	-	15,000
8072	Energy Conservation & Recovery	5,000	-	5,000	-	-	-	-	-	5,000
8030	Hastings WWTP	6,500	-	6,500	-	-	-	58,500	58,500	65,000
8073	MWWTP Nutrient Removal	3,000	-	3,000	-	-	-	-	-	3,000
8059	MWWTP Rehabilitation & Facilities Improve	107,000	5,000	112,000	-	38,000	-	-	38,000	150,000
8062	MWWTP Solids Improvements	3,200	-	3,200	-	-	7,000	119,800	126,800	130,000
8078	Regional Plant Improvements	3,000	4,000	7,000	-	-	-	-	-	7,000
8016	Rural Area Acquisitions and Improvements	72,000	-	72,000	-	-	-	-	-	72,000
8075	Seneca Plant Solids Processing Improve.	500	2,500	3,000	-	-	-	17,000	17,000	20,000
----	Small System Improvement Projects	5,000	-	5,000	-	-	-	-	-	5,000
	<b>Subtotal - Treatment Plants</b>	<b>395,200</b>	<b>(46,500)</b>	<b>348,700</b>	<b>-</b>	<b>38,000</b>	<b>7,000</b>	<b>195,300</b>	<b>240,300</b>	<b>589,000</b>
<b>Interceptor System Projects</b>										
New	Bloomington System Improvements	-	6,000	6,000	-	-	-	-	-	6,000
8028	Blue Lake System Improvements	146,000	-	146,000	-	-	-	62,000	62,000	208,000
8079	Brooklyn Park LS/FM Rehabilitation	14,000	-	14,000	-	-	-	-	-	14,000
8039	Chaska Lift Station	13,000	-	13,000	-	-	-	-	-	13,000
New	Elm Creek - Corcoran/Rogers Connections	-	7,000	7,000	-	-	-	-	-	7,000
----	Forcemain Rehabilitation	-	-	-	-	-	1,000	29,000	30,000	30,000
8057	Golden Valley Area Improvements	30,000	-	30,000	-	-	-	-	-	30,000
8041	Hopkins System Improvements	70,000	-	70,000	-	-	-	-	-	70,000
8090	Interceptor Rehabilitation - Program	16,000	-	16,000	-	-	-	-	-	16,000
8069	Interceptor Rehabilitation - Trenchless	19,000	-	19,000	-	-	-	-	-	19,000
8055	Lift Station Improvements	36,000	-	36,000	-	-	-	-	-	36,000
8081	Maple Plain Area Improvements	500	2,500	3,000	-	-	19,000	-	19,000	22,000
8056	Meter Improvements	18,000	-	18,000	-	-	-	10,000	10,000	28,000
8068	Mpls. Interceptor 1-MN-310/320 Diversion	12,000	-	12,000	-	-	-	88,000	88,000	100,000
8076	Mpls Interceptor System Rehabilitation	60,000	15,000	75,000	-	-	-	-	-	75,000
New	North Area Interceptor Rehabilitation	-	60,000	60,000	-	-	-	80,000	80,000	140,000
8012	Odor Control Improvements	3,000	-	3,000	-	-	-	-	-	3,000
----	River Crossing Rehabilitation	-	-	-	-	-	1,000	29,000	30,000	30,000
8080	Seneca Interceptor System Rehabilitation	64,000	34,000	98,000	-	-	-	42,000	42,000	140,000
8082	St Bonifacius LS/FM Rehabilitation	500	15,500	16,000	-	-	-	-	-	16,000
8063	SWC Interceptor - Lake Elmo Connections	17,500	-	17,500	-	-	-	-	-	17,500
8083	Waconia LS/FM Rehabilitation	500	14,500	15,000	-	-	-	-	-	15,000
	<b>Subtotal - Interceptor System</b>	<b>520,000</b>	<b>154,500</b>	<b>674,500</b>	<b>-</b>	<b>-</b>	<b>21,000</b>	<b>340,000</b>	<b>361,000</b>	<b>1,035,500</b>
	<b>Grand Total</b>	<b>915,200</b>	<b>108,000</b>	<b>1,023,200</b>	<b>-</b>	<b>38,000</b>	<b>28,000</b>	<b>535,300</b>	<b>601,300</b>	<b>1,624,500</b>
	<b>Completed Projects</b>	<b>108,800</b>	<b>(108,800)</b>	<b>-</b>						
	<b>Total</b>	<b>1,024,000</b>	<b>(800)</b>	<b>1,023,200</b>						