

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

MANAGEMENT COMMITTEE

Prosperity

Train

Growth

Light Rail

3RD QUARTER FINANCIAL REPORT

November 13, 2013

Livability

Light Rail

Diversity

Treatment

Equity

Airplane

Communities

Wastewater & Water

Lakes

Treatment

Regional

Economic

Roads



**METROPOLITAN
COUNCIL**

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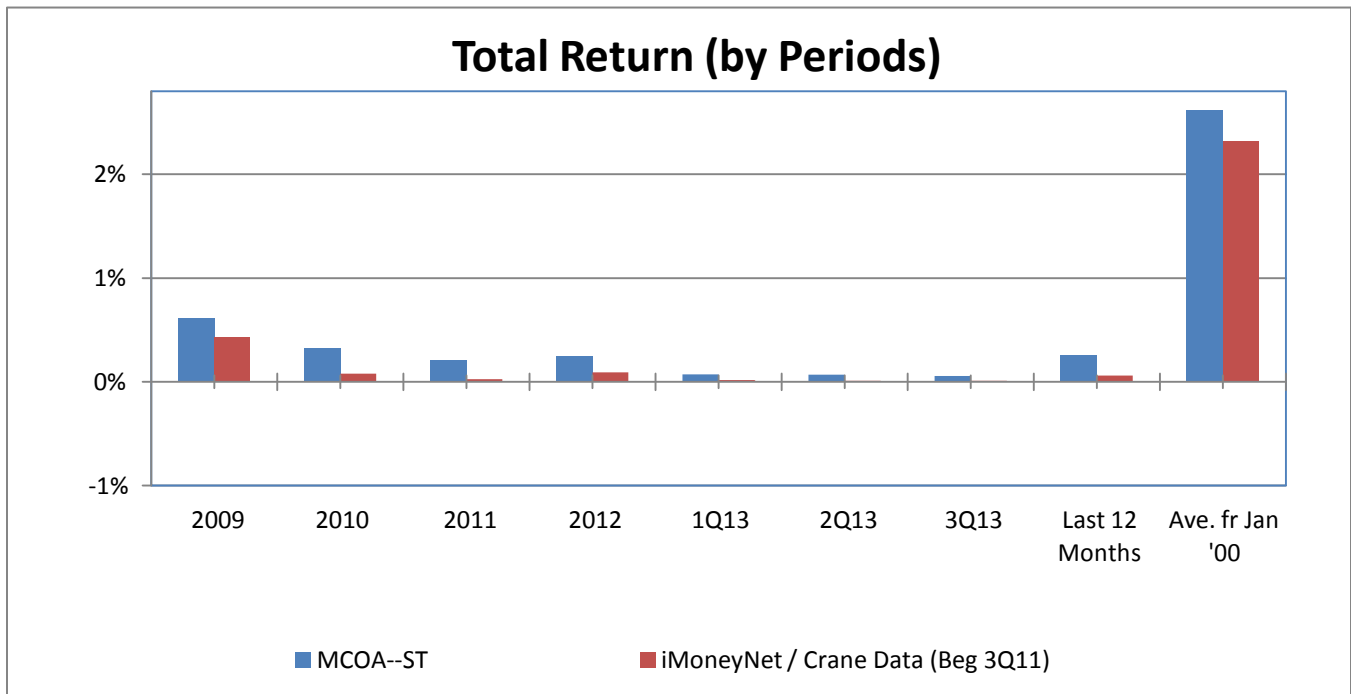
Financial Management Report

OPERATING FUNDS—STATEMENT OF REVENUES & EXPENSES

OPERATING FUNDS															
STATEMENT OF REVENUES AND EXPENSES															
2013 - 3rd Quarter Results															
(in thousands)															
Unaudited															
	General Fund					Environmental Services					Housing and Redevelopment Authority				
	2013 YTD	%	Projected	2013	Variance*	2013 YTD	%	Projected	2013	Variance*	2013 YTD	%	Projected	2013	Variance*
	Results	Budget	Year End	Budget		Results	Budget	Year End	Budget		Results	Budget	Year End	Budget	
Revenues	6,203	45%	13,529	13,728	(199)	142,155	73%	195,155	195,726	(571)	44,828	73%	61,461	61,461	0
Expenses	30,403	63%	45,657	48,512	2,855	78,433	66%	114,914	119,031	4,117	44,081	71%	60,403	61,786	1,383
Transfers	22,376	69%	31,014	32,542	(1,528)	(61,190)	74%	(82,321)	(82,864)	543	(365)	70%	(522)	(522)	0
Change in Reserve Balance	(1,824)		(1,114)	(2,242)	1,128	2,532		(2,080)	(6,169)	4,089	382		536	(847)	1,383
Beginning Reserve Balance			11,303					23,330					7,578		
Ending Reserve Balance			10,189					21,250					8,114		
Target Balance			4,851					11,903					5,632		
	Metro Transit - Bus					Metro Transit - Light Rail					Metro Transit - Commuter Rail				
	2013 YTD	%	Projected	2013	Variance*	2013 YTD	%	Projected	2013	Variance*	2013 YTD	%	Projected	2013	Variance*
	Results	Budget	Year End	Budget		Results	Budget	Year End	Budget		Results	Budget	Year End	Budget	
Revenues	178,918	76%	238,475	234,981	3,494	21,850	73%	29,218	29,859	(641)	12,708	75%	16,840	16,995	(155)
Expenses	187,661	72%	255,293	261,207	5,914	19,429	67%	28,364	28,814	450	10,180	62%	16,015	16,498	483
Transfers	4,636	81%	5,613	5,734	(121)	317	-41%	(1,057)	(769)	(288)	(918)	61%	(1,223)	(1,512)	289
Change in Reserve Balance	(4,107)		(11,205)	(20,492)	9,287	2,738		(203)	276	(479)	1,610		(398)	(1,015)	617
Beginning Reserve Balance			52,936					2,712					3,179		
Ending Reserve Balance			41,731					2,509					2,781		
Target Balance			22,820					2,472					1,495		
	MTS - Transportation Planning					MTS - Metro Mobility					MTS - Contracted Service				
	2013 YTD	%	Projected	2013	Variance*	2013 YTD	%	Projected	2013	Variance*	2013 YTD	%	Projected	2013	Variance*
	Results	Budget	Year End	Budget		Results	Budget	Year End	Budget		Results	Budget	Year End	Budget	
Revenues	5,973	86%	7,061	6,910	151	42,881	69%	61,907	61,984	(77)	19,381	77%	25,615	25,052	563
Expenses	3,147	72%	4,348	4,396	48	38,283	72%	51,832	52,883	1,051	16,128	70%	22,580	22,992	412
Transfers	(948)	67%	(1,296)	(1,406)	110	(381)	75%	(509)	(509)	0	(491)	69%	(710)	(710)	0
Change in Reserve Balance	1,878		1,417	1,108	309	4,217		9,566	8,592	974	2,762		2,325	1,350	975
Beginning Reserve Balance			1,094					3,866					2,507		
Ending Reserve Balance			2,511					13,432					4,832		
Target Balance			1,858					5,339					2,370		
*Variance = Favorable / (Unfavorable)															

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE— SHORT-TERM PORTFOLIO



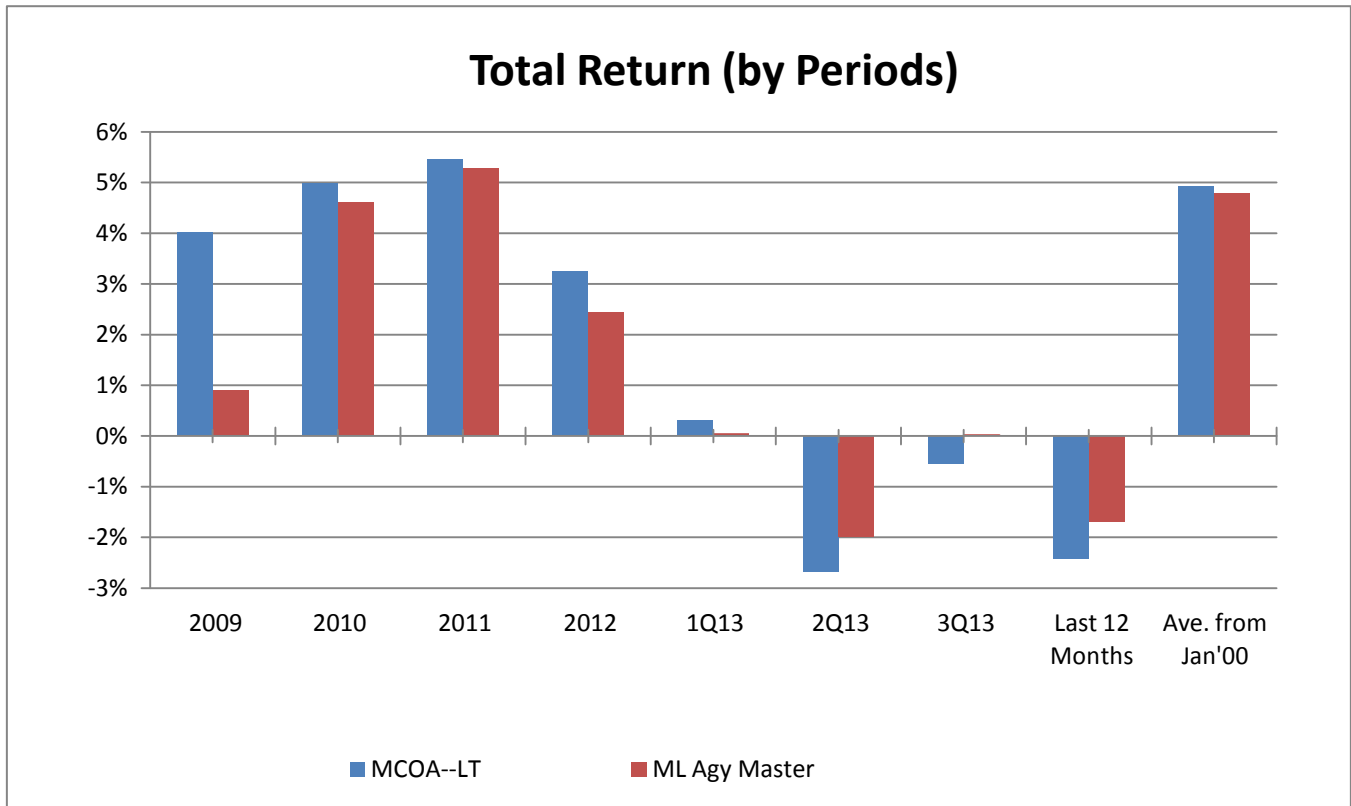
3Q13 Short-Term Portfolio Investment Results

Assets under Management (AUM): \$114 Million

Total return of 0.06% for this portfolio was above the index by 5 basis points. This portfolio has averaged 30 bps per year more than its benchmark over the past 14.75 years. For the quarter, 20% of our cash was invested in a government money market fund yielding 0.01%, about 71% was invested in top tier commercial paper yielding 0.25%, and 9% was invested in short taxable municipal bonds yielding 0.85%. Overall, the positive performance was attributed to the commercial paper and short municipal holdings.

Back in June, due to market uncertainty related to SEC's money market fund reform proposal, we moved cash from a prime money fund (yielding 0.05%) to a government money market fund (yielding 0.01%). As a result, compared to our prime fund benchmark, we anticipate performance to decline during the fourth quarter as our cash position will be earning close to zero percent.

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—LONG-TERM PORTFOLIO



3Q13 Long-Term Portfolio Investment Results

Assets Under Management (AUM) \$394 Million

During the third quarter, the municipal yield curve continued to steepen. Long term yields rose slightly while short term yields remained anchored at low levels consistent with Fed's accommodative monetary policy. Generally, there is an inverse relationship between interest rates and bond prices. Since interest rates rose on the long end of the yield curve, long bonds experienced price depreciation. The portfolio generated negative returns for the 3 months and 12 months ended September 30. Total return of -0.55% was below the Index (0.35%) by 90 basis points. The portfolio's long relative duration (4.84 vs. the benchmark at 3.93) detracted from performance.

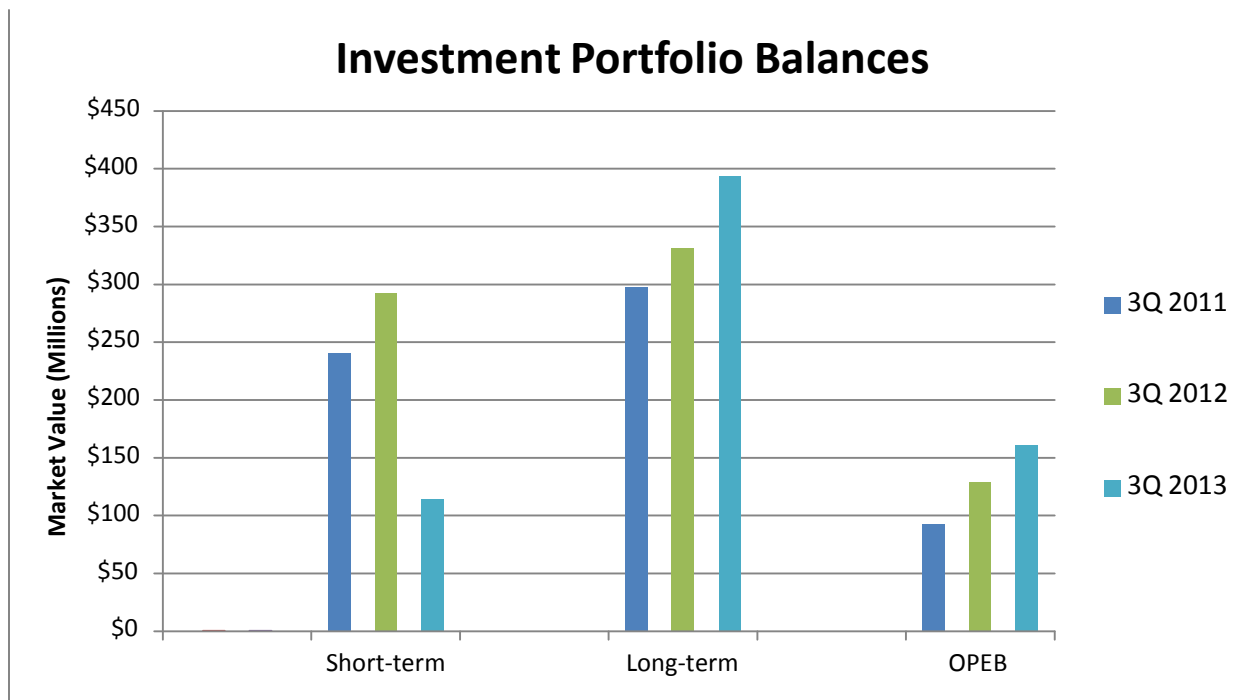
Currently, 17% of the market value of the portfolio is made up of cash and cash equivalents. We will maintain this conservative position in order to take advantage of investment opportunities and to balance our duration.

Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances
Market Value (Millions)

	3Q 2011	3Q 2012	3Q 2013
Short-term	\$ 240.0	\$ 292.6	\$ 113.8
Long-term	297.6	331.6	393.6
OPEB	92.7	129.0	160.7
Total	<u>630.3</u>	<u>753.2</u>	<u>668.1</u>



Financial Management Report

GENERAL FUND

Unaudited—dollars in thousands

	General Fund				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	6,203	45%	13,529	13,728	(199)
Expenses	30,403	63%	45,657	48,512	2,855
Transfers	22,376	69%	31,014	32,542	(1,528)
Change in Reserve Balance	(1,824)		(1,114)	(2,242)	1,128
Beginning Reserve Balance			11,303		
Ending Reserve Balance			10,189		
Target Balance			4,851		

Year to date Third Quarter, the General Fund has spent 63 percent of annual budgeted operating expenses.

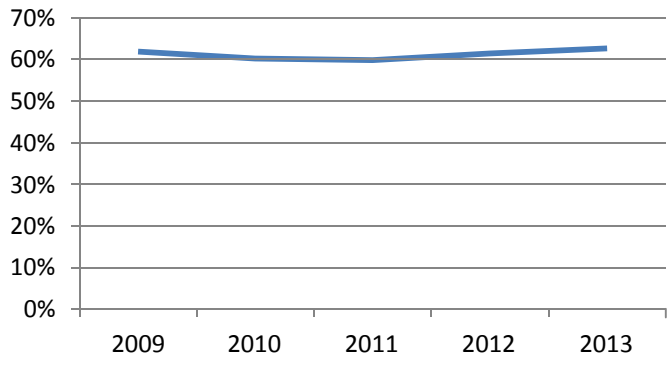
Salary savings of approximately \$2.7 million are expected to carry through to year end.

Other expense categories are generally expected to be on track to budget by year end. Third Quarter year to date spending for Contracted Services is about 50% of budget, but higher projected spending in the fourth quarter (primarily hardware and software licensing and maintenance costs) will result in spending near to budget. Anticipate a carry-forward request of \$167K for implementation of eBenefits system that begins in 2013 and will finalize in 2014.

The amended 2013 budget approved by the Council reflects a \$2.2 million use of general fund reserve balances, while the year-end projection is \$1.1 million use of reserves.

The projected year end available reserve balance is \$10.1 million.

General Fund - 3rd Qtr - % of Budget Spent



Financial Management Report

ENVIRONMENTAL SERVICES

Unaudited—dollars in thousands

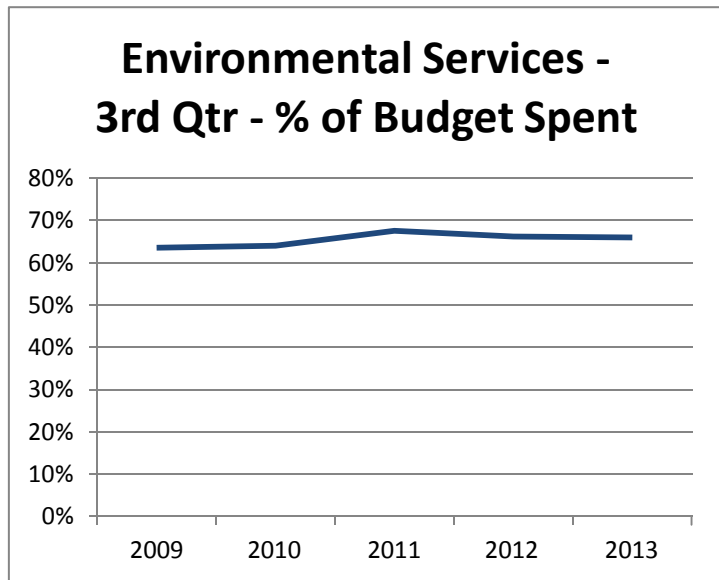
	Environmental Services				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	142,155	73%	195,155	195,726	(571)
Expenses	78,433	66%	114,914	119,031	4,117
Transfers	(61,190)	74%	(82,321)	(82,864)	543
Change in Reserve Balance	2,532		(2,080)	(6,169)	4,089
Beginning Reserve Balance			23,330		
Ending Reserve Balance			21,250		
Target Balance			11,903		

Environmental Services operating expenses are projected to be under budget by as much as \$4.1 million from the 2013 budget; however there is a fair amount of uncertainty in this forecast. Salary and benefits are expected to be under the 2013 budget by approximately \$1.3 million. This projection is based on currently filled positions; as approved vacancies are filled this under spending will diminish. Non-salary related expenses are expected to be under budget by approximately \$3.3 million. Primarily in the areas of Contracted Services and Capital Outlay, these estimates are subject to uncertainty including but not limited to progress on maintenance contracts, settlement of electric rates, and the timing of fleet procurements.

No material deviation from budgeted operating revenues are expected.

Environmental Services operations has an amended 2013 budgeted use of reserves of \$6.2 million, including \$2.9 million initially adopted with the budget and \$3.3 million for the 2012 Carry-forward Budget Amendment. Subject to the staffing and non-labor issues noted above, Environmental Services is forecasting an approximate \$2 million use of reserves. This would leave the operating and contingency reserve at about \$21.3 million or 17% of proposed FY 2013 operating expenses, by the end of FY 2013. Finally, \$11 million of this amount, previously designated by the Council for possible future SAC shifts, was undesignated by Council action on July 24th.

SAC units collected continue to substantially exceed the pace of 2012 receipts.



Financial Management Report

HOUSING AND REDEVELOPMENT FUND

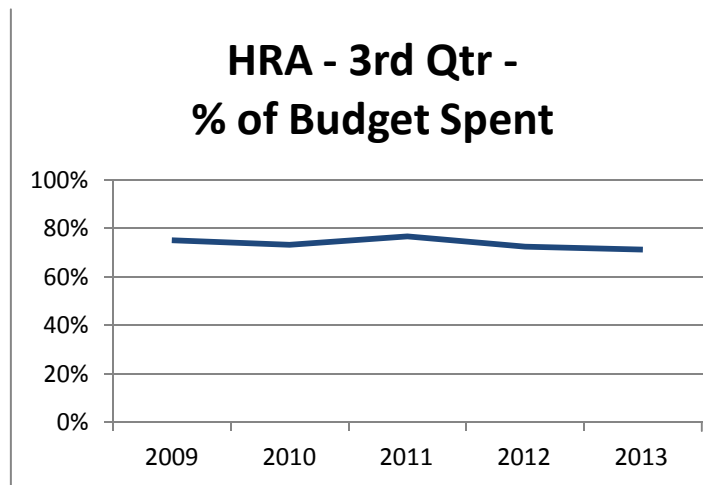
Unaudited—dollars in thousands

	Housing and Redevelopment Authority				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	44,828	73%	61,461	61,461	0
Expenses	44,081	71%	60,403	61,786	1,383
Transfers	(365)	70%	(522)	(522)	0
Change in Reserve Balance	382		536	(847)	1,383
Beginning Reserve Balance			7,578		
Ending Reserve Balance			8,114		
Target Balance			5,632		

The Housing and Redevelopment Authority (HRA) finished third quarter showing a nearly \$459K fund balance for the program operations side of the budget. The subsidy fund balance is showing a negative (\$77K), resulting in an overall fund balance of (\$382K) after third quarter.

The report last quarter showed the subsidy fund balance as a negative (\$1.3 million). The Council applied for and was awarded additional subsidy funding from the U.S Department of Housing and Urban Development.

This additional funding along with program size reductions through regular monthly attrition will result in a balance subsidy at year end. The year-end change in operating fund balance projection is \$648K. Together with a expected pass-through use of reserves (\$112,574), a total ending reserve of \$8.1 million is anticipated.



Financial Management Report

METRO TRANSIT—BUS

Unaudited—dollars in thousands

	Metro Transit - Bus				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	178,918	76%	238,475	234,981	3,494
Expenses	187,661	72%	255,293	261,207	5,914
Transfers	4,636	81%	5,613	5,734	(121)
Change in Reserve Balance	(4,107)		(11,205)	(20,492)	9,287
Beginning Reserve Balance			52,936		
Ending Reserve Balance			41,731		
Target Balance			22,820		

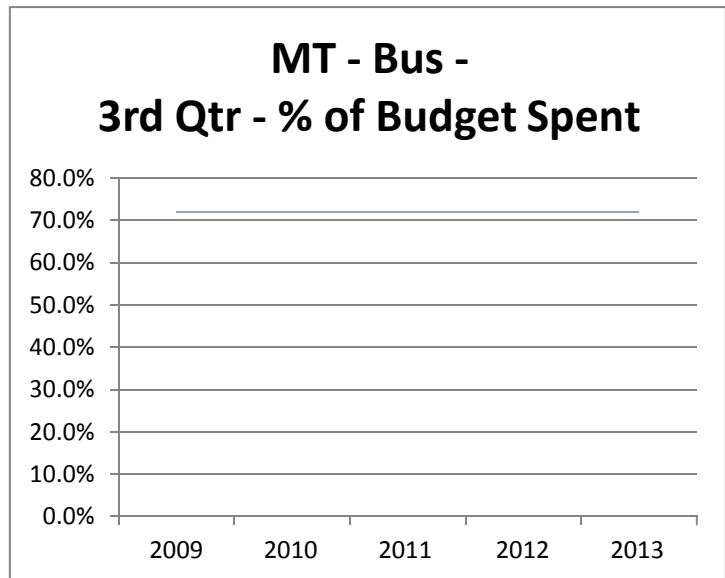
Adopted 2013 budgeted use of reserves of \$20.5M.

Projected year-end positive variance of \$9.3M. Year end fund balance of \$41.7M or 16.0%, which is \$18.9M over the Council target balance.

Passenger revenues are expected to be over budget by \$2.2M due to increased ridership and \$0.03 average fare per passenger increase.

Advertising revenue is expected to be favorable by \$744K. Revenues were very strong in the 1st three quarters and advertising purchases are expected to continue at this trend.

Bus operating expenses are forecasted under budget \$5.9M



Salaries and benefits will be over budget approx \$1.3M. This is due to lower than budgeted - A-87 allocation rates. Commuter rail and Light rail will be under budget for the same reasons.

Fuel prices are considerably under the budgeted price with savings of \$3.1M. Budgeted price was \$3.52 per gallon while the actual price per gallon was \$3.11.

Parts and supplies are projected to be \$2.1M under budget due to the average age of our bus fleet dropping and newer buses with better repair performance.

Other expenses under budget are: Professional Technical \$251K and Utilities \$410K.

Financial Management Report

METRO TRANSIT—LIGHT RAIL

Unaudited—dollars in thousands

	Metro Transit - Light Rail				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	21,850	73%	29,218	29,859	(641)
Expenses	19,429	67%	28,364	28,814	450
Transfers	317	-41%	(1,057)	(769)	(288)
Change in Reserve Balance	2,738		(203)	276	(479)
Beginning Reserve Balance			2,712		
Ending Reserve Balance			2,509		
Target Balance			2,472		

Adopted 2013 contribution to reserves of \$276K.

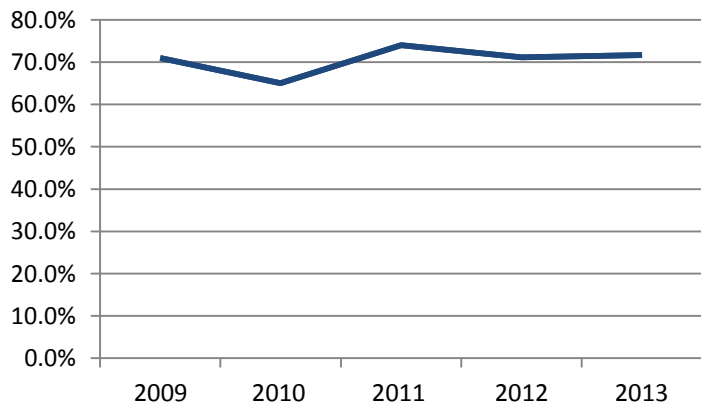
Projected year-end negative variance of \$203K. Year end fund balance of \$2.5M or 8.8%, which is \$37K over the Council target fund balance.

Passenger revenues are expected to be \$523K below budget, due to reduced ridership to special events and track maintenance shut downs.

Light Rail operating expenses are forecasted under budget \$449K.

Salaries and benefits will be below budget by \$1.65M. This is due to lower than budgeted A-87 allocation rates and savings due to unfilled positions.

MT - Light Rail - 3rd Qtr - % of Budget Spent



Consulting Contracting Services over budget \$176K due to contracted rail grinding work done during the summer.

Materials and supplies are expected to be \$287K over budget due to track maintenance.

Utilities are projected to be unfavorable by \$172K due to testing of new train cars purchased for the Blue line.

Forecasts refunds to the funding partners of \$77K included in Other Operating Expenses.

The other expense category includes \$525K for pre-revenue operations for greenline.

Financial Management Report

METRO TRANSIT—COMMUTER RAIL

Unaudited—dollars in thousands

	Metro Transit - Commuter Rail				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	12,708	75%	16,840	16,995	(155)
Expenses	10,180	62%	16,015	16,498	483
Transfers	(918)	61%	(1,223)	(1,512)	289
Change in Reserve Balance	1,610		(398)	(1,015)	617
Beginning Reserve Balance			3,179		
Ending Reserve Balance			2,781		
Target Balance			1,495		

Adopted use of reserves of \$1.0M

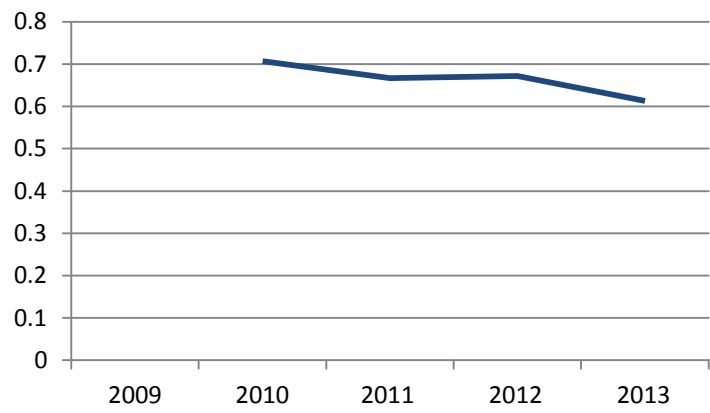
Projected year-end positive variance of \$617K.
Year end fund balance of \$2.7M or 17.3%, which is \$1.2M over the target balance.

Passenger revenues are projected to be \$21K under budget due lower average fares. Ridership is forecast to be 50K over budget. Sept YTD ridership is 15.1% above 2012 levels.

Commuter Rail Operating expenses are forecasted under budget \$483K.

Salaries and benefits will be under budget by \$521K. This is due to lower A-87 allocation rates.

**MT - Commuter Rail -
3rd Qtr - % of Budget Spent**



Contracted maintenance work will under budget by approximately \$960K due to Metro Transit staff doing this work.

Forecasts refunds to the funding partners of \$1.329M included in Other Operating Expenses.

Financial Management Report

METROPOLITAN TRANSPORTATION SERVICES

Unaudited—dollars in thousands

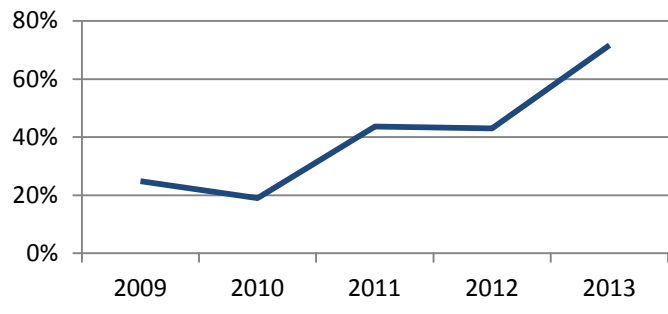
	MTS-Transportation Planning				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	5,973	86%	7,061	6,910	151
Expenses	3,147	72%	4,348	4,396	48
Transfers	(948)	67%	(1,296)	(1,406)	110
Change in Reserve Balance	1,878		1,417	1,108	309
Beginning Reserve Balance			1,094		
Ending Reserve Balance			2,511		
Target Balance			1,858		

Transportation Planning is expected to come in under budget. The 2013 operating budget provides for increased operating reserves to bring the fund into a sustainable positive cash flow position. Council policy targets minimum operating reserves for MTS funds at 15%. For cash flow needs the Transportation Planning fund operating target is 31.5% (\$1.9M).

Salary and related indirect savings are able to offset increases in grants pass-through costs for Job Access and Reverse Commute (JARC) and New Freedom programs and create a positive variance in expenses. The grants pass-through expenses are offset by an equal amount of federal grant revenue.

Increase in projected reserves above target level are budgeted in 2014 through application of the revenue allocation model.

MTS - Transportation Planning - 3rd Qtr - % of Budget Spent



Financial Management Report

MTS—METRO MOBILITY

Unaudited—dollars in thousands

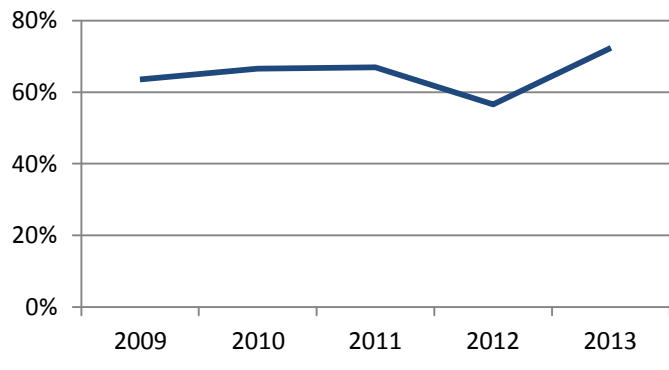
	MTS - Metro Mobility				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	42,881	69%	61,907	61,984	(77)
Expenses	38,283	72%	51,832	52,883	1,051
Transfers	(381)	75%	(509)	(509)	0
Change in Reserve Balance	4,217		9,566	8,592	974
Beginning Reserve Balance			3,866		
Ending Reserve Balance			13,432		
Target Balance			5,339		

Metro Mobility is expected to come in under budget. The fund also received \$3M in state general fund appropriations in a recent amendment. This amount was received from the last legislative session to cover rising Metro Mobility costs and light rail operations match. This additional fund balance will free up other resources that can be used by Metro Mobility to cover the state’s share of operations.

Metro Mobility expenses are coming in under budget do to anticipated fuel savings.

Increase in projected reserves above target level are budgeted in 2014 through application of the revenue allocation model.

MTS - Metro Mobility - 3rd Qtr - % of Budget Spent



Financial Management Report

MTS—CONTRACTED SERVICES

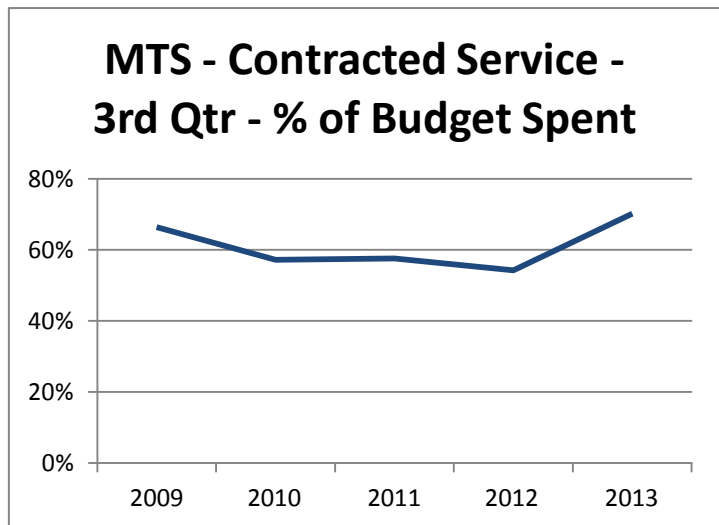
Unaudited—dollars in thousands

	MTS - Contracted Service				
	2013 YTD Results	% Budget	Projected Year End	2013 Budget	Variance*
Revenues	19,381	77%	25,615	25,052	563
Expenses	16,128	70%	22,580	22,992	412
Transfers	(491)	69%	(710)	(710)	0
Change in Reserve Balance	2,762		2,325	1,350	975
Beginning Reserve Balance			2,507		
Ending Reserve Balance			4,832		
Target Balance			2,370		

Contracted Services is expected to come in under budget. The cost savings are driven by lower than expected fuel costs and the decreased need for demand response service (Transit Link) hours. The funds are also experiencing an increase in federal revenues due to additional JARC and New Freedoms funds being drawn for existing routes that had not been drawn in previous years.

For cash flow needs, the Contracted Service Funds operating target is 10% (\$2.4M) and fits within the Council policy for overall MTS target of 15% minimum reserve balance.

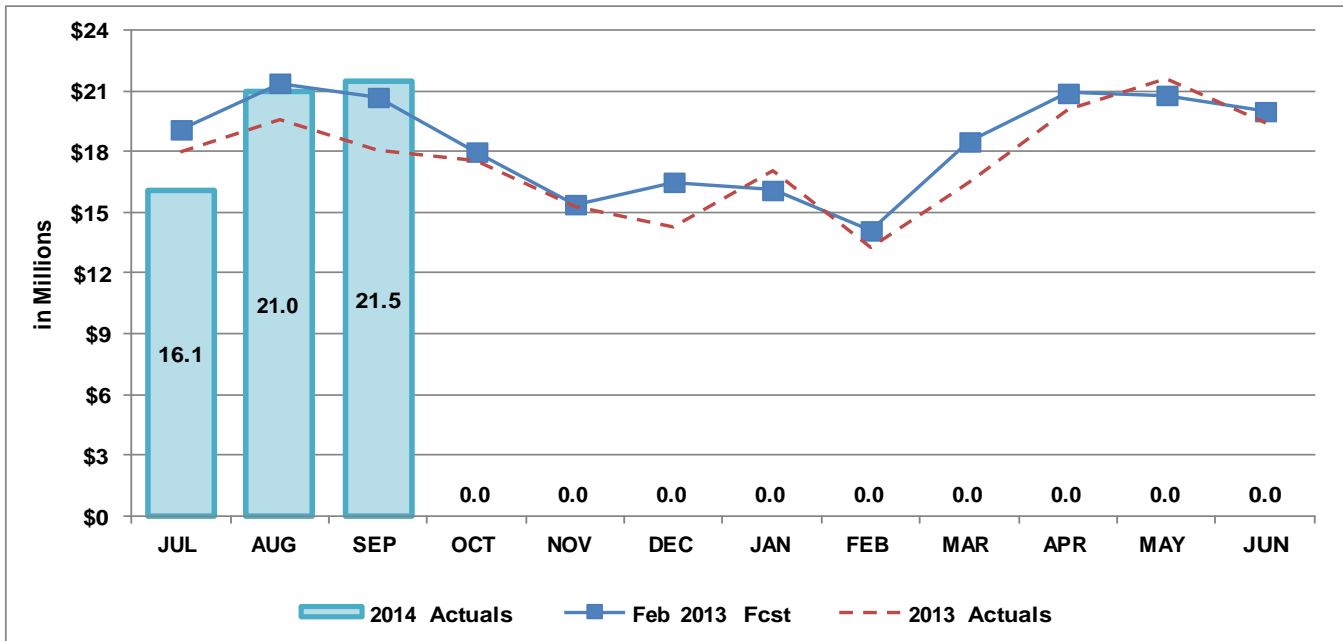
Increase in projected reserves above target level are budgeted in 2014 through application of the revenue allocation model.



Financial Management Report

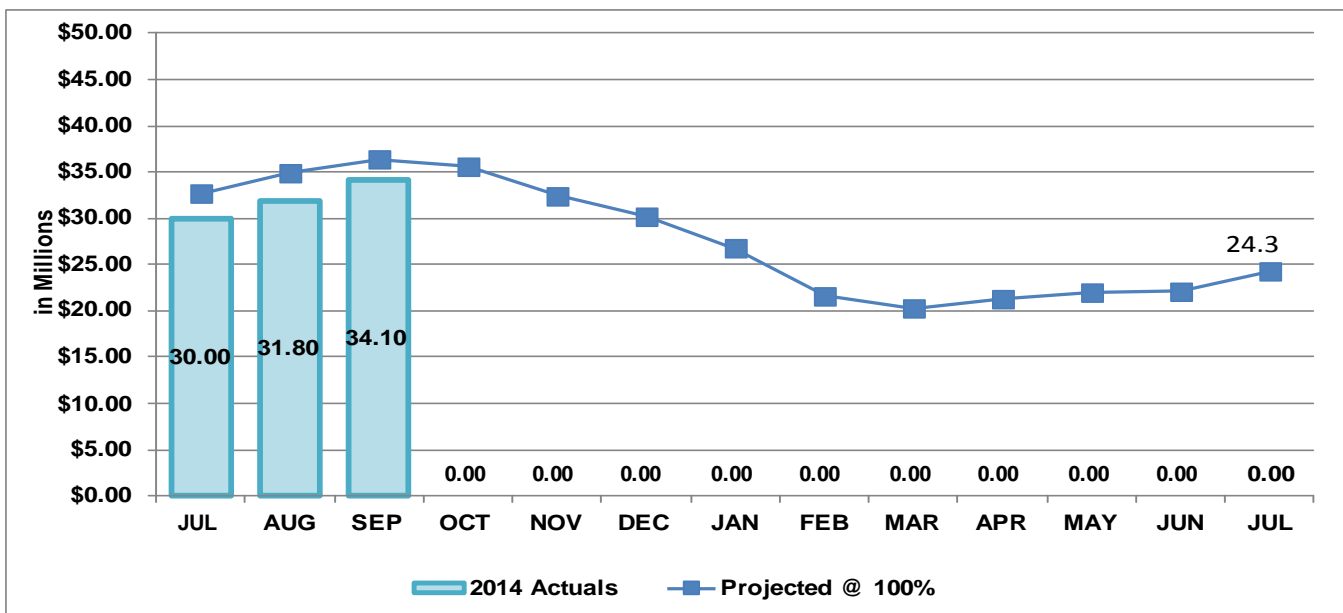
MOTOR VEHICLE SALES TAX (MVST) REVENUES

Motor Vehicle Sales Tax Revenues – Metro Area Transit – 95.8% of Forecast



Motor vehicle sales tax receipts totaled \$58.6 million in the first quarter of state fiscal year 2014, 95.8% of forecast and 5% higher than first quarter receipts in state fiscal year 2013.

Motor Vehicle Sales Tax Reserve Balance



Financial Management Report

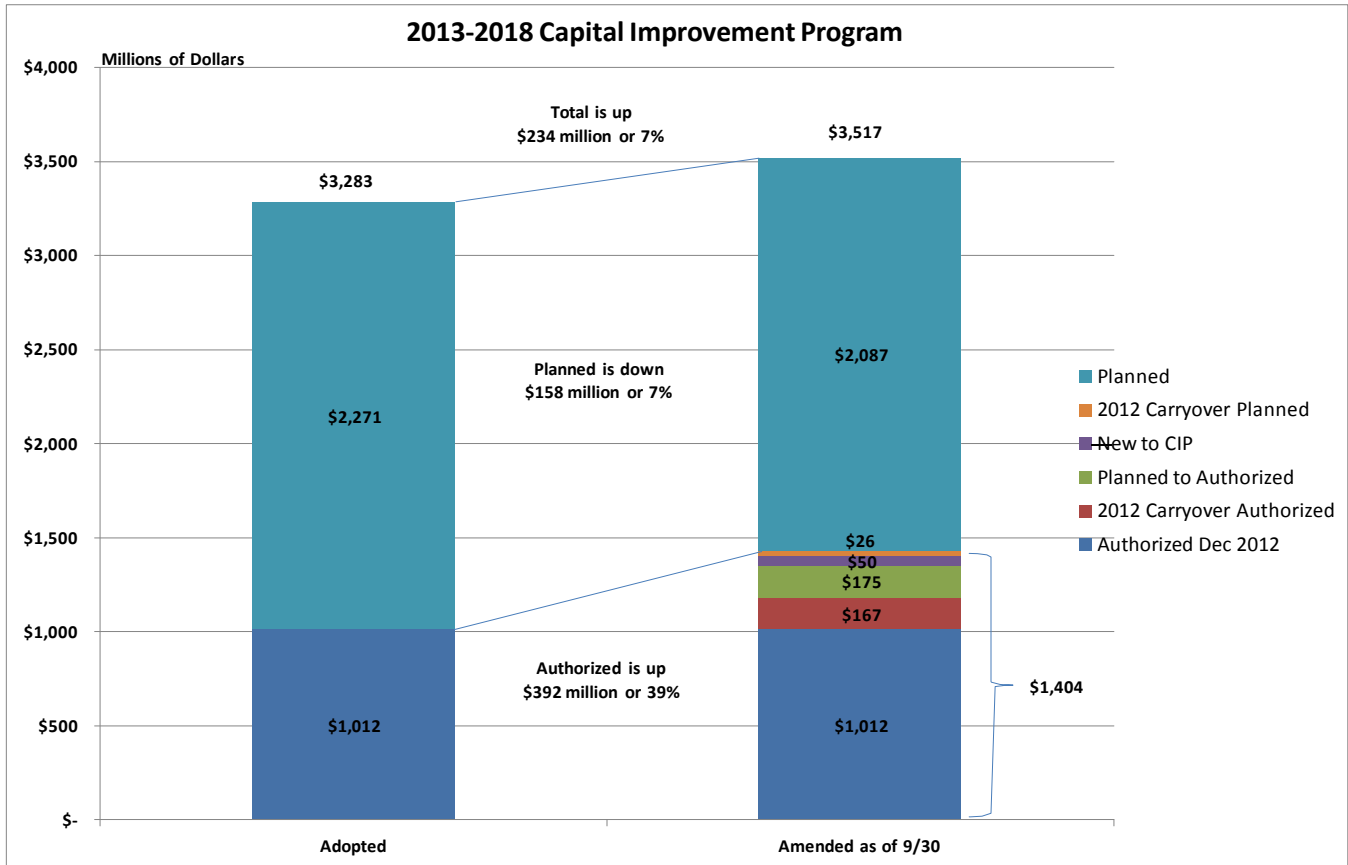
MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

Motor Vehicle Sales Tax – Forecasts and Budget

	Total	Jan-Jun	Jul-Dec
November 2012 Forecast	216	106	110
Council Budget:			
95% of State Forecast	206	101	105
Use of MVST Reserve	20	10	10
February 2013 Forecast	219	107	112
YTD Actuals	169	110	59
% of February Forecast		103%	

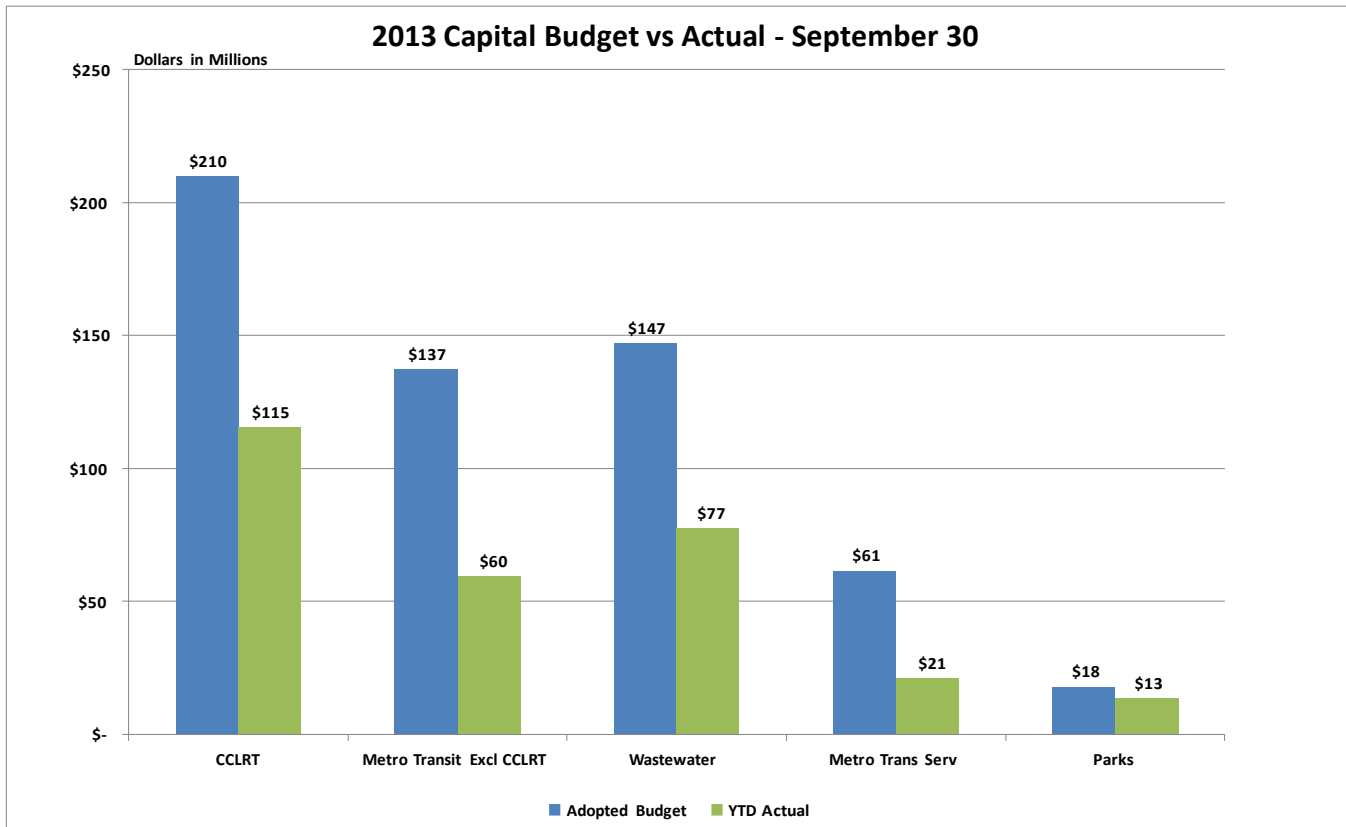
2013-2018 CAPITAL IMPROVEMENT PROGRAM



2013-2018 Capital Improvement Program

The six-year Capital Improvement Program increased by \$234 million through amendments during the first nine months of the year. The Capital Improvement Program increased from \$3.283 billion to \$3.517 billion, an increase of 7 percent. The authorized portion of the CIP is up \$392 million or 39 percent, including \$175 million in projects moved from the planned portion of the CIP, \$167 million in authority shifted from 2012 to 2013 and \$50 million in new projects not previously in the CIP. The \$50 million not previously in the CIP includes \$29 million for wastewater projects and \$21 million for transit projects. The authorized portion of the Capital Improvement Program typically increases during the year as federal, state and regional funding becomes available to transit and parks and projects are moved from planned to authorized.

2013 CAPITAL BUDGET



2013 Capital Budget

Actual 2013 capital expenditures through the first nine months of 2013 equal 50 percent of the adopted budget. Actual expenditures as a percent of the adopted budget were 55 percent for Central Corridor, 43 percent for other Metro Transit projects, 34 percent for Metropolitan Transportation Services projects, 53 percent for Environmental Service’s wastewater projects and 75 percent for Community Development’s parks projects.

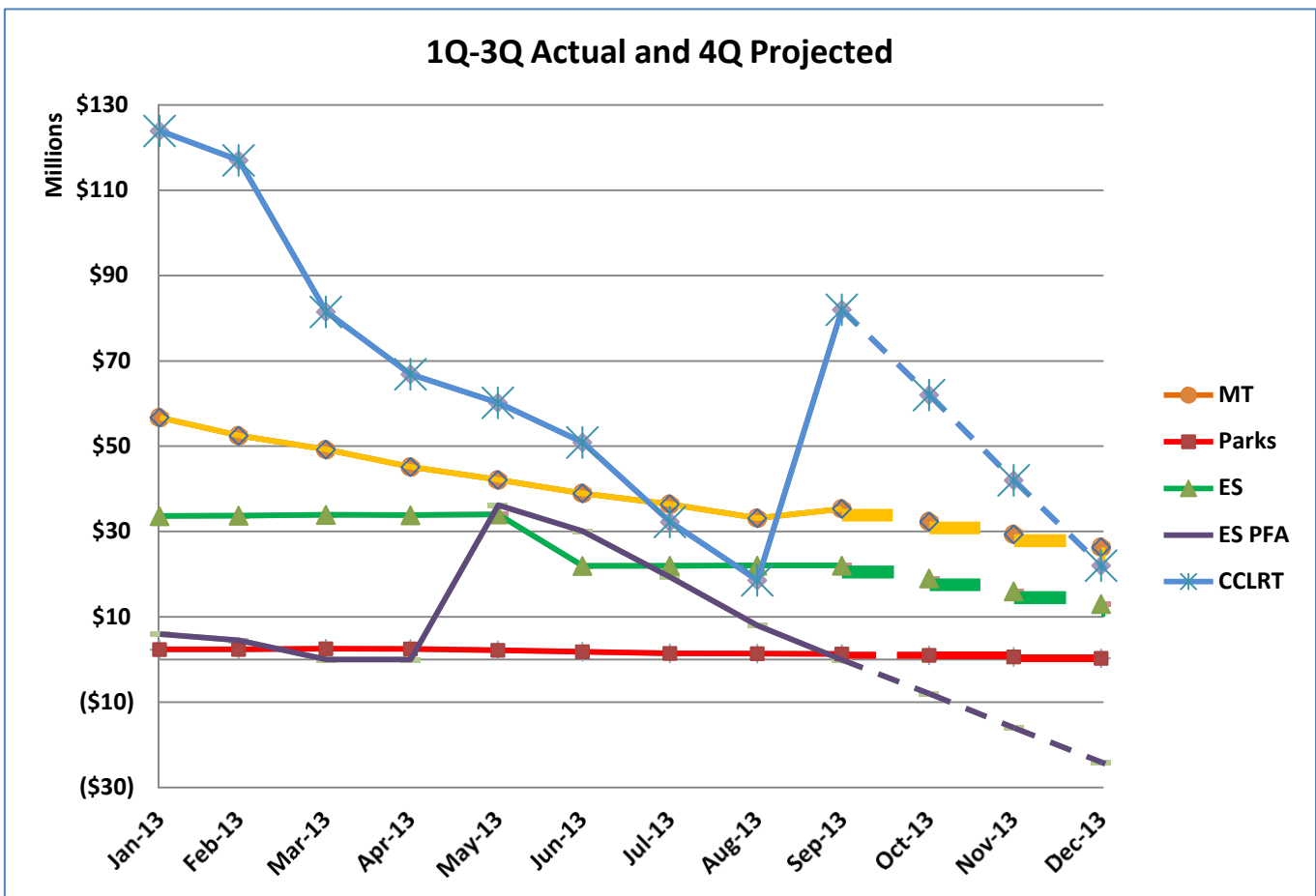
Financial Management Report

CAPITAL FUND CASH BALANCES

The GO capital bond funds for Parks, Transit and Wastewater have experienced slower than normal spending in the past year. Conversely, Wastewater expenses eligible for reimbursement from the Minnesota Public Facilities Authority (PFA) loan have been sizable and presented over a short time period. We have initiated application to PFA for the next loan to address that portion of the PFA line going below zero in the below chart.

Earlier-than-expected receipt of a FTA grant funds for the CCLRT project during the early fall season allowed us to postpone the next issuance of Grant Anticipation Notes (GANs) by a few months.

Expect to see business items coming to the Management Committee, in November, seeking approval to issue debt; proceeds to be delivered in early 2014. New money bonds will be issued in an amount which, together with remaining balances from prior bonds, is expected to be spent within 12-18 months. GANs will be issued up to the amount that can be covered 110% by future FTA disbursements to the Council. We continue to monitor the debt portfolio for refunding opportunities.



STATEMENT OF REVENUES AND EXPENSES				
General Fund				
September 30, 2013				
Unaudited				
	YTD	YEAR-END	AMENDED	VARIANCE
	ACTUALS	PROJECTION	BUDGET	FAVORABLE
				(UNFAVORABLE)
REVENUES				
Property Taxes	5,608,808	10,658,120	10,658,120	-
Federal Revenues	-	2,121,000	2,121,000	-
Investment Earnings	521,523	670,000	728,348	(58,348)
Other Revenue	72,811	80,000	221,000	(141,000)
Total Revenues	6,203,142	13,529,120	13,728,468	(199,348)
EXPENSES				
Salary and Benefits	20,454,745	27,680,000	30,386,398	2,706,398
Consulting & Contractual Services	6,824,959	13,691,212	13,936,012	244,800
Rent & Utilities	1,879,795	2,603,190	2,603,190	-
Printing	118,882	220,390	220,390	-
Travel & Professional Development	276,531	437,338	402,038	(35,300)
Insurance	21,273	25,000	25,000	-
Other Operating Expense	826,520	999,969	939,469	(60,500)
Total Expenses	30,402,705	45,657,099	48,512,497	2,855,398
TRANSFERS				
Transfer In - Expense Allocation From MT	14,158,453	20,140,000	20,556,437	(416,437)
Transfer In - Expense Allocation From MCES	7,033,458	10,060,000	11,055,143	(995,143)
Transfers In - Other	-	-	-	-
Transfers In- A87 Allocations	2,122,289	2,945,000	3,054,181	(109,181)
Chargeback from MAC	92,261	76,706	76,000	706
Transfer Out	(1,030,577)	(2,208,050)	(2,200,000)	(8,050)
Total Transfers	22,375,884	31,013,656	32,541,761	(1,528,105)
Change in Reserve Balance	(1,823,679)	(1,114,323)	(2,242,268)	1,127,945
Beginning Fund Balance		11,303,000		
Ending Unassigned Reserve Balance		10,188,677		
2013 Target Balance (10%)		4,851,250		

Appendix Environmental Services Operations

STATEMENT OF REVENUES AND EXPENSES				
Environmental Services				
September 30, 2013				
Unaudited				
	YTD	YEAR-END	AMENDED	VARIANCE
	ACTUALS	PROJECTION	BUDGET	FAVORABLE
				(UNFAVORABLE)
REVENUES				
Municipal Wastewater Charges	134,112,787	178,818,686	178,823,786	(5,100)
Industrial Charges	6,679,806	13,600,000	13,977,000	(377,000)
State Grant Revenue	624,552	1,531,402	1,781,402	(250,000)
Investment Earnings	553,164	815,127	700,000	115,127
Other Revenue	184,420	390,012	444,275	(54,263)
Total Revenues	142,154,729	195,155,227	195,726,463	(571,236)
EXPENSES				
Salary and Benefits	43,177,622	61,960,443	63,308,945	1,348,502
Consulting & Contractual Services	9,910,061	15,372,750	19,554,604	4,181,854
Rent & Utilities	12,124,643	17,518,033	15,999,364	(1,518,669)
Travel	184,837	220,989	358,522	137,533
Materials & Supplies	5,396,538	7,606,106	7,070,793	(535,313)
Chemicals	5,214,763	7,915,978	7,709,110	(206,868)
Capital Outlay	1,335,893	2,319,598	2,933,436	613,838
Other Operating Expense	1,088,220	1,999,893	2,096,190	96,297
Total Expenses	78,432,577	114,913,790	119,030,964	4,117,174
TRANSFERS				
SAC Transfer	22,121,253	29,495,000	29,495,000	-
Transfers In	30,577	253,850	253,850	-
Debt Service	(75,183,750)	(100,245,000)	(100,245,000)	-
Interdivisional Charges	(7,033,458)	(10,324,724)	(10,868,130)	543,406
Transfers Out	(1,125,000)	(1,500,000)	(1,500,000)	-
Total Transfers	(61,190,378)	(82,320,874)	(82,864,280)	543,406
Change in Reserve Balance	2,531,774	(2,079,437)	(6,168,781)	4,089,344
Beginning Reserve Balance		23,330,076		
Ending Reserve Balance		21,250,639		
2013 Target Balance (10%)		11,903,096		

Appendix

Housing and Redevelopment Authority

STATEMENT OF REVENUES AND EXPENSES					
Housing and Redevelopment Authority (HRA)					
September 30, 2013					
Unaudited					
	YTD ACTUALS	YEAR END PROJECTION	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
REVENUES					
Federal Revenue	42,404,829	58,007,444	58,007,444	-	39,375,715
State Revenue	921,997	1,508,600	1,508,600	-	850,380
Investment Earnings	(84,410)	70,000	70,000	-	-
Other Revenue	1,585,373	1,875,000	1,875,000	-	17,223
Total Revenues	44,827,789	61,461,044	61,461,044	-	40,243,318
EXPENSES					
Salary and Benefits	2,068,941	2,958,571	2,958,571	-	-
Consulting & Contractual Services	540,527	815,000	815,000	-	-
Rent & Utilities	144,968	203,280	203,280	-	-
Housing Expenses	41,073,053	56,065,000	56,065,000	-	40,355,892
Travel	26,992	60,000	60,000	-	-
Insurance	90,159	100,000	100,000	-	-
Other Operating Expense	136,547	201,070	1,583,985	1,382,915	-
Total Expenses	44,081,187	60,402,921	61,785,836	1,382,915	40,355,892
TRANSFERS					
Transfers-out - A87 Allocations	(365,375)	(522,484)	(522,484)	-	-
Total Transfers	(365,375)	(522,484)	(522,484)	-	-
Change in Reserve Balance	381,227	535,639	(847,276)	1,382,915	(112,574)
Beginning Reserve Balance:					
Operating		7,238,044			
Federal Passthrough (HAP Assistance)		340,157			
Total Beginning Balance		7,578,201			
Change in Reserve Balance:					
Operating		648,213			
Federal Passthrough		(112,574)			
Total Change in Reserve Balance		535,639			
Ending Reserve Balance		8,113,840			
2013 Target Balance (8.3%)		5,632,244			

Appendix

Metro Transit Bus Operations

STATEMENT OF REVENUES AND EXPENSES				
Metro Transit - Bus Operations				
September 30, 2013				
Unaudited				
	YTD ACTUALS	YEAR-END PROJECTION	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES				
Passenger Revenues	60,135,325	80,682,139	78,499,918	2,182,221
Auxiliary Transit Revenue	2,358,297	3,144,297	2,400,000	744,297
Federal Revenue	2,853,029	3,304,361	3,730,733	(426,372)
State Revenue - MVST	111,721,500	148,962,000	148,962,000	-
Investment Earnings	1,042,009	1,389,376	500,000	889,376
Other Revenue	808,196	992,752	888,000	104,752
Total Revenues	178,918,356	238,474,925	234,980,651	3,494,274
EXPENSES				
Salary and Benefits	150,193,711	203,786,923	202,508,677	(1,278,246)
Consulting & Contractual Services	4,531,179	6,041,678	6,293,504	251,826
Fuel	17,723,298	23,664,656	26,826,372	3,161,716
Materials & Supplies	9,162,440	12,865,781	14,970,902	2,105,121
Utilities	2,606,192	3,991,156	4,401,163	410,007
Other Operating Expense	3,444,626	4,942,549	6,206,878	1,264,329
Total Expenses	187,661,446	255,292,743	261,207,496	5,914,753
TRANSFERS				
Transfer In - MVST	15,025,500	20,034,000	20,034,000	-
Transfer In - Transit Allocations	3,296,806	4,395,659	4,517,386	(121,727)
Transfer Out - RA Expense Allocation	(13,686,597)	(18,817,000)	(18,817,000)	-
Total Transfers	4,635,709	5,612,659	5,734,386	(121,727)
Change in Reserve Balance	(4,107,381)	(11,205,159)	(20,492,459)	9,287,300
Beginning Reserve Balance		52,935,623		
Ending Reserve Balance		41,730,464		
2013 Target Balance (8.3 - 12.5%)		22,819,977		

Appendix

Metro Transit Light Rail Operations

STATEMENT OF REVENUES AND EXPENSES				
Metro Transit - Light Rail Operations				
September 30, 2013				
Unaudited				
	YTD	YEAR-END	AMENDED	VARIANCE
	ACTUALS	PROJECTION	BUDGET	FAVORABLE
				(UNFAVORABLE)
REVENUES				
Passenger Revenues	7,390,979	9,915,631	10,438,787	(523,156)
Auxiliary Transit Revenue	485,504	647,343	700,000	(52,657)
State Revenue - GF Appropriation	3,880,500	5,174,001	5,174,001	-
State Revenue - MVST	1,489,500	1,986,000	1,986,000	-
Local Revenue	8,604,819	11,473,092	11,473,092	-
Investment Earnings	(32,052)	(19,551)	50,000	(69,551)
Other Revenue	30,899	41,203	37,000	4,203
Total Revenues	21,850,149	29,217,719	29,858,880	(641,161)
EXPENSES				
Salary and Benefits	14,403,875	21,164,437	22,822,520	1,658,083
Consulting & Contractual Services	738,405	864,541	688,123	(176,418)
Fuel	9,928	13,238	23,209	9,971
Materials & Supplies	1,464,449	1,876,844	1,589,725	(287,119)
Utilities	2,333,522	3,157,533	2,984,744	(172,789)
Other Operating Expense *	478,763	1,287,245	705,272	(581,973)
Total Expenses	19,428,942	28,363,838	28,813,593	449,755
TRANSFERS				
Transfer In - MVST Reserve	4,076,000	4,076,000	4,076,000	-
Transfer Out - Transit Allocations	(2,658,490)	(3,664,657)	(3,377,493)	(287,164)
Transfer Out - RA Expense Allocation	(1,100,826)	(1,468,000)	(1,468,000)	-
Total Transfers	316,684	(1,056,657)	(769,493)	(287,164)
Change in Reserve Balance	2,737,891	(202,776)	275,794	(478,570)
Beginning Reserve Balance		2,711,823		
Ending Reserve Balance		2,509,047		
2013 Target Balance (8.3 - 12.5%)		2,471,622		
* other expense includes \$77,390 refund to CTIB, \$525,000 for prerevenue operations for Green Line.				

Appendix

Metro Transit Commuter Rail Operations

STATEMENT OF REVENUES AND EXPENSES				
Metro Transit - Commuter Rail Operations				
September 30, 2013				
Unaudited				
	YTD ACTUALS	YEAR-END PROJECTION	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES				
Passenger Revenues	2,017,324	2,589,445	2,610,436	(20,991)
State Revenue - GF Appropriation	906,345	1,208,460	1,208,460	-
State Revenue - MVST	2,888,100	3,851,000	3,851,000	-
Local Revenue - CTIB	5,903,910	7,871,880	7,871,880	-
Other Local Revenue	906,345	1,208,460	1,208,460	-
Investment Earnings	86,150	110,627	245,024	(134,397)
Total Revenues	12,708,174	16,839,872	16,995,260	(155,388)
EXPENSES				
Salary and Benefits	2,634,071	3,784,824	4,306,059	521,235
Consulting & Contractual Services	4,370,181	6,026,840	6,987,215	960,375
Fuel	1,070,796	1,433,218	1,420,000	(13,218)
Materials & Supplies	279,865	746,818	922,485	175,667
Utilities	436,471	592,006	592,164	158
Other Operating Expense *	1,388,869	3,431,468	2,270,473	(1,160,995)
Total Expenses	10,180,253	16,015,174	16,498,396	483,222
TRANSFERS				
Transfer Out - Transit Allocations	(638,315)	(851,077)	(1,139,893)	288,816
Transfer Out - RA Expense Allocation	(279,243)	(372,000)	(372,000)	-
Total Transfers	(917,558)	(1,223,077)	(1,511,893)	288,816
Change in Reserve Balance	1,610,363	(398,379)	(1,015,029)	616,650
Beginning Reserve Balance		3,179,066		
Ending Reserve Balance		2,780,687		
2013 Target Balance (8.3 - 12.5%)		1,494,862		
* other operating expenses include \$1.33M in refunds to funding partners.				

Appendix

MTS - Transportation Planning

STATEMENT OF REVENUES AND EXPENSES				
MTS -Transportation Planning				
September 30, 2013				
Unaudited				
	YTD	YEAR-END	ADOPTED	VARIANCE
	ACTUALS	PROJECTIONS	BUDGET	FAVORABLE
				(UNFAVORABLE)
REVENUES				
Federal Revenue	3,399,747	4,485,030	4,343,440	141,590
State Revenue - MVST	2,566,800	2,567,000	2,567,000	-
Investment Earnings	6,236	8,315	-	8,315
Other Revenue	300	300	-	300
Total Revenues	5,973,083	7,060,645	6,910,440	150,205
EXPENSES				
Salary and Benefits	1,584,162	2,172,912	2,344,157	171,245
Consulting & Contractual Services	837,220	1,190,807	1,190,807	-
Rent & Utilities	98,011	131,450	131,450	-
Travel	14,703	19,604	38,000	18,396
Grants	545,072	726,763	585,173	(141,590)
Other Operating Expense	68,005	106,810	106,810	-
Total Expenses	3,147,173	4,348,346	4,396,397	48,051
TRANSFERS				
Chargebacks from MAC	66,397	95,645	95,645	-
A87 Allocations	(1,014,498)	(1,391,751)	(1,501,433)	109,682
Total Transfers	(948,101)	(1,296,106)	(1,405,788)	109,682
Change in Reserve Balance	1,877,809	1,416,193	1,108,255	307,938
Beginning Reserve Balance		1,093,806		
Ending Reserve Balance		2,509,999		
2013 Target Balance (Combined 15%, 31.5% TP Fund)		1,858,000		

STATEMENT OF REVENUES AND EXPENSES				
MTS - Metro Mobility				
September 30, 2013				
Unaudited				
	YTD	YEAR-END	AMENDED	VARIANCE
	ACTUALS	PROJECTIONS	BUDGET	FAVORABLE
				(UNFAVORABLE)
REVENUES				
Passenger Revenue	5,336,491	6,494,671	6,494,671	-
State Revenue - MVST	3,818,250	5,091,000	5,091,000	-
State Appropriations	33,360,750	49,790,000	49,790,000	-
Investment Earnings	(77,367)	(77,367)	-	(77,367)
Other State Revenue	443,293	608,703	608,703	-
Total Revenues	42,881,417	61,907,007	61,984,374	(77,367)
EXPENSES				
Salary and Benefits	595,384	828,066	828,066	-
Consulting & Contractual Services	32,528,473	44,117,738	44,117,738	-
Fuel	5,001,844	6,669,125	7,720,194	1,051,069
Rent & Utilities	75,745	86,460	86,460	-
Other Operating Expense	81,411	130,510	130,510	-
Total Expenses	38,282,857	51,831,899	52,882,968	1,051,069
TRANSFERS				
Transfers In	-	21,150	21,150	-
Transfers-out - A87 Allocations	(380,605)	(530,376)	(530,376)	-
Total Transfers	(380,605)	(509,226)	(509,226)	-
Change in Reserve Balance	4,217,955	9,565,882	8,592,180	973,702
Beginning Reserve Balance		3,865,964		
Ending Reserve Balance		13,431,846		
2013 Target Balance (10%)		5,339,000		

Appendix MTS - Contracted Service

STATEMENT OF REVENUES AND EXPENSES				
MTS - Contracted Service				
September 30, 2013				
Unaudited				
	YTD	YEAR-END	AMENDED	VARIANCE
	ACTUALS	PROJECTIONS	BUDGET	FAVORABLE
				(UNFAVORABLE)
REVENUES				
Passenger Revenues	1,501,651	2,002,201	2,484,940	(482,739)
Federal Revenue	2,024,128	2,607,904	1,684,382	923,522
State Revenue - MVST	14,106,600	18,809,000	18,809,000	-
Local Revenue	1,691,666	2,120,300	1,948,663	171,637
Investment Earnings	56,978	75,971	125,000	(49,029)
Total Revenues	19,381,023	25,615,376	25,051,985	563,391
EXPENSES				
Salary and Benefits	564,888	780,465	780,465	-
Consulting & Contractual Services	14,820,810	20,775,721	21,506,721	731,000
Rent & Utilities	83,174	110,899	-	(110,899)
Fuel	320,115	426,820	657,074	230,254
Travel	1,489	1,985	7,500	5,515
	314,531	453,779	-	(453,779)
Other Operating Expense	22,735	30,313	40,000	9,687
Total Expenses	16,127,742	22,579,982	22,991,760	411,778
TRANSFERS				
Transfer Out - A87 Allocations	(361,811)	(499,888)	(499,888)	-
Transfers Out - MT Bus	(128,836)	(210,000)	(210,000)	-
Total Transfers	(490,647)	(709,888)	(709,888)	-
Change in Reserve Balance	2,762,634	2,325,506	1,350,337	975,169
Beginning Reserve Balance		2,506,509		
Ending Reserve Balance		4,832,015		
2013 Target Balance (Combined 15%, 10% Cont Svc Funds)		2,370,000		