

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

MANAGEMENT COMMITTEE

Prosperity

Train

Growth

Light Rail

4TH QUARTER FINANCIAL REPORT

April 8, 2015

Livability

Light Rail

Diversity

Treatment

Equity

Airplane

Communities

Wastewater & Water

Lakes

Treatment

Regional

Economic

Roads



**METROPOLITAN
C O U N C I L**

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Financial Management Report

OPERATING FUNDS—STATEMENT OF REVENUES & EXPENSES

OPERATING FUNDS STATEMENT OF REVENUES AND EXPENSES 2014 - Year-End Results (in thousands) Unaudited

	General Fund				Environmental Services				Housing and Redevelopment Authority			
	2014 YTD		2014		2014 YTD		2014		2014 YTD		2014	
	Results	% Budget	Budget	Variance*	Results	% Budget	Budget	Variance*	Results	% Budget	Budget	Variance*
Revenues	11,267	94%	11,933	(666)	203,847	100%	203,131	716	59,181	97%	60,862	(1,681)
Expenses	47,841	97%	49,520	1,679	127,116	101%	126,434	(682)	58,218	96%	60,548	2,330
Transfers	35,474	98%	36,295	(821)	(80,376)	100%	(80,208)	(168)	(601)	100%	(601)	0
Change in Reserve Balance	(1,100)		(1,292)	192	(3,645)		(3,511)	(134)	362		(287)	649
Beginning Reserve Balance	16,554				20,390				7,762			
Assigned/Committed	(6,128)											
Ending Reserve Balance	9,326				16,745				8,124			
Target Balance	4,952				12,643				5,026			

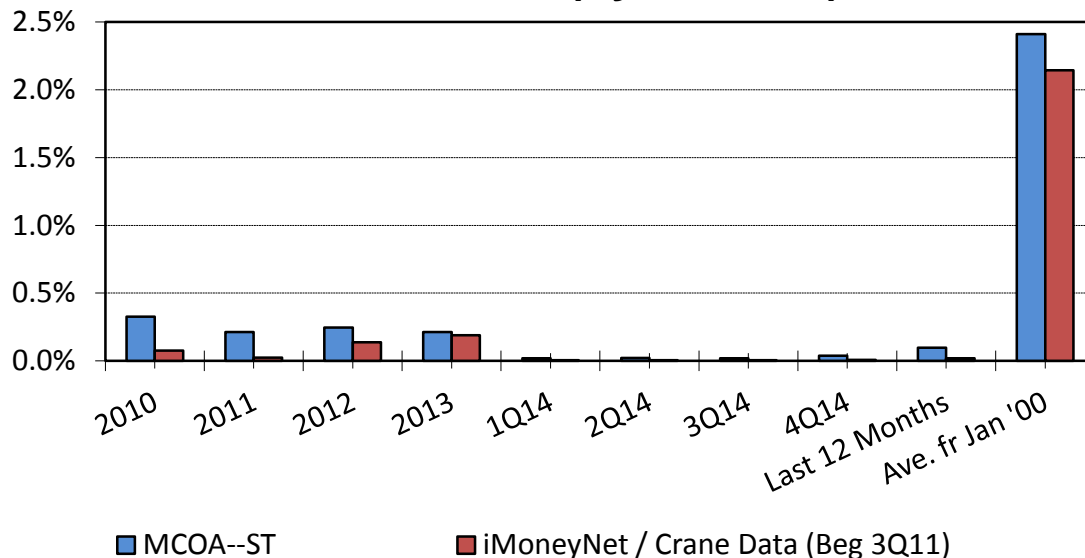
	Metro Transit - Bus				Metro Transit - Light Rail				Metro Transit - Commuter Rail			
	2014 YTD		2014		2014 YTD		2014		2014 YTD		2014	
	Results	% Budget	Budget	Variance*	Results	% Budget	Budget	Variance*	Results	% Budget	Budget	Variance*
Revenues	265,705	100%	264,645	1,060	52,858	104%	50,727	2,131	16,624	95%	17,471	(847)
Expenses	270,386	98%	276,244	5,858	40,231	101%	39,708	(523)	13,955	83%	16,869	2,914
Transfers	4,833	214%	2,261	2,572	(8,997)	106%	(8,518)	(479)	(1,506)	115%	(1,312)	(194)
Change in Reserve Balance	152		(9,338)	9,490	3,630		2,501	1,129	1,163		(710)	1,873
Beginning Reserve Balance	46,064				3,496				4,866			
Assigned/Committed												
Ending Reserve Balance	46,216				7,126				6,029			
Target Balance	25,284				5,594				1,462			

	MTS - Transportation Planning				MTS - Metro Mobility				MTS - Contracted Service			
	2014 YTD		2014		2014 YTD		2014		2014 YTD		2014	
	Results	% Budget	Budget	Variance*	Results	% Budget	Budget	Variance*	Results	% Budget	Budget	Variance*
Revenues	5,456	86%	6,321	(865)	54,448	99%	55,179	(731)	26,978	109%	24,815	2,163
Expenses	3,971	85%	4,686	715	54,513	91%	59,690	5,177	24,163	94%	25,707	1,544
Transfers	(1,456)	102%	(1,430)	(26)	(545)	83%	(659)	114	(1,326)	319%	(416)	(910)
Change in Reserve Balance	29		205	(176)	(610)		(5,170)	4,560	1,489		(1,308)	2,797
Beginning Reserve Balance	2,760				15,729				5,490			
Assigned/Committed												
Ending Reserve Balance	2,789				15,119				6,979			
Target Balance	1,963				6,035				2,612			

*Variance = Favorable / (Unfavorable)

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE- SHORT-TERM PORTFOLIO

Total Return (by Periods)



4Q14 Short-Term Portfolio Investment Results

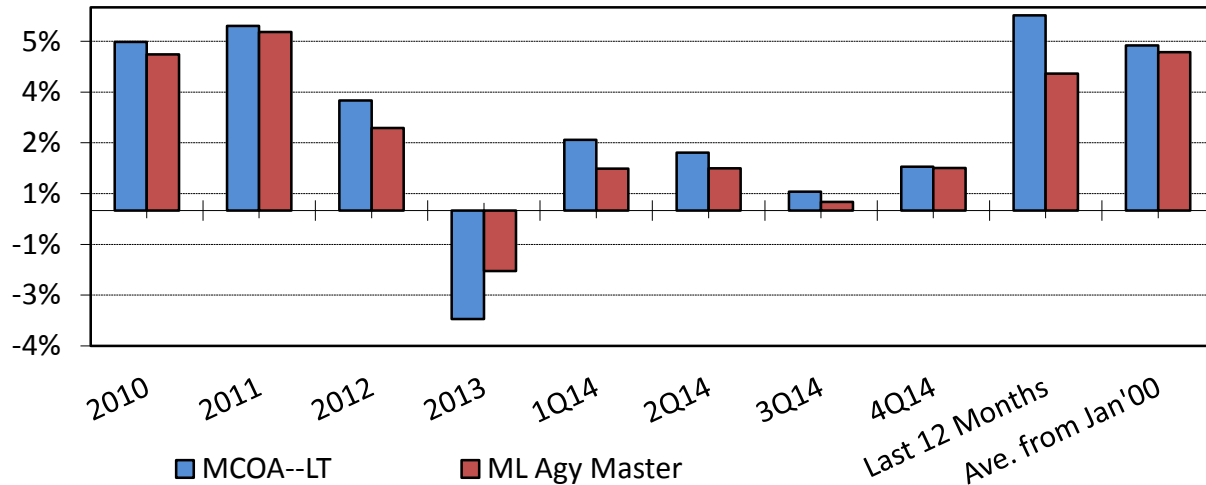
Assets under Management (AUM): \$164 Million

The portfolio outperformed its benchmark during the fourth quarter. Total return of 0.04% was above the index (0.01%) by 3 basis points. This portfolio has averaged 26 bps per year more than its benchmark over the past 16 years. For the quarter, 51% of Council's liquid cash was invested in government money market funds (yielding 0.04%) and 49% was invested in commercial paper (average yield 0.23%).

As of January 14th, Council had a cash balance of \$142 million. We expect to maintain high cash balances through the first quarter of 2015. Majority of these funds will be used within the next 3 months to pay debt service payments on Council's outstanding debt e.g. principal and interest payments are due on March 1, 2015 on the Green Line Grant Anticipation Notes (\$35.6 million on the series 2012G and \$53.4 million on the series 2014A).

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE- LONG-TERM PORTFOLIO

Total Return (by Periods)



4Q14 Long-Term Portfolio Investment Results

Assets under Management (AUM) \$468 Million

The portfolio outperformed its benchmark during the fourth quarter. Total return of 1.29% was above the index (1.25%) by 4 basis points. The portfolio was comprised of 30% municipal bonds (yielding 3.54%), 30% of U.S. agency securities (yielding 2.45%), 6% of top tier commercial paper (yielding, 0.27%), 33% was invested in government money market funds (yielding 0.01%) and less than 1% was invested in securitized mortgage backed securities (yielding 1.75%).

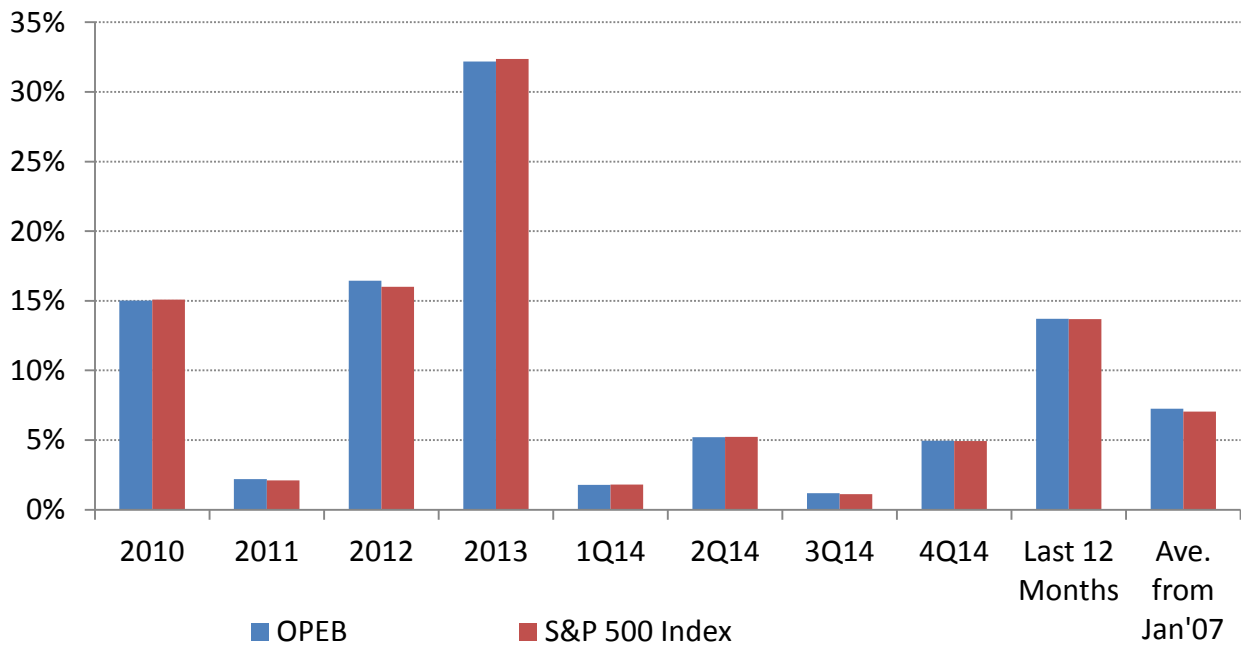
Once again municipal bonds held steady and generated positive returns relative to other fixed income products. The positive performance was driven by investor demand and constrained supply. Demand for municipal bonds has remained strong supported by crossover buyers and hedge fund investors who continue to reach out for yield and take advantage of the attractive relative value offered by the muni asset class. On the supply side, issuance remained modest and has not kept up with demand.

4Q14 OPEB PORTFOLIO INVESTMENT RESULTS

Assets under Management (AUM) \$204 Million

Currently, the Council's OPEB portfolio is fully invested in equities. At end of the fourth quarter, both the OPEB portfolio and the S&P 500 index posted positive returns of 4.95% and 4.93%, respectively. For the quarter, the portfolio had accumulated \$8.53 million of unrealized gains. The positive performance was largely driven by signs of an improving US economy, rising corporate profits and investor expectations for easy monetary policies from global central banks.

Total Return (by Periods)

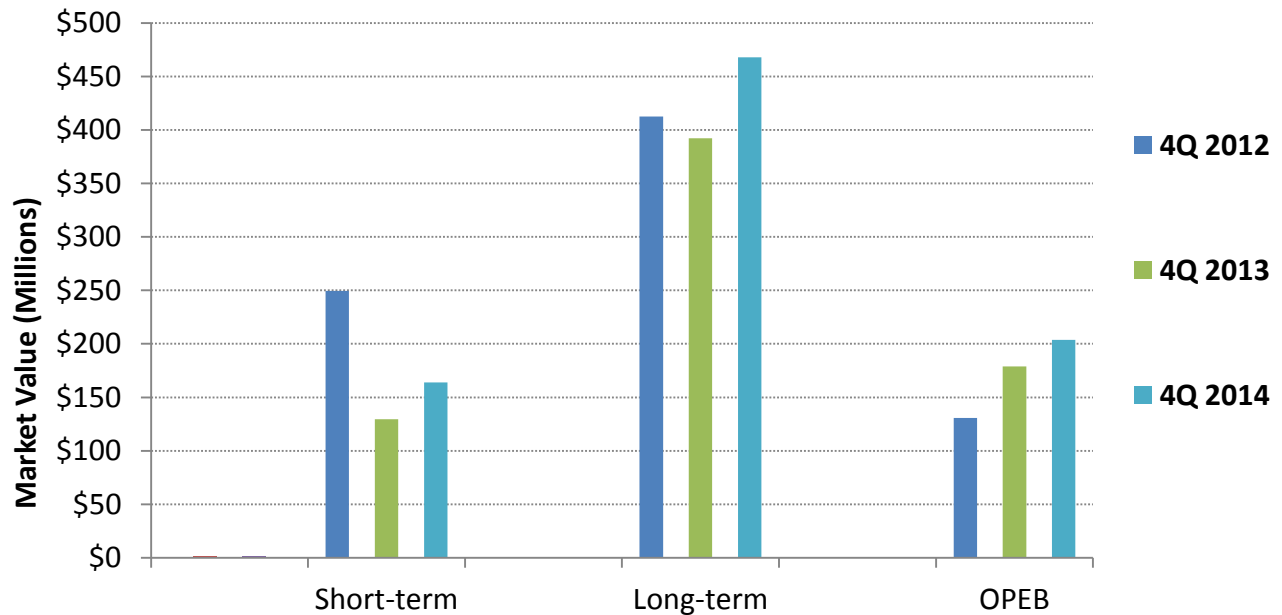


INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	4Q 2012	4Q 2013	4Q 2014
Short-term	\$ 249.4	\$ 129.4	\$ 164.0
Long-term	412.7	392.3	468.0
OPEB	130.8	178.8	203.7
Total	<u>792.9</u>	<u>700.5</u>	<u>835.7</u>

Investment Portfolio Balances



Financial Management Report

GENERAL FUND

Unaudited—dollars in thousands

Revenues	
Expenses	
Transfers	
Change in Reserve Balance	
Beginning Fund Balance	
Assigned/Committed	
Ending Unassigned Reserve Balance	
Target Balance (10%)	

General Fund			
2014 YTD			
Results	% Budget	2014 Budget	Variance
11,267	94%	11,933	(666)
47,841	97%	49,520	1,679
35,474	98%	36,295	(821)
(1,100)		(1,292)	192
16,554			
(6,128)			
9,326			
4,952			

General Fund

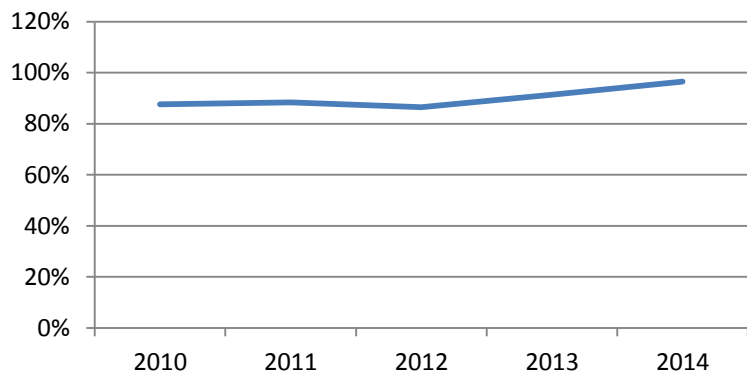
Year to date, the General Fund has spent 97 percent of annual budgeted operation expenses.

Overall operating expenses are under budget by \$1.68 million. Contracted services under spending (\$1.5 million) is primarily result of project implementations that cross over the budget year. The Council approved budget amendment on March 25 carries forward \$807,000 to the 2015 budget.

Federal Revenues and related Grant Expenditures for Corridors of Opportunity were mostly accrued to CY 2013 and no further draws or expenses are anticipated.

The amended 2014 General Fund budget approved by the Council, allowed the used of operating reserves, \$1.1 million in reserves were used. The year-end unassigned reserve balance is \$9.8 million.

General Fund - 2014 Year-End- % of Budget Spent



ENVIRONMENTAL SERVICES

Unaudited—dollars in thousands

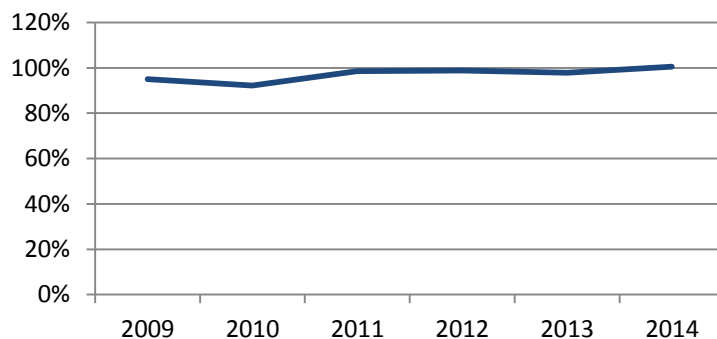
	Environmental Services		
	2014 YTD Results	2014 Budget	Variance
Revenues	203,847	203,131	716
Expenses	127,116	126,434	(682)
Transfers	(80,376)	(80,208)	(168)
Change in Reserve Balance	(3,645)	(3,511)	(134)
Beginning Reserve Balance	20,390		
Ending Unassigned Reserve Balance	<u>16,745</u>		
Target Balance	12,643		

Environmental Services

Environmental Services (ES) operating expenses/transfers are currently estimated to be over budget by \$0.75M. Salary and benefits are projected to be under budget by approximately \$1.2M, primarily due to a number of staffing vacancies.

In addition, there is under spending in chemicals, capital, travel and other expense of \$2.7M. This is offset by contracted services, materials, utilities, interdivisional charges and I&I grant payments exceeding budget by approximately \$4.7M.

Environmental Services - 2014 Year-end- % of Budget Spent



ES operating revenues exceeded budget by approximately \$0.7M. State grant, investment and miscellaneous revenues exceeded budget by \$1.3M, however industrial waste revenue came in under budget by \$0.6M. SAC units collected to date did not reach the 2013 receipts or meet the 2014 budget expectation, with 14589 units paid.

Environmental Services operations had an amended 2014 budgeted use of reserves of \$3.5M, which included \$0.5M for wastewater rate mitigation, \$2.0M for the 2013 carry-forward budget amendment, and \$1.0M for an Emergency Repair budget amendment. With the above forecasted variances, reserves will decrease by approximately \$3.6M. This estimated \$0.1M negative operating variance would bring the operating reserve to \$16.7M, well above the target of \$12.6M.

HOUSING AND REDEVELOPMENT FUND

Unaudited—dollars in thousands

Revenues
 Expenses
 Transfers
 Change in Reserve Balance
 Beginning Reserve Balance

 Ending Reserve Balance

 Target Balance

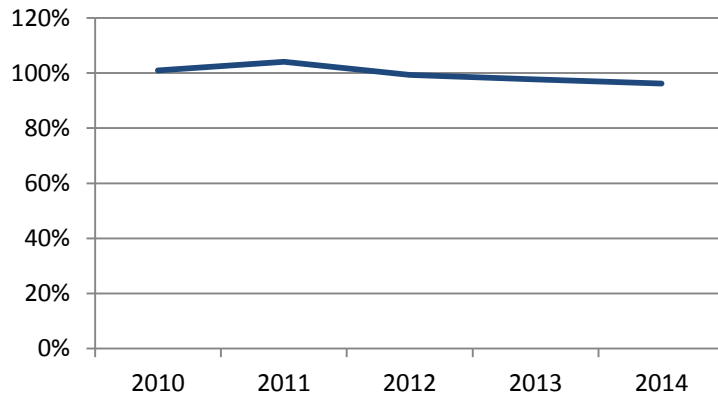
Housing and Redevelopment Authority			
2014 YTD			
	Results	2014 Budget	Variance
	59,181	60,862	(1,681)
	58,218	60,548	2,330
	(601)	(601)	0
	362	(287)	649
	7,762		
	<u>8,124</u>		
	5,026		

Housing and Redevelopment Authority

The Housing and Redevelopment Authority (HRA) finished fourth quarter with a \$362,000 fund balance. The positive year end fund balance is better than projected and the result of under spending in Printing and Contracted Services. The HRA budgeted for some contracted services not utilized due to program changes.

The overall fund balance at year end is projected to be \$8.1 million, exceeding the Council's target fund balance of 8.3% of annual budgeted operating expenses.

HRA - 2014 Year-end % of Budget Spent



Financial Management Report

METRO TRANSIT—BUS

Unaudited—dollars in thousands

	Metro Transit - Bus		
	2014 YTD Results	2014 Budget	Variance
Revenues	265,705	264,645	1,060
Expenses	270,386	276,244	5,858
Transfers	4,833	2,261	2,572
Change in Reserve Balance	152	(9,338)	9,490
Beginning Reserve Balance	46,064		
Ending Reserve Balance	46,216		
Target Balance	25,284		

Metro Transit Bus

Adopted CY2014 budgeted use of reserves of \$9.3M.

Year-End projected positive variance of \$9.5M. (\$6.3M Bus Operations and \$3.2M TOD Department)

Year end Fund Balance of \$46.2M (\$43.0M Bus Operations and \$3.2M TOD Department). Bus Operations Fund Balance is 14.2% or \$17.8M over the Council 2015 Target Fund Balance.

Passenger Revenue is expected to be \$489k below budget due to decreased ridership. 2014 Bus Ridership is 2.4M rides below budget, but is partially offset by a \$0.03 positive variance in average fare per passenger.

Operating Expenses are expected to be \$5.9M under budget.

Salaries and Benefits will be \$1.9M over budget due to additional operator labor training and changes to the A-87 Federal Allocation Rate.

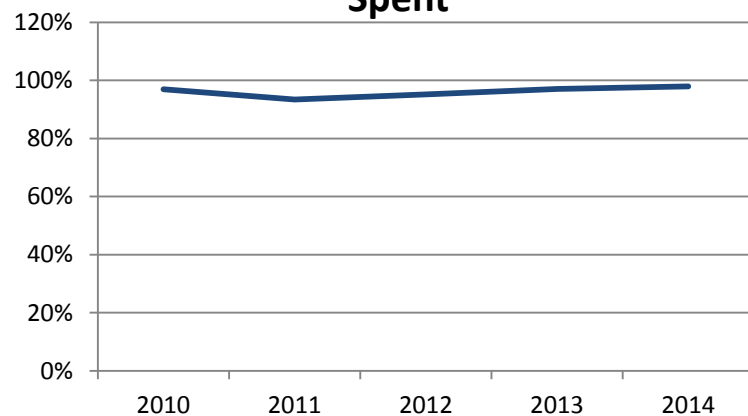
Fuel will be under budget by \$3.7M due to lower fuel prices.

Materials & Supplies will be \$4.2M over budget. This is due to increased repair work during the extreme winter weather in early 2014, changes in the capitalization policy where we are using operating funds for some projects instead of capital funds, and disposal of some obsolete bus parts for buses no longer in the active fleet and disposal of obsolete 800Mhz radios.

Utilities are \$380k under budget due to energy savings from capital improvements in our transit facilities.

Other Operating Expense is under budget \$5.9M largely due to savings in Casualty & Liability Costs and remaining TOD grant funds available for future grants.

Metro Transit - Bus 2014 Year-end - % of Budget Spent



Financial Management Report

METRO TRANSIT—LIGHT RAIL

Unaudited—dollars in thousands

	Metro Transit - Light Rail		
	2014 YTD Results	2014 Budget	Variance
Revenues	52,858	50,727	2,131
Expenses	40,231	39,708	(523)
Transfers	(8,997)	(8,518)	(479)
Change in Reserve Balance	3,630	2,501	1,129
Beginning Reserve Balance	3,496		
Ending Reserve Balance	<u>7,126</u>		
Target Balance		5,594	

Metro Transit Light Rail

Adopted CY2014 contribution to reserves of \$2.5M.

Year-End projected positive variance of \$1.1M. Year end Fund Balance of \$7.1M which is 10.6% or \$1.5M over the Council 2015 Target Fund Balance.

Passenger Revenue is expected to be \$909k over budget due to light rail ridership nearly 1.0M rides over budget due to the success of the METRO Green Line.

Auxiliary Transit Revenue is \$883k over budget due to successful results in Rail Platform and Vehicle Advertising.

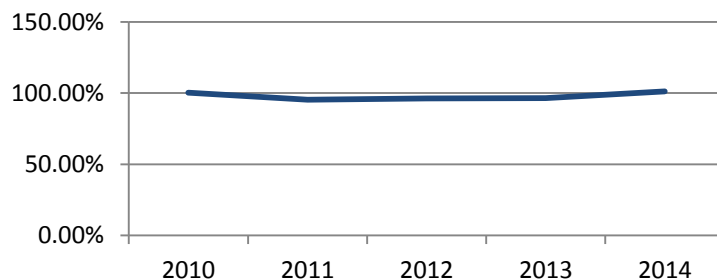
Operating Expenses are expected to be \$523k over budget.

Salaries and Benefits are \$800k under budget due to open positions and savings in related fringe benefits.

Other Operating Expenses are \$1.5M over budget due to Casualty & Liability Costs for claims incurred and adjustments to the IBNR, and also increased charges to Modal Allocations for support costs like police enforcement.

Light Rail includes an estimated funding partner refund to CTIB of \$1.9M.

Metro Transit - Light Rail 2014 Year-end-% of Budget Spent



METRO TRANSIT—COMMUTER RAIL

Unaudited—dollars in thousands

Revenues
Expenses
Transfers
Change in Reserve Balance
Beginning Reserve Balance

Ending Reserve Balance

Metro Transit - Commuter Rail		
2014 YTD		
Results	2014 Budget	Variance
16,624	17,471	(847)
13,955	16,869	2,914
(1,506)	(1,312)	(194)
1,163	(710)	1,873
4,866		
<u>6,029</u>		
1,462		

Target Balance

Metro Transit - Commuter Rail

Adopted CY2014 budgeted use of reserves of \$710k.

Year-End projected positive variance of \$1.9M. Year end Fund Balance of \$6.0M which is 34.2% or \$4.5M over the Council 2015 Target Fund Balance.

Passenger Revenue is expected to be \$99k under budget due to ridership 20,932 rides or 2.8% under budget.

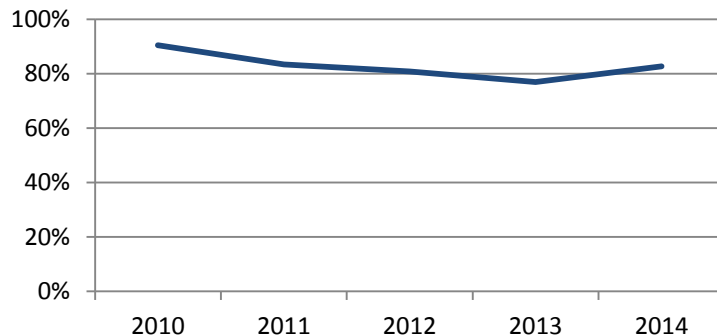
Operating Expenses are expected to be \$2.9M under budget.

Salaries and Benefits are \$600k under budget due to open positions and related fringe benefits.

Contracted services is \$2.9M under budget due to reduced BNSF costs and savings in other external maintenance contracts.

Other Operating Expenses are \$800k over budget due to estimated refunds to the Funding Partners (CTIB, Sherburne County and MnDOT) of \$1.7M.

MT - Commuter Rail - 2014 Year-end - % of Budget Spent



METROPOLITAN TRANSPORTATION SERVICES

Unaudited—dollars in thousands

Revenues
Expenses
Transfers
Change in Reserve Balance
Beginning Reserve Balance

Ending Reserve Balance

Target Balance

MTS - Transportation Planning		
2014 YTD		
Results	2014 Budget	Variance
5,456	6,321	(865)
3,971	4,686	715
(1,456)	(1,430)	(26)
29	205	(176)
2,760		
<u>2,789</u>		
1,963		

MTS - Transportation Planning

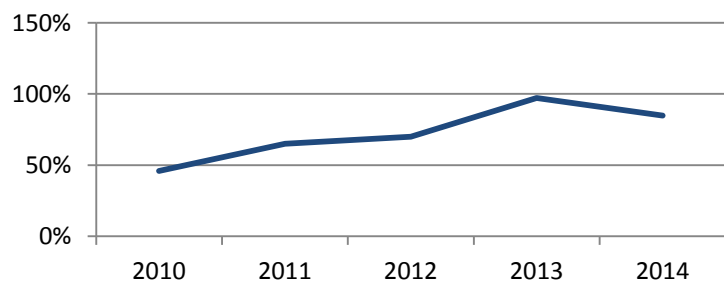
Overall expenditures were lower than expected in 2014 in the areas of Salary and Benefits, Consulting and Contractual Services, and Grants.

Because Federal revenue for UPWP are drawn as needed as an 80% match for work completed in 2014, both revenues and expenses are under by \$425,000, for this program.

The Travel Behavior Study actuals vary from year to year. Variations are due to hiring; number of staff, the LED Consulting Project, and sub recipient project activity and contracted services associated with the TBI Study.

Increases in projected reserves above target level are budgeted in 2015 through application of the revenue allocation model.

MTS - Transportation Planning - 2014 Year-end - % of Budget Spent



MTS—METRO MOBILITY

Unaudited—dollars in thousands

Revenues
Expenses
Transfers
Change in Reserve Balance
Beginning Reserve Balance

Ending Reserve Balance

Target Balance

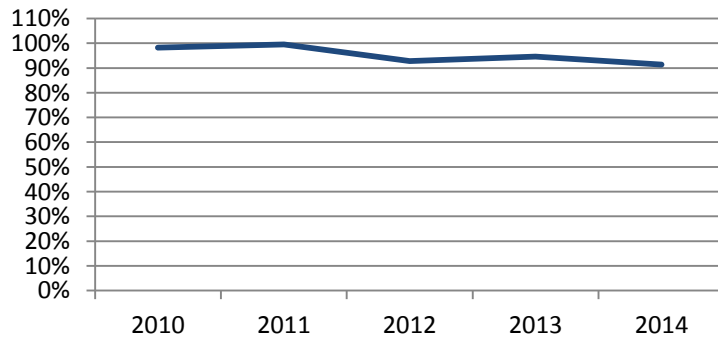
MTS - Metro Mobility		
2014 YTD		
Results	2014 Budget	Variance
54,448	55,179	(731)
54,513	59,690	5,177
(545)	(659)	114
(610)	(5,170)	4,560
15,729		
<u>15,119</u>		
6,035		

MTS - Metro Mobility

Metro Mobility ended the year under budget by 4.6M. Expenditures were under budget due to lower fuel costs and less than budgeted ridership.

Increases in projected reserves above target level are budgeted in 2015 through application of the revenue allocation model.

MTS - Metro Mobility 2014 Year-end - % of Budget Spent



MTS—CONTRACTED SERVICES

Unaudited—dollars in thousands

Revenues
Expenses
Transfers
Change in Reserve Balance
Beginning Reserve Balance

Ending Reserve Balance

Target Balance

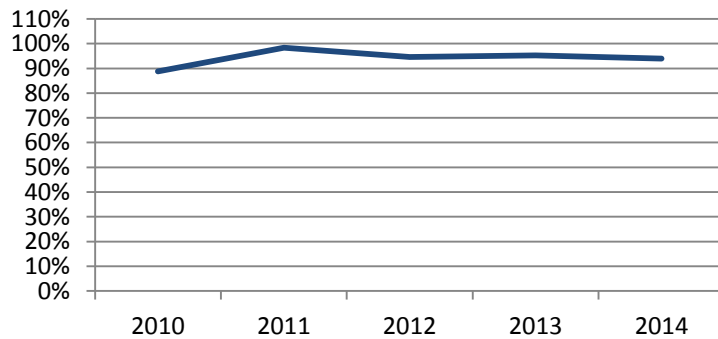
MTS - Contracted Service		
2014 YTD		
Results	2014 Budget	Variance
26,978	24,815	2,163
24,163	25,707	1,544
(1,326)	(416)	(910)
1,489	(1,308)	2,797
5,490		
<u>6,979</u>		
	2,612	

MTS - Contracted Service

Contracted Services came in under budget. The cost savings are driven by lower than expected fuel costs, and service restructuring due to the opening of the Green Line Light Rail System.

Increases in projected reserves above target level are budgeted in 2015 through application of the revenue allocation model.

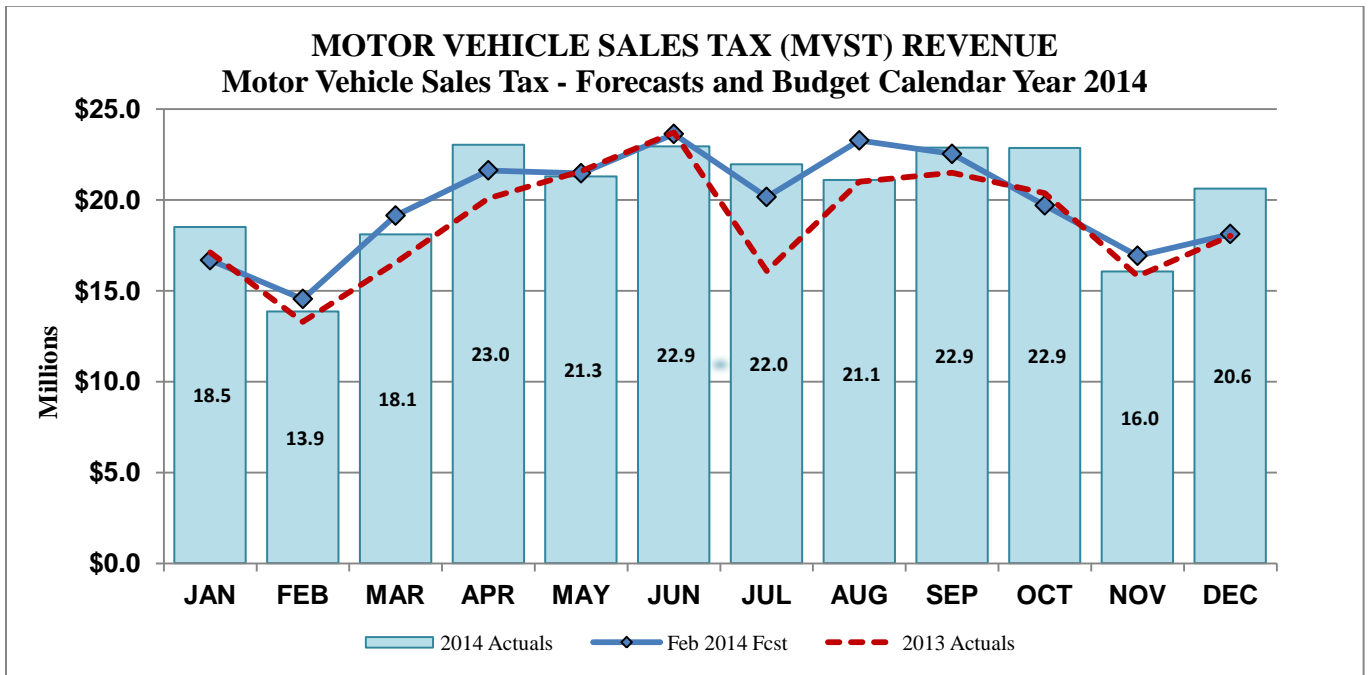
MTS -Contracted Service 2014 Year-end - % Of Budget Spent



Financial Management Report

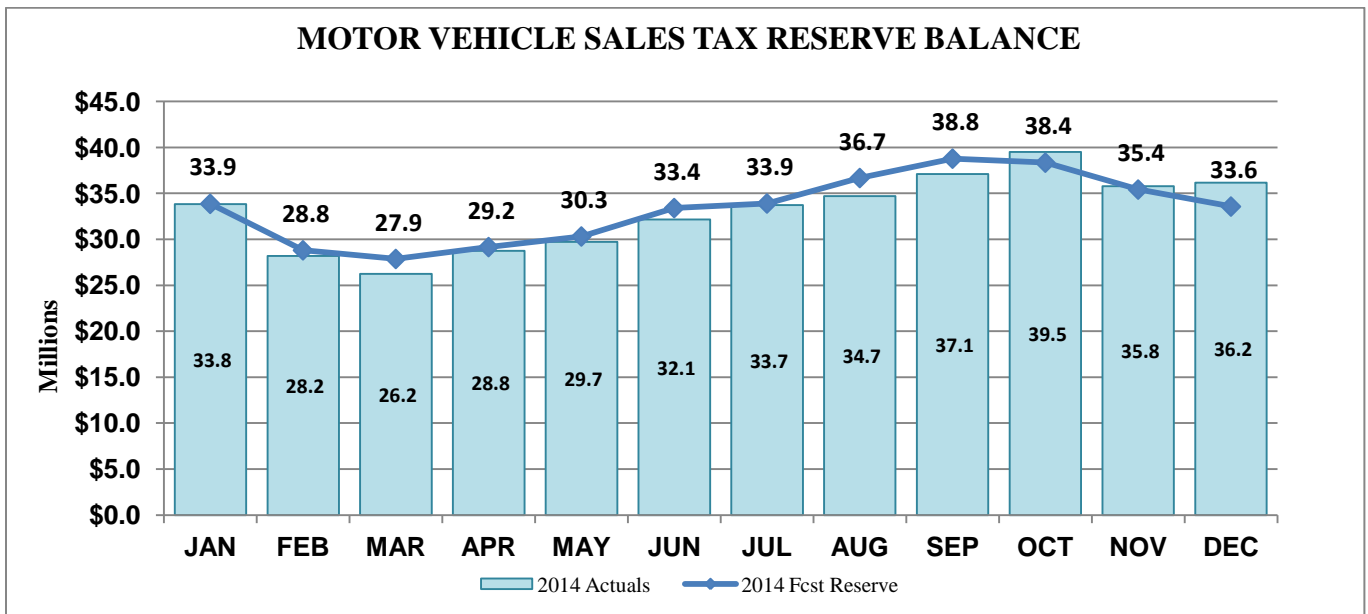
MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions



Motor vehicle sales tax receipts totaled just over \$243 million for calendar year 2014, 102% of forecast. The end of year reserves of \$36 million is 107% of the forecasted amount.

Motor Vehicle Sales Tax Reserve Balance



Financial Management Report

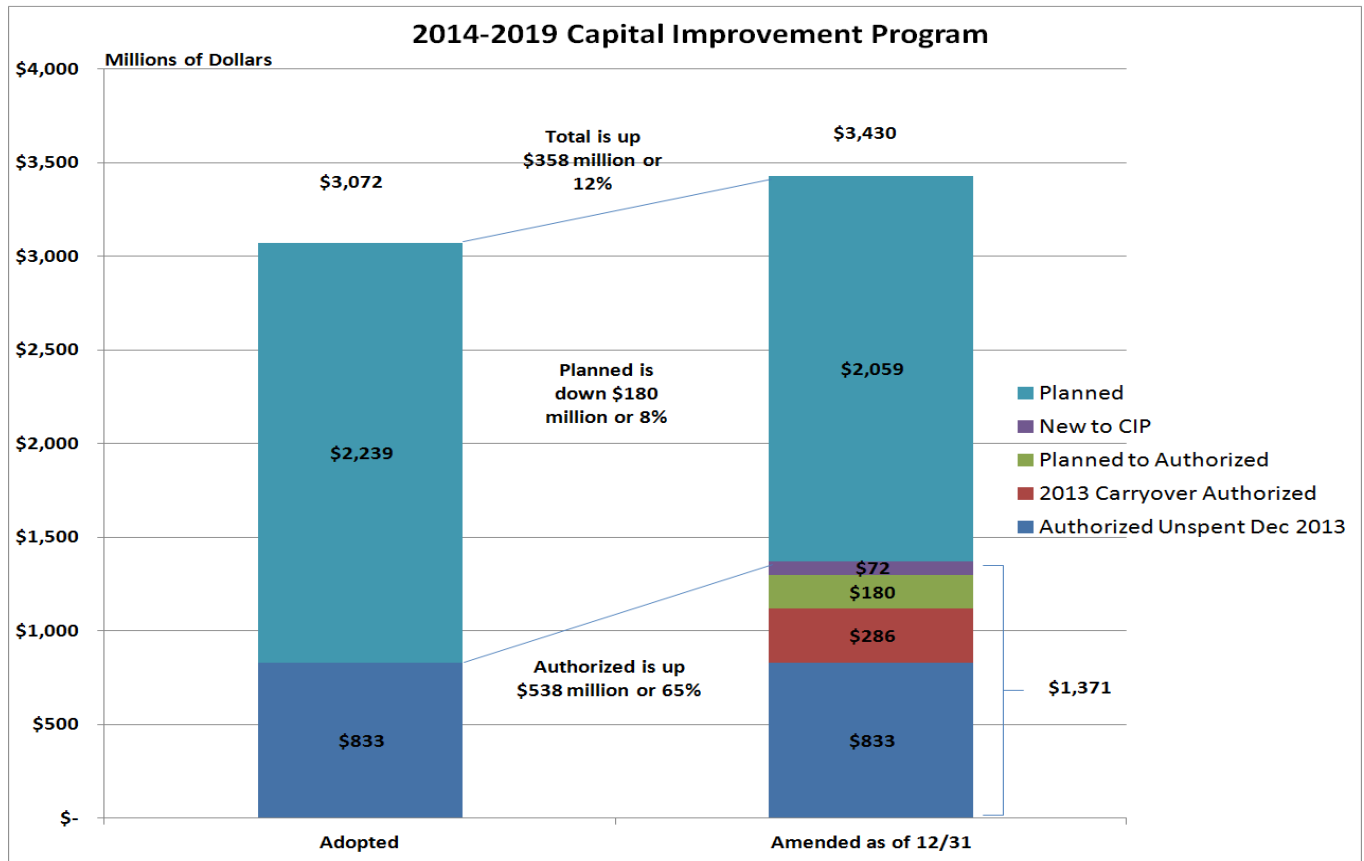
MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

Motor Vehicle Sales Tax – Forecasts and Budget Calendar Year 2014

	Total	Jan-Jun	Jul-Dec
November 2013 Forecast	237	116	121
2014 Council Budget:			
95% of State Forecast	225	110	115
Use of MVST Reserve	15	7	8
February 2014 Forecast	238	117	121
YTD Actuals	243	118	125
% of February Forecast	102%	101%	103%

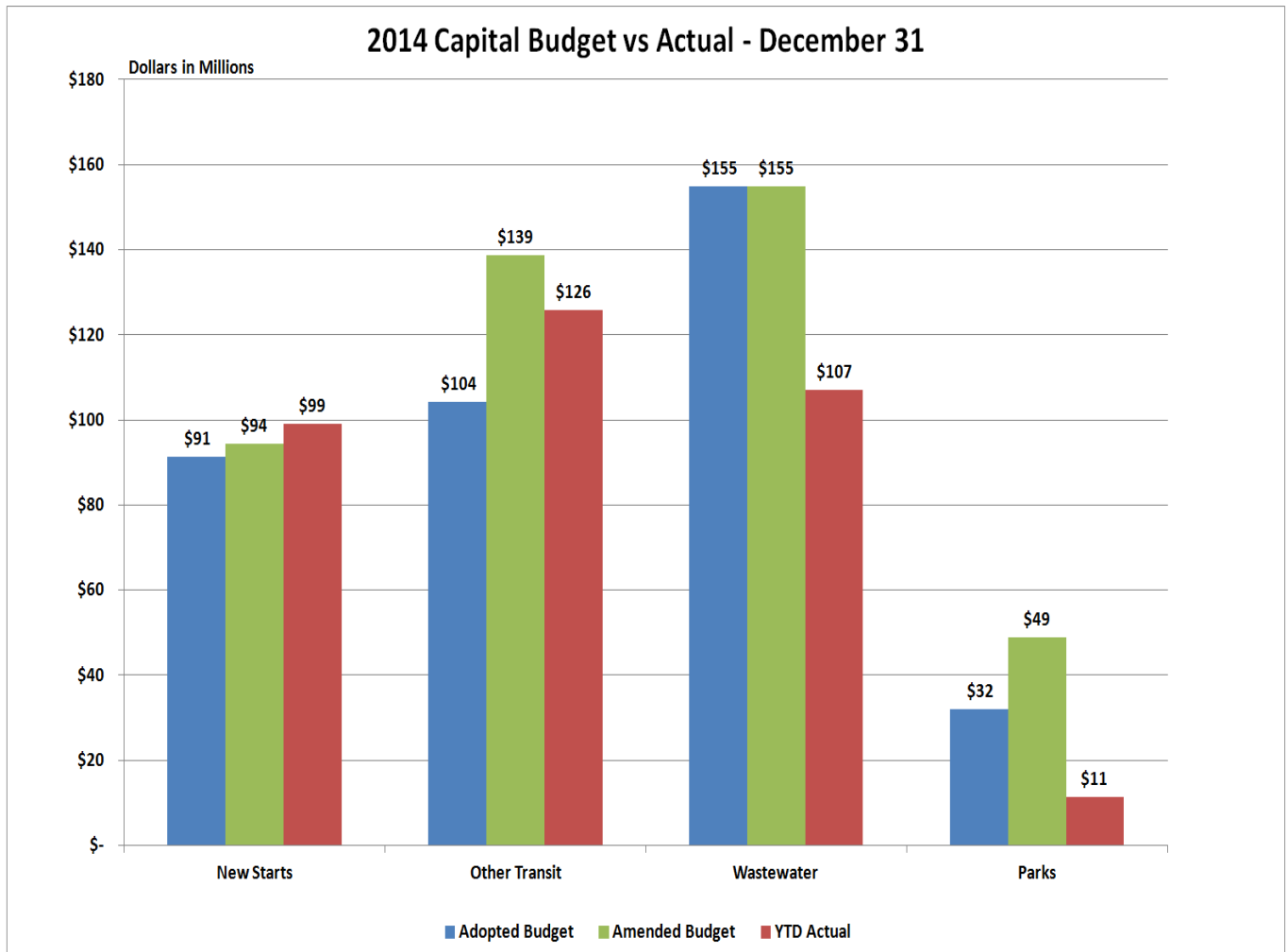
2014-2019 CAPITAL IMPROVEMENT PROGRAM



Capital Program (Excluding Pre-2014 Expenditures)

The capital program (excluding pre-2014 expenditures) increased by \$358 million through amendments during the year. The capital program increased from \$3.07 billion to \$3.43 billion, an increase of 12%. The authorized portion of the CIP is up \$538 million or 65 percent, including \$180 million in projects moved from the planned portion of the CIP, \$286 million in authority shifted from 2013 to 2014 and \$72 million in new projects not previously in the CIP. The \$72 million not previously in the CIP include \$22 million in pass-through parks grants provided by the 2014 Legislature, \$46 million in local funding for the Bottineau LRT project and \$4 million in shelter improvements funded through a federal Ladders of Opportunity grant. 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.

CAPITAL SPENDING



2014 Capital Budget

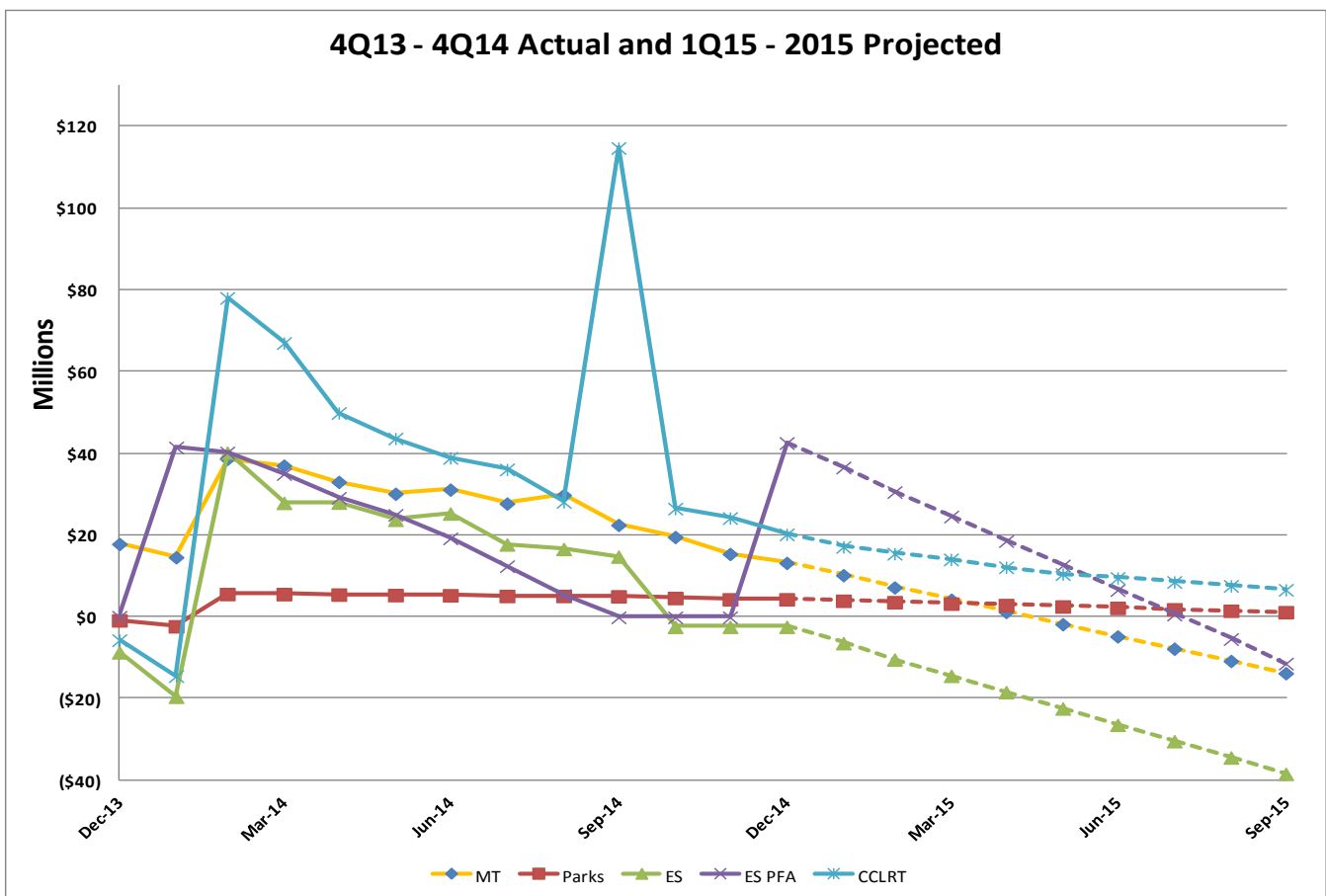
The adopted 2014 Capital Budget was \$383 million. Amendments during the year increased the amended 2014 Capital Budget to \$437 million. Actual 2014 capital expenditures ended at 90 percent of the adopted budget and 79% of the amendment budget. Actual expenditures as a percent of the amended budget were 97 percent for transit projects, 69 percent for Environmental Service’s wastewater projects and 23 percent for parks projects. Timing of expenditures in parks is dependent on when park implementing agencies submit payments requests on parks grants.

CAPITAL FUND CASH BALANCES

The General Obligation (G.O.) capital bond funds for Parks and Metro Transit have experienced slower than normal spending in the past year, but are projected to be spent down by mid 2015. Conversely, Wastewater capital bond funds have been spent down faster than projected and expenditures eligible for reimbursement from the Minnesota Public Facilities Authority (PFA) loan have been sizable, between \$5-6 million per month.

During 4Q14, we closed on a new ES PFA loan in the amount of \$60 million. Our last G.O. debt sale for MT, ES, Parks, and Central Corridor Light Rail (CCLRT) was during 1Q14. The below chart includes these proceeds.

The new money proceeds, together with remaining balances from prior bonds, are expected to be mostly spent within the next 6 months. Grant Anticipation Notes (GANs) were issued up to the amount that can be covered 110% by future FTA disbursements to the Council. The CCLRT as shown below does not include funds from the local partners. We continue to monitor the council portfolio for potential refunding opportunities. We project issuing new money bonds sometime late 2Q15, subject to change.



STATEMENT OF REVENUES AND EXPENSES
General Fund
December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Property Taxes	10,458,022	10,626,845	(168,823)
Federal Revenues	69,496	566,000	(496,504)
State Revenues	-	-	-
Investment Earnings	740,615	730,129	10,486
Other Revenue	(1,632)	10,000	(11,632)
Total Revenues	11,266,501	11,932,974	(666,473)
<u>EXPENSES</u>			
Salary and Benefits	32,711,980	32,778,867	66,887
Consulting & Contractual Services	9,832,927	11,369,916	1,536,990
Rent & Utilities	2,675,039	2,691,966	16,927
Printing	175,973	210,880	34,907
Travel & Professional Development	448,304	415,475	(32,829)
Insurance	11,045	30,000	18,955
Grants	45,078	566,000	520,922
Other Operating Expense	1,940,450	1,456,516	(483,934)
Total Expenses	47,840,795	49,519,620	1,678,825
<u>TRANSFERS</u>			
Transfer In - Expense Allocation From MT	21,920,293	23,040,165	(1,119,872)
Transfer In - Expense Allocation From MCES	11,245,365	11,135,491	109,874
Transfers In - Other	-	-	-
Transfers In- A87 Allocations	3,307,141	3,243,237	63,904
Chargeback from MAC	103,700	76,000	27,700
Transfer Out	(1,102,652)	(1,200,000)	97,348
Total Transfers	35,473,847	36,294,893	(821,046)
Change in Reserve Balance	(1,100,447)	(1,291,753)	191,306
Beginning Fund Balance	16,553,867		
Assigned/Committed	(5,602,409)		
Ending Unassigned Reserve Balance	9,851,011		
2014 Target Balance (10%)	4,951,962		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Municipal Wastewater Charges	184,188,500	184,188,500	-
Industrial Charges	13,423,226	14,020,000	(596,774)
State Grant Revenue	4,576,724	3,972,250	604,474
Investment Earnings	1,010,692	500,000	510,692
Other Revenue	647,510	450,507	197,003
Total Revenues	203,846,652	203,131,257	715,395
<u>EXPENSES</u>			
Salary and Benefits	64,043,585	65,220,831	1,177,246
Consulting & Contractual Services	21,069,703	20,841,180	(228,523)
Rent & Utilities	19,530,893	16,234,693	(3,296,200)
Travel	385,829	422,700	36,871
Materials & Supplies	8,869,175	8,261,972	(607,203)
Chemicals	7,592,045	8,231,080	639,035
Capital Outlay	1,595,461	3,459,800	1,864,339
Other Operating Expense	4,029,613	3,761,896	(267,717)
Total Expenses	127,116,304	126,434,152	(682,152)
<u>TRANSFERS</u>			
SAC Transfer	35,661,996	35,662,000	(4)
Transfers In	174,402	232,570	(58,168)
Debt Service	(102,967,367)	(102,967,365)	(2)
Interdivisional Charges	(11,245,365)	(11,135,489)	(109,876)
Transfers Out	(2,000,000)	(2,000,000)	-
Total Transfers	(80,376,334)	(80,208,284)	(168,050)
Change in Reserve Balance	(3,645,986)	(3,511,179)	(134,807)
Beginning Reserve Balance	20,390,431		
Ending Unassigned Reserve Balance	16,744,445		
2014 Target Balance (10%)	12,643,415		

STATEMENT OF REVENUES AND EXPENSES
Housing and Redevelopment Authority (HRA)
December 31, 2014

Unaudited

	YEAR-END PROJECTIONS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABL --)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>				
Federal Revenue	55,120,283	57,111,662	(1,991,379)	50,793,294
State Revenue	1,525,739	1,665,685	(139,946)	1,403,752
Investment Earnings	358,482	70,000	288,482	-
Other Revenue	2,176,401	2,015,000	161,401	21,365
Total Revenues	59,180,905	60,862,347	(1,681,442)	52,218,411
<u>EXPENSES</u>				
Salary and Benefits	3,386,600	3,075,483	(311,117)	-
Consulting & Contractual Services	773,135	962,000	188,865	-
Rent & Utilities	184,905	193,394	8,489	-
Housing Expenses	53,507,357	55,940,000	2,432,643	52,397,444
Travel	34,461	60,000	25,539	-
Insurance	85,320	100,000	14,680	-
Other Operating Expense	246,211	217,369	(28,842)	-
Total Expenses	58,217,989	60,548,246	2,330,257	52,397,444
<u>TRANSFERS</u>				
Transfers-out - A87 Allocations	(600,623)	(600,623)	-	-
Total Transfers	(600,623)	(600,623)	-	-
Change in Reserve Balance	362,293	(286,522)	648,815	(179,033)
Beginning Reserve Balance:				
Operating	7,633,746			
Federal Passthrough (HAP Assistance)	128,728			
Total Beginning Balance	7,762,474			
Change in Reserve Balance:				
Total Change in Reserve Balance	362,293			
Ending Reserve Balance	8,124,767			
2014 Target Balance (8.3%)	5,025,504			

STATEMENT OF REVENUES AND EXPENSES

Metro Transit - Bus Operations

December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	76,761,093	77,250,029	(488,936)
Auxiliary Transit Revenue	3,602,881	2,618,000	984,881
State Appropriations	8,235,516	8,319,000	(83,484)
State Revenue - MVST	168,647,004	168,647,000	4
Federal Grants	2,774,636	2,859,500	(84,864)
Investment Earnings	1,156,557	500,000	656,557
Property Taxes	3,379,299	3,563,420	(184,121)
Other Revenue	1,147,880	888,000	259,880
Total Revenues	265,704,866	264,644,949	1,059,917
<u>EXPENSES</u>			
Salary and Benefits	214,042,065	212,088,683	(1,953,382)
Consulting & Contractual Services	7,645,817	9,595,349	1,949,532
Fuel	23,158,962	26,885,351	3,726,389
Materials & Supplies	19,782,021	15,590,244	(4,191,777)
Utilities	4,002,129	4,381,761	379,632
Other Operating Expense	1,754,910	7,702,964	5,948,054
Total Expenses	270,385,904	276,244,352	5,858,448
<u>TRANSFERS</u>			
Transfer In - MVST	16,249,198	15,471,000	778,198
Transfer In - Transit Allocations	7,857,183	7,160,935	696,248
Transfer Out - RA Expense Allocation	(19,273,840)	(20,371,032)	1,097,192
Total Transfers	4,832,541	2,260,903	2,571,638
Change in Reserve Balance	151,503	(9,338,500)	9,490,003
Beginning Reserve Balance	46,063,571		
Ending Reserve Balance	46,215,074		*
2014 Target Balance (8.3 - 12.5%)	25,284,174		

* Includes TOD fund balance of \$3.2M

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Light Rail Operations
December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	15,405,531	14,496,767	908,764
Auxiliary Transit Revenue	1,860,785	977,500	883,285
State Revenue - GF Appropriation	18,245,988	18,245,996	(8)
Federal Revenue	1,200,000	1,200,000	-
Local Revenue	16,051,746	15,745,008	306,738
Investment Earnings	17,506	25,000	(7,494)
Other Revenue	76,911	37,000	39,911
Total Revenues	52,858,467	50,727,271	2,131,196
<u>EXPENSES</u>			
Salary and Benefits	28,253,446	29,059,252	805,806
Consulting & Contractual Services	1,066,342	1,179,769	113,427
Fuel	15,918	95,588	79,670
Materials & Supplies	3,275,811	3,215,130	(60,681)
Utilities	5,076,631	5,107,026	30,395
Other Operating Expense *	2,542,716	1,051,060	(1,491,656)
Total Expenses	40,230,864	39,707,825	(523,039)
<u>TRANSFERS</u>			
Transfer Out - Transit Allocations	(6,713,243)	(6,234,217)	(479,026)
Transfer Out - RA Expense Allocation	(2,284,240)	(2,284,240)	-
Total Transfers	(8,997,483)	(8,518,457)	(479,026)
Change in Reserve Balance	3,630,120	2,500,989	1,129,131
Beginning Reserve Balance	3,496,039		
Ending Reserve Balance	7,126,159		
2014 Target Balance (8.3 - 12.5%)	5,594,267		

* other operating expense includes refunds to funding partners of \$1,924,055 in year end projections

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Commuter Rail Operations
December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	2,349,875	2,449,081	(99,206)
Auxiliary Transit Revenue	7,700	-	7,700
State Revenue - GF Appropriation	1,258,561	1,258,365	196
State Revenue - MVST	5,847,996	5,848,000	(4)
Local Revenue - CTIB	5,857,567	6,557,567	(700,000)
Other Local Revenue	1,128,365	1,258,365	(130,000)
Investment Earnings	173,922	100,000	73,922
Total Revenues	16,623,986	17,471,378	(847,392)
<u>EXPENSES</u>			
Salary and Benefits	3,603,311	4,265,586	662,275
Consulting & Contractual Services	4,283,415	7,235,315	2,951,900
Fuel	1,563,941	1,420,000	(143,941)
Materials & Supplies	571,454	949,752	378,298
Utilities	749,173	686,535	(62,638)
Other Operating Expense *	3,183,427	2,312,140	(871,287)
Total Expenses	13,954,721	16,869,328	2,914,607
<u>TRANSFERS</u>			
Transfer Out - Transit Allocations	(1,143,940)	(926,718)	(217,222)
Transfer Out - RA Expense Allocation	(362,214)	(384,899)	22,685
Total Transfers	(1,506,154)	(1,311,617)	(194,537)
Change in Reserve Balance	1,163,111	(709,567)	1,872,678
Beginning Reserve Balance	4,865,692		
Ending Reserve Balance	6,028,803		
2014 Target Balance (8.3 - 12.5%)	1,461,544		

* other operating expense includes refunds to funding partners of \$1,761,590 in year end projections

STATEMENT OF REVENUES AND EXPENSES
MTS -Transportation Planning
December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Federal Revenue	3,995,399	4,887,737	(892,338)
State Revenue - MVST	1,433,003	1,432,800	203
Investment Earnings	21,605	-	21,605
Other Revenue	6,390	-	6,390
Total Revenues	5,456,397	6,320,537	(864,140)
<u>EXPENSES</u>			
Salary and Benefits	2,458,169	2,629,554	171,385
Consulting & Contractual Services	570,069	795,127	225,058
Rent & Utilities	140,384	140,718	334
Travel	25,091	41,000	15,909
Grants	680,838	963,000	282,162
Other Operating Expense	96,734	116,150	19,416
Total Expenses	3,971,285	4,685,549	714,264
<u>TRANSFERS</u>			
Chargebacks from MAC	97,319	116,468	(19,149)
A87 Allocations	(1,553,272)	(1,546,559)	(6,713)
Total Transfers	(1,455,953)	(1,430,091)	(25,862)
Change in Reserve Balance	29,159	204,897	(175,738)
Beginning Reserve Balance	2,759,686		
Ending Reserve Balance	2,788,845		
2014 Target Balance (Combined 15%, 31.5% TP Fun	1,963,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Metro Mobility
December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenue	6,825,988	7,814,014	(988,026)
State Appropriations	47,364,996	47,365,000	(4)
Investment Earnings	257,316	-	257,316
Other State Revenue	0	0	-
Total Revenues	54,448,300	55,179,014	(730,714)
<u>EXPENSES</u>			
Salary and Benefits	962,289	1,066,626	104,337
Consulting & Contractual Services	47,226,377	49,930,405	2,704,028
Fuel	5,859,269	8,432,995	2,573,726
Rent & Utilities	154,665	138,241	(16,424)
Other Operating Expense	309,953	121,915	(188,038)
Total Expenses	54,512,553	59,690,182	5,177,629
<u>TRANSFERS</u>			
Transfers In	28,250	21,150	7,100
Transfers-out - A87 Allocations	(572,817)	(679,827)	107,010
Total Transfers	(544,567)	(658,677)	114,110
Change in Reserve Balance	(608,820)	(5,169,845)	4,561,025
Beginning Reserve Balance	15,728,559		
Ending Reserve Balance	15,119,739		
2013 Target Balance (10%)	6,035,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Contracted Service
December 31, 2014

Unaudited

	YTD ACTUALS	AMENDED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	2,388,491	2,400,814	(12,323)
Federal Revenue	4,504,561	2,229,080	2,275,481
State Revenue - MVST	18,107,004	18,106,600	404
Local Revenue	1,854,738	1,954,000	(99,262)
Investment Earnings	123,690	125,000	(1,310)
Total Revenues	26,978,484	24,815,494	2,162,990
<u>EXPENSES</u>			
Salary and Benefits	932,923	745,146	(187,777)
Consulting & Contractual Services	22,254,383	24,232,629	1,978,246
Rent & Utilities	107,089	20,000	(87,089)
Fuel	333,215	627,195	293,980
Travel	17,459	12,500	(4,959)
Grants	453,992	-	(453,992)
Other Operating Expense	64,424	70,000	5,576
Total Expenses	24,163,485	25,707,470	1,543,985
<u>TRANSFERS</u>			
Transfer Out - A87 Allocations	(580,429)	(416,228)	(164,201)
Transfers Out - MT Bus	(745,224)	-	(745,224)
Total Transfers	(1,325,653)	(416,228)	(909,425)
Change in Reserve Balance	1,489,346	(1,308,204)	2,797,550
Beginning Reserve Balance	5,490,481		
Ending Reserve Balance	6,979,827		
2014 Target Balance (Combined 15%, 10% Cont Svc Funds)	2,612,000		