

## Management Committee

Meeting date: June 10, 2015

For the Metropolitan Council meeting of June 24, 2015

**Subject:** Authorization to Amend the 2014 Unified Budget and the 2015 Unified Budget

**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:** Transportation and Community Development

### Proposed Action

That the Metropolitan Council:

- authorize the amendment of the 2014 Unified Budget as indicated and in accordance with the attached tables, and
- authorize the amendment of the 2015 Unified Budget as indicated and in accordance with the attached tables.

### Background

The Transportation Division has proposed amendments to the operating and capital components of their division budget, the Environmental Services Division has proposed amendments to their capital program and the Community Development Division has proposed amendments to its parks capital program. The Community Development Committee reviewed their amendment request on June 1 and recommended approval. The Transportation Committee will review their amendment requests on June 8 and the Environment Committee will review their amendment requests on June 9.

#### Operating Component of 2014 and 2015 Unified Budgets

Requested changes to the operating component of the **2014 Unified Budget** total \$682,000. The following request is made by the Environmental Services Division:

#### Environmental Services

Change in Expenditures: \$682,000; Revenues: \$0, Reserves: (\$682,000)

\$682,000 is requested by Environmental Services to provide budget authority for utility costs incurred in 2014 that caused the division to exceed its amended 2014 operating budget. For much of 2014, both an incinerator and its electricity-generating turbine were offline due to performance failures. This resulted in increased electricity and natural gas consumption. Environmental Services anticipated that budget savings in other areas were sufficient to cover the overruns in utilities, but higher than anticipated contractual service expenses in December caused the division budget to be exceeded. This amendment will bring actual expenses within the 2014 amended budget for the Environmental Services Division.

Requested changes to the operating component of the **2015 Unified Budget** total \$250,000. The following requests are being made by the Transportation Division:

Transportation

Change in Expenditures: \$250,000; Revenues: \$250,000; Reserves: \$0

\$250,000 is requested by Metropolitan Transportation Services to provide consultant services for the *Principal Arterial Intersection Conversion Study*. The expenses are funded with a grant from the Minnesota Department of Transportation.

The operating amendment recognizes \$800,000 in federal revenues in Metro Mobility and reduces programmed Motor Vehicle Sales Tax revenues by \$800,000.

The operating amendment also authorizes the transfer of \$7,920,000 in federal funds from the capital program to the operating budget and the transfer of \$7,920,000 in Motor Vehicle Sales Tax revenues from the operating budget to the capital program to fund capital projects that are not eligible for regional bond financing.

**Capital Component of 2015 Unified Budget**

Transportation, Environmental Services and Community Development all have proposed amendments to the capital program.

Transportation

Change in Authorized Capital Program (ACP): \$58,408,318

Additions: \$58,792,347

Deletions: (\$384,029)

Change in Capital Improvement Plan (CIP): (\$57,758,318)

Change in 2015 Capital Budget: \$13,519,383

The proposed additions to the capital program add \$58.8 million in authority to existing capital projects, funded with \$39.8 million in new federal funding, \$785,000 in MVST funding and \$18.2 million in regional bond funding.

All of the proposed capital projects with three exceptions were in the adopted capital improvement program and involve moving the project from the Capital Improvement Plan (planned projects) to the Authorized Capital Program (funded and authorized projects). The three exceptions involve the purchase of replacement vehicles for Metro Mobility and Transit Link that were damaged in accidents and needed to be replaced and the replacement and upgrade of the Interactive Voice Response (IVR) platform in Metro Transit. These three new projects will increase the authorized capital program and the overall capital program by \$1,034,000.

## Parks and Open Space

Change in Authorized Capital Program (ACP): \$ 341,271

Additions: \$ 3,409,000

Deletions: (\$3,067,729)

Change in Capital Improvement Program: (\$ 3,409,000)

Change in 2015 Capital Budget: \$ 575,190

The proposed additions to the capital program add \$3,409,000 in authority to existing capital projects, funded with \$2,569,000 in new state funding and \$840,000 in regional bond funding. The proposed amendment requests \$666,000 in regional parks bond funding to match \$1,000,000 in state Environmental Trust Fund appropriations for land acquisition grants.

## Environmental Services

Change in Authorized Capital Program (ACP): \$ 124,000,000

Additions: \$ 124,000,000

Deletions: \$ 0

Change in Capital Improvement Program: (\$ 15,000,000)

Change in 2015 Capital Budget: \$ 10,000,000

The proposed amendment adds two new projects to the Capital Program. The gravity sewer condition assessment program identified 10 locations in St Paul and adjacent cities where interceptor rehabilitation should be implemented as soon as possible. The assessment program also identified an interceptor in Richfield needing rehabilitation in 2016-2017. These two capital projects total \$109 million.

## **Rationale**

The proposed amendments program available federal, state, local and regional funds to the Unified Budget to allow the Council to carry out its work plan and its long-term capital program.

## **Funding**

The operating budget amendment is funded with available reserves.

The capital amendment is funded with new federal, state and regional funding. The following table summarizes the regional transit bonding authority committed to authorized projects. The remaining authority is will be committed to planned projects in future amendments.

	Metro Transit	Metro. Transp. Serv.	Total
2014 Authorization	22,200,000	14,800,000	37,000,000
2015 Authorization	22,980,000	15,320,000	38,300,000
Total Authority	45,180,000	30,120,000	75,300,000
Previously Committed	25,786,912	8,345,734	34,132,646
Plus: This Amendment	17,522,004	294,000	17,816,004
Total Committed	43,308,916	8,639,734	51,962,069
Remaining Authority*	1,871,084	21,480,266	23,351,350
2012 Special Authorization		4,200,000	
Previously Committed		3,171,698	
Plus: This Amendment		0	
Total Committed		3,171,698	
Remaining Authority*		1,028,302	

\*Remaining authority is committed to planned projects in the adopted capital improvement plan.

## Fiscal Impact

### Cash Flow

This amendment adds \$182.7 million in new authorized expenditures to capital projects. Transit, Parks and Environmental Services anticipates they will spend \$24.1 million in 2015.

### Impact on Regional Taxpayers

The amendment increases authorized issuance of regional Transit and Parks bonds by \$18.7 million, but this level of regional bonding was included in the Capital Improvement Plan and reflected in the fiscal impact analysis when the 2015 Unified Budget was adopted in December.

The amendment increases projected issuance of regional wastewater debt by \$109.0 million, which will result in an increase in SAC transfers and wastewater rates over levels reflected in the fiscal impact analysis done when the 2015 Unified Budget was adopted in December. Environmental Services staff estimate that the additional regional bonding for these projects will increase Metropolitan Wastewater Charges by 0.5% per year for the next four years over current projections and will increase Service Availability Charges by 2.0% per year for the next four years over current projections.

### Known Support / Opposition

None

Attachments:

2014 Unified Budget

Table B-1: 2014 Environmental Services Operating Budget amended 6-24-2015

2015 Unified Budget

Table 2: 2015 Summary Budget: Operations, Pass-Through and Debt Service amended 6-24-2015

Table 3: 2015 Summary Budget: Operations by Fund amended 6-24-2015

Table 9: 2015 Transit Capital Program amended 6-24-2015

Table 10: 2015 Environmental Services Capital Program amended 6-24-2015

Table 11: 2015 Parks Capital Program amended 6-24-2015

2015-111 Transportation Committee Business Item

2015-111 Environment Committee Business Item

2015-111 Community Development Committee Business Item



**METROPOLITAN COUNCIL  
SUMMARY BUDGET  
ENVIRONMENTAL SERVICES DIVISION  
FY14**

Table B - 1

(\$ in 000s)

	Treatment Services	Interceptors	Technical Services	EQA	GM Office	ES Wide	Total Operating	Debt Service	I & I Passthrough Grants	Memo Total
<b>Amended through June 24, 2015</b>										
<b>Revenues:</b>										
Municipal Wastewater Charges	0	0	0	0	0	117,698	117,698	66,490	0	184,188
Industrial Wastewater Charges	0	0	0	0	0	13,205	13,205	815	0	14,020
State Revenue & Tax	0	0	0	1,472	0	0	1,472	0	2,500	3,972
Investment Earnings	0	0	0	0	0	500	500	0	0	500
Other MISC Revenue	80	0	0	292	7	71	450	0	0	450
<b>Total Revenues</b>	<b>80</b>	<b>0</b>	<b>0</b>	<b>1,764</b>	<b>7</b>	<b>131,474</b>	<b>133,325</b>	<b>67,305</b>	<b>2,500</b>	<b>203,130</b>
<b>Expenses:</b>										
Salaries, Wages & Fringes	41,892	5,905	2,962	7,964	2,336	4,162	65,221	0	0	65,221
Consultant & Contractual Services	14,629	2,483	49	1,952	424	1,314	20,851	0	0	20,851
Materials	5,588	1,336	117	728	46	410	8,225	0	0	8,225
Chemicals	5,931	2,300	0	0	0	0	8,231	0	0	8,231
Utilities	14,400	2,224	10	272	3	8	16,917	0	0	16,917
Printing	0	5	17	1	4	0	27	0	0	27
Travel	239	43	33	78	30	0	423	0	0	423
Capital Outlay	1,752	674	0	178	0	856	3,460	0	0	3,460
Other Operating Expenses	113	10	7	487	105	459	1,181	0	0	1,181
Grants	0	0	0	80	0	0	80	0	2,500	2,580
Debt Service Expenses	0	0	0	0	0	0	0	102,967	0	102,967
<b>Total Expenses</b>	<b>84,544</b>	<b>14,980</b>	<b>3,195</b>	<b>11,740</b>	<b>2,948</b>	<b>7,209</b>	<b>124,616</b>	<b>102,967</b>	<b>2,500</b>	<b>230,083</b>
<b>Other Sources and (Uses):</b>										
Transfer From SAC	-	-	-	-	-	0	0	35,662	-	35,662
Transfer From Other Funds	-	-	-	-	-	233	233	-	-	233
Interdivisional Allocation	-	-	-	-	-	(11,151)	(11,151)	-	-	(11,151)
Transfer To Other Funds	-	-	-	-	-	2,000	(2,000)	-	-	(2,000)
<b>Net Other Sources and (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(12,918)</b>	<b>(12,918)</b>	<b>35,662</b>	<b>0</b>	<b>22,744</b>
<b>Change in Fund Balance</b>	<b>(84,464)</b>	<b>(14,980)</b>	<b>(3,195)</b>	<b>(9,976)</b>	<b>(2,941)</b>	<b>111,347</b>	<b>(4,209)</b>	<b>0</b>	<b>0</b>	<b>(4,209)</b>



**METROPOLITAN COUNCIL**  
**2015 SUMMARY BUDGET**  
**OPERATIONS, PASSTHROUGH AND DEBT SERVICE**

**Table 2**

<b>Amended June 24, 2015</b>	Passthrough			Total
	Council Operations	Grants & Loans	Debt Service Funds	
<b>Revenues:</b>				
Certified Property Tax Levy	14,451	16,342	49,638	80,431
Less: Estimated Uncollectible	(72)	(56)	(248)	(376)
Net Property Tax	14,379	16,286	49,390	80,055
Federal Revenues	41,402	53,465	-	94,867
State Revenues	283,893	44,063	-	327,956
Local Revenues	31,887	-	-	31,887
Municipal Wastewater Charges	118,593	-	72,117	190,710
Industrial Wastewater Charges	13,451	-	815	14,266
Passenger Fares, Contract and Special Events	108,394	-	-	108,394
Investment Earnings	1,837	1,260	276	3,373
Other Revenues	4,879	-	-	4,879
<b>Total Revenues</b>	<b>618,715</b>	<b>115,074</b>	<b>122,598</b>	<b>856,387</b>
<b>Other Sources:</b>				
MVST Transfers In	16,759	-	-	16,759
OPEB Transfer In	3,621	-	-	3,621
SAC Transfers In	-	-	36,068	36,068
Other Transfers In	1,513	1,000	-	2,513
<b>Total Other Sources</b>	<b>21,893</b>	<b>1,000</b>	<b>36,068</b>	<b>58,961</b>
<b>Total Revenues and Other Sources</b>	<b>640,608</b>	<b>116,074</b>	<b>158,666</b>	<b>915,348</b>
<b>Expenses:</b>				
Salaries & Benefits	391,370	-	-	391,370
Consulting & Contractual Services	48,210	-	-	48,210
Materials & Supplies	70,632	-	-	70,632
Chemicals	7,270	-	-	7,270
Rent & Utilities	33,861	-	-	33,861
Printing	830	-	-	830
Travel	1,712	-	-	1,712
Insurance	7,100	-	-	7,100
Transit Programs	74,722	-	-	74,722
Operating Capital	5,273	-	-	5,273
Governmental Grants	6,512	-	-	6,512
Other Expenses	9,207	-	-	9,207
Passthrough Grants and Loans	-	115,674	-	115,674
Debt Service Obligations	-	-	159,734	159,734
<b>Total Expenses</b>	<b>656,699</b>	<b>115,674</b>	<b>159,734</b>	<b>932,107</b>
<b>Other Uses:</b>				
Transfers Out/Other Uses	7,599	-	-	7,599
<b>Total Other Uses</b>	<b>7,599</b>	<b>-</b>	<b>-</b>	<b>7,599</b>
<b>Total Expenses and Other Uses</b>	<b>664,298</b>	<b>115,674</b>	<b>159,734</b>	<b>939,706</b>
<b>Change in Fund Balance</b>	<b>(23,690)</b>	<b>400</b>	<b>(1,068)</b>	<b>(24,358)</b>

**SUMMARY OF CHANGES**

Change in:				
Revenues and Other Sources	250	-	-	250
Expenses and Other Uses	250	-	-	250
Change in Fund Balance	-	-	-	-





2015 Unified Budget - Capital Program - Second Quarter Amendment

Business Item: 2015-111

Transportation Committee - June 8, 2015

Table 9

Management Committee - June 10, 2015

Metropolitan Council - June 24, 2015



Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
	Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
METRO TRANSIT									
FLEET MODERNIZATION									
Bus Tire Leasing	6,314	-	6,314	13,375	-	13,375	19,689	-	19,689
Bus Fleet Replacement	288,034	34,799	322,833	213,232	(34,799)	178,433	501,266	-	501,266
Bus Fleet Expansion	18,612	2,009	20,621	13,542	(2,009)	11,533	32,154	-	32,154
Light Rail Vehicle Preservation	3,493	3,600	7,093	32,360	(3,950)	28,410	35,853	(350)	35,503
Commuter Rail Vehicle Preservation	-	-	-	7,700	-	7,700	7,700	-	7,700
Non-Revenue Vehicles Expansion	-	-	-	1,979	-	1,979	1,979	-	1,979
Non-Revenue Vehicles Preservation	-	-	-	35	-	35	35	-	35
<b>Total Fleet Modernization</b>	<b>316,453</b>	<b>40,408</b>	<b>356,861</b>	<b>282,223</b>	<b>(40,758)</b>	<b>241,465</b>	<b>598,676</b>	<b>(350)</b>	<b>598,326</b>
SUPPORT FACILITIES									
Police Facility Expansion	12,000	-	12,000	4,000	-	4,000	16,000	-	16,000
Heywood Garage Preservation	1,626	-	1,626	-	-	-	1,626	-	1,626
Heywood Garage Expansion	12,665	-	12,665	3,000	-	3,000	15,665	-	15,665
Support Facility Preservation	64,642	5,550	70,192	33,300	(5,550)	27,750	97,942	-	97,942
Support Facility Expansion	3,647	1,630	5,277	42,900	(2,000)	40,900	46,547	(370)	46,177
<b>Total Support Facilities</b>	<b>94,580</b>	<b>7,180</b>	<b>101,760</b>	<b>83,200</b>	<b>(7,550)</b>	<b>75,650</b>	<b>177,780</b>	<b>(370)</b>	<b>177,410</b>
CUSTOMER FACILITIES									
Bus Customer Facility Preservation	39,789	500	40,289	22,210	-	22,210	61,999	500	62,499
Bus Customer Facility Expansion	56,313	-	56,313	3,500	(1,000)	2,500	59,813	(1,000)	58,813
Rail Customer Facility Preservation	2,620	-	2,620	-	-	-	2,620	-	2,620
Rail Customer Facility Expansion	1,200	-	1,200	4,500	-	4,500	5,700	-	5,700
<b>Total Customer Facilities</b>	<b>99,922</b>	<b>500</b>	<b>100,422</b>	<b>30,210</b>	<b>(1,000)</b>	<b>29,210</b>	<b>130,132</b>	<b>(500)</b>	<b>129,632</b>
TECHNOLOGY IMPROVEMENTS									
MT-Technology Preservation-Replacement	23,576	2,252	25,828	28,167	(1,072)	27,095	51,743	1,180	52,923
MT-Technology Expansion	3,275	500	3,775	2,900	-	2,900	6,175	500	6,675
<b>Total Technology Improvements</b>	<b>26,851</b>	<b>2,752</b>	<b>29,603</b>	<b>31,067</b>	<b>(1,072)</b>	<b>29,995</b>	<b>57,918</b>	<b>1,680</b>	<b>59,598</b>
OTHER CAPITAL EQUIPMENT									
MT-Other Capital Equipment Preservation	35,964	1,795	37,759	28,908	(1,795)	27,113	64,872	-	64,872
MT-Other Capital Equipment Expansion	1,661	290	1,951	585	(290)	295	2,246	-	2,246
<b>Total Other Capital Equipment</b>	<b>37,625</b>	<b>2,085</b>	<b>39,710</b>	<b>29,493</b>	<b>(2,085)</b>	<b>27,408</b>	<b>67,118</b>	<b>-</b>	<b>67,118</b>
TRANSITWAYS - NON NEW STARTS									
Interchange Project	43,006	-	43,006	-	-	-	43,006	-	43,006
Highway Bus Rapid Transit	14,059	1,800	15,859	19,550	(1,800)	17,750	33,609	-	33,609
Arterial_Bus Rapid Transit	26,235	1,200	27,435	26,481	(1,200)	25,281	52,716	-	52,716
Light Rail Projects	91,680	2,189	93,869	7,048	(2,203)	4,845	98,728	(14)	98,714
Commuter Rail Projects	6,619	-	6,619	1,250	-	1,250	7,869	-	7,869
Transitway_Planning	2,488	-	2,488	1,900	-	1,900	4,388	-	4,388
<b>Total Transitways</b>	<b>184,087</b>	<b>5,189</b>	<b>189,276</b>	<b>56,229</b>	<b>(5,203)</b>	<b>51,026</b>	<b>240,316</b>	<b>(14)</b>	<b>240,302</b>

FEDERAL NEW STARTS RAIL PROJECTS

Bottineau LRT-Blue Line Ext	46,000	-	46,000	899,462	-	899,462	945,462	-	945,462
Southwest LRT	172,154	-	172,154	1,481,295	-	1,481,295	1,653,449	-	1,653,449
Northstar Comm Rail Start-up	87,327	-	87,327	-	-	-	87,327	-	87,327
Central Corridor New Start	956,900	-	956,900	-	-	-	956,900	-	956,900
LRT - Hiawatha Corridor	717,857	-	717,857	-	-	-	717,857	-	717,857
Total Federal New Starts	<u>1,980,238</u>	-	<u>1,980,238</u>	<u>2,380,757</u>	-	<u>2,380,757</u>	<u>4,360,995</u>	-	<u>4,360,995</u>
TOTAL METRO TRANSIT CAPIT	<u>2,739,756</u>	<u>58,114</u>	<u>2,797,870</u>	<u>2,893,179</u>	<u>(57,668)</u>	<u>2,835,511</u>	<u>5,632,935</u>	<u>446</u>	<u>5,633,381</u>
Prior Amendment ==>	2,739,756	-	2,739,756	2,893,179	-	2,893,179	5,632,935	-	5,632,935
Change ==>	-	58,114	58,114	-	(57,668)	(57,668)	-	446	446

METROPOLITAN TRANSPORTATION SERVICES

FLEET MODERNIZATION

Big Bus Preservation	45,397	-	45,397	93,703	-	93,703	139,100	-	139,100
Big Bus Expansion	44,616	-	44,616	26,250	-	26,250	70,866	-	70,866
Small Bus and Vehicle Preservation	37,256	204	37,460	53,552	-	53,552	90,808	204	91,012
Small Bus and Vehicle Expansion	8,194	-	8,194	6,097	-	6,097	14,291	-	14,291
Repairs Equipment and Technology Preservation	8,853	-	8,853	6,073	-	6,073	14,926	-	14,926
Repairs Equipment and Technology Expansion	8,010	-	8,010	-	-	-	8,010	-	8,010
Non-Revenue Vehicle Preservation	81	-	81	75	-	75	156	-	156
Total Fleet Modernization	<u>152,407</u>	<u>204</u>	<u>152,611</u>	<u>185,750</u>	-	<u>185,750</u>	<u>338,157</u>	<u>204</u>	<u>338,361</u>

CUSTOMER FACILITIES

Customer Facility Preservation	2,225	-	2,225	-	-	-	2,225	-	2,225
Total Customer Facilities	<u>2,225</u>	-	<u>2,225</u>	-	-	-	<u>2,225</u>	-	<u>2,225</u>

TECHNOLOGY

MTS-Technology Preservation	2,332	-	2,332	3,325	-	3,325	5,657	-	5,657
MTS-Technology Expansion	2,100	-	2,100	-	-	-	2,100	-	2,100
Total Technology	<u>4,432</u>	-	<u>4,432</u>	<u>3,325</u>	-	<u>3,325</u>	<u>7,757</u>	-	<u>7,757</u>

OTHER REGIONAL PROVIDERS

Maple Grove	3,959	-	3,959	1,662	-	1,662	5,621	-	5,621
Minnesota Valley Transit Authority	13,080	-	13,080	7,242	-	7,242	20,322	-	20,322
Plymouth	2,030	-	2,030	1,594	-	1,594	3,624	-	3,624
SouthWest Transit	3,727	90	3,817	2,149	(90)	2,059	5,876	-	5,876
University of Minnesota	-	-	-	2,336	-	2,336	2,336	-	2,336
Total Other Regional Providers	<u>22,796</u>	<u>90</u>	<u>22,886</u>	<u>14,983</u>	<u>(90)</u>	<u>14,893</u>	<u>37,779</u>	-	<u>37,779</u>

TRANSITWAYS

Transitway Expansion	54,742	-	54,742	-	-	-	54,742	-	54,742
Total Transitways	<u>54,742</u>	-	<u>54,742</u>	-	-	-	<u>54,742</u>	-	<u>54,742</u>
TOTAL MTS CAPITAL	<u>236,602</u>	<u>294</u>	<u>236,896</u>	<u>204,058</u>	<u>(90)</u>	<u>203,968</u>	<u>440,660</u>	<u>204</u>	<u>440,864</u>
Prior Amendment ==>	236,602	-	236,602	204,058	-	204,058	440,660	-	440,660
Change ==>	-	294	294	-	(90)	(90)	-	204	204

**COMBINED**

Total Fleet Modernization	468,860	40,612	509,472	467,973	(40,758)	427,215	936,833	(146)	936,687
Total Support Facilities	94,580	7,180	101,760	83,200	(7,550)	75,650	177,780	(370)	177,410
Total Customer Facilities	102,147	500	102,647	30,210	(1,000)	29,210	132,357	(500)	131,857
Total Technology Improvements	31,283	2,752	34,035	34,392	(1,072)	33,320	65,675	1,680	67,355
Total Other Capital Equipment	37,625	2,085	39,710	29,493	(2,085)	27,408	67,118	-	67,118
Total Other Regional Providers	22,796	90	22,886	14,983	(90)	14,893	37,779	-	37,779
Total Transitways	238,829	5,189	244,018	56,229	(5,203)	51,026	295,058	(14)	295,044
Total Federal New Starts	1,980,238	-	1,980,238	2,380,757	-	2,380,757	4,360,995	-	4,360,995
Grand Total	<u>2,976,358</u>	<u>58,408</u>	<u>3,034,766</u>	<u>3,097,237</u>	<u>(57,758)</u>	<u>3,039,479</u>	<u>6,073,595</u>	<u>650</u>	<u>6,074,245</u>
Prior Amendment ==>	2,976,358	-	2,976,358	3,097,237	-	3,097,237	6,073,595	-	6,073,595
Change ==>	-	58,408	58,408	-	(57,758)	(57,758)	-	650	650
Closed Projects		(384)			-			(384)	
New and Existing Project		58,792			(57,758)			1,034	



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

Dollars in Thousands

Prog #	Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
		Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
Treatment Plant Projects										
8006	Small System Improvement Projects	5,000	-	5,000	-	-	-	5,000	-	5,000
8016	Rural Area Acquisitions and Improvements	72,000	-	72,000	-	-	-	72,000	-	72,000
8018	Blue Lake Plant Improvements	117,000	-	117,000	-	-	-	117,000	-	117,000
8030	Hastings WWTP	6,500	-	6,500	58,500	-	58,500	65,000	-	65,000
8059	MWWTP Rehabilitation & Facilities Improve	144,000	-	144,000	30,000	-	30,000	174,000	-	174,000
8062	MWWTP Solids Improvements	3,200	-	3,200	126,800	-	126,800	130,000	-	130,000
8072	Energy Conservation & Recovery	5,000	-	5,000	-	-	-	5,000	-	5,000
8073	MWWTP Nutrient Removal	4,000	-	4,000	-	-	-	4,000	-	4,000
8074	Empire Plant Solids Processing	15,000	-	15,000	-	-	-	15,000	-	15,000
8075	Seneca Plant Solids Processing Improve.	13,000	-	13,000	10,000	-	10,000	23,000	-	23,000
8078	Regional Plant Improvements	10,000	-	10,000	4,000	-	4,000	14,000	-	14,000
	Subtotal - Treatment Plants	394,700	-	394,700	229,300	-	229,300	624,000	-	624,000
Interceptor System Projects										
8012	Odor Control Improvements	3,000	-	3,000	-	-	-	3,000	-	3,000
8028	Blue Lake System Improvements	168,000	-	168,000	40,000	-	40,000	208,000	-	208,000
8039	Chaska Lift Station	17,000	-	17,000	-	-	-	17,000	-	17,000
8041	Hopkins System Improvements	77,000	-	77,000	-	-	-	77,000	-	77,000
8055	Lift Station Improvements	36,000	-	36,000	-	-	-	36,000	-	36,000
8056	Meter Improvements	22,000	-	22,000	6,000	-	6,000	28,000	-	28,000
8057	Golden Valley Area Improvements	24,000	-	24,000	-	-	-	24,000	-	24,000
8063	SWC Interceptor - Lake Elmo Connections	17,500	-	17,500	-	-	-	17,500	-	17,500
8068	Mpls. Interceptor 1-MN-310/320 Diversion	12,000	-	12,000	88,000	-	88,000	100,000	-	100,000
8069	Interceptor Rehabilitation - Trenchless	19,000	-	19,000	-	-	-	19,000	-	19,000
8076	Mpls Interceptor System Rehabilitation	75,000	-	75,000	-	-	-	75,000	-	75,000
8079	Brooklyn Park LS/FM Rehabilitation	14,000	-	14,000	-	-	-	14,000	-	14,000
8080	Seneca Interceptor System Rehabilitation	98,000	-	98,000	22,000	-	22,000	120,000	-	120,000
8081	Maple Plain Area Improvements	3,000	-	3,000	19,000	-	19,000	22,000	-	22,000
8082	St. Bonifacius LS/FM Rehabilitation	19,000	-	19,000	-	-	-	19,000	-	19,000
8083	Waconia LS/FM Rehabilitation	15,000	-	15,000	-	-	-	15,000	-	15,000
8084	Bloomington System Improvements	6,000	-	6,000	-	-	-	6,000	-	6,000
8085	Elm Creek - Corcoran/Rogers Connections	7,000	-	7,000	-	-	-	7,000	-	7,000
8086	North Area Interceptor Rehabilitation	75,000	44,000	119,000	65,000	(44,000)	21,000	140,000	-	140,000
8087	Richfield Interceptor System Rehabilitation	-	24,000	24,000	-	29,000	29,000	-	53,000	53,000
8088	St Paul Interceptor System Rehabilitation	-	56,000	56,000	-	-	-	-	56,000	56,000
8090	Interceptor Rehabilitation - Program	16,000	-	16,000	-	-	-	16,000	-	16,000
	Subtotal - Interceptor System	723,500	124,000	847,500	240,000	(15,000)	225,000	963,500	109,000	1,072,500
	Grand Total	1,118,200	124,000	1,242,200	469,300	(15,000)	454,300	1,587,500	109,000	1,696,500

**2015 Unified Budget - Capital Program - Second Quarter Amendment**  
**Community Development Committee - June 1, 2015**  
**Management Committee - June 10, 2015**  
**Metropolitan Council - June 24,**

**Business Item: 2015-11**  
**Table 11**



Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
	Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
Anoka County	6,533	(1,281)	5,252	14,672	-	14,672	21,205	(1,281)	19,924
Bloomington	6,511	-	6,511	3,191	-	3,191	9,702	-	9,702
Carver County	3,262	(1,787)	1,475	3,437	-	3,437	6,699	(1,787)	4,912
Dakota County	9,038	-	9,038	13,098	-	13,098	22,136	-	22,136
Minneapolis Park Board	34,369	1,743	36,112	31,792	-	31,792	66,161	1,743	67,904
Ramsey County	6,173	-	6,173	13,165	-	13,165	19,338	-	19,338
Scott County	7,434	-	7,434	5,534	-	5,534	12,968	-	12,968
St Paul	30,235	-	30,235	22,566	-	22,566	52,801	-	52,801
Three Rivers Park Dist	22,235	562	22,797	35,419	-	35,419	57,654	562	58,216
Washington County	6,280	288	6,568	9,078	-	9,078	15,358	288	15,646
Other Governmental Units	8,468	-	8,468	-	-	-	8,468	-	8,468
Unallocated Land Acq. Opportun.Grants	3,960	816	4,776	24,622	(1,666)	22,956	28,582	(850)	27,732
Competitive Equity Grants	-	-	-	10,151	-	10,151	10,151	-	10,151
<b>Grand Total</b>	<b>144,498</b>	<b>341</b>	<b>144,839</b>	<b>186,725</b>	<b>(1,666)</b>	<b>185,059</b>	<b>331,223</b>	<b>(1,325)</b>	<b>329,898</b>
Prior Amendment ==>	144,498	0	144,498	186,725	0	186,725	331,223	0	331,223
Changes ==>	0	341	341	0	(1,666)	(1,666)	0	(1,325)	(1,325)
Closed Projects		(3,068)			0			(3,068)	
New and Existing Projects		3,409			(1,666)			1,743	

## Transportation Committee

Meeting date: June 8, 2015

For the Metropolitan Council meeting of June 24, 2015

**Subject:** Authorization to Amend the 2015 Unified Budget – 2nd Qtr. Budget Amendment

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

**Policy/Legal Reference:** 2015 Unified Budget; Mn Statutes Section 473.13, Subd. 1 – Council Budget Requirements

**Staff Prepared/Presented:** Arlene McCarthy, Director, MTS 651-602-1754; Brian J. Lamb, General Manager, Metro Transit 612-349-7510; Heather Aagesen-Huebner, Manager of Administration, MTS 651-602-1728; Sean Pfeiffer, Principal Financial Analyst, MTS 651-602-1887; Edwin D. Petrie, Director of Finance, Metro Transit 612-349-7624

**Division/Department:** Transportation / Metro Transit and Metropolitan Transportation Services

### Proposed Action

That the Metropolitan Council amend the 2015 Unified Budget – Capital Program (annual appropriation) and Authorized Capital Program (multi-year authorization) as indicated and in accordance with the spreadsheet in Capital Attachment #1 (Program Level).

That the Metropolitan Council amend the 2015 Unified Budget – Operating Budget as indicated and in accordance with the spreadsheet in Operating Attachment #2.

### Background

Capital Attachment #3 (Project Level Spreadsheet) is included for reference and informational purposes only.

### Capital Program:

#### Metro Transit

#### Administrative Adjustments:

##### **Nextfare Fare Collection Upgrade Systems - Project #67211**

This amendment adjusts \$520,605 from RTC to Other to reflect funding received from HCCRA for costs associated with the Nextfare fare collection upgrade for the Metro Green Line. This project is identified in the CIP.

##### **Arterial BRT Rapid Bus Procurement – Project #65400 CLOSE 2014 Expansion Buses – Project #65403**

This amendment will close project #65400 and reallocate (\$1,568,074) in Federal Funding and (\$392,018) in RTC funding into Project 65403 for project consolidation and ease of administrative tracking. These projects are identified in the CIP.

**Closing Projects/Reallocate Authorized Funding:**

**Transit Facility Land Acquisition – Rail Spur – Project #69212 CLOSE**

**Transit Facility Land Acquisition – Project #69110**

This amendment will close project #69212 and reallocate (\$359,385) in RTC funding back into the Metro Transit Capital Program. The remaining balances in Other funds, \$370,000 and \$130,000 in RTC funds will be transferred into Project #69110 for project consolidation and ease of administrative tracking. These projects are identified in the CIP.

**LRT Blue Rebuild Track Work with Direct Fixation – Project #61400 CLOSE**

**LRT Blue Bi Directional Running – Project #68405**

This amendment will close project #61400 and reallocate (\$668,775) in Federal Funding and (\$167,196) in RTC funding into Project 68405 for project consolidation and ease of administrative tracking. These projects are identified in the CIP.

**Reduce Authorized Funding:** None

**Increase Authorized Funding/Authorize New Projects:**

**Low Growth Expansion Buses – East 7<sup>th</sup> Street St. Paul – Project New**

This amendment provides \$1,476,725 in Federal CMAQ Funds and \$532,425 in RTC funds for the purchase of 5 forty-foot standard buses. This project is identified in the CIP.

**2016 Bus Replacement – Project #65320e**

This amendment provides \$29,579,414 in Federal Funds, \$4,434,899 in RTC funds and \$785,000 of MVST Funds contingent on approval of the operating amendment to provide the funding to issue a notice to proceed for the purchase of 24 replacement forty-foot standard propulsion buses and 30 sixty-foot standard propulsion buses. This project is identified in the CIP.

**LRV OVH Type 1 OVH 2 Parts – Project #64401e**

This amendment provides \$2,880,000 in Federal Funds and \$720,000 in RTC Funds for the purchase of phase 2 parts needed to overhaul the Type I Bombardier vehicles. This project is identified in the CIP.

**Facility Power Redundancy – Project #62315e**

This amendment provides \$1,040,000 in Federal Funds and \$260,000 in RTC Funds for installation of emergency power sources needed for main power supply outages at multiple facilities. This project is identified in the CIP.

**Major Improvements to Support Facilities – Project #62790e**

This amendment provides \$2,600,000 in RTC Funds to begin planned improvement projects to support facilities. Projects include: OSC Remodeling, OHB Compactor, Heywood Money Room Addition, Windshield Washer Fluid Tanks and Parking Lot Repairs. This project is identified in the CIP.

**Transfer Road Building – Project #64216e**

This amendment provides \$1,250,000 in RTC Funds to design and construct departmental work space within the Transfer Road building. This project is identified in the CIP.

**Transit Facility Land Acquisition – Project #69110e**

This amendment provides \$2,000,000 in RTC Funds for land acquisition and appraisals for Metro Transit sites. This project is identified in the CIP.

**Northstar Track & Facility Improvements – Project New**

This amendment provides \$320,000 in Federal Funds and \$80,000 in RTC Funds for the design and construction of a drop table, additional repair track and a maintenance pit at the Northstar Facility. This project is identified in the CIP.

**Public Facilities Refurbishment – Project#63350**

This amendment provides \$500,000 in RTC Funds for the design and construction of passenger shelters and amenities. This project is identified in the CIP.

**COM Equipment – Project 68312e**

This amendment provides \$321,768 in RTC Funds for the purchase of 7 radio network controllers and 60 radios to support various Metro Transit departments. This project is identified in the CIP.

**Type 1 LRV Diagnostic & Monitoring Equipment Replacement – Project #68404e**

This amendment provides \$520,000 in Federal Funds and \$130,000 in RTC Funds for updated monitoring and diagnostic systems on the Type I Bombardier vehicles. This project is identified in the CIP.

**Card Access Transit Facilities – Project 69215e**

This amendment provides \$50,000 in RTC Funds for security card access equipment at the Heywood and Big Lake facilities. This project is identified in the CIP.

**PCI Equipment/Server Replacement – Project New**

This amendment provides \$240,000 in Federal Funds and \$60,000 in RTC Funds to replace servers and upgrade hardware and software on the automated fare collection system. This project is identified in the CIP.

**LRT-Technology Systems Enhancements (RCC) – Project New**

This amendment provides \$80,000 in Federal Funds and \$20,000 in RTC Funds to create a Rail Operations interactive dashboard, blue warning lights on the radio console, and enhanced camera and video capabilities. This project is identified in the CIP.

**Replace Interactive Voice Response (IVR) Platform – Project New**

This amendment provides \$830,000 in RTC Funds to replace and upgrade the interactive voice response (IVR) system that allows customer to recharge a Go-To card over the phone. This project was on a list of unfunded capital projects that were not included in the adopted capital program.

**Bus Stop ID Program – Project #62407e**

This amendment provides \$500,000 in RTC Funds for equipment to improve bus stop level information for customers. This project is identified in the CIP.

**P & R CCTV Security Upgrades – Project #62223e**

This amendment provides \$100,000 in RTC Funds to upgrade LPR security camera's at Metro Transit Park & Ride facilities. This project is identified in the CIP.



**LRT Station Security Upgrades – Project #62224e**

This amendment provides \$160,000 in Federal Funds and \$40,000 in RTC Funds to upgrade security camera’s on the Blue Line platforms. This project is identified in the CIP.

**Transit Hub Security Upgrades – Project #62225e**

This amendment provides \$40,000 in RTC Funds to upgrade security at transit hubs with digital CCTV systems. This project is identified in the CIP.

**Non-Revenue Vehicles and Support Equipment – Project #65790e**

This amendment provides \$1,355,116 in RTC Funds to replace non-revenue vehicles and support equipment. This project is identified in the CIP.

**Update Fare Counting Equipment – Project New**

This amendment provides \$100,000 in RTC Funds to replace coin sorters in the Metro Transit money room for improved money counting efficiency. This project is identified in the CIP.

**Onboard Information Centers – Project #69210e**

This amendment provides \$40,000 in RTC Funds to install Customer Information Centers on LRV’s. This project is identified in the CIP.

**Mobile Camera Trailers – Project New**

This amendment provides \$200,000 in Federal Funds and \$50,000 in RTC Funds to purchase 5 new camera trailers to aide police in investigations. This project is identified in the CIP.

**Arterial BRT – A Line – Project #61217**

This amendment provides \$960,000 in Federal Funds and \$240,000 in RTC Funds for construction, shelter installation and technology improvements on the A-Line. This project is identified in the CIP.

**35W Orange Line BRT – Project #62405**

This amendment provides \$1,800,000 in Federal Funds for environmental, engineering, design and staff costs for the Orange Line. Federal match is already authorized in the project. This project is identified in the CIP.

**Rail Station Modifications – Project #62316e**

This amendment provides \$160,000 in Federal Funds and \$40,000 in RTC funds for Blue Line and Northstar platform modifications. This project is identified in the CIP.

**LRT Blue Bi Directional Running – Project #68405**

This amendment provides \$240,000 in Federal Funds and \$60,000 in RTC to design and construct embedded track at LRT stations. This project is identified in the CIP.

**LRT-Downtown Minneapolis Traffic Controller Upgrade– Project New**

This amendment provides \$162,400 in Federal Funds and \$40,600 in RTC to standardize downtown traffic controllers to create smoother train traffic through Minneapolis. This project is identified in the CIP.

## **Green Line OMF and Right of Way Improvements – Project New**

This amendment provides \$1,500,000 in RTC Funds for planned improvement projects at the Green Line OMF Facility and stations. Projects include: Accessibility upgrade, maintenance, operations and safety enhancements. This project is identified in the CIP.

## **Metropolitan Transportation Services**

### **2015 – Metro Mobility – Small Bus (2) – Replacement – Project #35984 (New)**

This amendment authorizes \$136,000 of RTC funds to purchase two small cutaways to replace existing vehicles. These vehicles were deemed total losses due to accidents and require replacement. This project was not identified in the CIP but will be covered with unprogrammed RTC.

### **2015 – Transit Link – Small Bus (1) – Replacement – Project #35984 (New)**

This amendment authorizes \$68,000 of RTC funds to purchase one small cutaways to replace existing vehicles. This vehicle was deemed total losses due to an accident and requires replacement. This project was not identified in the CIP but will be covered with unprogrammed RTC.

### **SWT – SW Village Debt Payment (2014 Principal Only) – NTD – Project #35985 (New)**

This amendment authorizes \$90,000 in RTC funds (in lieu of NTD) for a debt principal payment on the debt instrument used to finance the SouthWest Village transit station. This project is identified in the CIP.

## **Change to Current Year Expenditures**

Based on projected expenditures for the proposed amendments, the 2015 capital budget is proposed to be increased by \$13,225,383 and \$294,000 for Metro Transit and MTS, respectively.

## **Operating Budget:**

### **Background:**

## **Metro Transit**

### **Change in Revenues: \$0; Expenditures: \$0; Reserves: \$0**

This operating amendment authorizes \$7,920,000 of federal funds to be used for preventative maintenance activities in the Metro Transit operating budget. This amendment reduces \$7,920,000 of MVST Funds to be used in the Metro Transit capital program to provide additional local match to capital projects.

## **Metropolitan Transportation Services**

### **Transportation/Transportation Planning**

### **Change in Revenues: \$250,000; Expenditures: \$250,000; Reserves: \$0**

This amendment authorizes \$250,000 from MnDOT to match \$300,000 of Unified Planning Work Program (UPWP) federal funds. These funds will be used for the *Principal Arterial Intersection Conversion Study*. This work will engage a consultant to identify potential

improvements for principal arterials across the region. Work will begin in 2015 and will continue into 2016 and potentially 2017.

## **Transit Link**

### **Change in Revenues: \$0; Expenditures: \$0; Reserves: \$0**

This amendment authorizes \$800,000 of Section 5311 (Non-Urbanized Area) federal funds to cover Transit Link services that operate exclusively in the seven counties' non-urbanized area.

### **Rationale**

This amendment is required to authorize additional funding and expenses in the operating budget to carry out transit service operations. It also authorizes closing projects, changes to existing projects, and new projects required to carry out the long-term capital improvement program for transit.

### **Funding**

#### **Capital Program:**

This amendment increases federal funds by \$39,818,539 in federal funds, \$785,000 in other funds and regional transit capital funds by \$17,829,423.

#### **Operating Budget:**

This amendment decreases RA-MVST by \$7,920,000 and increases federal funds by \$7,920,000 in the 2015 Unified (Operating) Budget. These RA-MVST funds will be used in the Capital Program to provide additional local match to capital projects.

### **Known Support / Opposition**

No known opposition.

Attachments:

1. Capital – Attachment #1 (Program Level)
2. Operating – Attachment #2
3. Capital – Attachment #3 (Project Level) – Informational Only

Program	Current	Revision	Amended
<b>METRO TRANSIT</b>			
FLEET MODERNIZATION			
Bus Tire Leasing	6,314	-	6,314
Bus Fleet Replacement	288,034	34,799	322,833
Bus Fleet Expansion	18,612	2,009	20,621
Light Rail Vehicle Preservation	3,493	3,600	7,093
Commuter Rail Vehicle Preservation	-	-	-
Non-Revenue Vehicles Expansion	-	-	-
Non-Revenue Vehicles Preservation	-	-	-
Total Fleet Modernization	316,453	40,408	356,861
SUPPORT FACILITIES			
Police Facility Expansion	12,000	-	12,000
Heywood Garage Preservation	1,626	-	1,626
Heywood Garage Expansion	12,665	-	12,665
Support Facility Preservation	64,642	7,550	72,192
Support Facility Expansion	3,647	(359)	3,288
Total Support Facilities	97,273	7,191	101,771
CUSTOMER FACILITIES			
Bus Customer Facility Preservation	39,789	500	40,289
Bus Customer Facility Expansion	56,313	-	56,313
Rail Customer Facility Preservation	2,620	-	2,620
Rail Customer Facility Expansion	1,200	-	1,200
Total Customer Facilities	107,722	500	100,422
TECHNOLOGY IMPROVEMENTS			
MT-Technology Preservation-Replacement	23,576	2,251	25,827
MT-Technology Expansion	3,275	500	3,775
Total Technology Improvements	28,837	2,751	29,602
OTHER CAPITAL EQUIPMENT			
MT-Other Capital Equipment Preservation	35,964	1,795	37,759
MT-Other Capital Equipment Expansion	1,661	290	1,951
Total Other Capital Equipment	37,575	2,085	39,710
TRANSITWAYS - NON NEW STARTS			
Interchange Project	43,006	-	43,006
Highway Bus Rapid Transit	14,059	1,800	15,859
Arterial_Bus Rapid Transit	26,325	1,200	27,525
Light Rail Projects	93,480	2,203	95,683
Commuter Rail Projects	6,619	-	6,619
Transitway_Planning	2,488	-	2,488
Total Transitways	186,976	5,203	191,180
FEDERAL NEW STARTS RAIL PROJECTS			
Bottineau LRT-Blue Line Ext	46,000	-	46,000
Southwest LRT	172,154	-	172,154
Northstar Comm Rail Start-up	87,327	-	87,327
Central Corridor New Start	956,900	-	956,900
LRT - Hiawatha Corridor	717,857	-	717,857
Total Federal New Starts	1,980,238	-	1,980,238
<b>TOTAL METRO TRANSIT CAPITAL</b>	<b>2,755,074</b>	<b>58,138</b>	<b>2,799,784</b>

Program	Current	Revision	Amended
<b>METROPOLITAN TRANSPORTATION SERVICES</b>			
<b>FLEET MODERNIZATION</b>			
Big Bus Preservation	45,398	-	45,398
Big Bus Expansion	44,618	-	44,618
Small Bus and Vehicle Preservation	37,256	204	37,460
Small Bus and Vehicle Expansion	8,193	-	8,193
Repairs Equipment and Technology Preservation	8,853	-	8,853
Repairs Equipment and Technology Expansion	8,010	-	8,010
Non-Revenue Vehicle Preservation	81	-	81
Total Fleet Modernization	152,409	204	152,613
<b>CUSTOMER FACILITIES</b>			
Customer Facility Preservation	2,225	-	2,225
Total Customer Facilities	2,225	-	2,225
<b>TECHNOLOGY</b>			
MTS-Technology Preservation	2,332	-	2,332
MTS-Technology Expansion	2,100	-	2,100
Total Technology	4,432	-	4,432
<b>OTHER REGIONAL PROVIDERS</b>			
Maple Grove	3,959	-	3,959
Minnesota Valley Transit Authority	13,080	-	13,080
Plymouth	2,030	-	2,030
SouthWest Transit	3,726	90	3,816
University of Minnesota	-	-	-
Total Other Regional Providers	22,795	90	22,885
<b>TRANSITWAYS</b>			
Transitway Expansion	53,890	-	53,890
Total Transitways	53,890	-	53,890
<b>TOTAL MTS CAPITAL</b>	235,751	294	236,045



Metropolitan Council - Transportation Division  
Unified (Operating) Budget - 2nd Quarter Amendment  
Transportation Committee - June 8, 2015  
Metropolitan Council - June 24, 2015

(\$ in 000s)

	Metro Mobility	Transit Link	Fixed Route	Transportation Planning	Total Metropolitan Transportation Services	Bus	Light Rail	Commuter Rail	Total Metro Transit	Total Operating	Suburban Transit Providers Pass-Through	Unallocated MVST
<b>Amended June 24, 2015</b>												
<b>Revenues:</b>												
Motor Vehicle Sales Tax	-	4,870	14,178	-	19,048	192,504	-	3,275	195,779	214,827	31,833	13,720
State Appropriations	52,119	-	-	-	52,119	6,715	23,355	-	30,070	82,189	-	-
Other State Revenues	-	-	-	-	-	-	-	-	-	-	-	-
Total State Revenues	52,119	4,870	14,178	-	71,167	199,219	23,355	3,275	225,849	297,016	31,833	13,720
<b>Other Revenues:</b>												
Net Property Tax	-	-	-	-	-	2,000	-	-	2,000	2,000	-	-
Federal Revenues	-	800	2,289	4,380	7,469	26,893	3,126	-	30,019	37,488	-	-
Local Revenues	-	-	1,863	-	1,863	-	22,518	7,506	30,024	31,887	-	-
Passenger Fares	7,201	560	1,863	-	9,624	74,846	19,513	2,449	96,808	106,432	-	-
Contract & Special Event Revenues	-	-	-	-	-	1,462	500	-	1,962	1,962	-	-
Investment Earnings	-	-	100	-	100	500	25	149	674	774	-	-
Other Revenues	-	-	-	250	250	900	30	1,208	2,138	2,388	-	-
Total Other Revenues	7,201	1,360	6,115	4,630	19,306	106,601	45,712	11,312	163,625	182,931	-	-
Total Revenues	59,320	6,230	20,293	4,630	90,473	305,820	69,067	14,587	389,474	479,947	31,833	13,720
<b>Expenses:</b>												
Salaries & Benefits	1,159	80	830	2,783	4,852	242,470	34,926	4,091	281,487	286,339	-	-
Consulting & Contractual Services	200	-	95	1,470	1,765	6,410	1,602	6,091	14,103	15,868	-	-
Materials & Supplies	8,253	134	332	19	8,738	32,452	15,879	3,905	52,236	60,974	-	-
Rent & Utilities	123	20	-	149	292	4,998	7,026	739	12,763	13,055	-	-
Printing	55	3	25	50	133	372	-	-	372	505	-	-
Travel	5	5	7	41	58	544	126	22	692	750	-	-
Insurance	-	-	-	-	-	2,444	1,268	2,247	5,959	5,959	-	-
Transit Programs	51,222	6,318	17,182	-	74,722	-	-	-	-	74,722	-	-
Operating Capital	43	-	-	55	98	-	-	-	-	98	-	-
Governmental Grants	-	-	545	480	1,025	3,112	-	-	3,112	4,137	-	-
Other Expenses	66	10	40	64	180	4,143	2,501	109	6,753	6,933	-	-
Passthrough Grants	-	-	-	-	-	-	-	-	-	-	31,833	-
Debt Service Obligations	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenses	61,126	6,570	19,056	5,111	91,863	296,945	63,328	17,204	377,477	469,340	31,833	-
<b>Other Sources and (Uses):</b>												
Interdivisional Cost Allocation	(1,108)	(82)	(918)	(1,184)	(3,292)	(23,068)	(4,130)	(410)	(27,608)	(30,900)	-	-
MVST Transfers In	-	-	-	-	-	16,759	-	-	16,759	16,759	-	(16,759)
Transfers To Other Funds	-	-	(490)	-	(490)	-	-	-	-	(490)	-	-
Net Other Sources and (Uses)	(1,108)	(82)	(1,408)	(1,184)	(3,782)	(6,309)	(4,130)	(410)	(10,849)	(14,631)	-	(16,759)
<b>Change in Fund Balance</b>	<b>(2,914)</b>	<b>(422)</b>	<b>(171)</b>	<b>(1,665)</b>	<b>(5,172)</b>	<b>2,566</b>	<b>1,609</b>	<b>(3,027)</b>	<b>1,148</b>	<b>(4,024)</b>	<b>-</b>	<b>(3,039)</b>

2015 Unified Budget - Capital Program - 2nd Quarter Budget Amendment

Transportation Committee - June 8, 2015  
 Management Committee - June 10, 2015  
 Metropolitan Council - June 24, 2015

Business Item: 2015-111  
 Capital - Attachment #3 (Project Detail) - Informational Only

\$ 313,264,004 \$ 2,739,731,484

		CURRENTLY AUTHORIZED					PROPOSED CHANGE					AMENDED					2015 Budget	Multi-Year Authorization	
		Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total			
<b>METRO TRANSIT</b>																			
<b>Administrative Adjustments</b>																			
																	Original Adopted	\$ 234,954,016	\$ 2,682,751,928
																	After Prior Amendments	\$ 313,264,004	\$ 2,739,755,191
																	After This Amendment	\$ 326,489,387	\$ 2,797,869,509
67211	Nextfare Fare Collection Upgrade Systems	\$ -	\$ -	\$ -	\$ 1,535,605	\$ 1,535,605	\$ -	\$ -	\$ 520,605	\$ (520,605)	\$ -	\$ -	\$ -	\$ 520,605	\$ 1,015,000	\$ 1,535,605	\$ -	\$ -	
65400	Arterial BRT Rapid Bus Procurement - CLOSE	\$ 1,568,074	\$ -	\$ -	\$ 392,018	\$ 1,960,092	\$ (1,568,074)	\$ -	\$ -	\$ (392,018)	\$ (1,960,092)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,960,092)	\$ (1,960,092)	
65403	2014 Expansion Buses	\$ 3,556,447	\$ -	\$ -	\$ 627,608	\$ 4,184,055	\$ 1,568,074	\$ -	\$ -	\$ 392,018	\$ 1,960,092	\$ 5,124,521	\$ -	\$ -	\$ 1,019,626	\$ 6,144,147	\$ 1,960,092	\$ 1,960,092	
Section Subtotal		\$ 5,124,521	\$ -	\$ -	\$ 2,555,231	\$ 7,679,752	\$ -	\$ -	\$ 520,605	\$ (520,605)	\$ -	\$ 5,124,521	\$ -	\$ 520,605	\$ 2,034,626	\$ 7,679,752	\$ -	\$ -	
<b>CLOSING PROJECTS / REALLOCATE AUTHORIZED FUNDING</b>																			
<b>SUPPORT FACILITY EXPANSION</b>																			
69212	Transit Facility Land Acquisition - Rail Spur - Reduce Funding	\$ -	\$ -	\$ 370,000	\$ 500,000	\$ 870,000	\$ -	\$ -	\$ -	\$ (359,385)	\$ (359,385)	\$ -	\$ -	\$ 370,000	\$ 140,615	\$ 510,615	\$ (359,385)	\$ (359,385)	
69212	Transit Facility Land Acquisition - Rail Spur - Transfer & CLOSE	\$ -	\$ -	\$ 370,000	\$ 140,615	\$ 510,615	\$ -	\$ -	\$ (370,000)	\$ (130,000)	\$ (500,000)	\$ -	\$ -	\$ -	\$ 10,615	\$ 10,615	\$ (500,000)	\$ (500,000)	
69110	Transit Facility Land Acquisition	\$ -	\$ -	\$ 66,772	\$ 2,200,000	\$ 2,266,772	\$ -	\$ -	\$ 370,000	\$ 130,000	\$ 500,000	\$ -	\$ -	\$ 436,772	\$ 2,330,000	\$ 2,766,772	\$ 500,000	\$ 500,000	
<b>LIGHT RAIL PROJECTS</b>																			
61400	LRT Blue Rebuild Track work with Direct Fixations - CLOSE	\$ 680,000	\$ -	\$ -	\$ 170,000	\$ 850,000	\$ (668,775)	\$ -	\$ -	\$ (167,196)	\$ (835,971)	\$ 11,225	\$ -	\$ -	\$ 2,804	\$ 14,029	\$ (835,971)	\$ (835,971)	
68405	LRT Blue Bi Directional Running	\$ 680,000	\$ -	\$ -	\$ 170,000	\$ 850,000	\$ 668,775	\$ -	\$ -	\$ 167,196	\$ 835,971	\$ 1,348,775	\$ -	\$ -	\$ 337,196	\$ 1,685,971	\$ 835,971	\$ 835,971	
Section Subtotal		\$ 1,360,000	\$ -	\$ 806,772	\$ 3,180,615	\$ 5,347,387	\$ -	\$ -	\$ -	\$ (359,385)	\$ (359,385)	\$ 1,360,000	\$ -	\$ 806,772	\$ 2,821,230	\$ 4,988,002	\$ (359,385)	\$ (359,385)	
* Metro Transit Projects Closed and Removed from Authorized Capital Program																	\$ 24,644		
<b>REDUCE AUTHC</b>																			
None																			
Section Subtotal		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
<b>INCREASE AUTHORIZED FUNDING / AUTHORIZE NEW PROJECTS</b>																			
<b>BUS FLEET EXPANSION</b>																			
New	Low Growth Expansion Buses - East 7th St. Saint Paul CMAQ	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,476,725	\$ -	\$ -	\$ 532,425	\$ 2,009,150	\$ 1,476,725	\$ -	\$ -	\$ 532,425	\$ 2,009,150	\$ -	\$ 2,009,150	
<b>BUS FLEET REPLACEMENT</b>																			
65320e	2016 Bus Replacement	\$ 50,057,424	\$ -	\$ -	\$ 9,005,170	\$ 59,062,594	\$ 29,579,414	\$ -	\$ 785,000	\$ 4,434,899	\$ 34,799,313	\$ 79,636,838	\$ -	\$ 785,000	\$ 13,440,069	\$ 93,861,907	\$ -	\$ 34,799,313	
<b>LIGHT RAIL VEHICLE PRESERVATION</b>																			
64401e	LRV OVH Type 1 OVH 2 Parts	\$ 2,794,400	\$ -	\$ -	\$ 698,600	\$ 3,493,000	\$ 2,880,000	\$ -	\$ -	\$ 720,000	\$ 3,600,000	\$ 5,674,400	\$ -	\$ -	\$ 1,418,600	\$ 7,093,000	\$ -	\$ 3,600,000	
<b>SUPPORT FACILITY PRESERVATION</b>																			
62315e	Facility Power Redundancy	\$ 1,009,778	\$ -	\$ -	\$ 249,562	\$ 1,259,340	\$ 1,040,000	\$ -	\$ -	\$ 260,000	\$ 1,300,000	\$ 2,049,778	\$ -	\$ -	\$ 509,562	\$ 2,559,340	\$ 1,300,000	\$ 1,300,000	
62790e	Major Improvements to Support Facilities	\$ -	\$ -	\$ -	\$ 15,991,949	\$ 15,991,949	\$ -	\$ -	\$ -	\$ 2,600,000	\$ 2,600,000	\$ -	\$ -	\$ -	\$ 18,591,949	\$ 18,591,949	\$ 1,000,000	\$ 2,600,000	
64216e	Transfer Road Building	\$ -	\$ -	\$ -	\$ 4,200,000	\$ 4,200,000	\$ -	\$ -	\$ -	\$ 1,250,000	\$ 1,250,000	\$ -	\$ -	\$ -	\$ 5,450,000	\$ 5,450,000	\$ 1,000,000	\$ 1,250,000	
69110e	Transit Facility Land Acquisition	\$ -	\$ -	\$ 436,772	\$ 2,330,000	\$ 2,766,772	\$ -	\$ -	\$ -	\$ 2,000,000	\$ 2,000,000	\$ -	\$ -	\$ 436,772	\$ 4,330,000	\$ 4,766,772	\$ 1,000,000	\$ 2,000,000	
New	Northstar Track & Facility Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 320,000	\$ -	\$ -	\$ 80,000	\$ 400,000	\$ 320,000	\$ -	\$ -	\$ 80,000	\$ 400,000	\$ 400,000	\$ 400,000	
<b>BUS CUSTOMER FACILITY PRESERVATION</b>																			

2015 Unified Budget - Capital Program - 2nd Quarter Budget Amendment

Transportation Committee - June 8, 2015  
 Management Committee - June 10, 2015  
 Metropolitan Council - June 24, 2015

Business Item: 2015-111  
 Capital - Attachment #3 (Project Detail) - Informational Only

\$ 313,264,004 \$ 2,739,731,484

		CURRENTLY AUTHORIZED					PROPOSED CHANGE					AMENDED					2015 Budget	Multi-Year Authorization
		Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total		
63350	Public Facilities Refurbishment	\$ -	\$ -	\$ -	\$ 11,303,857	\$ 11,303,857	\$ -	\$ -	\$ -	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -	\$ 11,803,857	\$ 11,803,857	\$ 500,000	\$ 500,000
<b>TECHNOLOGY PRESERVATION REPLACEMENT</b>																		
68312e	COM Equipment	\$ -	\$ -	\$ -	\$ 2,300,000	\$ 2,300,000	\$ -	\$ -	\$ -	\$ 321,768	\$ 321,768	\$ -	\$ -	\$ -	\$ 2,621,768	\$ 2,621,768	\$ 321,768	\$ 321,768
68404e	Type 1 LRV Diagnostic & Monitoring equipment replacement.	\$ 456,000	\$ -	\$ -	\$ 114,000	\$ 570,000	\$ 520,000	\$ -	\$ -	\$ 130,000	\$ 650,000	\$ 976,000	\$ -	\$ -	\$ 244,000	\$ 1,220,000	\$ 650,000	\$ 650,000
69215e	Card Access Transit Facilities	\$ 80,000	\$ -	\$ -	\$ 20,000	\$ 100,000	\$ -	\$ -	\$ -	\$ 50,000	\$ 50,000	\$ 80,000	\$ -	\$ -	\$ 70,000	\$ 150,000	\$ 50,000	\$ 50,000
New	PCI Equipment/Server Replacement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 240,000	\$ -	\$ -	\$ 60,000	\$ 300,000	\$ 240,000	\$ -	\$ -	\$ 60,000	\$ 300,000	\$ 300,000	\$ 300,000
New	LRT-Technology Systems Enhancements (RCC)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,000	\$ -	\$ -	\$ 20,000	\$ 100,000	\$ 80,000	\$ -	\$ -	\$ 20,000	\$ 100,000	\$ 100,000	\$ 100,000
New	Replace IVR Platform	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 830,000	\$ 830,000	\$ -	\$ -	\$ -	\$ 830,000	\$ 830,000	\$ 830,000	\$ 830,000
<b>TECHNOLOGY EXPANSION</b>																		
62407e	Bus Stop ID Program	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ -	\$ -	\$ -	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -	\$ 600,000	\$ 600,000	\$ 500,000	\$ 500,000
<b>OTHER CAPITAL EQUIPMENT PRESERVATION</b>																		
62223e	P & R CCTV Security Upgrades	\$ 120,000	\$ -	\$ -	\$ 80,000	\$ 200,000	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ 120,000	\$ -	\$ -	\$ 180,000	\$ 300,000	\$ 100,000	\$ 100,000
62224e	LRT Station Security Upgrades	\$ 40,000	\$ -	\$ -	\$ 35,000	\$ 75,000	\$ 160,000	\$ -	\$ -	\$ 40,000	\$ 200,000	\$ 200,000	\$ -	\$ -	\$ 75,000	\$ 275,000	\$ 200,000	\$ 200,000
62225e	Transit Hub Security Upgrades	\$ 40,000	\$ -	\$ -	\$ 35,000	\$ 75,000	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ 40,000	\$ -	\$ -	\$ 75,000	\$ 115,000	\$ 40,000	\$ 40,000
65790E	Non-Revenue Vehicles & Support Equipment	\$ -	\$ -	\$ -	\$ 9,251,102	\$ 9,251,102	\$ -	\$ -	\$ -	\$ 1,355,116	\$ 1,355,116	\$ -	\$ -	\$ -	\$ 10,606,218	\$ 10,606,218	\$ 700,000	\$ 1,355,116
New	Update Fare Counting Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
<b>OTHER CAPITAL EQUIPMENT EXPANSION</b>																		
69210e	Onboard Information Centers	\$ -	\$ -	\$ -	\$ 60,000	\$ 60,000	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ 40,000	\$ 40,000
New	Mobile Camera Trailers	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 200,000	\$ -	\$ -	\$ 50,000	\$ 250,000	\$ 200,000	\$ -	\$ -	\$ 50,000	\$ 250,000	\$ 250,000	\$ 250,000
<b>ARTERIAL BUS RAPID TRANSIT</b>																		
61217	Arterial BRT - A Line	\$ 2,075,899	\$ 16,000,000	\$ -	\$ 2,025,159	\$ 20,101,058	\$ 960,000	\$ -	\$ -	\$ 240,000	\$ 1,200,000	\$ 3,035,899	\$ 16,000,000	\$ -	\$ 2,265,159	\$ 21,301,058	\$ 1,000,000	\$ 1,200,000
<b>HIGHWAY BUS RAPID TRANSIT</b>																		
62405	Orange Line BRT	\$ -	\$ 3,000,000	\$ 3,000,000	\$ 200,000	\$ 6,200,000	\$ 1,800,000	\$ -	\$ -	\$ -	\$ 1,800,000	\$ 1,800,000	\$ 3,000,000	\$ 3,000,000	\$ 200,000	\$ 8,000,000	\$ 1,000,000	\$ 1,800,000
<b>LIGHT RAIL PROJECTS</b>																		
62316e	Rail Station Modifications	\$ 160,000	\$ -	\$ -	\$ 40,000	\$ 200,000	\$ 160,000	\$ -	\$ -	\$ 40,000	\$ 200,000	\$ 320,000	\$ -	\$ -	\$ 80,000	\$ 400,000	\$ 200,000	\$ 200,000
68405	LRT Blue Bi Directional Running	\$ 1,348,775	\$ -	\$ -	\$ 337,196	\$ 1,685,971	\$ 240,000	\$ -	\$ -	\$ 60,000	\$ 300,000	\$ 1,588,775	\$ -	\$ -	\$ 397,196	\$ 1,985,971	\$ 300,000	\$ 300,000
New	LRT-Downtown Mpls. Traffic Controller Upgrade	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 162,400	\$ -	\$ -	\$ 40,600	\$ 203,000	\$ 162,400	\$ -	\$ -	\$ 40,600	\$ 203,000	\$ 203,000	\$ 203,000
New	Green Line OMF & Right of Way Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,500,000	\$ 1,500,000	\$ -	\$ -	\$ -	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
Section Subtotal		\$ 58,182,276	\$ 19,000,000	\$ 3,436,772	\$ 58,376,595	\$ 138,995,643	\$ 39,818,539	\$ -	\$ 785,000	\$ 17,894,808	\$ 58,498,347	\$ 98,000,815	\$ 19,000,000	\$ 4,221,772	\$ 76,271,403	\$ 197,493,990	\$ 13,584,768	\$ 58,498,347
<b>METRO TRANSIT TOTAL</b>		\$ 59,542,276	\$ 19,000,000	\$ 4,243,544	\$ 61,557,210	\$ 144,343,030	\$ 39,818,539	\$ -	\$ 785,000	\$ 17,535,423	\$ 58,138,962	\$ 99,360,815	\$ 19,000,000	\$ 5,028,544	\$ 79,092,633	\$ 202,481,992	\$ 13,225,383	\$ 58,138,962



## Environment Committee

Meeting date: June 9, 2015

## Management Committee

Meeting date: June 10, 2015

For the Metropolitan Council meeting of June 24, 2015

**Subject:** Authorization to Amend the 2014 and 2015 Unified Budgets

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

**Policy/Legal Reference:** Council Admin Policy 3-1 and Procedure 3-1a; MN Statute 473.13-Council Budget Requirements, and 473.517 – Wastewater fees and reserve authority

**Staff Prepared/Presented:** Ned Smith, 651-602-1162; Kyle Colvin, 651-602-1151

**Division/Department:** MCES c/o Leisa Thompson, General Manager (651-602-8101)

### Proposed Action

That the Metropolitan Council authorizes the amendment of the 2014 Unified Budget as indicated and in accordance with Attachment A and B, and authorize the amendment of the 2015 Unified Budget as indicated and in accordance with the attached tables.

### Amendment to the 2014 Unified Budget – Operating Budget

#### Background

The Environmental Services Division requires an amendment to the 2014 operating budget. For much of 2014, the electricity-generating turbine was offline at the Metro Plant due to performance failures, while an incinerator undergoing capital improvements was offline for longer than budgeted due to additional items discovered during rehabilitation. In addition, there were excess rains in late spring and early summer. These incidents resulted in increased electricity and natural gas consumption to offset the lack of electricity and heat generation for the plant, as well as increased electricity consumption to operate the effluent pumps to counter the high river level. In addition, sludge that would have been burned in the incinerator had to be treated and hauled for landfill disposal, resulting in increased chemical and contract services expenses.

Throughout the year, under runs in salary and benefits from vacancies and contract services were sufficient to cover the overruns in utilities. However, an exceptionally back-end loaded December for contract services (28% of annual spend booked to December versus 22% forecast and historical averages of 22-25%) erased the coverage. Invoices continued to book to December through March of 2015, reducing the visibility to the overall overspend until March. Going forward, Environmental Services will work to track contract billing more closely and partner with Regional Administration for timelier reporting. The incinerator and turbine are also improved and are back on line in 2015.

Requested changes to the operating component of the 2014 Unified Budget total \$682,000. The following requests are being made by the Environmental Services Division:

## Environmental Services

Change in Expenditures: \$682,000; Revenues: (\$0); Reserves: (\$682,000)

The proposed budget amendment will increase the Treatment Services utilities budget by \$682,000, from \$13,718,000 to \$14,400,000.

### **Rationale**

The proposed amendments will bring actual 2014 expenses within the amended budget for the Environmental Services Division.

### **Funding**

The motion proposes that this needed funding come from the Wastewater Operating Contingency Reserve. This amendment will not cause wastewater operating reserves to fall below the 10% Council policy target balance level.

### **Fiscal Impact**

The amendment will not impact wastewater users. The amendment uses available reserves and will not cause the year end 2014 fund balance to fall below the target fund balance for Environmental Services.

### **Known Support / Opposition**

None

## **Amendment to the 2015 Unified Budget – Capital Program**

### **Background**

The proposed amendment includes the following changes to the Environmental Services Authorized Capital Program (ACP) and Capital Improvement Program:

#### **Increased Authorization Funding for Program 8086, North Area Interceptor Rehabilitation**

Environmental Services has been conducting a gravity sewer condition assessment program over the past several years. This program has identified several locations across the north area of the region from Brooklyn Park/Champlin to Coon Rapids/Fridley to Hugo where gravity sewers are severely corroded and require rehabilitation as soon as practicable. Areas in Fridley and Hugo are being added to the Authorized Capital Program.

The proposed amendment increases the Authorized Capital Program by \$44,000,000. There is no net change to the Capital Program for the North Area Interceptor Rehabilitation work.

#### **Authorize Two New Programs - Program 8088, St. Paul Interceptor System Rehabilitation and Program 8087, Richfield Interceptor System Rehabilitation**

The gravity sewer condition assessment program has identified ten locations in St. Paul and nearby cities where interceptor rehabilitation should be implemented as soon as possible. These areas were identified after the preparation of the 2015 Capital Program.

The gravity sewer condition assessment program has identified the interceptor along 66<sup>th</sup> Street in Richfield as needing rehabilitation within ten years. Hennepin County and the City of Richfield are planning full re-construction of 66<sup>th</sup> Street and utilities in 2016-2017. To minimize disruption and provide efficient use of resources, rehabilitation of this interceptor will be expedited.

The proposed amendment increases the Authorized Capital Program by \$56,000,000 for the St. Paul Interceptor System Rehabilitation Program and \$24,000,000 for the Richfield Interceptor System Rehabilitation Program. The amendment also provides \$29,000,000 in the Capital Improvement

Program for the second phase of the Richfield Interceptor System Rehabilitation work in the Airport area. The net increase to the Capital Program as a result of these two programs is \$109,000,000.

### **Rationale**

This amendment is required for additional authorization funding for the North Area Interceptor Rehabilitation Program and to authorize funding and add two new additional interceptor rehabilitation projects to the Capital Program. This action is needed to ensure reliable wastewater service and to preserve our assets.

### **Funding**

The capital amendment will be funded with \$109,000,000 in new regional funds. The amendment also changes the Environmental Services current year expenditures. Based on the projected expenditures for the proposed amendment, the 2015 Capital Budget will be increased by \$10,000,000.

### **Fiscal Impact**

If no other projects were re-prioritized, the increase in debt service would result in a 0.5% MWC increase and a 2.0% SAC increase per year for four years. However, throughout 2015, MCES will re-evaluate other lower priority projects to decrease the rate impacts.

### **Known Support / Opposition**

No known opposition.

Attachments:

- A – Table B-1 – Environmental Services Division Operating Budget as amended through June 24, 2015
- B – Table 10 – Environmental Services Division Capital Program as amended through June 24, 2015

2015 Unified Budget - Capital Program - 2nd Quarter Budget Amendment

Business Item: 2015-xxx

Environment Committee - June 9, 2015  
 Management Committee - June 10, 2015  
 Metropolitan Council - June 24, 2015

Project #	Project Description	CURRENTLY AUTHORIZED					PROPOSED CHANGE					AMENDED					2015 Budget	Multi-Year Authorization	
		Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total			
<b>ENVIRONMENTAL SERVICES</b>																	Original Adopted	\$ 163,000,000	\$ 1,118,200,000
																	After Prior Amendments	\$ 163,000,000	\$ 1,118,200,000
																	After This Amendment	\$ 173,000,000	\$ 1,242,200,000
<u>Increased Authorized Funding/Authorize New Projects</u>																			
8086	North Area Interceptor (NAI) Rehabilitation	\$ -	\$ -	\$ -	\$ 75,000,000	\$ 75,000,000				\$ 44,000,000	\$ 44,000,000	\$ -	\$ -	\$ -	\$ 119,000,000	\$ 119,000,000	\$ 6,000,000	\$ 44,000,000	
8087 (New)	Richfield Interceptor System Rehabilitation				\$ -	\$ -				\$ 24,000,000	\$ 24,000,000	\$ -	\$ -	\$ -	\$ 24,000,000	\$ 24,000,000	\$ 2,000,000	\$ 24,000,000	
8088 (New)	St Paul Interceptor System Rehabilitation				\$ -	\$ -				\$ 56,000,000	\$ 56,000,000	\$ -	\$ -	\$ -	\$ 56,000,000	\$ 56,000,000	\$ 2,000,000	\$ 56,000,000	
					\$ -	\$ -				\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
<b>ENVIRONMENTAL SERVICES TOTAL</b>		\$ -	\$ -	\$ -	\$ 75,000,000	\$ 75,000,000	\$ -	\$ -	\$ -	\$ 124,000,000	\$ 124,000,000	\$ -	\$ -	\$ -	\$ 199,000,000	\$ 199,000,000	\$ 10,000,000	\$ 124,000,000	

## Community Development Committee

Meeting date: June 1, 2015

For the Management Committee meeting of June 10, 2015

For the Metropolitan Council meeting of June 24, 2015

**Subject:** Authorization to Amend the 2015 Unified Budget—Second Quarter Amendment

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

**Policy/Legal Reference:** MN Statute 473.315 for Parks Capital Budget

**Staff Prepared/Presented:** Arne Stefferud, Planning Analyst (651-602-1360)

**Division/Department:** Community Development/ Regional Parks and Natural Resources

### Proposed Action

That the Metropolitan Council authorize the amendment of the 2015 Unified Budget as indicated and in accordance with this memorandum and the attached table.

### Background

The proposed budget amendment includes the following changes to the 2015 Parks operating and capital budget as part of the 2015 Second Quarter amendment:

#### Operating Budget

Fiscal Year 2016 State appropriations totaling \$8,540,000 to finance regional parks operations and maintenance to be disbursed to the regional park implementing agencies under Minnesota Statute 473.351 are included in the operating budget.

#### Capital Budget

##### Reducing Funding Commitments

The amendment closes five grants for a total of \$3,067,729 as depicted in Attachment 1 under “**Grants that were completed and closed out**”.

##### Increasing Funding Commitments

Five (5) Park Acquisition Opportunity Fund grants from the Parks and Trails Legacy Fund Acquisition Account previously approved by the Council that total \$850,241 are included in Attachment 1 under “**Parks and Trails Legacy Fund Acquisition Account**.”

##### Balance of Unobligated Land Acquisition Opportunity Fund Grants

With the authorization of five (5) Park Acquisition Opportunity Fund grants from the Parks and Trails Legacy Fund Acquisition Account, that account has a balance of \$603,540 of Metropolitan Council bonds. The Fiscal Year 2016 Parks and Trails Legacy

appropriation bill (HF 303) was not passed by the Senate during the 2015 regular session. Consequently, that appropriation cannot be included in this amendment.

A \$1 million Fiscal Year 2016 appropriation from the Environment and Natural Resources Trust Fund and \$666,000 of matching Metro Council bonds is added to Environmental Trust Fund Acquisition Account. With this addition, that account has a balance of \$4,171,707.

#### Authorization for Grant Financed with 2011 State bonds and Metro Council bonds as part of 2011 State Bond Project Specific CIP”

A \$1,569,000 grant financed with 2011 State bonds and Metro Council bonds for Theodore Wirth Regional Park is included that was authorized on May 27, 2015 when the Council approved an updated park master plan containing this project.

#### Change in Current Year Expenditures:

This amendment increases current year expenditures for the 2015 budget by \$575,190 based on the net results of deducting the reduced funding commitments (closed grants) from the increased funding commitments. That’s shown in Attachment 1, in the “**2015 Budget**” column on the bottom line “**Parks and Open Space Total**”.

The Multi-Year Authorization is decreased \$1,324,729 based on the net results of deducting the reduced funding commitments (closed grants) from the increased funding commitments. That’s shown in Attachment 1 in the “**Multi-Year Authorization**” column on the bottom line “**Parks and Open Space Total**”.

### **Rationale**

The amendment will allow the Council to carry out its capital improvement program and its statutory role in administering grants for regional recreation open space.

### **Funding**

This amendment is financed with:

1. Metro Council bonds for the Parks and Trails Legacy Fund Acquisition Account
2. 2011 State bonds and Metro Council bonds for the 2011 State bond/Metro Council bond Project Specific CIP

### **Known Support / Opposition**

The park grants are consistent with legislative and Metropolitan Council policies/requirements. There is no known opposition to the amendment.

Agency	Park/Trail	Description	CURRENTLY AUTHORIZED			PROPOSED CHANGES			AMENDED			2015	Multi-Year	
			State	Regional	Total	State	Regional	Total	State	Regional	Total	Budget	Authorization	
PARKS AND OPEN SPACE												Original Adopted	\$ 36,033,796	\$ 150,983,449
												After Prior Amendments	\$ 36,033,796	\$ 150,983,449
												After This Amendment	\$ 36,608,986	\$ 149,658,720

RP=Regional Park, PR=Park Reserve, RT=Regional Trail

**Reducing Funding Commitments**

**Grants that were completed and closed out**

Agency	Park/Trail	Description	State	Regional	Total	State	Regional	Total	State	Regional	Total	2015 Budget	Multi-Year Authorization
Anoka County	Bunker Hills RP	SG2012-050 Various Parks Construction	\$ 1,281,000	\$ -	\$ 1,281,000				\$ 1,281,000	\$ -	\$ 1,281,000		\$ (1,281,000)
Carver County	Lake Waconia RP	SG2012-005 Lake Waconia Park Acquisition	\$ 19,630		\$ 19,630				\$ 19,630		\$ 19,630		\$ (19,630)
Carver County	Lake Waconia RP	SG2013-074 Lake Waconia Park Acquisition (19.29 ac)	\$ 1,700,000		\$ 1,700,000				\$ 1,700,000		\$ 1,700,000		\$ (1,700,000)
Carver County	Southwest RT	SG2013-092 Southwest RT Acquisition (0.50 ac)	\$ 51,579		\$ 51,579				\$ 51,579		\$ 51,579		\$ (51,579)
Carver County	Southwest RT	SG2013-093 Southwest RT Acquisition (0.35 ac)	\$ 15,520		\$ 15,520				\$ 15,520		\$ 15,520		\$ (15,520)
<b>Subtotal - Closed Projects</b>			<b>\$ 3,067,729</b>	<b>\$ -</b>	<b>\$ 3,067,729</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,067,729</b>	<b>\$ -</b>	<b>\$ 3,067,729</b>	<b>\$ -</b>	<b>\$ (3,067,729)</b>

**Beginning Balance of Unobligated Land Acquisition Opportunity Fund Grants**

Agency	Park/Trail	Description	State	Regional	Total	State	Regional	Total	State	Regional	Total	2015 Budget	Multi-Year Authorization
Park and Trails Legacy Fund Acquisition Account (FY 2014 and 2015 appropriation)													
Move Authorization for New Grants from Acquisition Account approved during 2015 Second Quarter			\$ -	\$ 1,453,781	\$ 1,453,781	\$ -	\$ (850,241)	\$ (850,241)	\$ -	\$ 603,540	\$ 603,540	\$ (850,241)	\$ (850,241)
Environmental Trust Fund Acquisition Account (FY 2015 appropriation)													
Add FY 2016 State Appropriation and Regional Match to Account (MN Laws 2015, Chap. XXX, Subd. XX)			\$ 1,503,424	\$ 1,002,283	\$ 2,505,707	\$ 1,000,000	\$ 666,000	\$ 1,666,000	\$ 1,503,424	\$ 1,002,283	\$ 2,505,707	\$ -	\$ -
<b>Subtotal Acquisition Account Changes</b>			<b>\$ 3,006,848</b>	<b>\$ 3,458,347</b>	<b>\$ 6,465,195</b>	<b>\$ 1,000,000</b>	<b>\$ (184,241)</b>	<b>\$ 815,759</b>	<b>\$ 4,006,848</b>	<b>\$ 3,274,106</b>	<b>\$ 7,280,954</b>	<b>\$ (850,241)</b>	<b>\$ (850,241)</b>

**Increasing Funding Commitments**

*Tori, please insert the Grant Agreement numbers for the grants highlighted below*

Agency	Park/Trail	Description	State	Regional	Total	State	Regional	Total	State	Regional	Total	2015 Budget	Multi-Year Authorization
Parks and Trails Legacy Fund Acquisition Account													
Three Rivers Park Dist	Intercity Regional Trail	Acquisition grant (SG-03110) MC approval 3/25/2015 (Agenda Item 2015-39)	\$ -	\$ -	\$ -	\$ -	\$ 220,500	\$ 220,500	\$ -	\$ 220,500	\$ 220,500	\$ 220,500	\$ 220,500
Three Rivers Park Dist	Intercity Regional Trail	Acquisition grant (SG-03117) MC approval 3/25/2015 (Agenda Item 2015-40)	\$ -	\$ -	\$ -	\$ -	\$ 85,894	\$ 85,894	\$ -	\$ 85,894	\$ 85,894	\$ 85,894	\$ 85,894
Three Rivers Park Dist	Intercity Regional Trail	Acquisition grant (SG-xxxxx) MC approval 5/20/2015 (Agenda Item 2015-80)	\$ -	\$ -	\$ -	\$ -	\$ 150,375	\$ 150,375	\$ -	\$ 150,375	\$ 150,375	\$ 150,375	\$ 150,375
Three Rivers Park Dist	Nine Mile Creek Regional Trail	Acquisition grant (SG-xxxxx) MC approval 5/20/2015 (Agenda Item 2015-81)	\$ -	\$ -	\$ -	\$ -	\$ 105,300	\$ 105,300	\$ -	\$ 105,300	\$ 105,300	\$ 105,300	\$ 105,300
Washington County	St. Croix Valley Regional Trail	Acquisition grant (SG-xxxxx) MC approval 5/27/2015 (Agenda Item 2015-100)	\$ -	\$ -	\$ -	\$ -	\$ 288,172	\$ 288,172	\$ -	\$ 288,172	\$ 288,172	\$ 288,172	\$ 288,172
<b>Subtotal Parks and Trails Legacy Fund Acquisition Account</b>			<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 850,241</b>	<b>\$ 850,241</b>	<b>\$ -</b>	<b>\$ 850,241</b>	<b>\$ 850,241</b>	<b>\$ 850,241</b>	<b>\$ 850,241</b>

**Authorization for Grant Financed with 2011 State bonds and Metro Council bonds as part of 2011 State Bond Project Specific CIP**

Agency	Park/Trail	Description	State	Regional	Total	State	Regional	Total	State	Regional	Total	2015 Budget	Multi-Year Authorization
Mpls. Park & Rec. Bd.	Theodore Wirth Regional Park	Design and construction consistent with the North Wirth concept in the Theodore Wirth master plan, including trail development, buildings, bridges, landscaping, grading, parking areas, lighting, downhill infrastructure, utilities, surveys and site investigations, design, and project management. MC approval 5/27/2015 (Agenda Item 2015-99)	\$ -	\$ -	\$ -	\$ 1,569,000	\$ 174,000	\$ 1,743,000	\$ 1,569,000	\$ 174,000	\$ 1,743,000	\$ 575,190	\$ 1,743,000
<b>Subtotal Grant from 2011 State Bond Project Specific CIP</b>			<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,569,000</b>	<b>\$ 174,000</b>	<b>\$ 1,743,000</b>	<b>\$ 1,569,000</b>	<b>\$ 174,000</b>	<b>\$ 1,743,000</b>	<b>\$ 575,190</b>	<b>\$ 1,743,000</b>

Agency	Park/Trail	Description	State	Regional	Total	State	Regional	Total	State	Regional	Total	2015 Budget	Multi-Year Authorization
<b>Subtotal New Grants</b>			<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,569,000</b>	<b>\$ 1,024,241</b>	<b>\$ 2,593,241</b>	<b>\$ 1,569,000</b>	<b>\$ 1,024,241</b>	<b>\$ 2,593,241</b>	<b>\$ 1,425,431</b>	<b>\$ 2,593,241</b>