

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

4th QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

April 13, 2016

Livability

Light Rail

Trails

Diversity

Treatment

Equity

Airplane

Communities

Wastewater & Water

Lakes

Treatment

Regional

Economic

Roads



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Financial Management Report

OPERATING FUNDS-STATEMENT OF REVENUES & EXPENSES

OPERATING FUNDS STATEMENT OF REVENUES AND EXPENSES 2015 - Year-End Results (in thousands) Unaudited

	General Fund				Environmental Services				Housing and Redevelopment Authority			
	Projected		2015		Projected		2015		Projected		2015	
	Year End	% Budget	Budget	Variance*	Year End	% Budget	Budget	Variance*	Year End	% Budget	Budget	Variance*
Revenues	12,802	106%	12,097	705	208,709	99%	211,603	(2,894)	62,657	102%	61,689	968
Expenses	53,934	93%	57,909	3,975	118,928	95%	125,720	6,792	60,481	99%	61,089	608
Transfers	45,085	104%	43,407	1,678	(87,128)	100%	(86,844)	(284)	(673)	99%	(680)	7
Change in Reserve Balance	3,953		(2,405)	6,358	2,653		(961)	3,614	1,503		(80)	1,583
Beginning Reserve Balance	15,410				17,477				8,103			
Assigned/Committed	(4,611)											
Carry Forward - Amendment	(3,163)											
Ending Reserve Balance	11,589				20,130				9,606			
Target Balance	5,791				12,572				5,070			

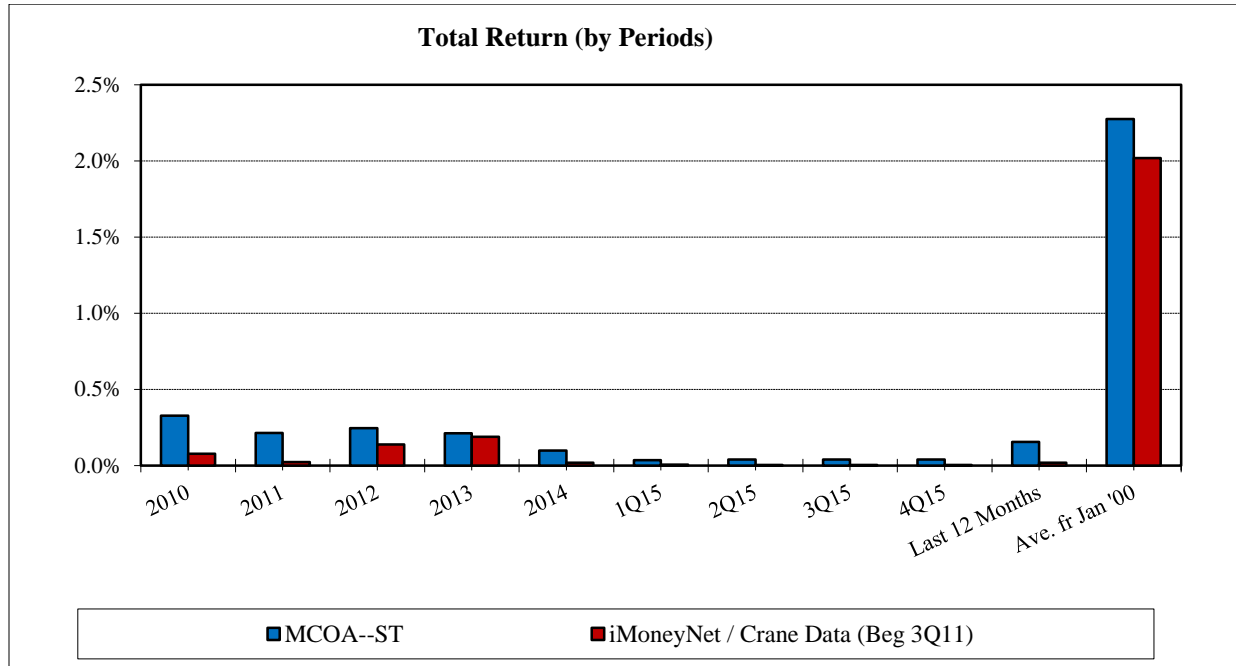
	Metro Transit - Bus				Metro Transit - Light Rail				Metro Transit - Commuter Rail			
	Projected		2015		Projected		2015		Projected		2015	
	Year End	% Budget	Budget	Variance*	Year End	% Budget	Budget	Variance*	Year End	% Budget	Budget	Variance*
Revenues	282,504	100%	283,107	(603)	71,126	103%	69,066	2,060	14,037	96%	14,587	(550)
Expenses	282,178	96%	292,505	10,327	52,386	96%	54,748	2,362	14,486	89%	16,249	1,763
Transfers	1,595	56%	2,831	(1,236)	(12,504)	98%	(12,709)	205	(1,299)	95%	(1,366)	67
Change in Reserve Balance	1,921		(6,567)	8,488	6,236		1,609	4,627	(1,748)		(3,028)	1,280
Beginning Reserve Balance	46,362				7,303				6,195			
Assigned/Committed												
Ending Reserve Balance	48,283				13,539				4,447			
Target Balance	25,434				5,599				1,462			

	MTS - Transportation Planning				MTS - Metro Mobility				MTS - Contracted Service			
	Projected		2015		Projected		2015		Projected		2015	
	Year End	% Budget	Budget	Variance*	Year End	% Budget	Budget	Variance*	Year End	% Budget	Budget	Variance*
Revenues	5,273	97%	5,430	(157)	54,752	101%	54,096	656	25,330	93%	27,254	(1,924)
Expenses	4,993	80%	6,211	1,218	56,839	93%	61,126	4,287	22,775	87%	26,116	3,341
Transfers	(1,275)	108%	(1,184)	(91)	(1,268)	114%	(1,108)	(160)	(3,417)	100%	(3,418)	1
Change in Reserve Balance	(995)		(1,965)	970	(3,355)		(8,138)	4,783	(862)		(2,280)	1,418
Beginning Reserve Balance	2,826				14,802				6,474			
Assigned/Committed												
Ending Reserve Balance	1,831				11,447				5,612			
Target Balance	2,330				6,223				2,953			

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO



4Q15 Short-Term Portfolio Investment Results

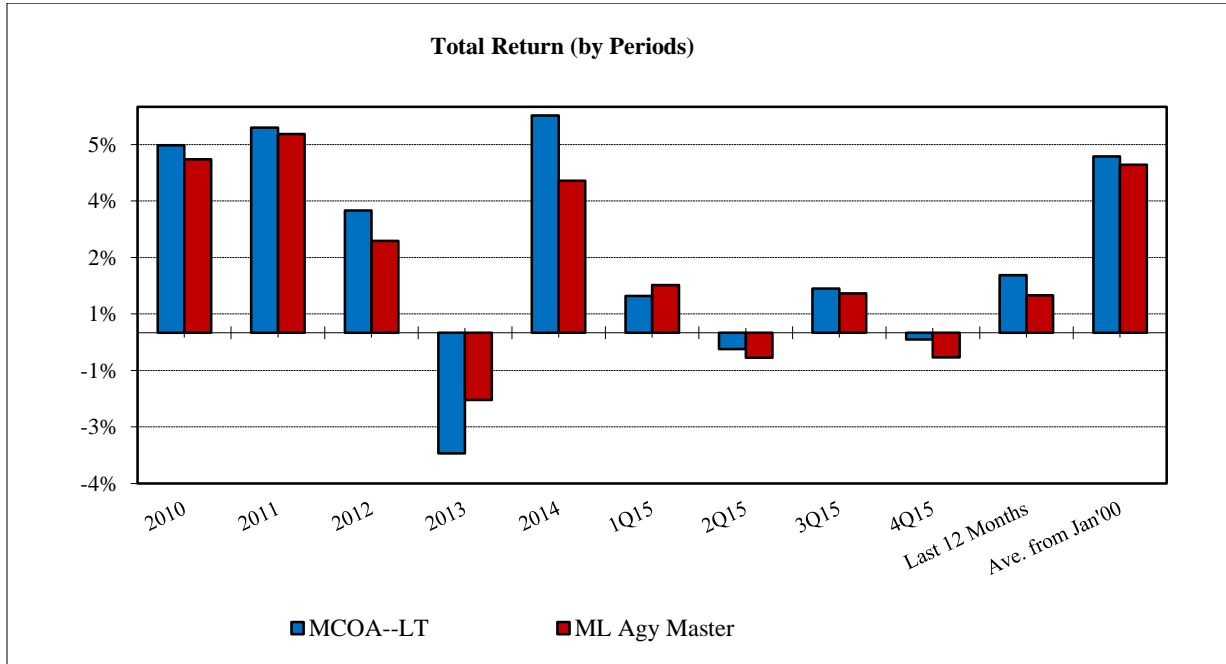
Assets under Management (AUM): \$194.6 Million

The portfolio outperformed its benchmark during the fourth quarter. Total return of 0.04% was above the index (0.02%) by 2 basis points. This portfolio has averaged 26 bps per year more than its benchmark over the past 17 years. For the quarter, the Council's liquid cash was invested in government money market funds, Federal Discount Notes and Commercial Paper.

On September 28th we received \$87.6 million from the FTA for the Central Corridor LRT project. This funding was used to pay off early \$90 million of the \$98.7 million 2012G and 2014A GANs debt due on March 1, 2016. This payment was made on November 23, 2015.

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—LONG-TERM PORTFOLIO



4Q15 Long-Term Portfolio Investment Results

Assets under Management (AUM) \$402.2 Million

The portfolio outperformed its benchmark during the fourth quarter. Total return of (.18%) was above the index (.65%) by 47 basis points. The portfolio was comprised of 26% municipal bonds (yielding 4.02%), 53% of U.S. agency securities (yielding 1.88%), 20% was invested in government money market funds (yielding 0.01%) and less than 1% was invested in securitized mortgage backed securities (yielding 2.48%).

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.

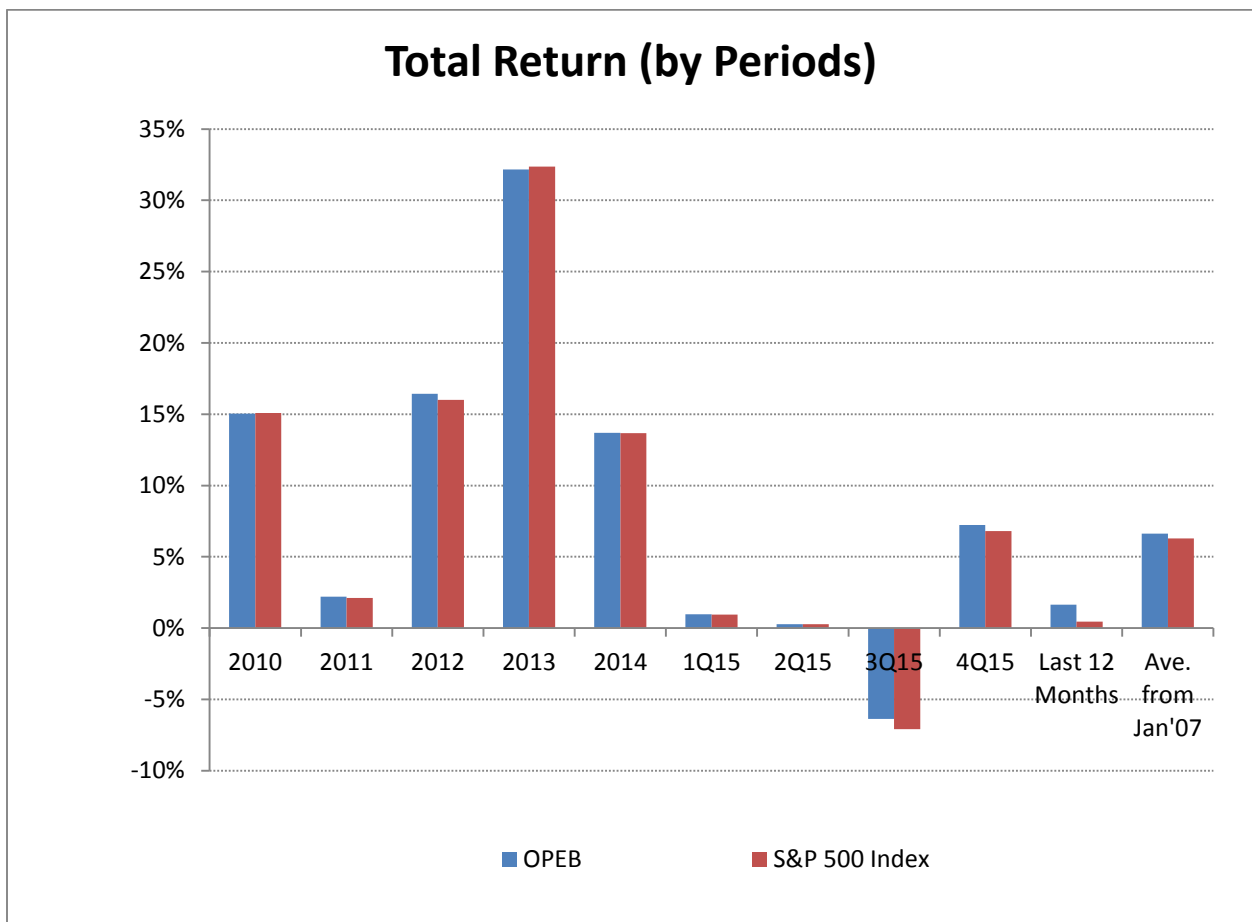
Financial Management Report

4Q15 OPEB PORTFOLIO INVESTMENT RESULTS

Assets under Management (AUM) \$207.4 Million

Currently, the Council's OPEB portfolio is fully invested in 88% equities and 12% US Treasuries. At end of the fourth quarter, the OPEB portfolio posted gains of 7.23% and the S&P 500 index was 6.81%. For the quarter, the portfolio had unrealized and realized gains of \$14 million. The Council also has an internal cash account for OPEB. At the end of year, the amount in this fund was \$10.9 million. The size of this balance is largely due to an \$8 million transfer to the OPEB internal cash account by Metro Transit on December 31, 2015 as it experienced budget savings in 2015.

The OPEB portfolio is a long-term investment vehicle, similar to a pension fund, which will provide both positive and negative market movements over time. We feel over the long term, staying the course is a good strategy.

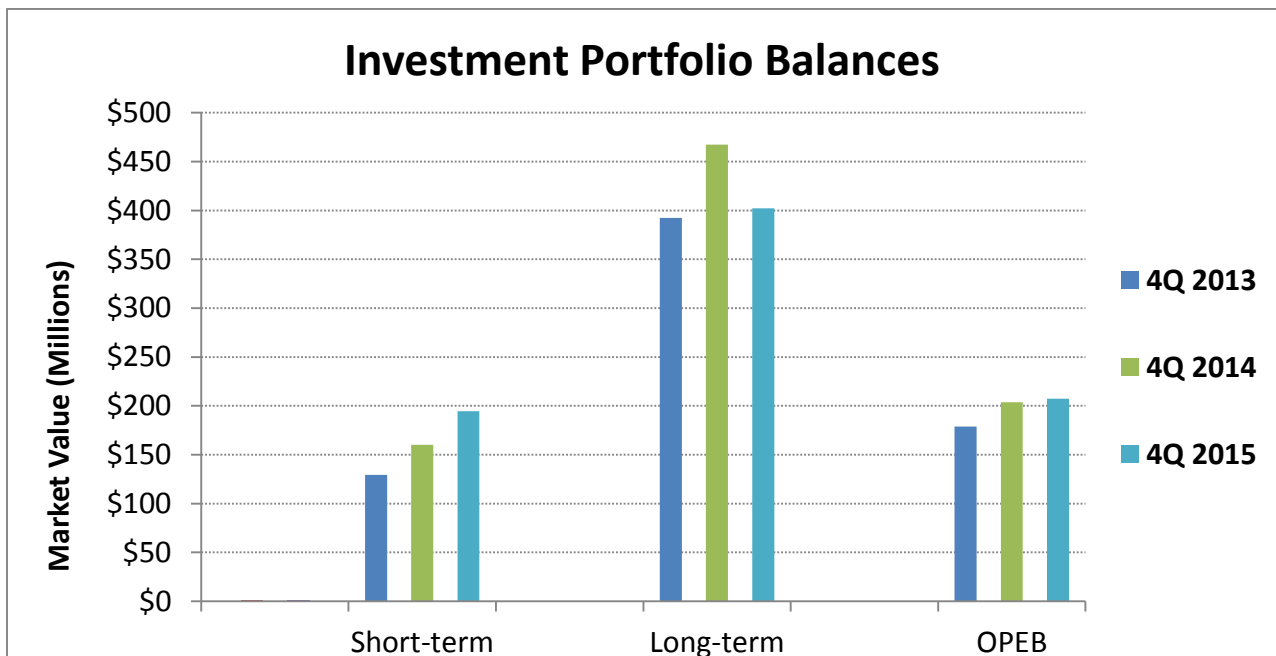


Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	4Q 2013	4Q 2014	4Q 2015
Short-term	\$ 129.4	\$ 164.0	\$ 194.6
Long-term	392.3	467.3	402.2
OPEB	178.8	203.7	207.4
Total	700.5	835.0	804.2



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2015 4th Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund			
	Projected Year End	% Budget	2015 Budget	Variance
Revenues	12,802	106%	12,097	705
Expenses	53,934	93%	57,909	3,975
Transfers	45,085	104%	43,407	1,678
Change in Reserve Balance	3,953		(2,405)	6,358
Beginning Fund Balance	15,410			
Assigned/Committed	(4,611)			
Carry Forward - Amendment	(3,163)			
Ending Unassigned Reserve Balance	<u>11,589</u>			
Target Balance (10%)	5,791			

General Fund

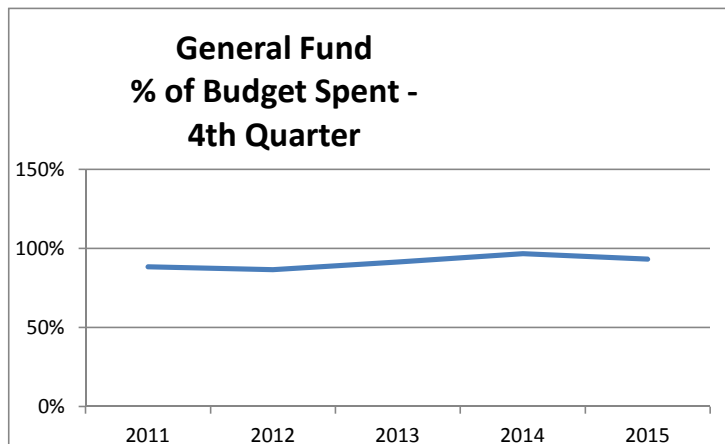
The General Fund spent 93% of budgeted operating expenses through year-end and carried-forward \$3.2M expenses to the 2016 operating budget.

The Council adopted budget carry-forward amendments for Regional Administration - \$1.9M and Community Development - \$1.3M, for projects budgeted in 2015 that will complete and expend funds in 2016. The carry-forward amounts are reflected in favorable variances reported in expense categories for Contracted Services and Other Operating Expenses/Grants. Other expenses categories tracked near budget as projected.

Regional Administration allocations to operating divisions are based upon actual expenses incurred rather than budgeted allocations. Allocations in excess of budget are primarily technology related.

The General Fund budget anticipated \$2.4M use of reserves. Year-end results added \$4.0M to reserves, with carry-forward of \$3.2M to the 2016 operating budget.

Available end of year reserve balance is \$11.5M



Environmental Services

Unaudited - dollars in thousands

2015 4th Quarter Financial Report Environmental Services Unaudited - dollars in thousands

Revenues

Expenses

Transfers

Change in Reserve Balance

Beginning Reserve Balance

Ending Unassigned Reserve Balance

Target Balance

Environmental Services

Environmental Services				
Projected				
Year End	% Budget	2015 Budget	Variance	
208,709	99%	211,603	(2,894)	
118,928	95%	125,720	6,792	
(87,128)	100%	(86,844)	(284)	
2,653		(961)	3,614	
17,477				
<hr/>		20,130		
<hr/>		12,572		

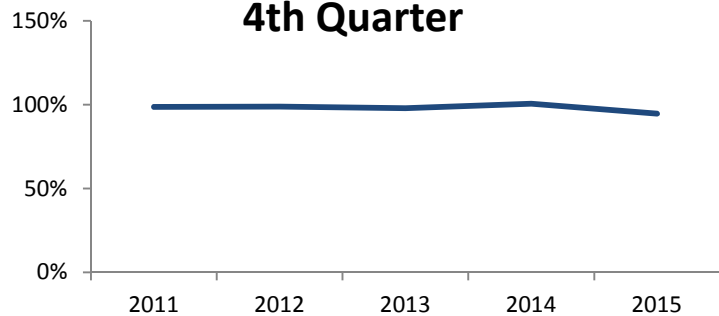
Environmental Services operating expenses/transfers are currently estimated to be under budget by \$6.5M. Salary and benefits are projected to be under budget by approximately \$2.3M, primarily due to the number of staffing vacancies. In addition, there is under spending in contracted services, utilities, capital, travel, grants and other expenses of \$6.4M. This is offset by chemicals, materials, interdivisional charges, and other transfers exceeding budget by approximately \$2.3M.

Operating revenues are estimated to be under budget by approximately \$3M. While investment revenue exceeded budget by \$.4M, industrial waste, state grant, and other miscellaneous revenue and came in under budget by \$3.4M. SAC units collected to date surpassed both 2014 receipts and the 2015 budget expectation, with 18,096 units paid.

The I&I grant expenses were \$1.7M lower than budget, which reflects in the lower state grant revenues.

Environmental Services operations had an amended 2015 budgeted use of reserves of \$1M for wastewater rate mitigation. With the above forecasted variances, reserves will increase by approximately \$2.5M. This estimated \$3.5M positive operating variance would bring the operating reserve to \$20M, well above the target of \$12.5M.

Environmental Services % of Budget Spent - 4th Quarter



HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2015 4th Quarter Financial Report Housing and Redevelopment Fund Unaudited - dollars in thousands

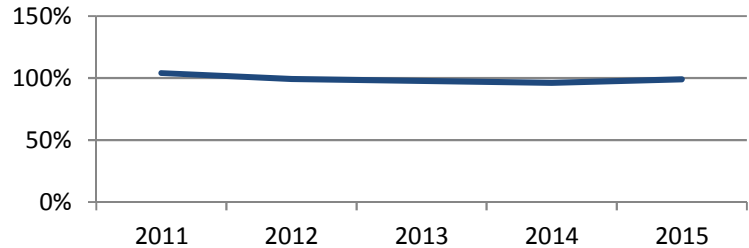
Housing and Redevelopment Authority				
	Projected			
	Year End	% Budget	2015 Budget	Variance
Revenues	62,657	102%	61,689	968
Expenses	60,481	99%	61,089	608
Transfers	(673)	99%	(680)	7
Change in Reserve Balance	1,503		(80)	1,583
Beginning Reserve Balance	8,103			
Ending Reserve Balance	<u>9,606</u>			
Target Balance	5,070			

Housing and Redevelopment Authority

The Housing and Redevelopment Authority (HRA) finished fourth quarter with a \$1.5 million addition to fund balance. The positive year end fund balance is a split result of higher than projected revenue and underspending in salaries, benefits and contracted services.

The overall fund balance at year end is \$9.6 million, exceeding the Council's target fund balance of 8.3% of annual budgeted operating expenses.

HRA % of Budget Spent - 4th Quarter



Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2015 4th Quarter Financial Report Metro Transit - Bus Unaudited - dollars in thousands

	Metro Transit - Bus			
	Projected Year End	% Budget	2015 Budget	Variance
Revenues	282,504	100%	283,107	(603)
Expenses	282,178	96%	292,505	10,327
Transfers	1,595	56%	2,831	(1,236)
Change in Reserve Balance	1,921		(6,567)	8,488
Beginning Reserve Balance	46,362			
Ending Reserve Balance	48,283			
Target Balance	25,434			

Metro Transit Bus

Metro Transit Bus adopted budget uses \$6.6M of reserves.

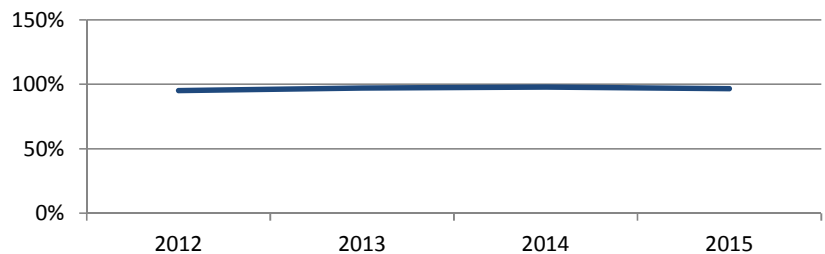
The year end change in reserve is \$1.9M. The year-end fund balance is at \$48.3 (\$43.1M Bus operations and \$5.2M TOD fund).

The passenger revenues were down \$1.9M due to a reduction of 4.5M riders. This was partially offset by a \$0.05 increase in the average fare per passenger.

Advertising revenues are positive \$290K due to strong advertising sales. Interest income is positive \$498K due to strong reserve balances.

The operating expenses were under budget by \$10.3M mainly due to, Fuel expenses \$6.6M under budget due to a decrease in both pump price and futures; Utilities were \$1.2M under budget due to energy saving from capital improvements in our transit facilities; and contracted services were \$1.2M under budget for the year. Salaries and benefits were \$1.7M over budget, however, this included an \$8M additional contribution into the OPEB retirement liability.

Metro Transit - Bus % of Budget Spent - 4th Quarter



METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2015 4th Quarter Financial Report Metro Transit - Light Rail Unaudited - dollars in thousands

	Metro Transit - Light Rail			
	Projected Year End	% Budget	2015 Budget	Variance
Revenues	71,126	103%	69,066	2,060
Expenses	52,386	96%	54,748	2,362
Transfers	(12,504)	98%	(12,709)	205
Change in Reserve Balance	6,236		1,609	4,627
Beginning Reserve Balance	7,303			
Ending Reserve Balance	<u>13,539</u>			
Target Balance			5,599	

Metro Transit Light Rail

Metro Transit Light Rail adopted budget has a contribution of \$1.6M. The year end change in reserve is \$6.2M. The year-end fund balance is at \$13.5M or 19.0%, which is \$7.9M over the Council's target balance.

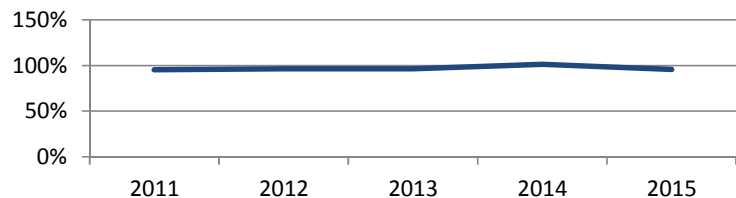
The passenger fares are \$3.9M over budget. Year-to-date ridership is 555K over budget for Blue Line and 2.3M over budget for Green Line.

Local Revenue is \$2.1M under budget due to reduced billings to CTIB in the 4th quarter.

The operating expenses are \$2.3M under budget mainly due to, salaries and benefits \$832K under budget due to open positions and insurance savings; Utilities \$1.3M under budget due to reduced propulsion power costs; materials and supplies \$880K under budget due to savings on warranty repairs and Consulting \$511K under budget due to repairs being done by internal maintenance staff.

Year-end expenses include refunds to funding partners of \$2.4M.

Metro Transit - Light Rail % of Budget Spent - 4th Quarter



METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

	Metro Transit - Commuter Rail			
	Projected Year End	% Budget	2015 Budget	Variance
Revenues	14,037	96%	14,587	(550)
Expenses	14,486	89%	16,249	1,763
Transfers	(1,299)	95%	(1,366)	67
Change in Reserve Balance	(1,748)		(3,028)	1,280
Beginning Reserve Balance	6,195			
Ending Reserve Balance	4,447			
Target Balance	1,462			

Metro Transit - Commuter Rail

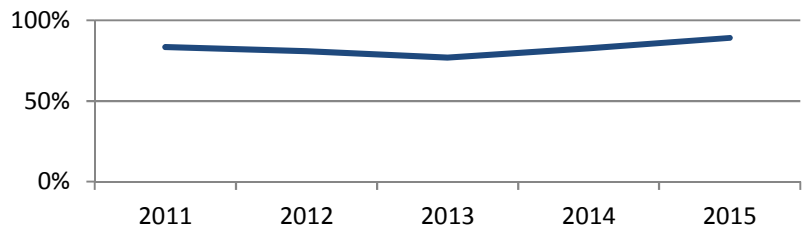
Metro Transit Commuter Rail adopted budget uses \$3.0M of reserves. The year-end change in reserve is \$1.75M. The year-end fund balance is \$4.4M or 23.9%, which is \$3.0M over the Council's target balance.

The passenger revenues were \$26K over budget. Ridership was 19K below budget and was partially offset by a \$0.13 increase in average fare per passenger.

Local revenue is \$400K under budget due to reduced billings to CTIB in the 4th quarter.

The operating expenses were \$1.6M under budget mainly due to, salaries and benefits \$522K under budget due to open positions and insurance; Fuel \$628K under budget due to low diesel prices; and Material and supplies \$511K due to fewer repairs and warranty repairs. Year-end expenses include refunds to funding partners of \$1.4M

MT - Commuter Rail - % of Budget Spent - 4th Quarter



METROPOLITAN TRANSPORTATION SERVICES

Unaudited - dollars in thousands

2015 4th Quarter Financial Report Metropolitan Transportation Services - Transportation Planning Unaudited - dollars in thousands

	MTS - Transportation Planning			
	Projected Year End	% Budget	2015 Budget	Variance
Revenues	5,273	97%	5,430	(157)
Expenses	4,993	80%	6,211	1,218
Transfers	(1,275)	108%	(1,184)	(91)
Change in Reserve Balance	(995)		(1,965)	970
Beginning Reserve Balance	2,826			
Ending Reserve Balance	<u>1,831</u>			
Target Balance	2,330			

MTS - Transportation Planning

Transportation Planning came in \$970K under budget for 2015, primarily due to the budget increase that occurred during the year for the transit on board survey.

The \$1.1M transit on board survey was amended into the budget during 2015. Survey costs will not be incurred until 2016 and have been included in the 2016 budget.

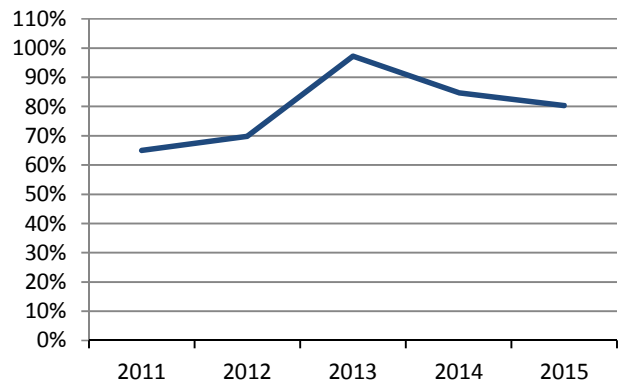
Multiple variables impacted federal revenues and grant expenses, including an increase in pass through grant activity and the close out of the 2010 travel behavior inventory.

The positive variance in salaries & benefits was due to one position going unfilled all year and another position unfilled for half the year.

The 2015 budget was developed with a \$1.9M planned used of reserve balance. Actual use of reserve balance was \$1M.

Combined fund balance for the Transportation Planning Fund and the Contracted Services Fund exceeds the target policy level. Excess balances will be reallocated in 2016 through the application of the regional revenue allocation model.

MTS - Transportation Planning - % of Budget Spent - 4th Quarter



MTS-METRO MOBILITY

Unaudited - dollars in thousands

2015 4th Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility			
	Projected Year End	% Budget	2015 Budget	Variance
Revenues	54,752	101%	54,096	656
Expenses	56,839	93%	61,126	4,287
Transfers	(1,268)	114%	(1,108)	(160)
Change in Reserve Balance	(3,355)		(8,138)	4,783
Beginning Reserve Balance	14,802			
Ending Reserve Balance	<u>11,447</u>			
Target Balance			6,223	

MTS - Metro Mobility

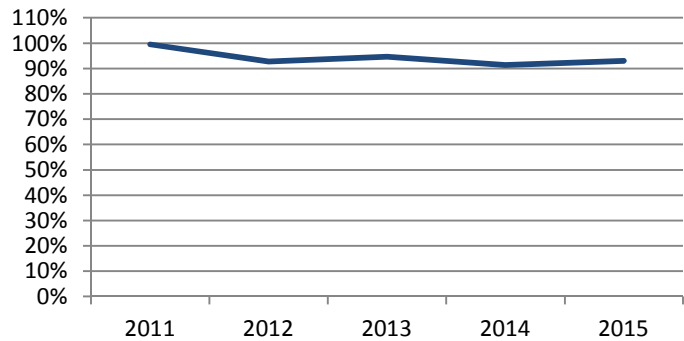
Metro Mobility is under budget by \$4.8M for 2015. This positive variance is primarily due to cost savings realized from lower fuel prices, and increased ridership revenue.

Fuel expense came in \$3.8M lower than budget estimates for the year. The average fuel price per gallon for 2015 was \$1.897 compared to \$2.798 for 2014.

Fare revenue also had a positive variance, outperforming budget by \$518K. Fare revenue budget was based on 1.9M trips and actual was 2.1M trips, which is a 10% increase in ridership.

The 2015 budget was developed with an \$8M planned use of reserve balance. Actual use of reserve balance was \$3M. Reserve fund balance exceeds target policy level at year end. Excess reserves will be reallocated in 2016 through application of the revenue allocation model.

MTS - Metro Mobility % of Budget Spent - 4th Quarter



MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2015 4th Quarter Financial Report Metropolitan Transportation Services - Contracted Service Unaudited - dollars in thousands

	MTS - Contracted Service			
	Projected Year End	% Budget	2015 Budget	Variance
Revenues	25,330	93%	27,254	(1,924)
Expenses	22,775	87%	26,116	3,341
Transfers	(3,417)	100%	(3,418)	1
Change in Reserve Balance	(862)		(2,280)	1,418
Beginning Reserve Balance	6,474			
Ending Reserve Balance	<u>5,612</u>			
Target Balance			2,953	

MTS - Contracted Service

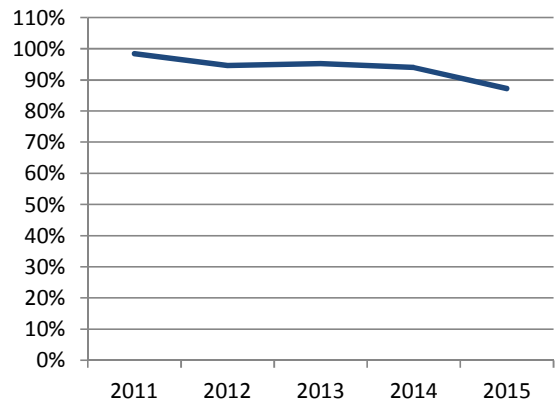
Contracted Services came in \$1.4M under budget for 2015. This variance is primarily due to cost savings realized from lower fuel prices. Fuel expense was under budget by \$922K for the year due to sustained low fuel prices.

Passenger revenue for the fixed route and transitlink programs was under budget by 5% due to lower than anticipated ridership.

Federal revenue and consulting & contractual service expenses were impacted by MVTA cost allocation plans. 2014 & 2015 amounts were estimated until the plans were approved in November 2015. Final expenditures came in considerably lower than budgeted.

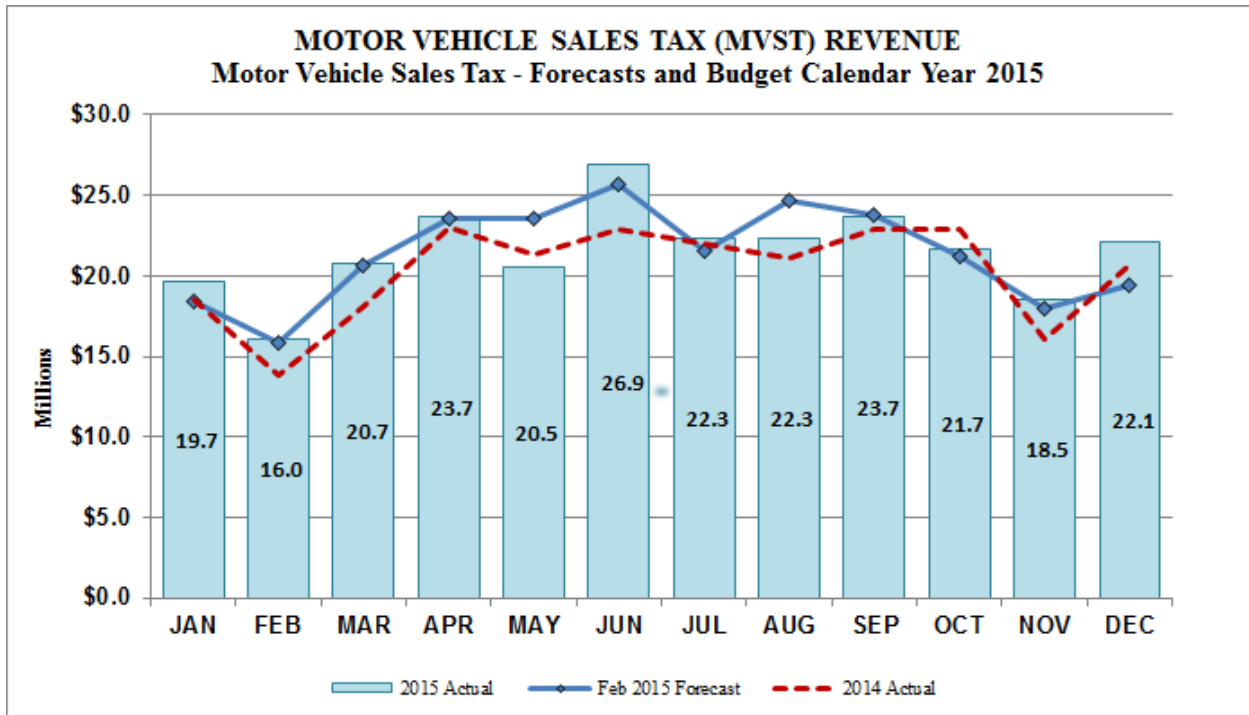
The 2015 budget was developed with a \$2.2M planned use of reserve balance. Actual use of reserve balance was \$858K. Reserve fund balance at year end exceeds the target policy level set for the combined Transportation Planning Fund and Contracted Serviced Fund. Excess balance will be reallocated in 2016 through application of the regional revenue model.

MTS -Contracted Service % Of Budget Spent - 4th Quarter

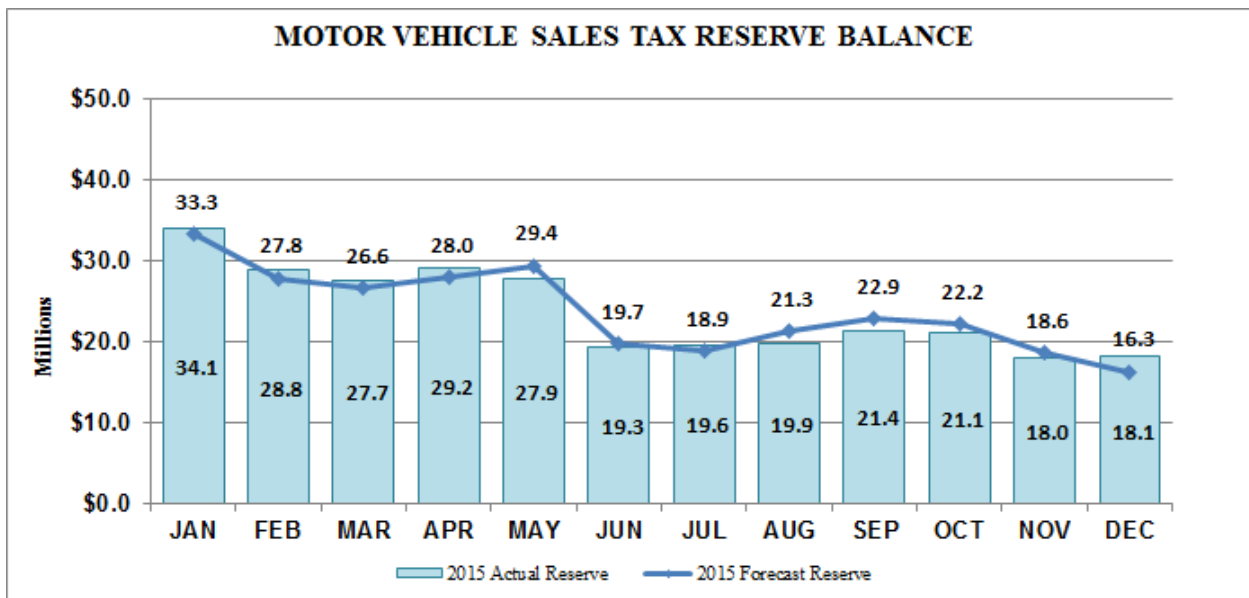


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2015 totaled just under \$258 million, 100.7% of forecast. MVST reserves on December 31st are \$18.1 million and reflect the transfer of \$13 million to the Southwest Corridor project office. The \$13 million will be paid back to the MVST reserve in CY 2016.



Financial Management Report

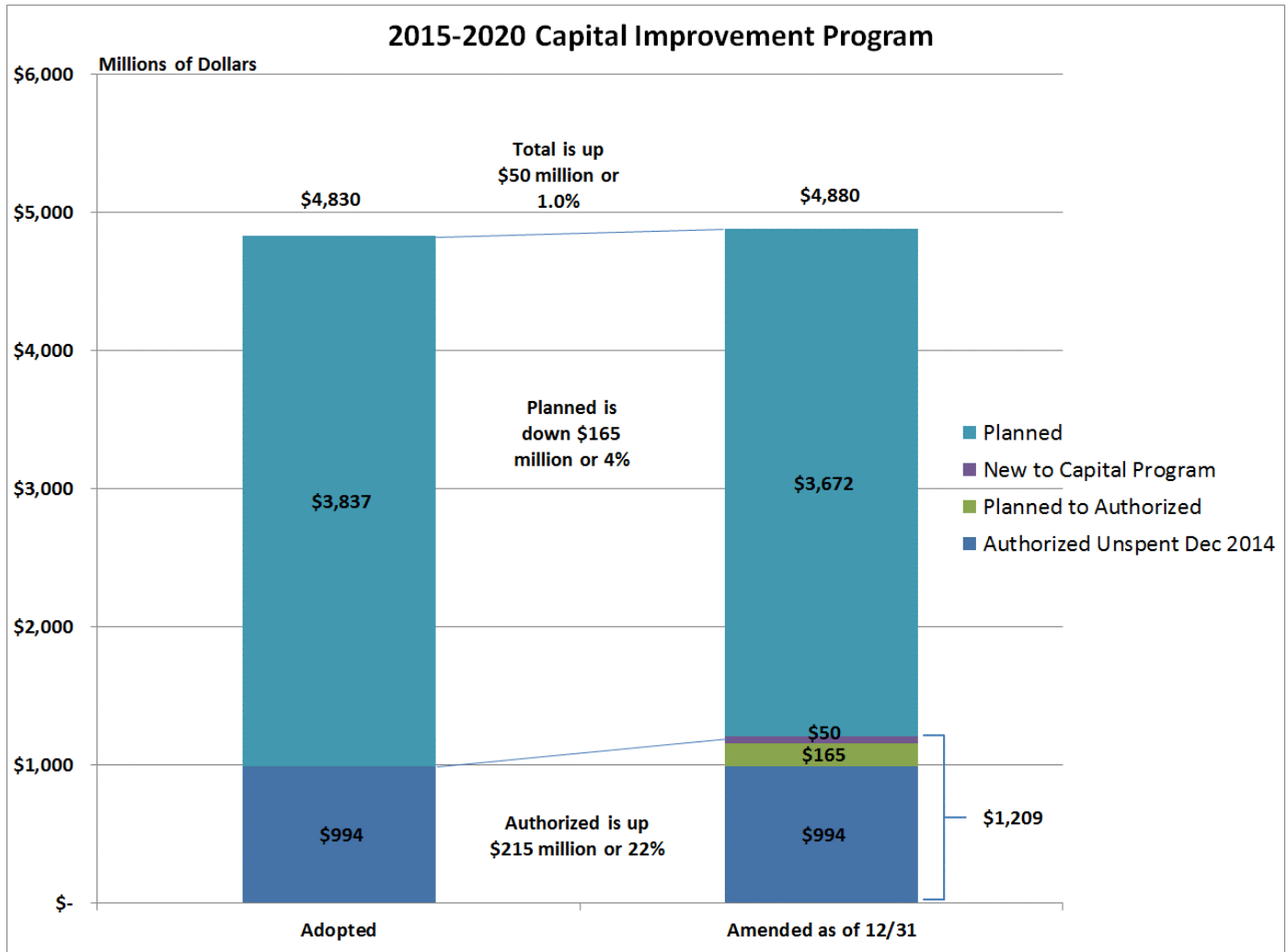
MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2015

	Total	Jan-Jun	Jul-Dec
November 2014 Forecast	258.4	125.5	132.9
2015 Council Budget:			
Current MVST Revenues	245.5	122.7	122.8
Use of MVST Reserve	16.8	8.4	8.4
November 2015 Forecast	256.3	127.7	128.6
YTD Actuals	258.2	127.5	130.7
% of February Forecast	100.7%	99.9%	101.6%

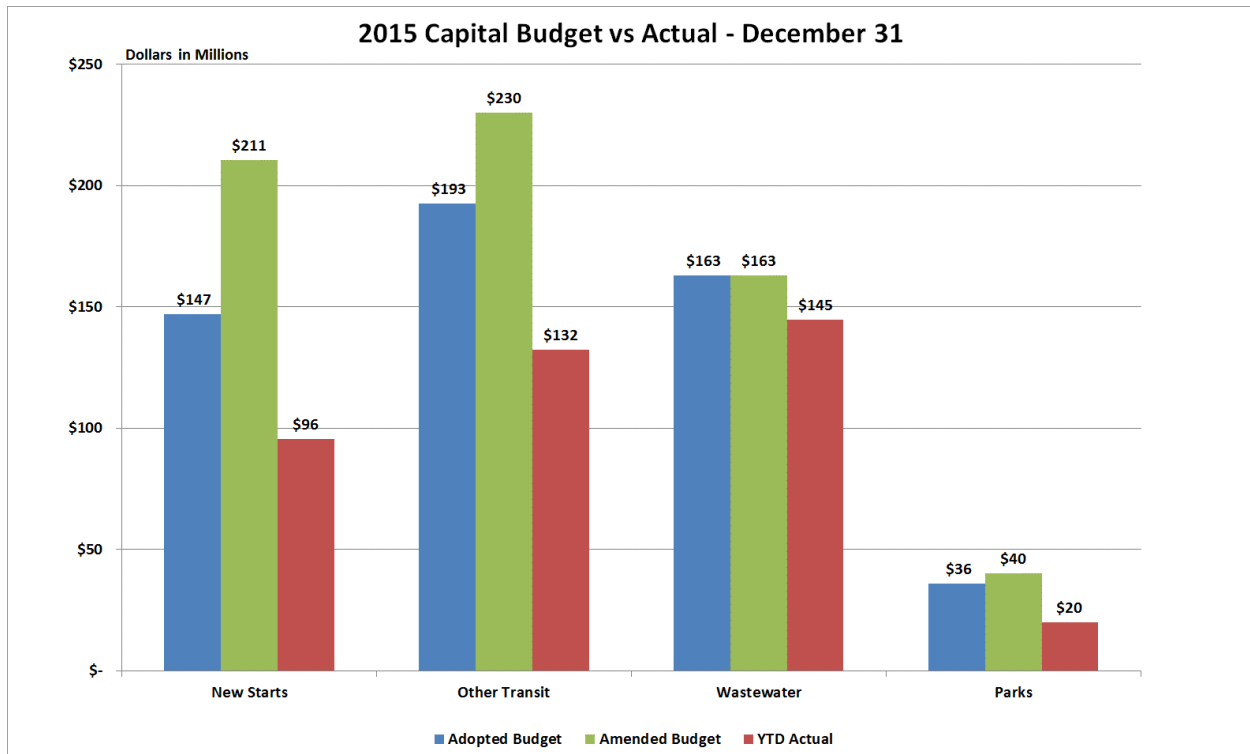
2015-2020 CAPITAL IMPROVEMENT PROGRAM



Capital Program (Excluding Pre-2015 Expenditures)

The capital program (excluding pre-2015 expenditures) increased by \$50 million through amendments through September. The capital program increased from \$4.83 billion to \$4.88 billion, an increase of 1.0%. The authorized portion of the capital program (the ACP) is up \$215 million or 22 percent, including \$165 million in projects moved from the planned portion of the capital program (the CIP) and \$26 million in new projects not previously in the capital program. 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 the capital improvement plan or CIP (planned) to the authorized capital program or ACP (authorized).

CAPITAL SPENDING



Capital Budget

The adopted 2015 Capital Budget was \$539 million. Amendments during the year increased the amended 2015 Capital Budget to \$644 million. Actual 2015 capital expenditures total 73 percent of the adopted budget and 61 percent of the amended budget. Actual expenditures as a percent of the amended budget were 52 percent for transit projects, 89 percent for wastewater projects and 50 percent for parks projects.

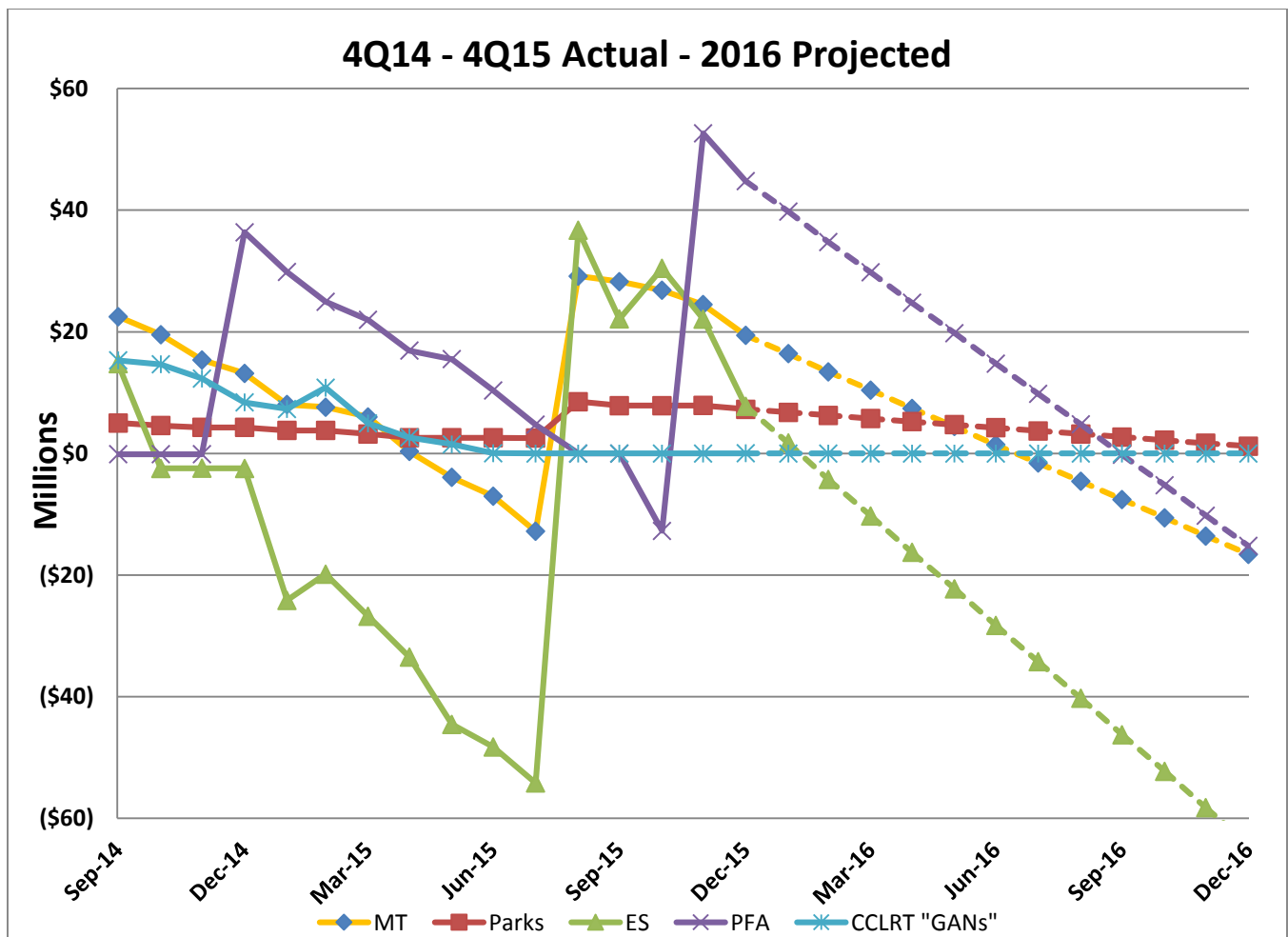
Financial Management Report

CAPITAL FUND CASH BALANCES

The GO capital bond fund for Transit experienced a normal spend down during the quarter. The GO capital bond fund for Parks experienced a slower than normal spend down during the same period. Conversely, Environmental Services (ES) GO 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 (approx. \$5M).

Debt for Transit, Parks, and ES were successfully sold and proceeds were received in mid 3Q15 (August). The Council initiated a new \$70 million loan with PFA during the quarter. The loan was closed on November 19, 2015. The below chart includes these proceeds.

The 2015 new money bonds were issued in an amount which, together with remaining balances from prior bonds, are expected to be spent within 12 months. We are currently in the process of issuing new debt in 2016. The sale of the issue is expected in late May with the proceeds arriving in mid-June. We continue to monitor the debt portfolio for refunding opportunities.



STATEMENT OF REVENUES AND EXPENSES
General Fund
December 31, 2015

Unaudited

	YEAR-END ACTUALS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Property Taxes	11,852,149	11,578,516	273,633
State Revenues	30,727	-	30,727
Investment Earnings	703,728	518,380	185,348
Chargebacks - MAC	192,566	-	192,566
Other Revenue	22,473	-	22,473
Total Revenues	12,801,643	12,096,896	704,747
<u>EXPENSES</u>			
Salary and Benefits	36,912,979	36,801,593	(111,386)
Consulting & Contractual Services	11,423,353	14,034,333	2,610,980
Rent & Utilities	2,709,879	2,800,641	90,762
Printing	74,135	238,350	164,215
Travel & Professional Development	580,882	520,898	(59,984)
Insurance	13,858	30,000	16,142
Other Operating Expense	2,218,971	3,482,990	1,264,019
Total Expenses	53,934,057	57,908,805	3,974,748
<u>TRANSFERS</u>			
Transfer In - RA Expense Allocation	46,436,962	45,382,065	1,054,897
Transfer - OPEB	109,800	134,000	(24,200)
Transfer Out	(1,462,044)	(2,109,140)	647,096
Total Transfers	45,084,718	43,406,925	1,677,793
Change in Reserve Balance	3,952,304	(2,404,984)	6,357,288
Beginning Fund Balance	15,410,460		
Assigned/Committed	(4,611,241)		
Carry Over	(3,163,190)		
Ending Unassigned Reserve Balance	11,588,333		
2015 Target Balance (10%)	5,790,881		

Appendix
Environmental Services Operations

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
December 31, 2015

Unaudited

	YEAR-END ACTUALS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Municipal Wastewater Charges	190,709,998	190,710,000	(2)
Industrial Charges	13,833,828	14,266,000	(432,172)
State Appropriations Revenue	1,592,031	2,851,571	(1,259,540)
Investment Earnings	856,949	500,000	356,949
Other Revenue	1,716,456	3,275,452	(1,558,996)
Total Revenues	208,709,262	211,603,023	(2,893,761)
<u>EXPENSES</u>			
Salary and Benefits	62,222,870	64,510,912	2,288,042
Consulting & Contractual Services	17,086,670	19,551,125	2,464,455
Rent & Utilities	16,911,621	17,703,630	792,009
Travel	234,792	381,430	146,638
Materials & Supplies	10,112,232	9,016,480	(1,095,752)
Chemicals	8,083,697	7,304,743	(778,954)
Capital Outlay	2,939,436	4,134,930	1,195,494
I&I Grant Expense	204,417	1,875,000	1,670,583
Other Operating Expense	1,132,449	1,241,939	109,490
Total Expenses	118,928,184	125,720,189	6,792,005
<u>TRANSFERS</u>			
SAC Transfer	36,068,000	36,068,000	-
Transfers In	210,297	342,520	(132,223)
Transfer - OPEB	3,487,000	3,487,000	-
Debt Service	(109,000,000)	(109,000,000)	-
Transfer Out - RA Expense Allocation	(12,893,622)	(12,741,477)	(152,145)
Transfers Out	(5,000,000)	(5,000,000)	-
Total Transfers	(87,128,325)	(86,843,957)	(284,368)
Change in Reserve Balance	2,652,753	(961,123)	3,613,876
Beginning Reserve Balance	17,477,221		
Ending Unassigned Reserve Balance	20,129,974		
2015 Target Balance (10%)	12,572,019		

Appendix
Housing and Redevelopment Authority

STATEMENT OF REVENUES AND EXPENSES
Housing and Redevelopment Authority (HRA)
December 31, 2015

Unaudited

	YEAR-END ACTUALS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>				
Federal Revenue	58,607,435	57,629,900	977,535	53,623,964
State Revenue	1,627,417	1,999,160	(371,743)	1,496,616
Investment Earnings	67,352	45,000	22,352	-
Other Revenue	2,354,715	2,015,000	339,715	18,277
Total Revenues	62,656,919	61,689,060	967,859	55,138,857
<u>EXPENSES</u>				
Salary and Benefits	3,106,392	3,467,833	361,441	-
Consulting & Contractual Services	813,663	915,000	101,337	-
Rent & Utilities	193,677	201,529	7,852	-
Housing Expenses	56,034,802	56,105,000	70,198	54,915,109
Travel	36,650	60,000	23,350	-
Insurance	76,785	100,000	23,215	-
Other Operating Expense	219,122	239,840	20,718	-
Total Expenses	60,481,092	61,089,202	608,110	54,915,109
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,035,018)	(1,346,000)	310,982	-
Transfer In - Allocation	361,546	666,144	(304,598)	-
Total Transfers	(673,472)	(679,856)	6,384	-
Change in Reserve Balance	1,502,355	(79,998)	1,582,353	223,748
Beginning Reserve Balance:				
Operating	8,103,194			
Federal Passthrough (HAP Assistance)	204			
Total Beginning Balance	8,103,398			
Change in Reserve Balance:				
Total Change in Reserve Balance	1,502,355			
Ending Reserve Balance	9,605,753			
2015 Target Balance (8.3%)	5,070,404			

Appendix

Metro Transit Bus Operations

STATEMENT OF REVENUES AND EXPENSES

Metro Transit - Bus Operations

December 31, 2015

Unaudited

	YEAR-END ACTUALS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	71,382,582	73,290,293	(1,907,711)
Auxiliary Transit Revenue	3,307,964	3,018,000	289,964
State Appropriations	8,615,010	8,615,014	(4)
State Revenue - MVST	182,604,000	182,604,000	-
Federal Grants	11,997,794	12,179,700	(181,906)
Investment Earnings	997,852	500,000	497,852
Property Taxes	2,000,000	2,000,000	-
Other Revenue	1,598,614	900,000	698,614
Total Revenues	282,503,816	283,107,007	(603,191)
<u>EXPENSES</u>			
Salary and Benefits	226,762,070	225,077,319	(1,684,751)
Consulting & Contractual Services	8,655,486	9,893,819	1,238,333
Fuel	20,702,595	27,264,302	6,561,707
Materials & Supplies	17,451,674	18,140,264	688,590
Utilities	3,376,523	4,582,792	1,206,269
Other Operating Expense	5,229,799	7,546,761	2,316,962
Total Expenses	282,178,147	292,505,257	10,327,110
<u>TRANSFERS</u>			
Transfer In - MVST	16,759,000	16,759,000	-
Transfer In - Transit Allocations	9,749,461	9,535,279	214,182
Transfer Out - RA Expense Allocation	(24,913,271)	(23,463,092)	(1,450,179)
Total Transfers	1,595,190	2,831,187	(1,235,997)
Change in Reserve Balance	1,920,859	(6,567,063)	8,487,922
Beginning Reserve Balance	46,362,096		
Ending Reserve Balance	48,282,955		*
2015 Target Balance (8.3 - 12.5%)	25,433,945		

* Includes TOD fund balance of \$5.2M

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Light Rail Operations
December 31, 2015

Unaudited

	YEAR-END ACTUALS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	22,378,851	18,448,621	3,930,230
Auxiliary Transit Revenue	1,731,045	1,564,000	167,045
State Revenue - GF Appropriation	23,355,000	23,355,000	-
Federal Revenue	3,126,200	3,126,200	-
Local Revenue	20,391,622	22,517,287	(2,125,665)
Investment Earnings	119,793	25,000	94,793
Other Revenue	23,385	30,000	(6,615)
Total Revenues	71,125,896	69,066,108	2,059,788
<u>EXPENSES</u>			
Salary and Benefits	37,352,555	38,196,980	844,425
Consulting & Contractual Services	1,090,244	1,601,506	511,262
Fuel	13,070	51,576	38,506
Materials & Supplies	3,307,832	4,188,461	880,629
Utilities	5,727,395	7,096,203	1,368,808
Other Operating Expense *	4,895,070	3,613,485	(1,281,585)
Total Expenses	52,386,166	54,748,211	2,362,045
<u>TRANSFERS</u>			
Transfer Out - Transit Allocations	(8,819,655)	(8,579,369)	(240,286)
Transfer Out - RA Expense Allocation	(3,684,212)	(4,129,615)	445,403
Total Transfers	(12,503,867)	(12,708,984)	205,117
Change in Reserve Balance	6,235,863	1,608,913	4,626,950
Beginning Reserve Balance	7,303,195		
Ending Reserve Balance	13,539,058		
2015 Target Balance (8.3 - 12.5%)	5,598,947		

* other operating expense includes refunds to funding partners of \$2.4M in year end projections

Appendix

Metro Transit Commuter Rail Operations

STATEMENT OF REVENUES AND EXPENSES Metro Transit - Commuter Rail Operations December 31, 2015

Unaudited

	YEAR-END PROJECTIONS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	2,475,582	2,449,081	26,501
State Revenue - GF Appropriation	1,208,419	1,208,419	-
State Revenue - MVST	3,275,002	3,275,000	2
Local Revenue - CTIB	5,957,312	6,297,289	(339,977)
Other Local Revenue	1,143,179	1,208,419	(65,240)
Investment Earnings	(22,166)	148,981	(171,147)
Total Revenues	14,037,328	14,587,189	(549,861)
<u>EXPENSES</u>			
Salary and Benefits	3,730,571	4,252,515	521,944
Consulting & Contractual Services	5,877,381	6,091,337	213,956
Fuel	991,163	1,619,997	628,834
Materials & Supplies	656,849	1,168,076	511,227
Utilities	631,685	729,813	98,128
Other Operating Expense *	2,598,393	2,386,869	(211,524)
Total Expenses	14,486,042	16,248,607	1,762,565
<u>TRANSFERS</u>			
Transfer Out - Transit Allocations	(929,806)	(955,910)	26,104
Transfer Out - RA Expense Allocation	(368,778)	(409,962)	41,184
Total Transfers	(1,298,584)	(1,365,872)	67,288
Change in Reserve Balance	(1,747,298)	(3,027,290)	1,279,992
Beginning Reserve Balance	6,195,462		
Ending Reserve Balance	4,448,164		
2015 Target Balance (8.3 - 12.5%)	1,462,002		

* other operating expense includes refunds to funding partners of \$1.4M in year end projections

STATEMENT OF REVENUES AND EXPENSES
MTS -Transportation Planning
December 31, 2015

Unaudited

	YEAR-END PROJECTIONS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Federal Revenue	5,033,816	5,180,000	(146,184)
State Revenue - Trunk Highway	160,914	250,000	(89,086)
Investment Earnings	7,867	-	7,867
Chargebacks from MAC	64,386	-	64,386
Other Revenue	5,764	-	5,764
Total Revenues	5,272,747	5,430,000	(157,253)
<u>EXPENSES</u>			
Salary and Benefits	2,542,190	2,783,146	240,956
Consulting & Contractual Services	1,450,174	2,620,000	1,169,826
Rent & Utilities	148,341	149,034	693
Travel	40,181	41,000	819
Grants	691,666	480,000	(211,666)
Other Operating Expense	119,983	137,690	17,707
Total Expenses	4,992,535	6,210,870	1,218,335
<u>TRANSFERS</u>			
Transfer Out - RA Expense Allocation	(1,275,141)	(1,184,400)	(90,741)
Total Transfers	(1,275,141)	(1,184,400)	(90,741)
Change in Reserve Balance	(994,929)	(1,965,270)	970,341
Beginning Reserve Balance	2,825,865		
Ending Reserve Balance	1,830,936		
2015 Target Balance (Combined 15%, 31.5% TP Fund)	2,330,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Metro Mobility
December 31, 2015

Unaudited

	YEAR-END ACTUALS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenue	7,719,108	7,201,269	517,839
State Appropriations	46,894,990	46,895,000	(10)
Investment Earnings	138,287	-	138,287
Total Revenues	54,752,385	54,096,269	656,116
<u>EXPENSES</u>			
Salary and Benefits	1,034,381	1,159,400	125,019
Consulting & Contractual Services	50,827,514	51,477,120	649,606
Fuel	4,456,494	8,227,325	3,770,831
Rent & Utilities	345,110	122,643	(222,467)
Other Operating Expense	175,075	139,290	(35,785)
Total Expenses	56,838,574	61,125,778	4,287,204
<u>TRANSFERS</u>			
Transfer Out - RA Expense Allocation	(1,268,056)	(1,108,004)	(160,052)
Total Transfers	(1,268,056)	(1,108,004)	(160,052)
Change in Reserve Balance	(3,354,245)	(8,137,513)	4,783,268
Beginning Reserve Balance	14,801,753		
Ending Reserve Balance	11,447,508		
2015 Target Balance (10%)	6,223,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Contracted Service
December 31, 2015

Unaudited

	YEAR-END ACTUALS	2015 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Passenger Revenues	2,296,279	2,423,068	(126,789)
Federal Revenue	2,345,241	3,820,241	(1,475,000)
State Revenue - MVST	19,048,000	19,048,000	-
Local Revenue	1,543,606	1,863,000	(319,394)
Investment Earnings	97,073	100,000	(2,927)
Total Revenues	25,330,199	27,254,309	(1,924,110)
<u>EXPENSES</u>			
Salary and Benefits	1,022,435	910,404	(112,031)
Consulting & Contractual Services	21,415,134	24,112,429	2,697,295
Rent & Utilities	79,699	20,000	(59,699)
Fuel	(476,512)	445,873	922,385
Travel	349	12,500	12,151
Grants	614,051	545,000	(69,051)
Other Operating Expense	120,091	70,000	(50,091)
Total Expenses	22,775,247	26,116,206	3,340,959
<u>TRANSFERS</u>			
Transfer Out - RA Expense Allocation	(998,860)	(999,500)	640
Transfers Out - MVST Captial Fund	(2,418,006)	(2,418,006)	-
Total Transfers	(3,416,866)	(3,417,506)	640
Change in Reserve Balance	(861,914)	(2,279,403)	1,417,489
Beginning Reserve Balance	6,473,747		
Ending Reserve Balance	5,611,833		
2015 Target Balance (Combined 15%, 10% Cont Svc Funds)	2,953,000		