

People

Transportation

Housing

Bikes

Financial Condition

Planning

Bus

Parks

Future

Cars

Sustainability

Efficient

3rd QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

November 8, 2017

Livability

Light Rail

Diversity

Trails

Treatment

Equity

Airplane

Communities

Wastewater & Water

Lakes

Treatment

Regional

Economic

Roads



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OPERATING FUNDS-STATEMENT OF REVENUES & EXPENSES

OPERATING FUNDS
STATEMENT OF REVENUES AND EXPENSES
2017 - 3rd Quarter Results
(in thousands)
Unaudited

	General Fund					Environmental Services					Housing and Redevelopment Authority				
	2017	%	Projected	2017		2017	%	Projected	2017		2017	%	Projected	2017	
	YTD	Budget	Year End	Budget	Variance*	YTD	Budget	Year End	2017 Budget	Variance*	YTD	Budget	Year End	Budget	Variance*
Revenues	8,460	55%	15,529	15,340	189	170,779	74%	229,620	230,874	(1,254)	50,323	76%	65,900	65,900	0
Expenses	40,145	61%	64,120	65,790	1,670	81,111	63%	125,859	129,714	3,855	49,778	76%	65,536	65,362	(174)
Transfers	30,168	64%	47,489	47,489	0	(78,059)	75%	(104,686)	(104,521)	(165)	(1,011)	105%	(963)	(963)	0
Change in Reserve Balance	(1,517)		(1,102)	(2,961)	1,859	11,609		(925)	(3,361)	2,436	(466)		(599)	(425)	(174)
Beginning Reserve Balance			18,912					24,617					10,376		
Assigned/Committed			(4,607)												
Ending Reserve Balance			<u>13,203</u>					<u>23,692</u>					<u>9,777</u>		
Target Balance			6,579					12,971					5,425		

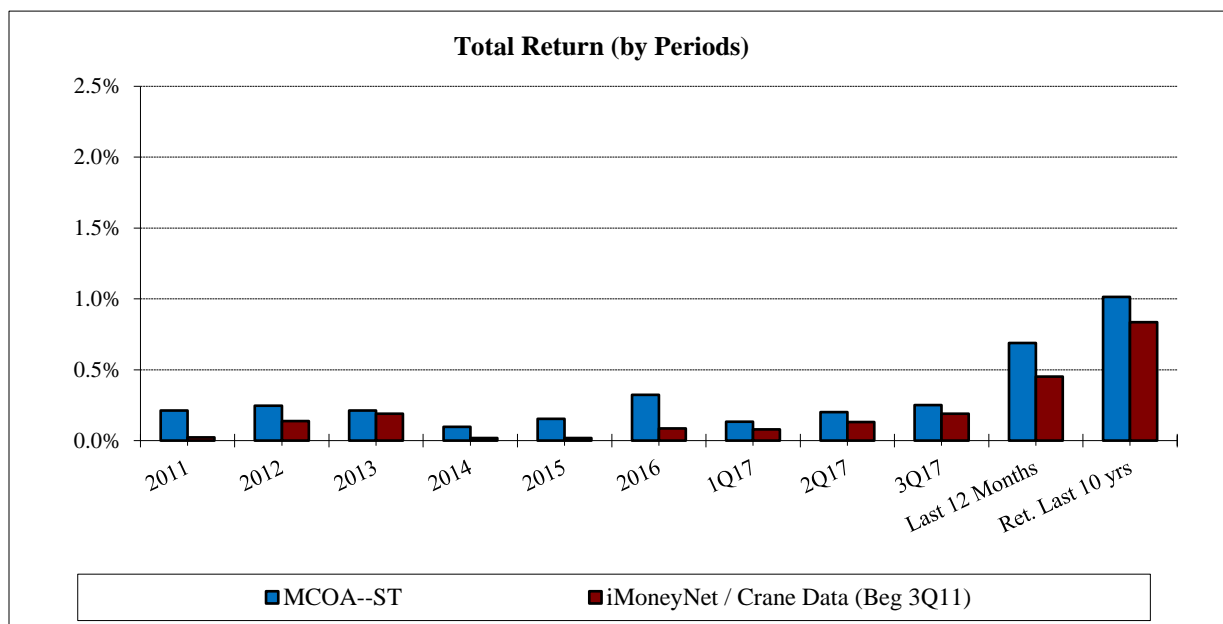
	Metro Transit - Bus					Metro Transit - Light Rail					Metro Transit - Commuter Rail				
	2017	%	Projected	2017		2017	%	Projected	2017		2017	%	Projected	2017	
	YTD	Budget	Year End	Budget	Variance*	YTD	Budget	Year End	2017 Budget	Variance*	YTD	Budget	Year End	Budget	Variance*
Revenues	236,197	74%	314,424	317,487	(3,063)	49,598	79%	64,912	62,882	2,030	11,610	77%	15,240	15,031	209
Expenses	204,411	66%	284,289	311,404	27,115	40,904	67%	60,118	61,058	940	11,009	63%	16,720	17,597	877
Transfers	(9,125)	61%	(14,524)	(14,925)	401	(8,947)	68%	(13,702)	(13,230)	(472)	(1,047)	73%	(1,488)	(1,427)	(61)
Change in Reserve Balance	22,661		15,611	(8,842)	24,453	(253)		(8,908)	(11,406)	2,498	(446)		(2,968)	(3,993)	1,025
Beginning Reserve Balance			41,720					18,805					5,886		
Ending Reserve Balance			<u>57,331</u>					<u>9,897</u>					<u>2,918</u>		
Target Balance			27,427					6,166					1,579		

	MTS - Transportation Planning					MTS - Metro Mobility					MTS - Contracted Service				
	2017	%	Projected	2017		2017	%	Projected	2017		2017	%	Projected	2017	
	YTD	Budget	Year End	Budget	Variance*	YTD	Budget	Year End	2017 Budget	Variance*	YTD	Budget	Year End	Budget	Variance*
Revenues	3,548	54%	6,192	6,607	(415)	54,427	81%	66,533	67,458	(925)	20,933	75%	27,752	27,956	(204)
Expenses	3,075	48%	4,962	6,358	1,396	44,822	65%	63,613	68,868	5,255	18,093	65%	25,157	27,632	2,475
Transfers	(1,125)	61%	(1,835)	(1,835)	0	(1,450)	74%	(1,965)	(1,965)	0	(650)	84%	(774)	(774)	0
Change in Reserve Balance	(652)		(605)	(1,586)	981	8,155		955	(3,375)	4,330	2,190		1,821	(450)	2,271
Beginning Reserve Balance			4,616					11,638					3,354		
Ending Reserve Balance			<u>4,011</u>					<u>12,593</u>					<u>5,175</u>		
Target Balance			2,581					7,083					2,841		

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO



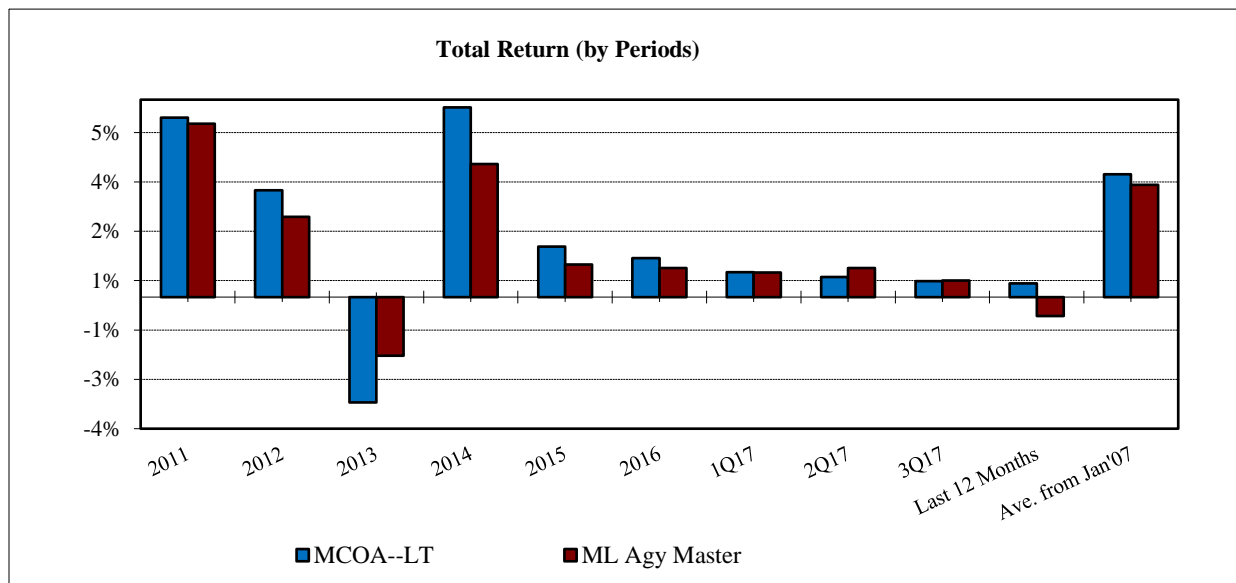
3Q17 Short-Term Portfolio Investment Results

Assets under Management (AUM): \$251.2 Million

The portfolio outperformed its benchmark during the third quarter. Total return of 0.25% was above the index (0.19%) by 6 basis points. This portfolio has averaged 24 bps per year more than its benchmark over the past 10 years. For the quarter, the Council’s liquid cash was invested in government money market funds, Federal Discount Notes and Commercial Paper.

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—LONG-TERM PORTFOLIO



3Q17 Long-Term Portfolio Investment Results

Assets under Management (AUM) \$415.4 Million

The portfolio underperformed its benchmark during the third quarter. Total return of .48% was below the index .51% by 3 basis points. The portfolio was comprised of 19% municipal bonds (yielding 4.30%), 65% of U.S. agency securities (yielding 1.61%), 15% was invested in government money market funds (yielding 0.92%) and less than 1% was invested in securitized mortgage backed securities (yielding 2.50%).

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.

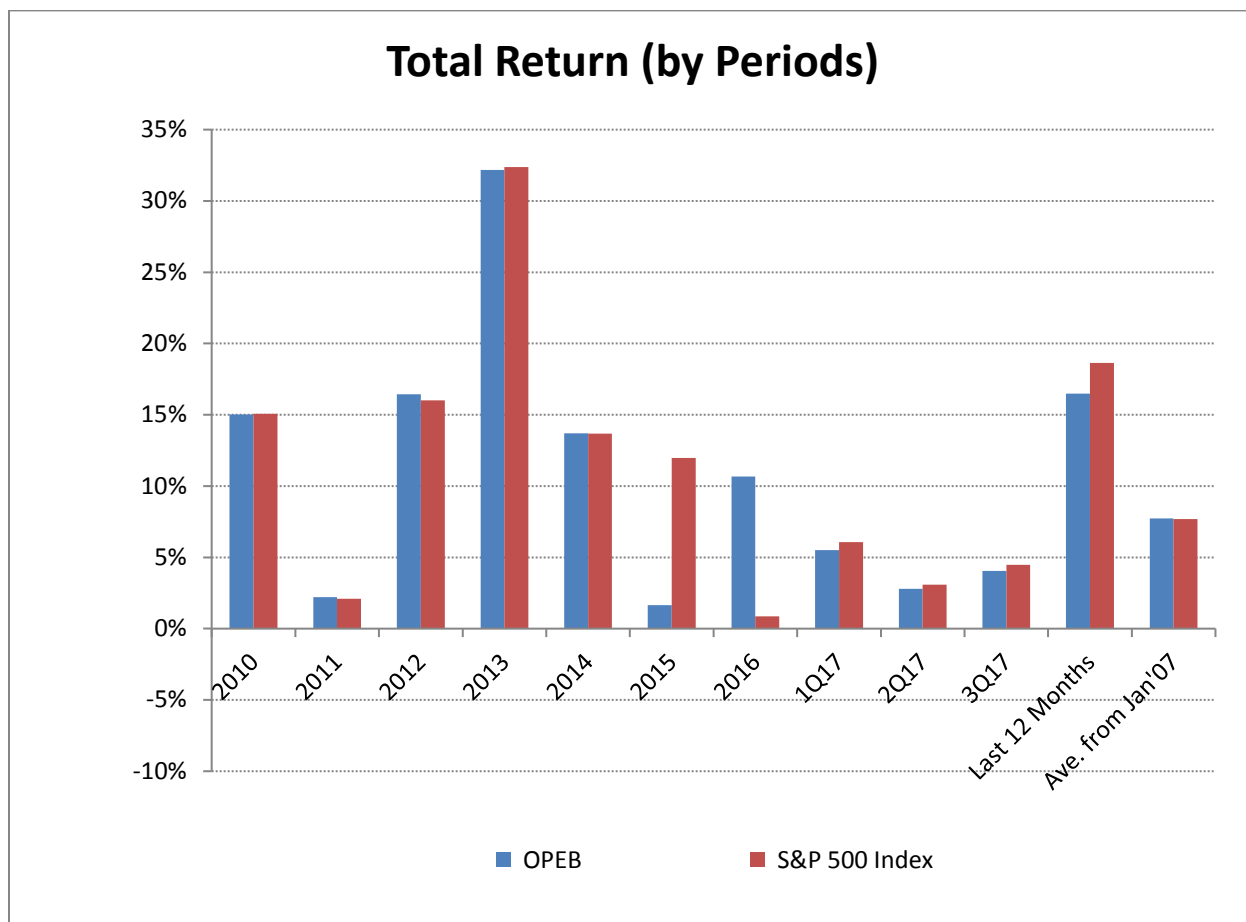
Financial Management Report

3Q17 OPEB PORTFOLIO INVESTMENT RESULTS

Assets under Management (AUM) \$259.2 Million

Currently, the Council's OPEB portfolio is fully invested in 90% equities and 10% US Treasuries. At end of the third quarter, the OPEB portfolio posted gains of 4.05% and the S&P 500 index was 4.49%. For the quarter, the portfolio had unrealized gains and dividends of \$10.1 million. The Council also has an internal cash account for OPEB. At the end of quarter, the amount in this fund was \$2.5 million.

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.

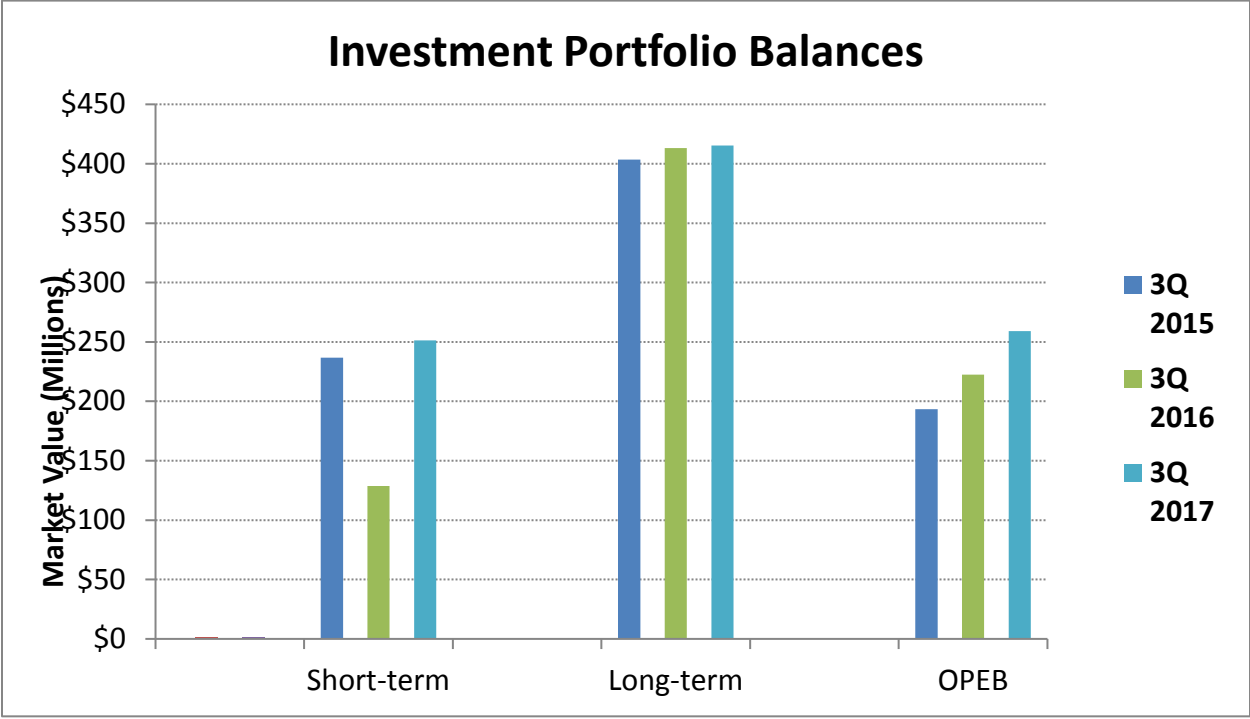


Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	3Q 2015	3Q 2016	3Q 2017
Short-term	\$ 236.7	\$ 128.8	\$ 251.2
Long-term	403.4	413.2	415.4
OPEB	193.4	222.4	259.2
Total	<u>833.5</u>	<u>764.4</u>	<u>925.8</u>



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2017 YTD		Projected		
	Results	% Budget	Year End	2017 Budget	Variance
Revenues	8,460	55%	15,529	15,340	189
Expenses	40,145	61%	64,120	65,790	1,670
Transfers	30,168	64%	47,489	47,489	0
Change in Reserve Balance	(1,517)		(1,102)	(2,961)	1,859
Beginning Fund Balance			18,912		
Assigned/Committed			(4,607)		
Ending Unassigned Reserve Balance			13,203		
Target Balance (10%)			6,579		

General Fund

At third quarter the General fund has spent 61% of annual budgeted operating expenses. The trend is in line with prior years' performances compared at third quarter.

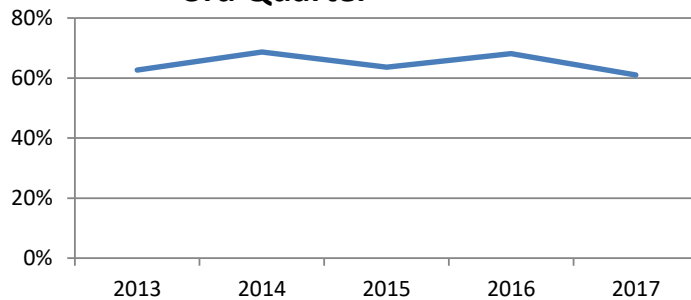
Revenues for the General fund are primarily property tax and are collected semi-annually, June and December.

Salaries/fringes are projected to stay slightly under budget at year-end due to open positions. Consulting and Contractual Services is projected to spend more in fourth quarter, due to hardware and software maintenance and licensing fees. Most other operating expense categories are expected to track at or near budget by year-end.

On October 25, the Council authorized the purchase of office cubicles and furnishings not to exceed \$750,000. The current projections indicate that no additional expenditure authority was necessary.

The 2017 General Fund budget approved by the Council reflects a \$2.9 million use of General Fund reserves. The projected year end available reserve balance is \$13.2 million.

General Fund % of Budget Spent - 3rd Quarter



Environmental Services

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Environmental Services Unaudited - dollars in thousands

	Environmental Services				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	170,779	74%	229,620	230,874	(1,254)
Expenses	81,111	63%	125,859	129,714	3,855
Transfers	(78,059)	75%	(104,686)	(104,521)	(165)
Change in Reserve Balance	11,609		(925)	(3,361)	2,436
Beginning Reserve Balance			24,617		
Ending Unassigned Reserve Balance			<u>23,692</u>		
Target Balance			12,971		

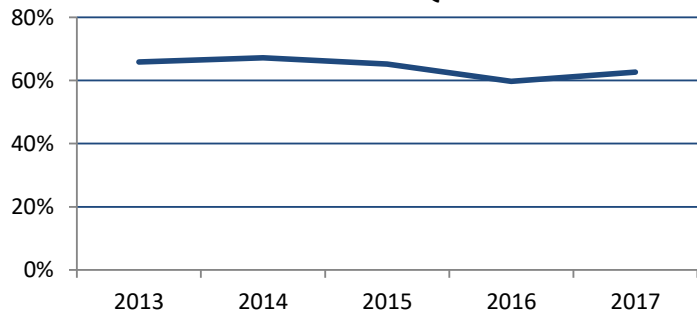
Environmental Services

Operating revenues are anticipated to be under budget by approximately \$1.3M due primarily to state appropriations, grants and miscellaneous revenues. SAC receipts continue to recover and SAC units are expected to exceed the 18,427 SAC units sold in 2016. Note that additional SAC receipts are accrued in the reserve but are not considered additional annual revenues.

Operating expenses/transfers are currently estimated to be under budget by \$3.7M. Salary and benefits are projected to be under budget by approximately \$1.3M due to staffing vacancies. In addition, there is under spending in contracted services, chemicals, utilities, capital outlay, and travel of \$3.6M. This is offset by materials and supplies, grants, miscellaneous and transfers of approximately \$1.2M.

Environmental Services operation has an amended 2017 budgeted use of reserves of \$3.3M for its 2016 carryforward of Storm water and I&I Grants, along with miscellaneous projects. If the above forecasted variances occur, reserves will decrease by approximately \$.9M. This estimated \$2.2 million positive operating variance would bring the operating reserve to \$23.7M, well above the target of \$13M.

Environmental Services % of Budget Spent - 3rd Quarter



Financial Management Report

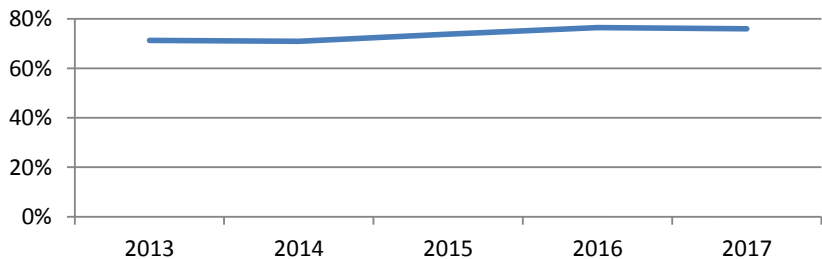
HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Housing and Redevelopment Fund Unaudited - dollars in thousands

	Housing and Redevelopment Authority				
	2017 YTD		Projected		Variance
	Results	% Budget	Year End	2017 Budget	
Revenues	50,323	76%	65,900	65,900	0
Expenses	49,778	76%	65,536	65,362	(174)
Transfers	(1,011)	105%	(963)	(963)	0
Change in Reserve Balance	(466)		(599)	(425)	(174)
Beginning Reserve Balance			10,376		
Ending Reserve Balance			<u>9,777</u>		
Target Balance			5,425		

HRA % of Budget Spent - 3rd Quarter



Housing and Redevelopment Authority

At third quarter the Housing and Redevelopment Authority (HRA) has spent 76% of annual budgeted operating expenses. The trend is consistent with the prior year's performance compared at third quarter. Most operating expenses are expected to track at or near budget throughout the year.

The Council approved a 2017 budget amendment to use \$800,000 in fund balance reserves for housing assistance payments.

The projected year end available reserve balance is \$9.7M, exceeding the Council's 8.3% target fund balance of \$5.4M.

Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Metro Transit - Bus Unaudited - dollars in thousands

	Metro Transit - Bus				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	236,197	74%	314,424	317,487	(3,063)
Expenses	204,411	66%	284,289	311,404	27,115
Transfers	(9,125)	61%	(14,524)	(14,925)	401
Change in Reserve Balance	22,661		15,611	(8,842)	24,453
Beginning Reserve Balance			41,720		
Ending Reserve Balance			<u>57,331</u>		
Target Balance			27,427		

Metro Transit Bus

The CY 2017 amended budget has a use of reserves of \$8.84M.

Passenger fares are expected to be below budget by \$4.1M due to lower average fares for the first nine months of the year and ridership down 2.19% from 2016 levels.

Operating expenses are forecast to be \$27.1M below the budgeted levels. Overall operating expenses are below budget due to cost savings with expenses and open positions being closely evaluated and monitored.

Salaries and benefits are expected to be below budget by \$15.2M due to administrative reductions and not filling open positions

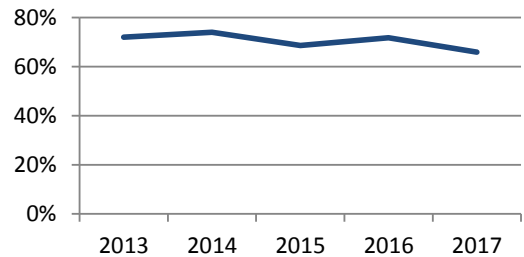
Fuel will be \$4.2M below expectations due to low pump prices and futures prices that stay below national forecasts

Contracted services should be below budget by \$2.2M due to delays of projects

Materials and supplies will be \$2.6M below budget due to less repairs with a newer bus fleet and administrative reductions for cost containment.

Current projections are for a positive variance of \$24.5M. The projected year end fund balance of \$57.331M is \$29.9M over the Council target Balance or 16.7%.

Metro Transit - Bus % of Budget Spent - Mid-Year



Financial Management Report

METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Metro Transit - Light Rail Unaudited - dollars in thousands

	Metro Transit - Light Rail				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	49,598	79%	64,912	62,882	2,030
Expenses	40,904	67%	60,118	61,058	940
Transfers	(8,947)	68%	(13,702)	(13,230)	(472)
Change in Reserve Balance	(253)		(8,908)	(11,406)	2,498
Beginning Reserve Balance			18,805		
Ending Reserve Balance			<u>9,897</u>		
Target Balance			6,166		

Metro Transit Light Rail

The CY 2017 amended budget has a use of reserves of \$11.4M.

Passenger fares are expected to be \$1.7M over the budgeted levels due to strong ridership 5.6% over 2016 levels.

Operating expenses are forecasted to be \$500k below budget levels after refunds to funding partners. Overall operating expenses are below budget due to cost savings with expenses and open positions being closely evaluated and monitored.

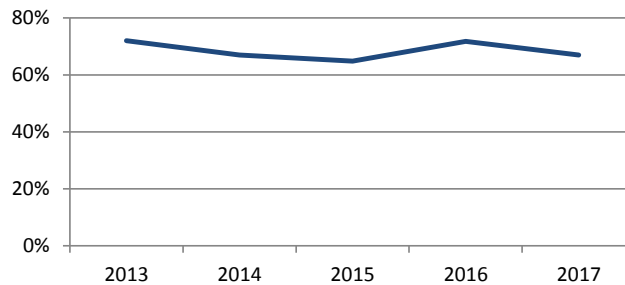
Salaries and benefits are forecast to be \$3.3M below budget due to administrative reductions and not filling open positions.

Contracted services and Materials and supplies are forecast to be over budget due to increased maintenance work on the LRT stations prior to the Super bowl.

Misc. expense will be overbudget due to operating refunds of \$2.5M due to funding partners.

Current projections are for a positive variance of \$2.5M (after a refund funding partners of \$2.5M). The projected year end fund balance of \$9.9M is \$3.7M over the Council target balance or 13.4%.

Metro Transit - Light Rail % of Budget Spent - 3rd Quarter



Financial Management Report

METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Metro Transit - Commuter Rail Unaudited - dollars in thousands

	Metro Transit - Commuter Rail				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	11,610	77%	15,240	15,031	209
Expenses	11,009	63%	16,720	17,597	877
Transfers	(1,047)	73%	(1,488)	(1,427)	(61)
Change in Reserve Balance	(446)		(2,968)	(3,993)	1,025
Beginning Reserve Balance			5,886		
Ending Reserve Balance			<u>2,918</u>		
Target Balance			1,579		

Metro Transit - Commuter Rail

The CY 2017 amended budget has a use of \$4.0M of reserves.

Passenger fares are expected to be over budget by \$106K due to strong ridership during the construction season. September YTD ridership is 11.4% over 2016 levels .

Operating expenses are forecasted at \$877k under budget after refunds to the funding partners. Overall operating expenses are below budget due to cost savings with expenses and open positions being closely evaluated and monitored.

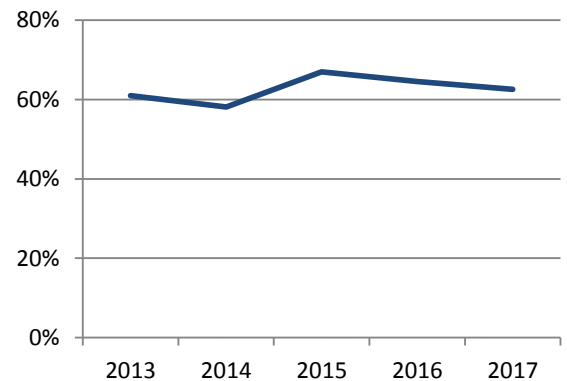
Salary and benefits are forecast to be below budget by \$1.2M due to administrative reduction and not filling open positions.

Fuel is expected to be \$358K below the budgeted levels due to low pump prices.

Other operating expense will be over budget by \$1.4M due to refunds of \$1.4M to funding partners.

The current forecast has a positive variance of \$1.02M. The projected year end balance of \$2.9M is \$1.3M over the Council target balance or 15.3%.

MT - Commuter Rail % of Budget Spent - 3rd Quarter



Financial Management Report

METROPOLITAN TRANSPORTATION SERVICES

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Metropolitan Transportation Services - Transportation Planning Unaudited - dollars in thousands

	MTS - Transportation Planning				
	2017 YTD		Projected		
	Results	% Budget	Year End	2017 Budget	Variance
Revenues	3,548	54%	6,192	6,607	(415)
Expenses	3,075	48%	4,962	6,358	1,396
Transfers	(1,125)	61%	(1,835)	(1,835)	0
Change in Reserve Balance	(652)		(605)	(1,586)	981
Beginning Reserve Balance			4,616		
Ending Reserve Balance			<u>4,011</u>		
Target Balance			2,581		

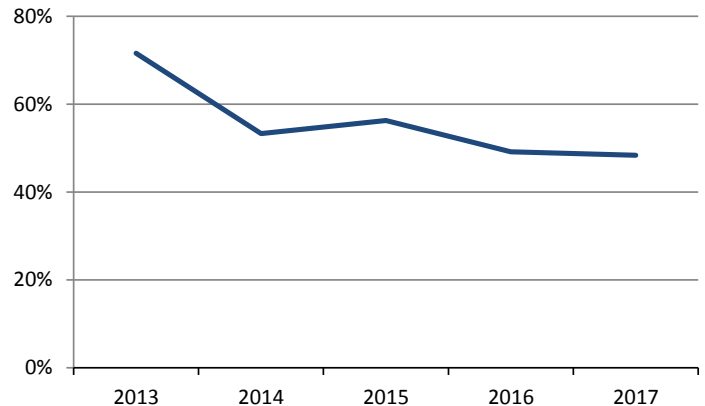
MTS - Transportation Planning

Revenues are expected to come in under budget by \$415K or 6% for the year. Federal revenues are down due to slowed consultant spending and subrecipient spending.

Expenses are projected to come in \$1.4M or 22% under budget for the year and about half of the variance is due to projects being placed on hold or positions held open due to budget uncertainty. Several consulting projects planned for 2017 are currently in the RFP stage, with spending anticipated in Q4 2017 and into 2018. Subrecipient activity is also slower than anticipated. Salary and benefit savings resulted from positions held open due to the planned soft hiring freeze.

The projected year end fund balance is \$4M, a \$981M increase from the current budget and above the Council reserve target.

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



Financial Management Report

MTS-METRO MOBILITY

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	54,427	81%	66,533	67,458	(925)
Expenses	44,822	65%	63,613	68,868	5,255
Transfers	(1,450)	74%	(1,965)	(1,965)	0
Change in Reserve Balance	8,155		955	(3,375)	4,330
Beginning Reserve Balance			11,638		
Ending Reserve Balance			<u>12,593</u>		
Target Balance			7,083		

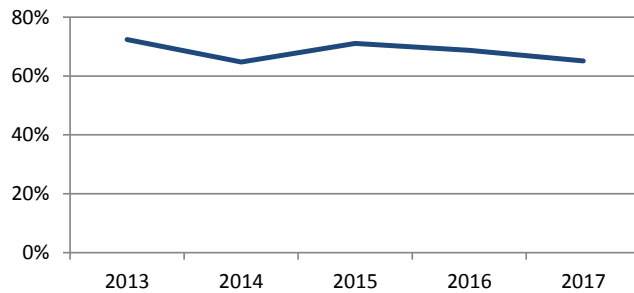
MTS - Metro Mobility

Revenues for the year are expected to be lower than budget by 1.3% or \$925K. Projected fare revenues are below original budget estimates due to slowed growth in ridership. Projections include the .50 fare increase implemented on October 1.

Expenses are projected to come in under budget by 8% or \$5.3M, primarily due to slower than budgeted ridership growth impacting contracted services and fuel expenses. Ridership for 2017 is flat compared to 2016, and has been impacted by a driver shortage and service quality issues. On October 1 Council staff implemented a \$2/hr. driver wage increase targeting those issues.

Projected year end fund balance is \$12.6M, which is a \$4.3M increase from current budget and above Council reserve target.

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



Financial Management Report

MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2017 3rd Quarter Financial Report Metropolitan Transportation Services - Contracted Service Unaudited - dollars in thousands

	MTS - Contracted Service				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	20,933	75%	27,752	27,956	(204)
Expenses	18,093	65%	25,157	27,632	2,475
Transfers	(650)	84%	(774)	(774)	0
Change in Reserve Balance	2,190		1,821	(450)	2,271
Beginning Reserve Balance			3,354		
Ending Reserve Balance			<u>5,175</u>		
Target Balance			2,841		

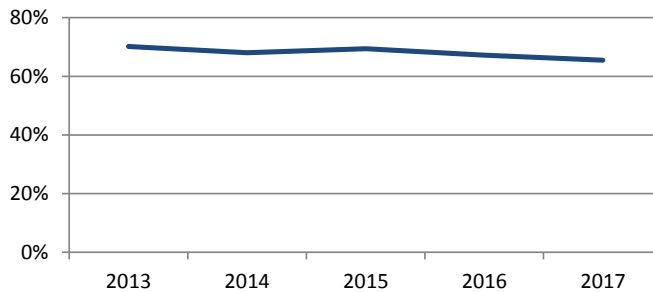
MTS - Contracted Service

Revenues for the year are expected to come in slightly (1%) under budget at year end.

Expenses for the year are expected to come in under budget by \$2.5M or 9%. This is due to lower than budgeted ridership growth in Van Pool and Transit Link, slow subrecipient spending, and an administrative error in cash fares. This has been corrected for the 2018 budget.

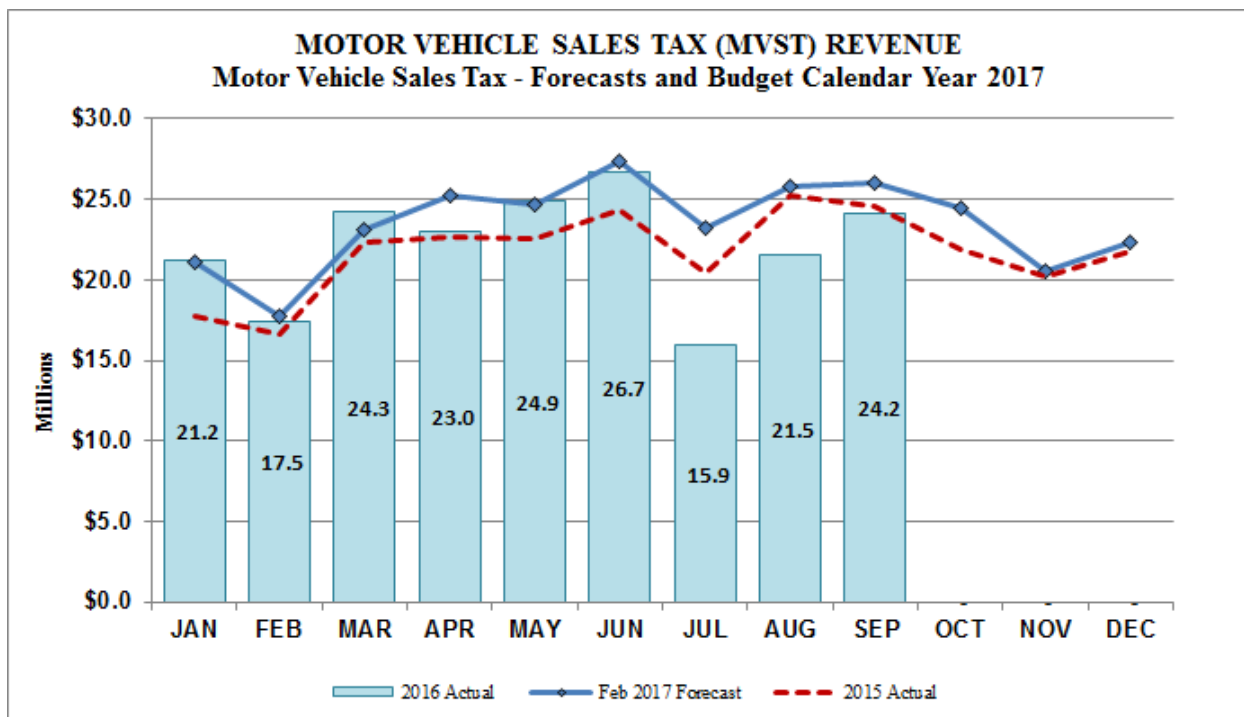
Projected year end fund balance is \$5.2M, which is a \$2.3M increase from current budget and above Council reserve target.

MTS -Contracted Service % of Budget Spent - 3rd Quarter

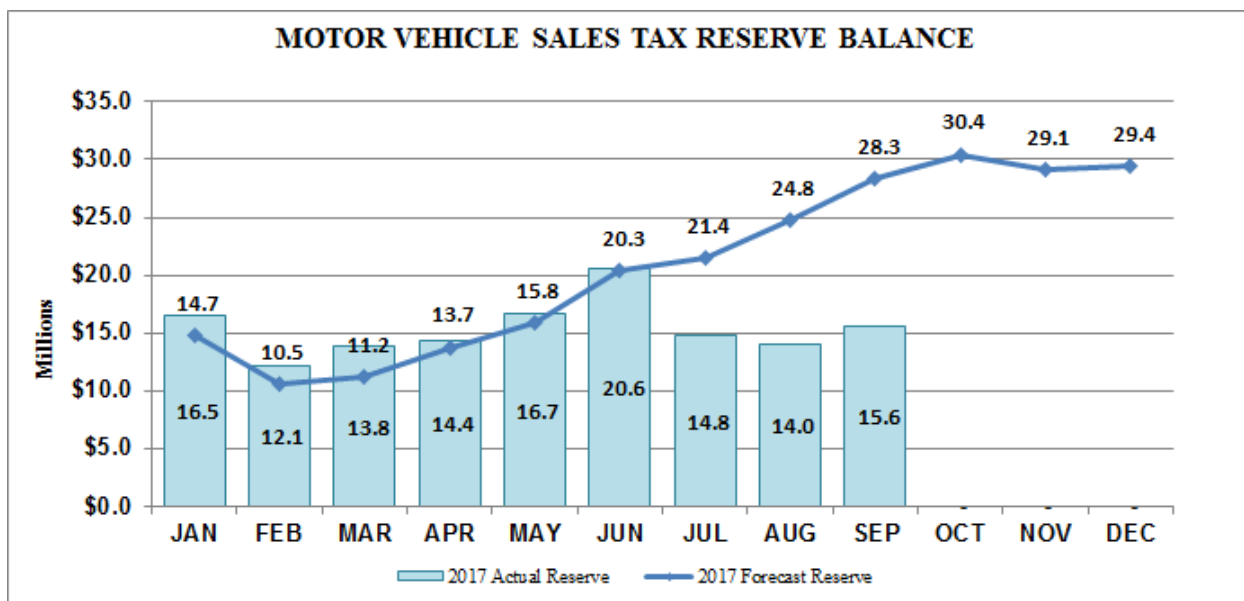


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2017 total just over \$ 199 million, 71% of forecast. MVST reserves were \$15.6 million at the end of September. For the months of July and August revenues were low due to issues with implementing a new software system, which will result in higher revenues for future months as the issues get fixed.



Financial Management Report

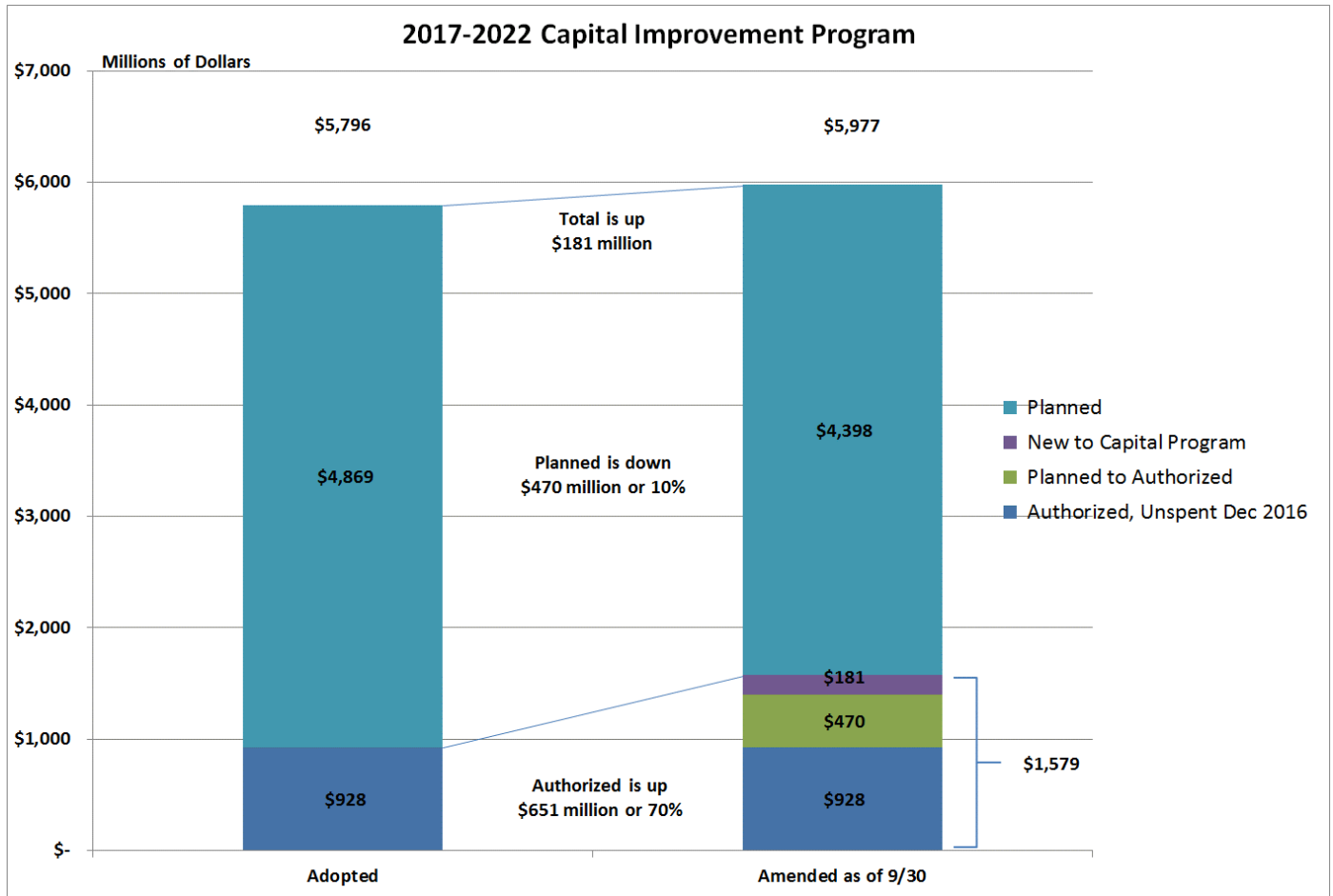
MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2017

Motor Vehicle Sales Tax – Forecasts and Budget Calendar Year 2017 (Millions)			
	Total	Jan-Jun	Jul-Dec
November 2016 Forecast	278.2	135.0	143.2
2017 Council Budget:			
Current MVST Revenues	264.0	132.0	132.0
Use of MVST Reserve	4.5	2.2	2.3
February 2017 Forecast	281.6	139.2	142.4
YTD Actuals	199.1	137.5	61.6
% of February Forecast	70.7%	98.8%	43.3%
% of November Forecast	71.6%	101.9%	43.0%

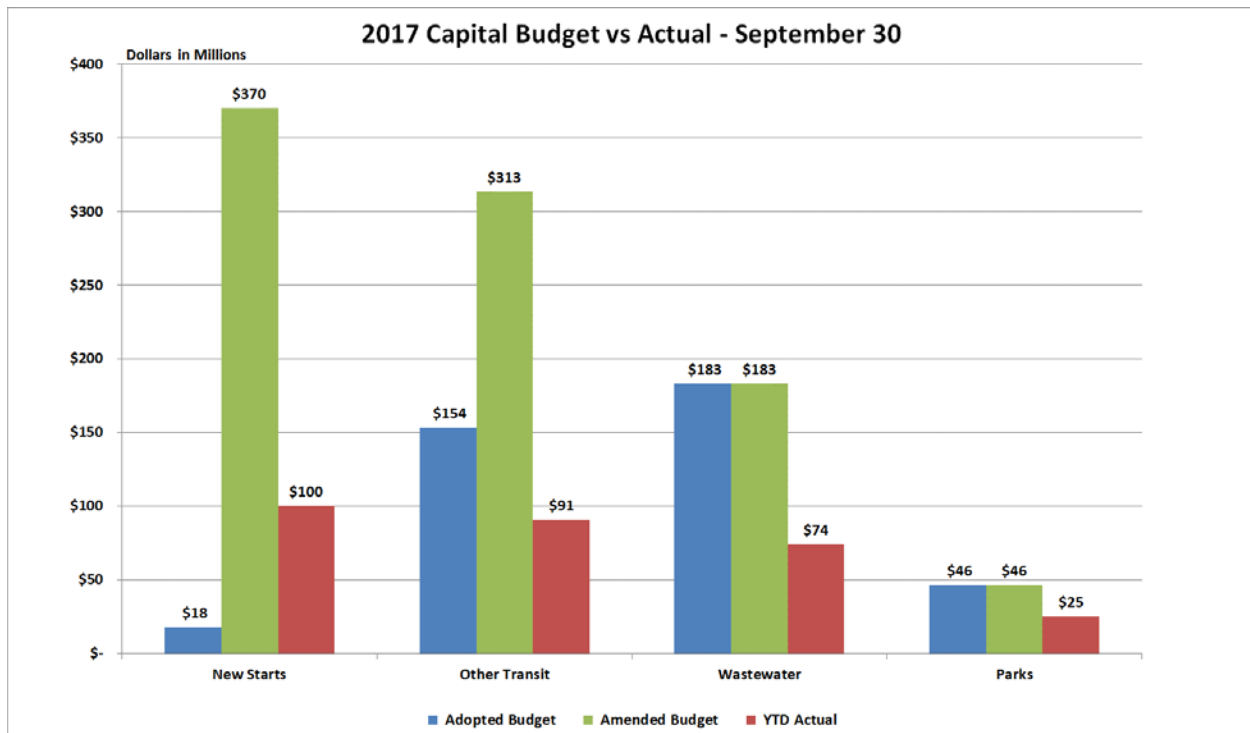
2017-2022 CAPITAL IMPROVEMENT PROGRAM



Capital Program (Excluding Pre-2017 Expenditures)

The capital program (excluding pre-2017 expenditures) increased by \$181 million for amendments through September. The authorized portion of the capital program (the ACP) is up \$651 million or 70 percent. 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 2017 Capital Budget was \$401 million. Amendments through June increased the amended 2017 Capital Budget to \$913 million. Actual 2017 capital expenditures total 72 percent of the adopted budget and 32 percent of the amended budget. Actual expenditures as a percent of the amended budget were 56 percent for transit projects, 40 percent for wastewater projects and 54 percent for parks projects.

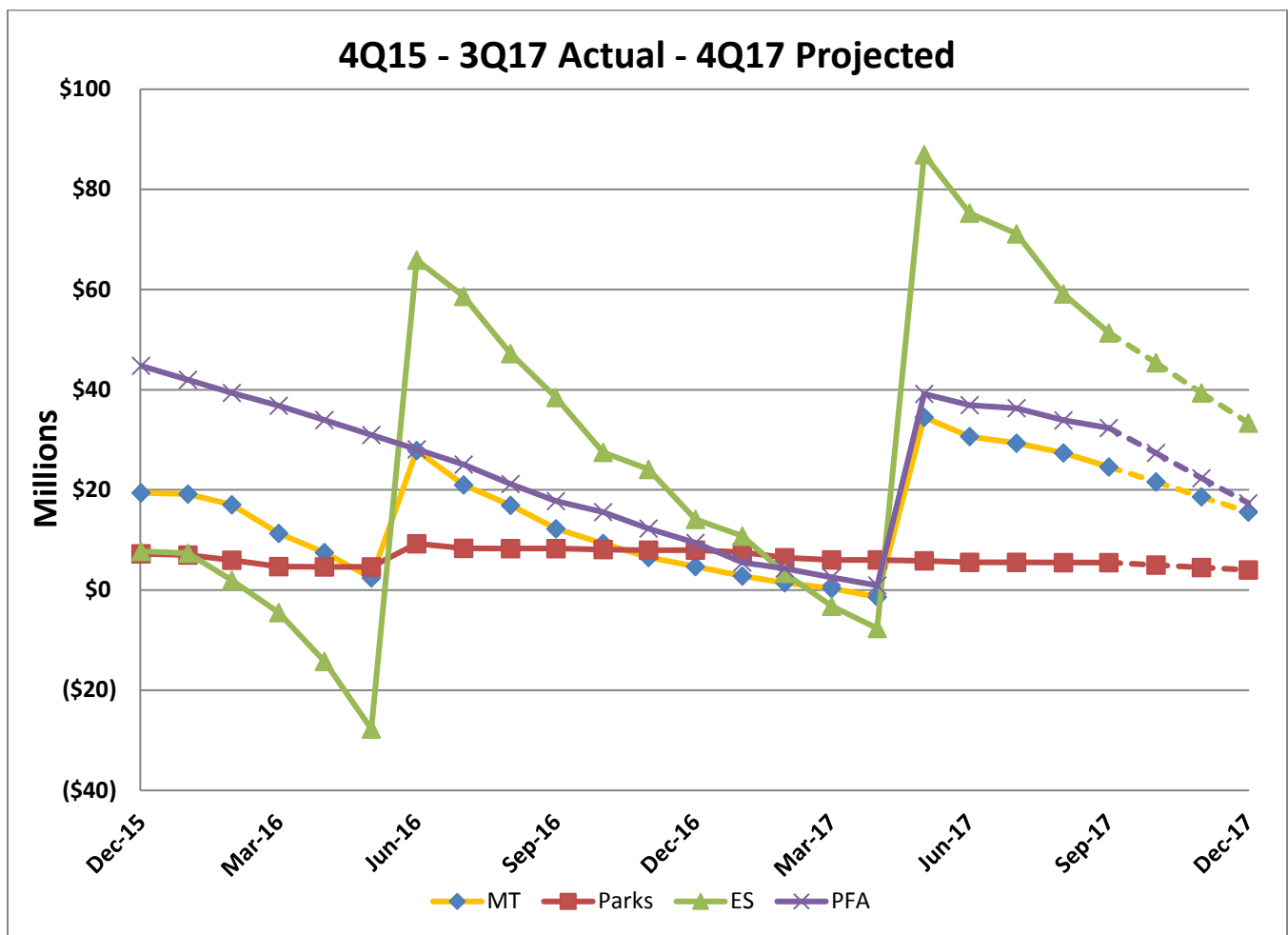
Financial Management Report

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 averaged approximately \$1.5M/month during the same period.

New money debt for Transit and ES was sold in the middle of April with the proceeds received in mid-May of 2017. The size of these issues was \$40 million for Transit and \$105 million for ES.

The 2017 new money bonds being issued in an amount which, together with remaining balances from prior bonds, are expected to be spent within 12-18 months. As a reminder, the 2015 PFA Loan was completely drawn down in the middle of May 2017. We then started drawing from the recently finalized 2017 PFA loan. We continue to monitor the debt portfolio for refunding opportunities and have no candidates at this time.



STATEMENT OF REVENUES AND EXPENSES
General Fund
September 30, 2017
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Property Taxes	7,465,758	14,482,062	14,482,062	-
Investment Earnings	498,510	551,084	549,685	1,399
Chargebacks - MAC	111,273	111,273	-	111,273
Other Revenue	384,686	384,686	308,216	76,470
Total Revenues	8,460,227	15,529,105	15,339,963	189,142
<u>EXPENSES</u>				
Salary and Benefits	28,043,578	41,399,680	42,089,121	689,441
Consulting & Contractual Services	8,073,662	16,402,000	16,602,686	200,686
Rent & Utilities	2,589,489	4,092,698	4,509,628	416,930
Printing	64,053	128,000	217,500	89,500
Travel & Professional Development	454,315	605,753	688,190	82,437
Insurance	66,991	89,321	30,000	(59,321)
Other Operating Expense	852,986	1,402,633	1,652,633	250,000
Total Expenses	40,145,074	64,120,085	65,789,758	1,669,673
<u>TRANSFERS</u>				
Transfer In	36,629,289	56,752,367	56,752,367	-
Transfer Out	(6,461,418)	(9,263,192)	(9,263,192)	-
Total Transfers	30,167,871	47,489,175	47,489,175	-
Change in Reserve Balance	(1,516,976)	(1,101,805)	(2,960,620)	1,858,815
Beginning Fund Balance		18,911,597		
Assigned/Committed		(4,607,439)		
Ending Unassigned Reserve Balance		13,202,353		
2017 Target Balance (10%)		6,578,976		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
September 30, 2017

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Municipal Wastewater Charges	158,932,341	211,887,538	211,941,538	(54,000)
Industrial Charges	9,932,905	13,833,000	13,833,000	-
State Appropriations Revenue	1,143,787	2,032,954	2,998,303	(965,349)
Investment Earnings	653,767	950,000	850,000	100,000
Other Revenue	116,045	916,075	1,251,439	(335,364)
Total Revenues	170,778,845	229,619,567	230,874,280	(1,254,713)
<u>EXPENSES</u>				
Salary and Benefits	43,222,224	62,405,281	63,713,964	1,308,683
Consulting & Contractual Services	11,639,159	20,077,720	21,427,665	1,349,945
Rent & Utilities	10,959,350	16,471,832	16,999,661	527,829
Travel	239,198	378,656	401,206	22,550
Materials & Supplies	7,162,189	10,236,711	9,384,919	(851,792)
Chemicals	5,076,752	7,147,249	8,349,489	1,202,240
Capital Outlay	910,476	3,467,740	3,958,724	490,984
I&I, Stormwater, CWF, WOMP Grant Expense	1,112,955	4,730,251	4,570,251	(160,000)
Other Operating Expense	789,116	943,709	907,919	(35,790)
Total Expenses	81,111,419	125,859,149	129,713,798	3,854,649
<u>TRANSFERS</u>				
SAC Transfer	29,541,000	39,388,000	39,388,000	-
Transfers In	15,222	2,100,000	2,200,000	(100,000)
Debt Service	(93,000,000)	(124,000,000)	(124,000,000)	-
Transfer Out - RA Expense Allocation	(9,034,858)	(14,843,202)	(15,109,202)	266,000
Transfers Out	(5,580,655)	(7,330,655)	(7,000,000)	(330,655)
Total Transfers	(78,059,291)	(104,685,857)	(104,521,202)	(164,655)
Change in Reserve Balance	11,608,135	(925,439)	(3,360,720)	2,435,281
Beginning Reserve Balance		24,616,735		
Ending Unassigned Reserve Balance		<u>23,691,296</u>		*
2017 Target Balance (10%)		12,971,380		

* \$2.1M of reserve balance is for water supply planning

STATEMENT OF REVENUES AND EXPENSES
Housing and Redevelopment Authority (HRA)
September 30, 2017

Unaudited

	YTD ACTUALS	YTD PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>					
Federal Revenue	46,925,969	61,411,574	61,411,574	-	43,151,990
State Revenue	1,527,648	2,323,628	2,323,628	-	1,421,034
Investment Earnings	88,851	50,000	50,000	-	-
Other Revenue	1,780,492	2,115,000	2,115,000	-	8,175
Total Revenues	50,322,960	65,900,202	65,900,202	-	44,581,199
<u>EXPENSES</u>					
Salary and Benefits	2,720,607	3,808,804	3,808,804	-	-
Consulting & Contractual Services	617,076	795,689	858,000	62,311	-
Rent & Utilities	507,400	565,009	570,009	5,000	-
Housing Expenses	45,628,117	59,990,602	59,785,000	(205,602)	44,761,303
Travel	22,151	42,000	55,000	13,000	-
Insurance	81,447	90,000	95,000	5,000	-
Other Operating Expense	201,075	243,858	190,258	(53,600)	-
Total Expenses	49,777,873	65,535,962	65,362,071	(173,891)	44,761,303
<u>TRANSFERS</u>					
Transfer Out - RA Expense Allocation	(1,010,886)	(1,163,131)	(1,163,131)	-	-
Transfer In - Allocation		200,000	200,000	200,000	-
Total Transfers	(1,010,886)	(963,131)	(963,131)	200,000	-
Change in Reserve Balance	(465,799)	(598,891)	(425,000)	26,109	(180,104)
Beginning Reserve Balance:					
Operating		9,969,352			
Federal Passthrough (HAP Assistance)		406,836			
Total Beginning Balance		10,376,188			
Change in Reserve Balance:					
Total Change in Reserve Balance		(598,891)			
Ending Reserve Balance		9,777,297			
2017 Target Balance (8.3%)		5,425,052			

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Bus Operations
September 30, 2017
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	51,312,024	69,151,315	73,334,695	(4,183,380)
Auxiliary Transit Revenue	2,543,622	3,391,760	3,150,000	241,760
State Appropriations	19,227,670	20,336,005	20,336,005	-
State Revenue - MVST	147,178,333	200,965,000	200,965,000	-
Federal Grants	14,076,746	17,198,661	17,198,661	-
Investment Earnings	765,227	1,020,346	500,000	520,346
Other Revenue	1,093,100	2,360,483	2,003,027	357,456
Total Revenues	236,196,722	314,423,570	317,487,388	(3,063,818)
<u>EXPENSES</u>				
Salary and Benefits	167,911,176	229,310,859	244,520,778	15,209,919
Consulting & Contractual Services	6,383,319	9,262,488	11,524,596	2,262,108
Fuel	9,646,092	13,259,766	17,418,291	4,158,525
Materials & Supplies	13,863,530	19,783,850	22,460,333	2,676,483
Utilities	2,872,705	3,830,313	4,352,779	522,466
Other Operating Expense	3,733,887	8,841,773	11,127,415	2,285,642
Total Expenses	204,410,709	284,289,049	311,404,192	27,115,143
<u>TRANSFERS</u>				
Transfer In - MVST	2,118,667	4,122,000	4,122,000	-
Transfer In - Transit Allocations	7,856,452	10,475,899	10,074,811	401,088
Transfer Out - RA Expense Allocation	(19,100,477)	(29,121,969)	(29,121,969)	-
Total Transfers	(9,125,358)	(14,524,070)	(14,925,158)	401,088
Change in Reserve Balance	22,660,655	15,610,451	(8,841,962)	24,452,413
Beginning Reserve Balance		41,719,793		
Ending Reserve Balance		57,330,244		*
2017 Target Balance (8.3 - 12.5%)		27,427,462		

* Includes TOD fund balance of \$5.5M

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Light Rail Operations
September 30, 2017

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	17,858,431	24,230,823	22,465,917	1,764,906
Auxiliary Transit Revenue	1,024,101	1,565,465	1,500,000	65,465
State Revenue - GF Appropriation	11,192,332	13,130,000	13,130,000	-
Federal Revenue	900,000	1,200,000	1,200,000	-
Local Revenue	18,402,156	24,536,204	24,536,204	-
Investment Earnings	152,137	158,390	25,000	133,390
Other Revenue	68,511	91,363	25,000	66,363
Total Revenues	49,597,668	64,912,245	62,882,121	2,030,124
<u>EXPENSES</u>				
Salary and Benefits	31,458,925	42,305,779	45,663,832	3,358,053
Consulting & Contractual Services	777,536	3,389,957	2,040,025	(1,349,932)
Fuel	20,236	26,992	13,482	(13,510)
Materials & Supplies	3,395,557	3,781,615	4,664,217	882,602
Utilities	3,930,983	6,041,311	6,575,877	534,566
Other Operating Expense *	1,320,402	4,572,489	2,100,711	(2,471,778)
Total Expenses	40,903,639	60,118,143	61,058,144	940,001
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(7,076,406)	(9,568,641)	(9,096,391)	(472,250)
Transfer Out - RA Expense Allocation	(1,871,045)	(4,133,796)	(4,133,796)	-
Total Transfers	(8,947,451)	(13,702,437)	(13,230,187)	(472,250)
Change in Reserve Balance	(253,422)	(8,908,335)	(11,406,210)	2,497,875
Beginning Reserve Balance		18,805,188		
Ending Reserve Balance		9,896,853		
2017 Target Balance (8.3 - 12.5%)		6,165,931		

* other operating expense includes refunds to funding partners of \$2.2M in year end actuals

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Commuter Rail Operations
September 30, 2017

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	1,914,055	2,509,101	2,403,067	106,034
State Revenue - MVST	2,381,751	2,980,000	2,980,000	-
Local Revenue - CTIB	5,229,297	6,972,396	6,972,396	-
Other Local Revenue	2,006,953	2,675,928	2,675,928	-
Investment Earnings	78,352	102,650	-	102,650
Total Revenues	11,610,408	15,240,075	15,031,391	208,684
<u>EXPENSES</u>				
Salary and Benefits	3,132,157	4,216,533	5,395,896	1,179,363
Consulting & Contractual Services	4,849,468	6,466,026	6,481,140	15,114
Fuel	600,136	800,181	1,159,008	358,827
Materials & Supplies	226,729	635,234	1,240,188	604,954
Utilities	455,319	657,091	776,520	119,429
Other Operating Expense *	1,745,546	3,944,910	2,544,552	(1,400,358)
Total Expenses	11,009,355	16,719,975	17,597,304	877,329
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(780,045)	(1,040,060)	(978,420)	(61,640)
Transfer Out - RA Expense Allocation	(266,494)	(448,080)	(448,080)	-
Total Transfers	(1,046,539)	(1,488,140)	(1,426,500)	(61,640)
Change in Reserve Balance	(445,486)	(2,968,040)	(3,992,413)	1,024,373
Beginning Reserve Balance		5,886,266		
Ending Reserve Balance		2,918,226		
2017 Target Balance (8.3 - 12.5%)		1,578,976		

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

STATEMENT OF REVENUES AND EXPENSES
MTS -Transportation Planning
September 30, 2017

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	2,345,626	4,192,640	4,642,640	(450,000)
State Revenue - MVST	1,113,673	1,861,028	1,861,028	-
Investment Earnings	26,796	35,000	-	35,000
Chargebacks from MAC	61,574	103,150	103,150	-
Total Revenues	3,547,669	6,191,818	6,606,818	(415,000)
<u>EXPENSES</u>				
Salary and Benefits	1,781,876	2,776,932	2,976,932	200,000
Consulting & Contractual Services	793,429	1,510,290	2,571,290	1,061,000
Rent & Utilities	371,242	412,506	412,506	-
Travel	41,489	42,441	42,441	-
Grants	11,448	75,000	210,000	135,000
Other Operating Expense	75,512	144,855	144,855	-
Total Expenses	3,074,996	4,962,024	6,358,024	1,396,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,124,677)	(1,835,129)	(1,835,129)	-
Total Transfers	(1,124,677)	(1,835,129)	(1,835,129)	-
Change in Reserve Balance	(652,004)	(605,335)	(1,586,335)	981,000
Beginning Reserve Balance		4,615,727		
Ending Reserve Balance		4,010,392		
2017 Target Balance (Combined 15%, 31.5% TP Fund)		2,581,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Metro Mobility
September 30, 2017
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenue	3,929,628	5,456,456	6,556,456	(1,100,000)
State Appropriations	50,287,666	60,902,000	60,902,000	-
Investment Earnings	210,141	175,000	-	175,000
Total Revenues	54,427,435	66,533,456	67,458,456	(925,000)
<u>EXPENSES</u>				
Salary and Benefits	1,120,737	1,644,103	1,744,103	100,000
Consulting & Contractual Services	40,119,421	56,563,166	59,838,166	3,275,000
Fuel	3,217,872	4,878,184	6,878,184	2,000,000
Rent & Utilities	200,001	271,731	111,731	(160,000)
Other Operating Expense	163,812	255,526	295,526	40,000
Total Expenses	44,821,843	63,612,710	68,867,710	5,255,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,450,287)	(1,965,479)	(1,965,479)	-
Total Transfers	(1,450,287)	(1,965,479)	(1,965,479)	-
Change in Reserve Balance	8,155,305	955,267	(3,374,733)	4,330,000
Beginning Reserve Balance		11,638,445		
Ending Reserve Balance		12,593,712		
2017 Target Balance (10%)		7,083,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Contracted Service
September 30, 2017
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	1,539,745	2,176,541	2,621,541	(445,000)
Federal Revenue	1,484,317	2,058,834	1,908,084	150,750
State Revenue - MVST	16,533,749	21,675,972	21,675,972	-
Local Revenue	1,291,848	1,750,645	1,750,645	-
Investment Earnings	83,399	90,000	-	90,000
Total Revenues	20,933,058	27,751,992	27,956,242	(204,250)
<u>EXPENSES</u>				
Salary and Benefits	549,848	798,663	798,663	-
Consulting & Contractual Services	16,846,997	23,180,348	25,460,348	2,280,000
Rent & Utilities	20,352	80,630	80,630	-
Travel	4,290	12,894	12,894	-
Grants	626,956	916,834	1,111,084	194,250
Other Operating Expense	44,335	168,075	168,075	-
Total Expenses	18,092,778	25,157,444	27,631,694	2,474,250
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(650,430)	(773,750)	(773,750)	-
Total Transfers	(650,430)	(773,750)	(773,750)	-
Change in Reserve Balance	2,189,850	1,820,798	(449,202)	2,270,000
Beginning Reserve Balance		3,353,646		
Ending Reserve Balance		5,174,444		
2017 Target Balance (Combined 15%, 10% Cont Svc Funds)		2,841,000		