

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

2nd QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

August 23, 2017

Livability

Light Rail

Trails

Diversity

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 - Mid-Year 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	1,084	7%	15,496	15,340	156	112,842	49%	229,461	230,874	(1,413)	33,362	51%	65,900	65,900	0
Expenses	27,507	42%	65,818	65,790	(28)	53,558	41%	128,044	129,714	1,670	33,043	51%	65,245	65,362	117
Transfers	19,186	40%	47,489	47,489	0	(52,223)	50%	(104,552)	(104,521)	(31)	(574)	60%	(963)	(963)	0
Change in Reserve Balance	(7,237)		(2,833)	(2,961)	128	7,061		(3,135)	(3,361)	226	(255)		(308)	(425)	117
Beginning Reserve Balance			18,912					24,617					10,376		
Assigned/Committed			(4,607)												
Ending Reserve Balance			<u>11,472</u>					<u>21,482</u>					<u>10,068</u>		
Target Balance			6,579					12,971					5,425		

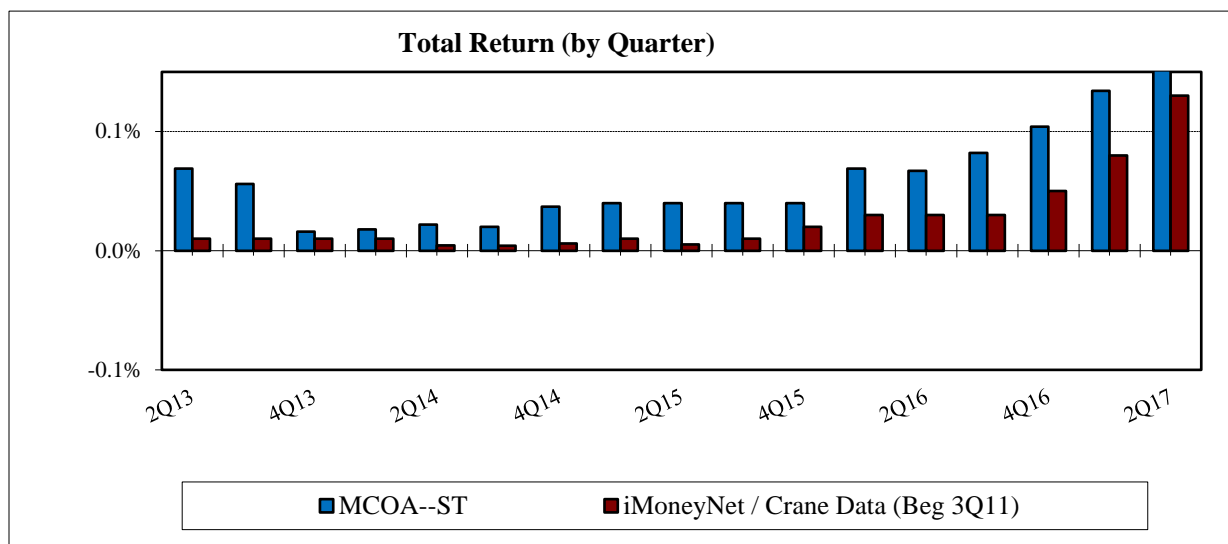
	Metro Transit - Bus					Metro Transit - Light Rail					Metro Transit - Commuter Rail				
	2017	%	Projected	2017		2017	%	Projected	2017		2017	%	Projected	2017	
	YTD	Budget	Year End	Budget	Variance*	YTD	Budget	Year End	2017 Budget	Variance*	YTD	Budget	Year End	Budget	Variance*
Revenues	156,697	51%	305,547	308,900	(3,353)	32,455	50%	66,477	64,386	2,091	7,862	50%	15,736	15,618	118
Expenses	137,805	45%	289,938	308,252	18,314	26,927	44%	60,868	61,058	190	7,451	42%	16,837	17,597	760
Transfers	(6,242)	42%	(14,706)	(14,925)	219	(5,062)	38%	(13,354)	(13,283)	(71)	(693)	49%	(1,472)	(1,427)	(45)
Change in Reserve Balance	12,650		903	(14,277)	15,180	466		(7,745)	(9,955)	2,210	(282)		(2,573)	(3,406)	833
Beginning Reserve Balance			41,720					18,805					5,886		
Assigned/Committed															
Ending Reserve Balance			<u>42,623</u>					<u>11,060</u>					<u>3,313</u>		
Target Balance			27,166					6,170					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	2,131	40%	6,192	5,388	804	31,747	46%	66,233	68,665	(2,432)	14,177	49%	27,777	29,063	(1,286)
Expenses	2,129	35%	5,523	6,147	624	29,278	43%	63,183	68,868	5,685	12,323	45%	27,102	27,632	530
Transfers	(854)	47%	(1,835)	(1,835)	0	(1,064)	54%	(1,965)	(1,965)	0	(480)	62%	(774)	(774)	0
Change in Reserve Balance	(852)		(1,166)	(2,594)	1,428	1,405		1,085	(2,168)	3,253	1,374		(99)	657	(756)
Beginning Reserve Balance			4,616					11,638					3,354		
Assigned/Committed															
Ending Reserve Balance			<u>3,450</u>					<u>12,723</u>					<u>3,255</u>		
Target Balance			2,514					7,083					2,841		

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO



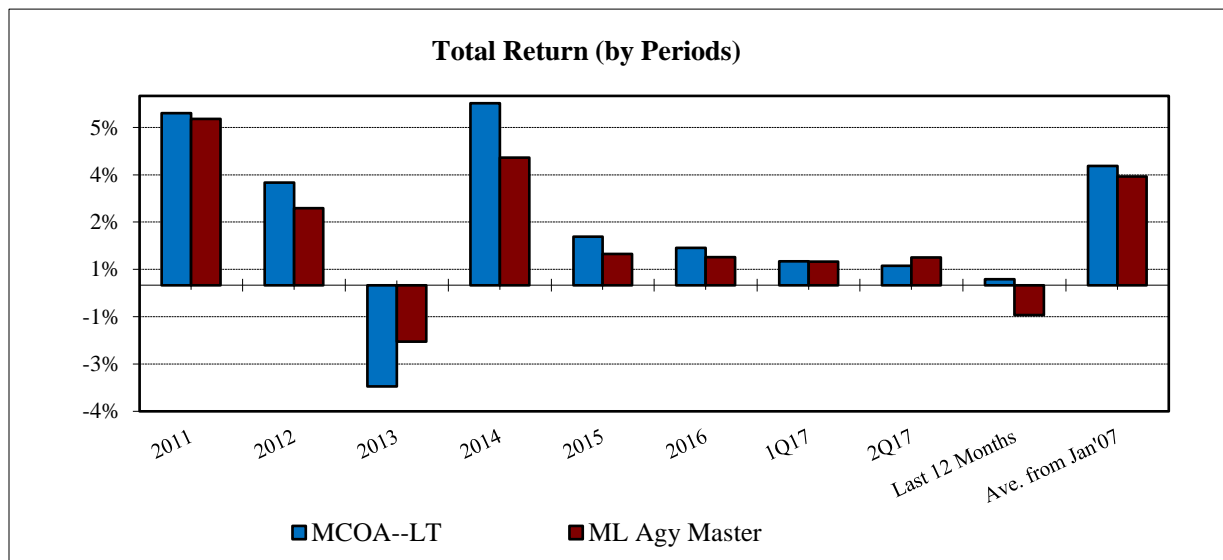
2Q17 Short-Term Portfolio Investment Results

Assets under Management (AUM): \$225.3 Million

The portfolio outperformed its benchmark during the second quarter. Total return of 0.20% was above the index (0.13%) by 7 basis points. This portfolio has averaged 23 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



2Q17 Long-Term Portfolio Investment Results

Assets under Management (AUM) \$413.3 Million

The portfolio underperformed its benchmark during the second quarter. Total return of .62% was below the index .88% by 26 basis points. The portfolio was comprised of 18% municipal bonds (yielding 4.30%), 65% of U.S. agency securities (yielding 1.61%), 16% was invested in government money market funds (yielding 0.86%) 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.

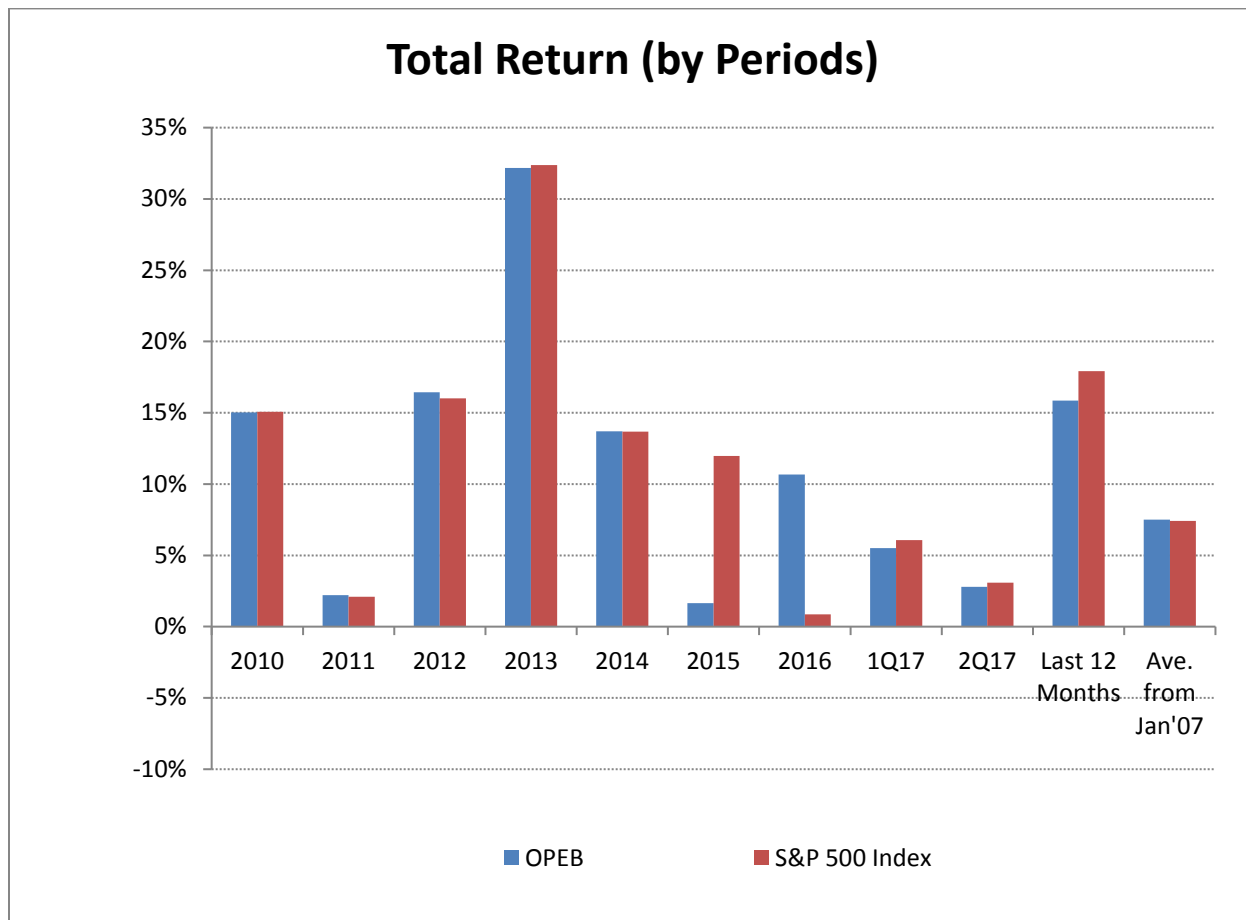
Financial Management Report

2Q17 OPEB PORTFOLIO INVESTMENT RESULTS

Assets under Management (AUM) \$249.1 Million

Currently, the Council's OPEB portfolio is fully invested in 90% equities and 10% US Treasuries. At end of the second quarter, the OPEB portfolio posted gains of 2.79% and the S&P 500 index was 3.09%. For the quarter, the portfolio had unrealized gains and dividends of \$6.8 million. The Council also has an internal cash account for OPEB. At the end of quarter, the amount in this fund was \$5.2 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.

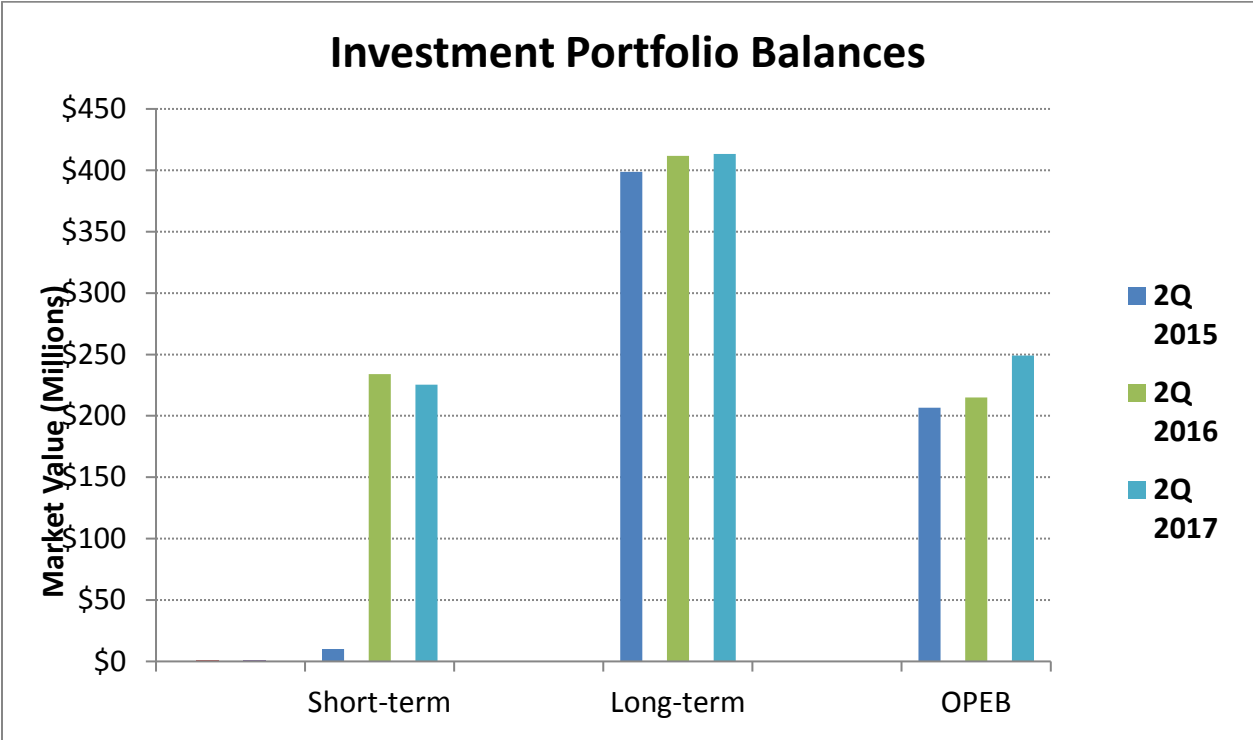


Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	2Q 2015	2Q 2016	2Q 2017
Short-term	\$ 10.2	\$ 234.1	\$ 225.3
Long-term	398.8	411.7	413.3
OPEB	206.6	214.9	249.1
Total	615.6	860.7	887.7



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2017 2nd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2017 YTD		Projected		
	Results	% Budget	Year End	2017 Budget	Variance
Revenues	1,084	7%	15,496	15,340	156
Expenses	27,507	42%	65,818	65,790	(28)
Transfers	19,186	40%	47,489	47,489	0
Change in Reserve Balance	(7,237)		(2,833)	(2,961)	128
Beginning Fund Balance			18,912		
Assigned/Committed			(4,607)		
Ending Unassigned Reserve Balance			<u>11,472</u>		
Target Balance (10%)			<u>6,579</u>		

General Fund

Revenues for the General fund are primarily property tax and are reflected in the second half of the year.

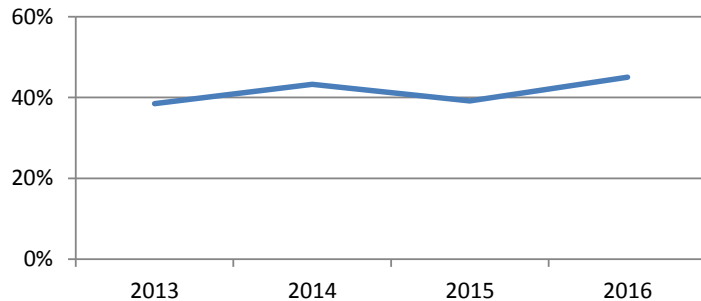
At mid-year the General fund as spend 42% of annual budgeted operating expenses. The trend is consistent with the prior years performance compared at mid-year.

Most operating expenses categories are expected to track at or near budget through out the year.

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 \$11.4 million.

**General Fund
% of Budget Spent -
Mid-Year**



Environmental Services

Unaudited - dollars in thousands

2017 2nd Quarter Financial Report Environmental Services Unaudited - dollars in thousands

	Environmental Services				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	112,842	49%	229,461	230,874	(1,413)
Expenses	53,558	41%	128,044	129,714	1,670
Transfers	(52,223)	50%	(104,552)	(104,521)	(31)
Change in Reserve Balance	7,061		(3,135)	(3,361)	226
Beginning Reserve Balance			24,617		
Ending Unassigned Reserve Balance			<u>21,482</u>		
Target Balance			12,971		

Environmental Services

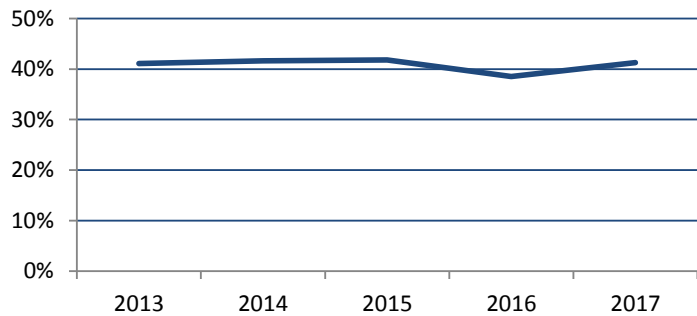
Operating revenues are anticipated to be under budget by approximately \$2.3M due primarily to state appropriations, grants and miscellaneous revenues.

SAC receipts continue to recover and are expected to exceed the 2016 receipts and are anticipated to meet the 2017 budget expectation of 17,500 units. 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 \$1.7M. Salary and benefits are projected to be under budget by approximately \$.5M, as staffing vacancies are approaching budgeted vacancies. In addition, there is under spending in contracted services, chemicals, utilities, capital outlay, and other direct expenses of \$1.9M. This is offset by materials and supplies, grants and miscellaneous transfers exceeding budget by approximately \$.7M.

Environmental Services operation has an amended 2017 budgeted use of reserves of \$3.3M for its 2016 carryforward of Stormwater and I&I Grants, along with miscellaneous projects. If the above forecasted variances occur, reserves will decrease by approximately \$3.1M. This estimated \$.2 million positive operating variance would bring the operating reserve to \$21M, well above the target of \$13M.

Environmental Services % of Budget Spent - Mid-Year



Financial Management Report

HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2017 2nd 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	33,362	51%	65,900	65,900	0
Expenses	33,043	51%	65,245	65,362	117
Transfers	(574)	60%	(963)	(963)	0
Change in Reserve Balance	(255)		(308)	(425)	117
Beginning Reserve Balance			10,376		
Ending Reserve Balance			<u>10,068</u>		
Target Balance			5,425		

HRA % of Budget Spent - Mid-year

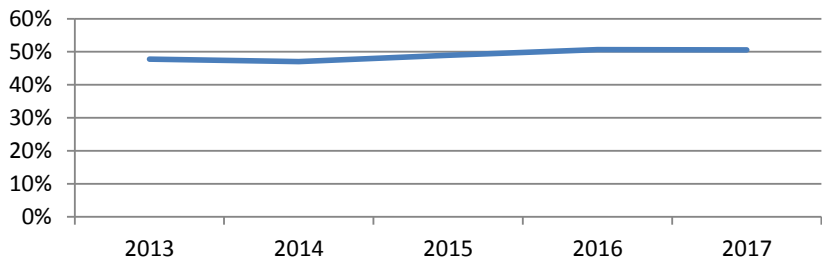
Housing and Redevelopment Authority

At mid-year the Housing and Redevelopment Authority (HRA) has spent 51% of annual budgeted operating expenses. The trend is consistent with the prior year's performance compared at mid-year.

Most operating expenses are expected to track at or near budget throughout the year.

The 2017 HRA budget approved by the Council reflects a \$425,000 use of fund reserves. This use of funds is mainly for rent subsidy expenses.

The projected year end available reserve balance is \$10.3M, exceeding the Council's



Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2017 2nd Quarter Financial Report Metro Transit - Bus Unaudited - dollars in thousands

	Metro Transit - Bus				
	2017 YTD Results	% Budget	Projected Year End	2017 Budget	Variance
Revenues	156,697	51%	305,547	308,900	(3,353)
Expenses	137,805	45%	289,938	308,252	18,314
Transfers	(6,242)	42%	(14,706)	(14,925)	219
Change in Reserve Balance	12,650		903	(14,277)	15,180
Beginning Reserve Balance			41,720		
Ending Reserve Balance			<u>42,623</u>		
Target Balance			27,166		

Metro Transit Bus

The adopted current year 2017 budgeted use of reserves of \$14.2M.

Revenues in passenger fares are below budget by \$3.9M, due to lower average fares for the first half of the year and ridership is down 1.6% from 2016 levels.

Operating expenses are estimated to be \$18.3M below the budgeted levels by year end.

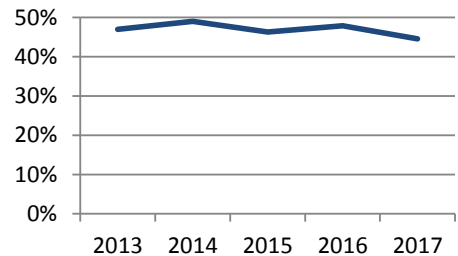
A significant portion of the expense savings is: cost savings due to the uncertainty with the Legislative Session, expense have been closely monitored. Salaries and benefits are expected to be below budget by \$9.5M due to administrative reductions and not filling of open positions. Fuel is estimated to be \$2.9M below expectations due to low pump prices and futures prices that stay below national forecasts. Contracted services are estimated to be below budget by \$2.2M due to delays of projects for cost containment. Materials and supplies are estimated to be \$1.7M below budget due to less repairs with a newer bus fleet and administrative reductions for cost containment.

Federal A-87 Allocations is estimated to be under budget by \$900k due to additional overhead expenses being charged to capital projects than originally budgeted due to cost containment measures.

The year end fund projection is for a positive variance of \$15.1M. The projected year end fund balance of \$42.6M is \$15.4M over the Council target Balance or 13.0%.

Metro Transit - Bus % of Budget Spent

Mid-Year



Financial Management Report

METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2017 2nd 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	32,455	50%	66,477	64,386	2,091
Expenses	26,927	44%	60,868	61,058	190
Transfers	(5,062)	38%	(13,354)	(13,283)	(71)
Change in Reserve Balance	466		(7,745)	(9,955)	2,210
Beginning Reserve Balance			18,805		
Ending Reserve Balance			<u>11,060</u>		
Target Balance			6,170		

Metro Transit Light Rail

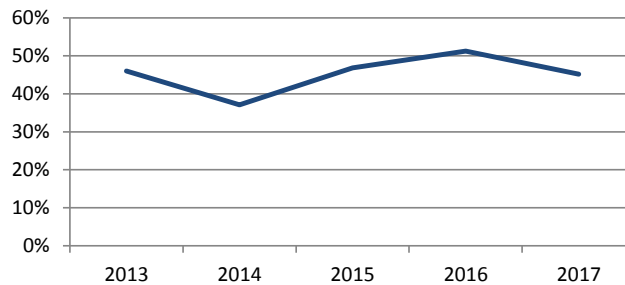
The adopted current year 2017 budgeted uses reserves of \$9.9M.

Revenues in passenger fares are expected to be \$2.1M over the budget, due to strong ridership, 5.8% over 2016 levels.

Operating expenses are expected to be below budget by \$2.4M, before funding partner refund of \$2.2M, this cost savings is mainly due to the uncertainty of the Legislative session, expenses were closely monitored. Salaries and benefits are expected to be \$2.6M below budget due to administrative reductions and not filling open positions. Contracted services and materials and supplies are expected to be over budget by \$400k due to increased maintenance work on the LRT stations prior to the Superbowl. Misc. expense will be overbudget by \$2.2M due to operating refunds due to funding partners.

The year end projection is for a positive variance of \$2.2M (after a refund to funding partners of \$2.2M). The projected year end fund balance of \$11.0M is \$4.9M over the Council target balance or 14.9%.

Metro Transit - Light Rail % of Budget Spent - Mid-Year



Financial Management Report

METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

2017 2nd 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	7,862	50%	15,736	15,618	118
Expenses	7,451	42%	16,837	17,597	760
Transfers	(693)	49%	(1,472)	(1,427)	(45)
Change in Reserve Balance	(282)		(2,573)	(3,406)	833
Beginning Reserve Balance			5,886		
Ending Reserve Balance			<u>3,313</u>		
Target Balance			1,579		

Metro Transit - Commuter Rail

The adopted current year 2017 budgeted uses of reserves of \$3.4M.

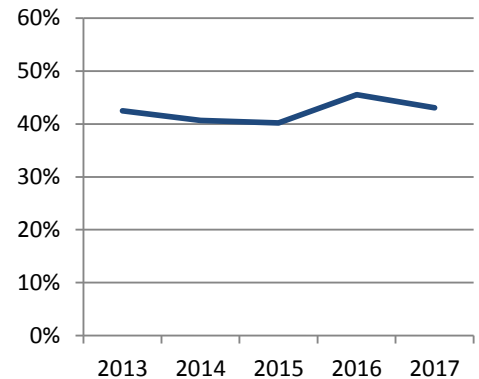
Revenues in passengers fares are expected to be over budget by \$52K due to strong ridership during the construction season with ridership 7.5% over 2016 levels.

Operating expenses are expected to be below budget \$1.8M, before funding partner refund of \$1.1M, this cost savings is mainly due to the uncertainty of the Legislative Session, expenses were closely monitored. Salary and benefits are expected to be below budget by \$1.0M due to administrative reduction and not filling open positions.

Fuel is expected to be \$350K below the budgeted levels due to low pump prices. Materials and supplies - parts under budget \$425K due to repairs less than budget due to moderate winter temperatures. Other operating expense are projects to be over budget by \$1.1M due to refunds to funding partners.

The current forecast has a positive variance of \$832K (after a refund to funding partners of \$1.1M). The projected year end balance of \$3.3M is \$1.7M over the Council target balance or 17.4%.

MT - Commuter Rail % of Budget Spent - Mid-Year



Financial Management Report

METROPOLITAN TRANSPORTATION SERVICES

Unaudited - dollars in thousands

2017 2nd 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	2,131	40%	6,192	5,388	804
Expenses	2,129	35%	5,523	6,147	624
Transfers	(854)	47%	(1,835)	(1,835)	0
Change in Reserve Balance	(852)		(1,166)	(2,594)	1,428
Beginning Reserve Balance			4,616		
Ending Reserve Balance			3,450		
Target Balance			2,514		

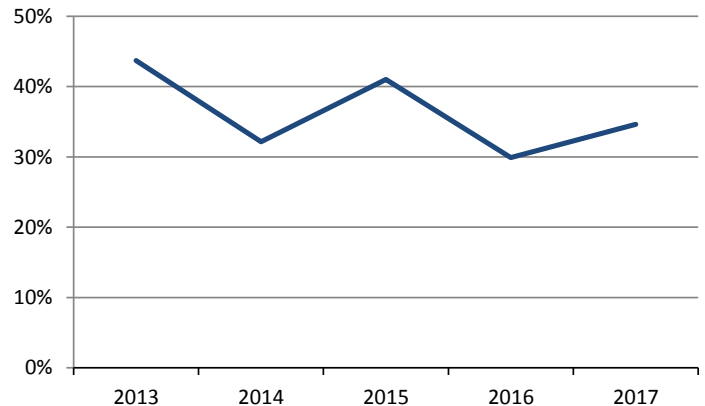
MTS - Transportation Planning

Revenues for the year are expected to exceed budget by \$804K due to an update of the transit revenue allocation plan. The updated plan increased MVST by \$1M and the plan was adopted in July. This increase is slightly offset by a reduction in federal grant revenue due to lower than expected subrecipient spending.

Expenses are projected to come in \$624K under budget. 80% of the variance is due to slower than expected consultant spending and lower than budgeted salaries and benefits. Consulting projects are currently in the RFP stage and salary and benefit savings resulted from positions held open due to the planned soft hiring freeze.

The projected year end fund balance is \$3.4M, a \$1.4M increase from the current budget and above the Council reserve target.

MTS - Transportation Planning - % of Budget Spent - Mid-Year



Financial Management Report

MTS-METRO MOBILITY

Unaudited - dollars in thousands

2017 2nd 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	31,747	46%	66,233	68,665	(2,432)
Expenses	29,278	43%	63,183	68,868	5,685
Transfers	(1,064)	54%	(1,965)	(1,965)	0
Change in Reserve Balance	1,405		1,085	(2,168)	3,253
Beginning Reserve Balance			11,638		
Ending Reserve Balance			<u>12,723</u>		
Target Balance			7,083		

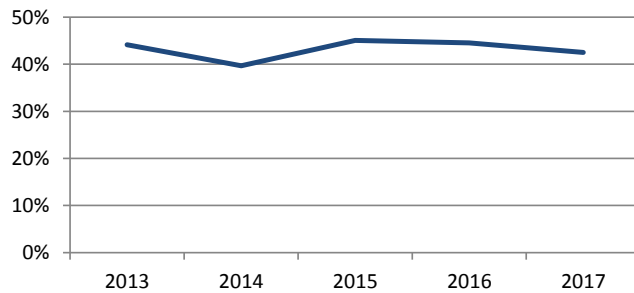
MTS - Metro Mobility

Revenues for the year are expected to be lower than budget by 3.5% or \$2.4M due to an update of the transit revenue allocation plan and fare collections. The updated allocation plan reduced the state appropriation by \$1.2M and the plan was adopted in July. Projected fare revenues are below original budget estimates by \$1.2M due to slowed growth in ridership.

Expenses are projected to come in under budget by 8% or \$5.7M, primarily due to slower than budgeted ridership growth impacting contracted services and fuel expenses. Ridership is under analysis and we believe it has been impacted by a driver shortage and service quality issues. Council staff is planning to work with contractors to implement a \$2/hr driver wage increase targeting the driver shortage and service quality issues.

Projected year end fund balance is \$12.7M, which is a \$3.3M increase from current budget and above Council reserve target.

MTS - Metro Mobility % of Budget Spent - Mid-Year



Financial Management Report

MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2017 2nd 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	14,177	49%	27,777	29,063	(1,286)
Expenses	12,323	45%	27,102	27,632	530
Transfers	(480)	62%	(774)	(774)	0
Change in Reserve Balance	1,374		(99)	657	(756)
Beginning Reserve Balance			3,354		
Ending Reserve Balance			<u>3,255</u>		
Target Balance			2,841		

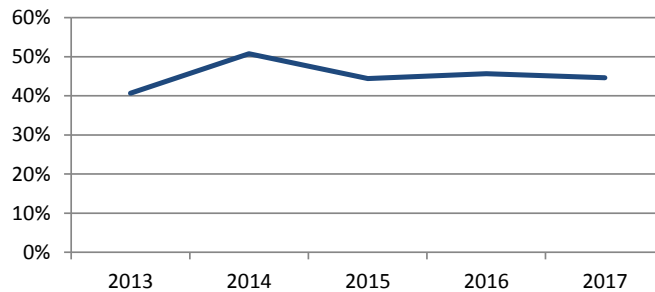
MTS - Contracted Service

Revenues for the year are expected to be lower than budget by \$1.3M primarily due to an update of the transit revenue allocation plan. The updated allocation plan reduced MVST revenue by \$1.1M and the plan was adopted in July.

Expenses for the year are expected to come in under budget by \$530K. Van Pool expenses and subrecipient spending are both lower than expected.

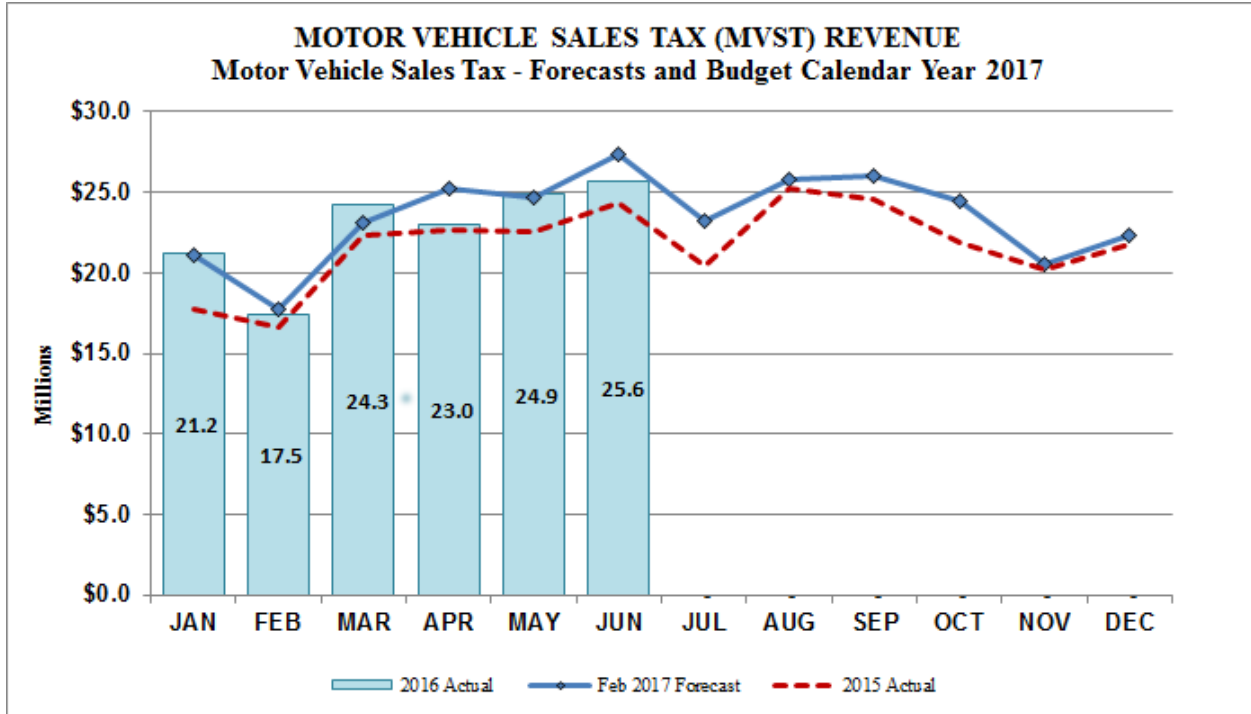
Projected year end fund balance is \$3.3M, which is a \$756K decrease from current budget and above Council reserve target.

MTS -Contracted Service % of Budget Spent - Mid-Year

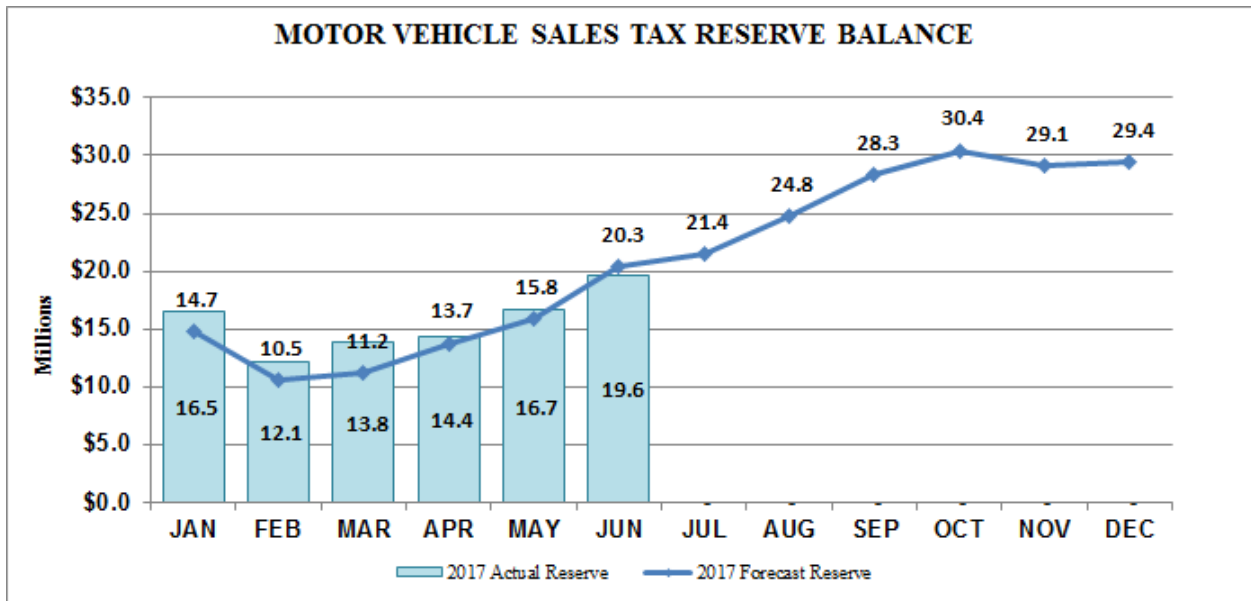


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2017 total just over \$ 136 million, 48.5% of forecast. MVST reserves were \$19.6 million at the end of June.



Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2017

	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	136.5	136.5	0.0
% of February 2017 Forecast	48.5%	98.1%	0.0%
% of November 2016 Forecast	49.1%	101.1%	0.0%

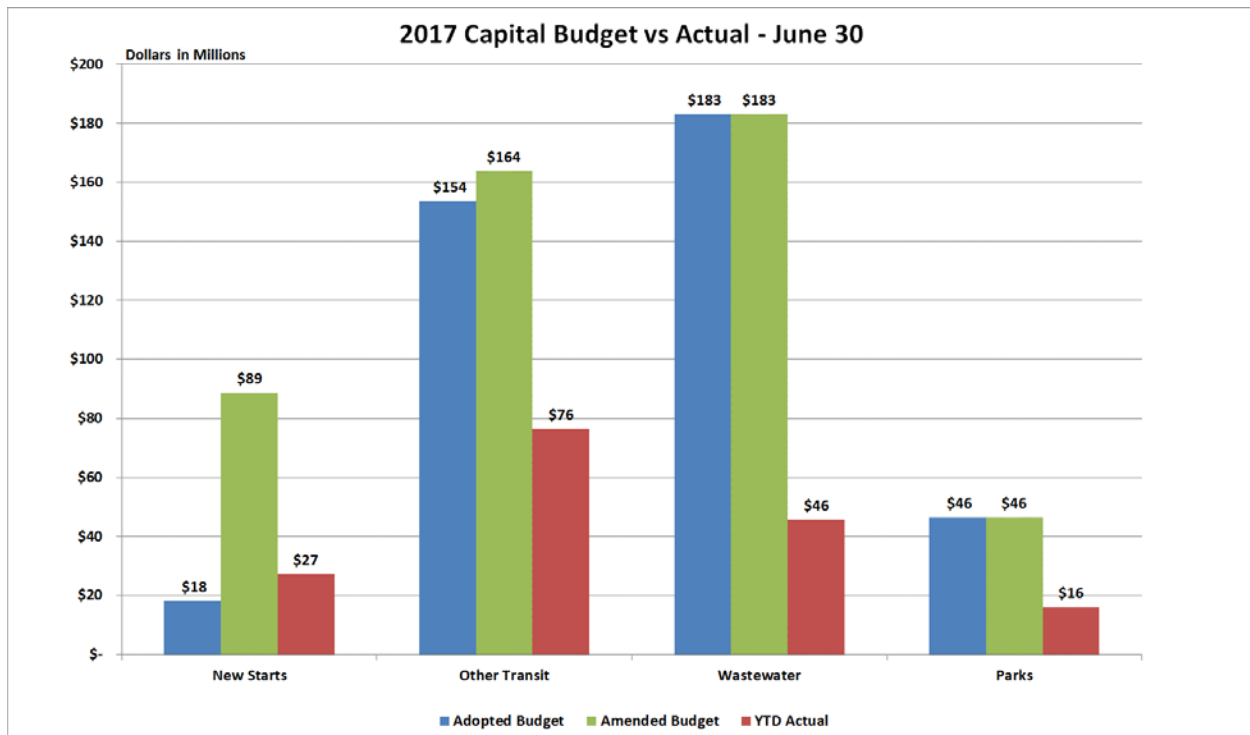
2017-2022 CAPITAL IMPROVEMENT PROGRAM



Capital Program (Excluding Pre-2017 Expenditures)

The capital program (excluding pre-2017 expenditures) increased by \$38.0 million through amendments through June. The authorized portion of the capital program (the ACP) is up \$364 million or 39 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 \$482 million. Actual 2017 capital expenditures total 41 percent of the adopted budget and 34 percent of the amended budget. Actual expenditures as a percent of the amended budget were 41 percent for transit projects, 25 percent for wastewater projects and 35 percent for parks projects.

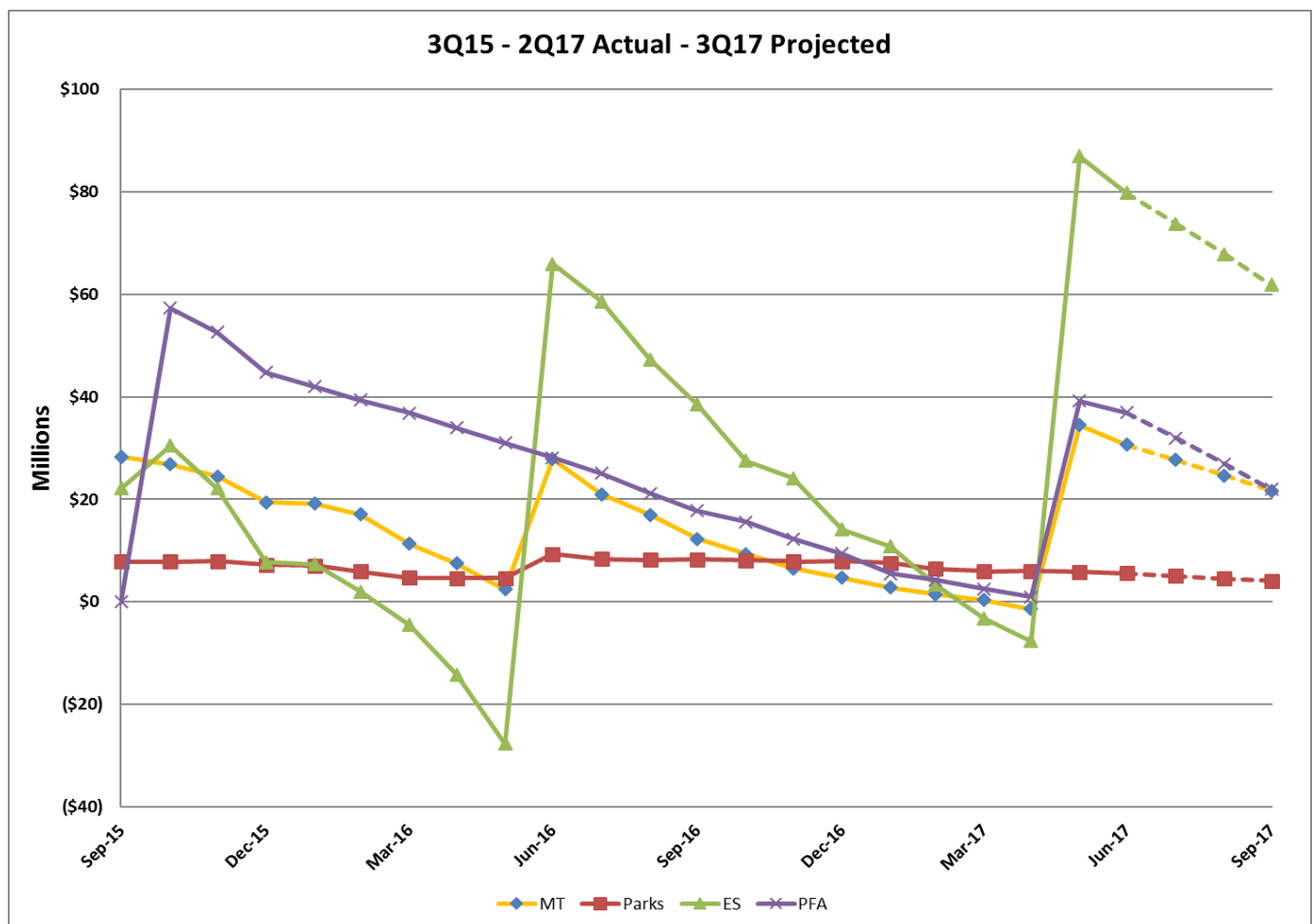
Financial Management Report

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 \$2.1M/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. 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
June 30, 2017
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Property Taxes	345,797	14,482,062	14,482,062	-
Investment Earnings	275,542	551,084	549,685	1,399
Chargebacks - MAC	78,018	78,018	-	78,018
Other Revenue	384,410	384,410	308,216	76,194
Total Revenues	1,083,767	15,495,574	15,339,963	155,611
<u>EXPENSES</u>				
Salary and Benefits	18,928,415	42,089,121	42,089,121	-
Consulting & Contractual Services	5,980,374	16,602,686	16,602,686	-
Rent & Utilities	1,770,741	4,509,628	4,509,628	-
Printing	15,161	217,500	217,500	-
Travel & Professional Development	288,894	688,190	688,190	-
Insurance	58,272	58,272	30,000	(28,272)
Other Operating Expense	465,580	1,652,633	1,652,633	-
Total Expenses	27,507,437	65,818,030	65,789,758	(28,272)
<u>TRANSFERS</u>				
Transfer In	24,770,528	56,752,367	56,752,367	-
Transfer Out	(5,584,042)	(9,263,192)	(9,263,192)	-
Total Transfers	19,186,486	47,489,175	47,489,175	-
Change in Reserve Balance	(7,237,184)	(2,833,281)	(2,960,620)	127,339
Beginning Fund Balance		18,911,597		
Assigned/Committed		(4,607,439)		
Ending Unassigned Reserve Balance		11,470,877		
2017 Target Balance (10%)		6,578,976		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
June 30, 2017

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Municipal Wastewater Charges	105,950,441	211,941,538	211,941,538	-
Industrial Charges	5,755,096	13,833,000	13,833,000	-
State Appropriations Revenue	894,585	2,032,954	2,998,303	(965,349)
Investment Earnings	358,882	850,000	850,000	-
Other Revenue	(117,435)	803,239	1,251,439	(448,200)
Total Revenues	112,841,569	229,460,731	230,874,280	(1,413,549)
<u>EXPENSES</u>				
Salary and Benefits	28,998,933	63,029,917	63,497,964	468,047
Consulting & Contractual Services	7,309,876	21,015,422	21,643,665	628,243
Rent & Utilities	7,036,100	16,844,811	16,999,661	154,850
Travel	181,114	363,125	401,206	38,081
Materials & Supplies	4,836,958	9,860,909	9,384,919	(475,990)
Chemicals	3,054,675	7,740,782	8,349,489	608,707
Capital Outlay	575,977	3,804,844	3,958,724	153,880
I&I, Stormwater, CWF, WOMP Grant Expense	915,961	4,775,251	4,570,251	(205,000)
Other Operating Expense	648,883	609,259	907,919	298,660
Total Expenses	53,558,477	128,044,320	129,713,798	1,669,478
<u>TRANSFERS</u>				
SAC Transfer	19,694,000	39,388,000	39,388,000	-
Transfers In	0	2,100,000	2,200,000	(100,000)
Debt Service	(62,000,000)	(124,000,000)	(124,000,000)	-
Transfer Out - RA Expense Allocation	(6,086,144)	(14,709,202)	(15,109,202)	400,000
Transfers Out	(3,830,655)	(7,330,655)	(7,000,000)	(330,655)
Total Transfers	(52,222,799)	(104,551,857)	(104,521,202)	(30,655)
Change in Reserve Balance	7,060,293	(3,135,446)	(3,360,720)	225,274
Beginning Reserve Balance		24,616,735		
Ending Unassigned Reserve Balance		21,481,289	*	
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)
June 30, 2017

Unaudited

	YTD ACTUALS	YTD PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>					
Federal Revenue	31,410,261	61,411,574	61,411,574	-	28,900,880
State Revenue	674,703	2,323,628	2,323,628	-	623,311
Investment Earnings	66,927	50,000	50,000	-	-
Other Revenue	1,209,875	2,115,000	2,115,000	-	5,532
Total Revenues	33,361,766	65,900,202	65,900,202	-	29,529,723
<u>EXPENSES</u>					
Salary and Benefits	1,821,925	3,808,804	3,808,804	-	-
Consulting & Contractual Services	380,997	765,000	858,000	93,000	-
Rent & Utilities	454,897	570,009	570,009	-	-
Housing Expenses	30,137,549	59,785,000	59,785,000	-	29,506,382
Travel	15,296	31,000	55,000	24,000	-
Insurance	81,447	95,000	95,000	-	-
Other Operating Expense	150,589	190,258	190,258	-	-
Total Expenses	33,042,700	65,245,071	65,362,071	117,000	29,506,382
<u>TRANSFERS</u>					
Transfer Out - RA Expense Allocation	(574,472)	(1,163,131)	(1,163,131)	-	-
Transfer In - Allocation	-	200,000	200,000	200,000	-
Total Transfers	(574,472)	(963,131)	(963,131)	200,000	-
Change in Reserve Balance	(255,406)	(308,000)	(425,000)	317,000	23,341
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		(308,000)			
Ending Reserve Balance		10,068,188			
2017 Target Balance (8.3%)		5,425,052			

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Bus Operations

June 30, 2017

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	33,378,279	69,052,684	73,334,695	(4,282,011)
Auxiliary Transit Revenue	1,729,831	3,459,001	3,150,000	309,001
State Appropriations	13,686,002	18,233,004	18,233,000	4
State Revenue - MVST	104,815,500	208,944,000	208,944,000	-
Federal Grants	1,977,785	3,687,661	3,687,661	-
Investment Earnings	441,369	882,615	500,000	382,615
Other Revenue	668,694	1,288,353	1,050,527	237,826
Total Revenues	156,697,460	305,547,318	308,899,883	(3,352,565)
<u>EXPENSES</u>				
Salary and Benefits	113,010,227	235,023,975	244,520,778	9,496,803
Consulting & Contractual Services	4,268,027	9,287,890	11,524,596	2,236,706
Fuel	6,742,953	14,524,689	17,418,291	2,893,602
Materials & Supplies	9,702,197	20,865,036	22,460,333	1,595,297
Utilities	2,028,933	4,057,325	4,352,779	295,454
Other Operating Expense	2,052,183	6,179,439	7,974,915	1,795,476
Total Expenses	137,804,520	289,938,354	308,251,692	18,313,338
<u>TRANSFERS</u>				
Transfer In - MVST	1,717,500	4,122,000	4,122,000	-
Transfer In - Transit Allocations	5,146,056	10,294,282	10,074,811	219,471
Transfer Out - RA Expense Allocation	(13,105,560)	(29,121,969)	(29,121,969)	-
Total Transfers	(6,242,004)	(14,705,687)	(14,925,158)	219,471
Change in Reserve Balance	12,650,936	903,277	(14,276,967)	15,180,244
Beginning Reserve Balance		41,719,793		
Ending Reserve Balance		42,623,070		*
2017 Target Balance (8.3 - 12.5%)		27,165,805		

* Includes TOD fund balance of \$5.5M

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

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	11,609,820	24,475,593	22,465,917	2,009,676
Auxiliary Transit Revenue	529,446	1,458,871	1,500,000	(41,129)
State Revenue - GF Appropriation	7,317,000	14,634,000	14,634,000	-
Federal Revenue	600,000	1,200,000	1,200,000	-
Local Revenue	12,268,104	24,536,204	24,536,204	-
Investment Earnings	101,453	113,955	25,000	88,955
Other Revenue	29,051	58,112	25,000	33,112
Total Revenues	32,454,874	66,476,735	64,386,121	2,090,614
<u>EXPENSES</u>				
Salary and Benefits	21,065,457	43,008,642	45,663,832	2,655,190
Consulting & Contractual Services	415,757	2,484,759	2,040,025	(444,734)
Fuel	13,495	27,002	13,482	(13,520)
Materials & Supplies	2,279,100	4,908,827	4,664,217	(244,610)
Utilities	2,470,898	6,141,804	6,575,877	434,073
Other Operating Expense *	681,899	4,296,782	2,100,711	(2,196,071)
Total Expenses	26,926,606	60,867,816	61,058,144	190,328
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(4,634,257)	(9,219,809)	(9,148,731)	(71,078)
Transfer Out - RA Expense Allocation	(428,043)	(4,133,796)	(4,133,796)	-
Total Transfers	(5,062,300)	(13,353,605)	(13,282,527)	(71,078)
Change in Reserve Balance	465,968	(7,744,686)	(9,954,550)	2,209,864
Beginning Reserve Balance		<u>18,805,188</u>		
Ending Reserve Balance		11,060,502		
2017 Target Balance (8.3 - 12.5%)		6,170,276		

* 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
June 30, 2017

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	1,213,754	2,454,976	2,403,067	51,909
State Revenue - MVST	1,783,500	3,567,000	3,567,000	-
Local Revenue - CTIB	3,486,198	6,972,396	6,972,396	-
Other Local Revenue	1,337,964	2,675,928	2,675,928	-
Investment Earnings	40,270	65,270	-	65,270
Total Revenues	7,861,686	15,735,570	15,618,391	117,179
<u>EXPENSES</u>				
Salary and Benefits	2,132,132	4,338,827	5,395,896	1,057,069
Consulting & Contractual Services	3,298,482	6,597,058	6,481,140	(115,918)
Fuel	404,988	810,003	1,159,008	349,005
Materials & Supplies	147,987	740,208	1,240,188	499,980
Utilities	309,592	669,191	776,520	107,329
Other Operating Expense *	1,158,245	3,681,489	2,544,552	(1,136,937)
Total Expenses	7,451,426	16,836,776	17,597,304	760,528
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(511,799)	(1,023,611)	(978,420)	(45,191)
Transfer Out - RA Expense Allocation	(181,591)	(448,080)	(448,080)	-
Total Transfers	(693,390)	(1,471,691)	(1,426,500)	(45,191)
Change in Reserve Balance	(283,130)	(2,572,897)	(3,405,413)	832,516
Beginning Reserve Balance		5,886,266		
Ending Reserve Balance		3,313,369		
2017 Target Balance (8.3 - 12.5%)		1,578,976		

* other operating expense includes refunds to funding partners of \$1.1M in year end actuals

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	1,751,465	4,192,640	4,642,640	(450,000)
State Revenue - MVST	321,000	1,861,028	642,028	1,219,000
Investment Earnings	17,437	35,000	-	35,000
Chargebacks from MAC	40,915	103,150	103,150	-
Total Revenues	2,130,817	6,191,818	5,387,818	804,000
<u>EXPENSES</u>				
Salary and Benefits	1,158,305	2,776,932	2,976,932	200,000
Consulting & Contractual Services	565,362	2,071,290	2,360,290	289,000
Rent & Utilities	330,874	412,506	412,506	-
Travel	14,627	42,441	42,441	-
Grants	-	75,000	210,000	135,000
Other Operating Expense	59,568	144,855	144,855	-
Total Expenses	2,128,736	5,523,024	6,147,024	624,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(854,069)	(1,835,129)	(1,835,129)	-
Total Transfers	(854,069)	(1,835,129)	(1,835,129)	-
Change in Reserve Balance	(851,988)	(1,166,335)	(2,594,335)	1,428,000
Beginning Reserve Balance		4,615,727		
Ending Reserve Balance		3,449,392		
2017 Target Balance (Combined 15%, 31.5% TP Fund)		2,514,000		

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

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenue	2,576,874	5,156,456	6,556,456	(1,400,000)
State Appropriations	29,059,998	60,902,000	62,109,000	(1,207,000)
Investment Earnings	110,405	175,000	-	175,000
Total Revenues	31,747,277	66,233,456	68,665,456	(2,432,000)
<u>EXPENSES</u>				
Salary and Benefits	746,108	1,694,103	1,744,103	50,000
Consulting & Contractual Services	26,046,272	55,303,566	59,838,166	4,534,600
Fuel	2,193,470	5,528,184	6,878,184	1,350,000
Rent & Utilities	170,229	361,731	111,731	(250,000)
Other Operating Expense	121,513	295,526	295,526	-
Total Expenses	29,277,592	63,183,110	68,867,710	5,684,600
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,063,888)	(1,965,479)	(1,965,479)	-
Total Transfers	(1,063,888)	(1,965,479)	(1,965,479)	-
Change in Reserve Balance	1,405,797	1,084,867	(2,167,733)	3,252,600
Beginning Reserve Balance		11,638,445		
Ending Reserve Balance		12,723,312		
2017 Target Balance (10%)		7,083,000		

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

	YTD ACTUALS	YEAR-END PROJECTIONS	2017 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	1,063,592	2,291,541	2,621,541	(330,000)
Federal Revenue	806,041	2,058,834	1,908,084	150,750
State Revenue - MVST	11,391,500	21,675,972	22,782,972	(1,107,000)
Local Revenue	861,232	1,750,645	1,750,645	-
Investment Earnings	54,742	0	-	-
Total Revenues	14,177,107	27,776,992	29,063,242	(1,286,250)
<u>EXPENSES</u>				
Salary and Benefits	365,879	798,663	798,663	-
Consulting & Contractual Services	11,675,733	25,125,348	25,460,348	335,000
Rent & Utilities	20,352	80,630	80,630	-
Travel	3,935	12,894	12,894	-
Grants	229,019	916,834	1,111,084	194,250
Other Operating Expense	27,687	168,075	168,075	-
Total Expenses	12,322,605	27,102,444	27,631,694	529,250
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(480,414)	(773,750)	(773,750)	-
Total Transfers	(480,414)	(773,750)	(773,750)	-
Change in Reserve Balance	1,374,088	(99,202)	657,798	(757,000)
Beginning Reserve Balance		3,353,646		
Ending Reserve Balance		3,254,444		
2017 Target Balance (Combined 15%, 10% Cont Svc Funds)		2,841,000		