

## Management Committee

Meeting date: September 13, 2017

For the Metropolitan Council meeting of September 27, 2017

**Subject:** 2017 Unified Budget Amendment – Third Quarter Amendment

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

**Policy/Legal Reference:** MN Statutes Section 473.13, Subd. 1

**Staff Prepared/Presented:** Paul Conery, Director of Budget and Operations (651-602-1374)

**Division/Department:** All

### Proposed Action

That the Metropolitan Council authorizes the amendment of the 2017 Unified Budget as indicated and in accordance with the attached tables.

### Background

The third quarter unified budget amendment includes amendments to both the operating budget and capital program for Community Development and to the capital program for Transportation.

These proposed amendments were reviewed and approved by the Transportation Committee on September 11. The Community Development Committee will review the proposed amendment on September 18 and any comments or concerns will be communicated to the Council.

### Operating Component of the 2017 Unified Budget

#### Community Development

Change in Expenditures: \$ 1,400,000

Change in Revenues/Other Sources: \$ 600,000

Change in Reserves: (\$800,000)

Community Development is requesting that the 2017 budget for the Section 8 Housing Choice Voucher program be increased by \$1.4 million to allow the Metro HRA to continue to serve the 6,502 families it was able to serve in 2016. Higher rents have resulted in higher per-family subsidy costs. The budget increase will be funded with \$600 thousand in additional federal revenues and \$800 thousand in Metro HRA reserves. Metro HRA has sufficient reserves above its target fund balance.

### Capital Component of the 2017 Unified Budget

#### Transportation

Change in Authorized Capital Program (ACP): \$100,162,695

Additions: \$145,649,806

Reductions: (\$45,487,111)

Change in Capital Improvement Plan (CIP): (\$100,590,657)

Change in Capital Program (ACP+CIP): (\$427,962)

Change in 2017 Capital Budget: \$39,636,138

This amendment programs federal, state, regional and other revenue available from federal grants, new funding from the 2017 legislative session and new regional bonding authority to capital projects that will implement the Council's adopted transit capital program. The \$145.6 million in new project authorizations are funded with \$71.6 million in federal funds (49%), \$14.8 million in state funds (10%), \$27.4 million in county and other local funds (19%) and \$31.8 million in regional funds (22%).

### Community Development - Parks and Open Space

Change in Authorized Capital Program (ACP): (68,544)

Additions: \$0

Reductions: (\$68,544)

Change in Capital Improvement Plan (CIP): \$68,544

Change in Capital Program (ACP+CIP): \$0

Changes in 2017 Capital Budget: (\$13,709)

The amendment makes minor adjustments to four capital projects that will implement the parks capital program to reflect timing changes for projects approved in the second quarter amendment.

### **Rationale**

The proposed amendments allow Council projects that have received funding commitments to proceed.

### **Thrive Lens Analysis**

- In Metro HRA, the amendment supports the Thrive **prosperity** outcome. By providing continued rent assistance to existing program participants will allow low-income families with the opportunity for continued stable housing and all families to flourish and thrive.
- In Metro HRA, the amendment supports the Thrive **equity** outcome. Our region is stronger when all people have real choice in where we live, providing safe housing options for families that may not otherwise have that choice.
- In Regional Parks and Natural Resources, the amendment supports the Thrive **livability** outcome. The acquisition of easements and property for parks and trail increased the livability of the region by implementing the Council-approved master plans for the Regional Parks System.
- In Transportation, the amendment supports the Thrive **stewardship** outcome. Providing for the replacement of existing transit facilities and vehicles ensures that we are maintain infrastructure in the region.
- In Transportation, the amendment supports the Thrive **livability** outcome. Providing new transit facilities strategically throughout the region increases transportation choices to residents.

### **Funding**

The operating budget amendment is funded with new federal revenues and available reserves.

The capital budget amendment is funded with federal funds, state funds, local funds and regional funds.

The following table summarizes the regional transit bonding authority committed to authorized projects. The remaining authority will be committed to planned projects in future amendments.

	Metro Transit	Metro Transp. Serv.	Total
2015 Authorization	\$22,980,000	\$15,320,000	\$38,300,000
Advance on 2016 Authorization	1,660,162	(1,660,162)	0
2016 Authorization	22,399,838	17,700,162	40,100,000
2017 Authorization	25,200,000	16,800,000	42,000,000
Available Authority	72,240,000	48,160,000	120,400,000
Previously Committed	37,252,033	23,492,460	60,744,493
Plus: This Amendment	<u>24,757,065</u>	6,948,547	<u>31,705,612</u>
	<del>27,557,065</del>		<del>34,505,612</del>
Total Committed	<u>62,009,098</u>	30,441,007	<u>92,450,105</u>
	<del>64,809,098</del>		<del>95,250,105</del>
Remaining Authority	<u>10,230,902</u>	17,718,993	<u>27,949,895</u>
	<del>7,430,902</del>		<del>25,149,895</del>

### Fiscal Impact

The proposed amendments have no impact on regional taxpayers beyond those presented in the 2017 Unified Budget.

### Known Support / Opposition

None

### Attachments

Table 2: 2017 Summary Budget – Amended September 27, 2017

Table 4: 2017 Pass-Through Budget – Amended September 27, 2017

Table 9: 2017 Transportation Capital Program – Amended September 27, 2017

Table 11: 2017 Parks and Open Space Capital Program – Amended September 27, 2017

Transportation Committee Business Item – September 11, 2017

Community Development Committee Business Item – September 18, 2017



**METROPOLITAN COUNCIL  
SUMMARY BUDGET  
OPERATIONS, PASSTHROUGH AND DEBT SERVICE  
FY17**

**TABLE 2**

Amended September 27, 2017

(\$ in 000s)

	Council Operations	Passthrough Grants & Loans	Debt Service Funds	Other Post Employment Benefits (OPEB)	Total
<b>Revenues</b>					
Property Tax	14,482	16,367	52,772	-	83,621
Federal Revenues	47,844	57,085	-	-	104,929
State Revenues	324,166	43,220	-	-	367,386
Local Revenues	37,342	-	-	-	37,342
Municipal Wastewater Charges	128,144	-	83,797	-	211,941
Industrial Wastewater Charges	13,018	-	815	-	13,833
Passenger Fares, Contract & Special Events	107,327	-	-	-	107,327
Investment Earnings	1,975	800	276	15,549	18,600
Other Revenues	9,180	-	-	-	9,180
<b>Total Revenues</b>	<b>683,478</b>	<b>117,472</b>	<b>137,660</b>	<b>15,549</b>	<b>954,159</b>
<b>Other Sources</b>					
MVST Transfers In	2,407	-	-	-	2,407
SAC Transfers In	-	-	39,388	-	39,388
<b>Total Other Sources</b>	<b>2,407</b>	<b>-</b>	<b>39,388</b>	<b>-</b>	<b>41,795</b>
<b>Total Revenues and Other Sources</b>	<b>685,885</b>	<b>117,472</b>	<b>177,048</b>	<b>15,549</b>	<b>995,954</b>
<b>Expenses</b>					
Salaries & Benefits	428,559	-	-	-	428,559
OPEB Benefit Payments	-	-	-	12,580	12,580
Consulting & Contractual Services	59,285	-	-	-	59,285
Materials & Supplies	37,819	-	-	-	37,819
Fuel	25,806	-	-	-	25,806
Chemicals	8,323	-	-	-	8,323
Rent & Utilities	34,693	-	-	-	34,693
Printing	749	-	-	-	749
Travel	1,927	-	-	-	1,927
Insurance	7,541	-	-	-	7,541
Transit Programs	83,742	-	-	-	83,742
Operating Capital	5,338	-	-	-	5,338
Governmental Grants	7,037	-	-	-	7,037
Other Expenses	12,309	-	-	-	12,309
Passthrough Grants & Loans	-	128,240	-	-	128,240
Debt Service Obligations	-	-	172,689	-	172,689
<b>Total Expenses</b>	<b>713,128</b>	<b>128,240</b>	<b>172,689</b>	<b>12,580</b>	<b>1,026,637</b>
<b>Other Uses</b>					
Net Interbudget Transfers	(1,500)	(3,000)	-	-	-
Transfer to Capital	10,661	-	730	-	11,391
<b>Total Other Uses</b>	<b>9,161</b>	<b>(3,000)</b>	<b>730</b>	<b>-</b>	<b>11,391</b>
<b>Total Expenses and Other Uses</b>	<b>722,289</b>	<b>125,240</b>	<b>173,419</b>	<b>12,580</b>	<b>1,038,028</b>
<b>Change in Fund Balance</b>	<b>(36,404)</b>	<b>(7,768)</b>	<b>3,629</b>	<b>2,969</b>	<b>(42,074)</b>



**METROPOLITAN COUNCIL  
SUMMARY BUDGET  
PASSTHROUGH GRANTS AND LOANS  
FY17**

Amended September 27, 2017

**Table 4**

(\$ in 000s)

	Metro HRA	Parks O & M	Planning Assistance	LC Tax Base Revitalization Account	LC Demonstration Account	LC Local Housing Incentives Account	Livable Communities	Suburban Transit Providers	MCES Grants	Memo Total
<b>Revenues:</b>										
Property Tax	-	-	-	5,000	11,367	-	16,367	-	-	16,367
Federal Revenues	57,085	-	-	-	-	-	-	-	-	57,085
State Revenues	2,160	10,500	-	-	-	-	-	29,715	845	43,220
Investment Earnings	-	-	-	250	500	50	800	-	-	800
<b>Total Revenues</b>	<b>59,245</b>	<b>10,500</b>	<b>-</b>	<b>5,250</b>	<b>11,867</b>	<b>50</b>	<b>17,167</b>	<b>29,715</b>	<b>845</b>	<b>117,472</b>
<b>Expenses:</b>										
Passthrough Grants & Loans	60,045	10,500	500	8,000	12,500	2,500	23,000	29,715	4,480	128,240
<b>Total Expenses</b>	<b>60,045</b>	<b>10,500</b>	<b>500</b>	<b>8,000</b>	<b>12,500</b>	<b>2,500</b>	<b>23,000</b>	<b>29,715</b>	<b>4,480</b>	<b>128,240</b>
<b>Other Sources and (Uses):</b>										
Transfer From Operations	-	-	-	(300)	(1,200)	2,500	1,000	-	2,000	3,000
<b>Net Other Sources and (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(300)</b>	<b>(1,200)</b>	<b>2,500</b>	<b>1,000</b>	<b>-</b>	<b>2,000</b>	<b>3,000</b>
<b>Change in Fund Balance</b>	<b>(800)</b>	<b>-</b>	<b>(500)</b>	<b>(3,050)</b>	<b>(1,833)</b>	<b>50</b>	<b>(4,833)</b>	<b>-</b>	<b>(1,635)</b>	<b>(7,768)</b>



Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
	Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
<b>METRO TRANSIT</b>									
<b>FLEET MODERNIZATION</b>									
Big Buses	123,939	16,731	140,670	175,229	-	175,229	299,168	16,731	315,899
Bus Tire Leasing	14,165	-	14,165	14,757	-	14,757	28,922	-	28,922
Commuter Rail Projects	-	-	-	9,500	-	9,500	9,500	-	9,500
Light Rail Vehicles	8,593	8,660	17,253	32,260	(8,660)	23,600	40,853	-	40,853
Non-Revenue Vehicles	-	-	-	1,157	-	1,157	1,157	-	1,157
<b>TOTAL FLEET MODERNIZATION</b>	<b>146,697</b>	<b>25,391</b>	<b>172,088</b>	<b>232,903</b>	<b>(8,660)</b>	<b>224,243</b>	<b>379,600</b>	<b>16,731</b>	<b>396,331</b>
<b>SUPPORT FACILITIES</b>									
Heywood Garage	18,541	-	18,541	64,213	-	64,213	82,754	-	82,754
Police Facility	27,500	-	27,500	-	-	-	27,500	-	27,500
Support Facility	73,905	19,595	93,500	92,669	(19,495)	73,174	166,574	100	166,674
<b>TOTAL SUPPORT FACILITIES</b>	<b>119,946</b>	<b>19,595</b>	<b>139,541</b>	<b>156,882</b>	<b>(19,495)</b>	<b>137,387</b>	<b>276,828</b>	<b>100</b>	<b>276,928</b>
<b>CUSTOMER FACILITIES</b>									
Bus System Customer Facility	47,394	(50)	47,344	51,785	(650)	51,135	99,179	(700)	98,479
Customer Facilities Rail	3,509	(300)	3,209	-	-	-	3,509	(300)	3,209
<b>TOTAL CUSTOMER FACILITIES</b>	<b>50,903</b>	<b>(350)</b>	<b>50,553</b>	<b>51,785</b>	<b>(650)</b>	<b>51,135</b>	<b>102,688</b>	<b>(1,000)</b>	<b>101,688</b>
<b>TECHNOLOGY IMPROVEMENTS</b>									
Technology Investments	32,421	2,379	34,800	52,558	(1,350)	51,208	84,979	1,029	86,008
<b>TOTAL TECHNOLOGY IMPROVEMENTS</b>	<b>32,421</b>	<b>2,379</b>	<b>34,800</b>	<b>52,558</b>	<b>(1,350)</b>	<b>51,208</b>	<b>84,979</b>	<b>1,029</b>	<b>86,008</b>
<b>OTHER CAPITAL EQUIPMENT</b>									
Other Capital Equipment	41,121	7,139	48,260	36,604	(7,400)	29,204	77,725	(261)	77,464
<b>TOTAL OTHER CAPITAL EQUIPMENT</b>	<b>41,121</b>	<b>7,139</b>	<b>48,260</b>	<b>36,604</b>	<b>(7,400)</b>	<b>29,204</b>	<b>77,725</b>	<b>(261)</b>	<b>77,464</b>
<b>TRANSITWAYS - NON NEW STARTS</b>									
Arterial Bus Rapid Transit (ABRT)	32,760	14,250	47,010	24,559	(12,437)	12,122	57,319	1,813	59,132
Commuter Rail Projects	1,200	-	1,200	2,950	-	2,950	4,150	-	4,150
Highway Bus Rapid Transit (HBRT)	78,622	23,000	101,622	153,524	(23,000)	130,524	232,146	-	232,146
Light Rail Projects	127,760	5,489	133,249	28,056	(1,000)	27,056	155,816	4,489	160,305
Transitway Planning	220	-	220	1,400	-	1,400	1,620	-	1,620
<b>TOTAL TRANSITWAYS - NON NEW STARTS</b>	<b>240,561</b>	<b>42,739</b>	<b>283,301</b>	<b>210,489</b>	<b>(36,437)</b>	<b>174,052</b>	<b>451,051</b>	<b>6,302</b>	<b>457,353</b>
<b>FEDERAL NEW STARTS RAIL PROJECTS</b>									
Metro Blue Line (Bottineau Boulevard)	181,686	3,250	184,936	1,354,489	(3,250)	1,351,239	1,536,175	-	1,536,175
Metro Green Line (Central Corridor)	41,900	-	41,900	-	-	-	41,900	-	41,900
Metro Green Line (Southwest Corridor)	446,025	-	446,025	1,471,656	-	1,471,656	1,917,681	-	1,917,681
Northstar Commuter Rail	10,327	-	10,327	-	-	-	10,327	-	10,327
<b>TOTAL FEDERAL NEW STARTS RAIL PROJECTS</b>	<b>679,938</b>	<b>3,250</b>	<b>683,188</b>	<b>2,826,145</b>	<b>(3,250)</b>	<b>2,822,895</b>	<b>3,506,083</b>	<b>-</b>	<b>3,506,083</b>
<b>TOTAL METRO TRANSIT CAPITAL PROGRAM</b>	<b>1,311,588</b>	<b>100,143</b>	<b>1,411,731</b>	<b>3,567,367</b>	<b>(77,242)</b>	<b>3,490,124</b>	<b>4,878,955</b>	<b>22,901</b>	<b>4,901,856</b>

Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
	Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
<b>METROPOLITAN TRANSPORTATION SERVICES</b>									
<b>FLEET MODERNIZATION</b>									
Big Buses	73,193	(2,638)	70,555	119,709	(16,099)	103,610	192,902	(18,738)	174,165
Non-Revenue Vehicles	36	-	36	39	-	39	75	-	75
Repairs, Equipment and Technology	11,415	(427)	10,988	30,413	-	30,413	41,828	(427)	41,401
Small Buses	26,905	6,834	33,739	89,557	(6,665)	82,892	116,462	169	116,631
TOTAL FLEET MODERNIZATION	111,548	3,769	115,318	239,719	(22,764)	216,955	351,267	(18,995)	332,272
<b>CUSTOMER FACILITIES</b>									
Bus System Customer Facility	-	-	-	1,548	-	1,548	1,548	-	1,548
TOTAL CUSTOMER FACILITIES	-	-	-	1,548	-	1,548	1,548	-	1,548
<b>TECHNOLOGY IMPROVEMENTS</b>									
Technology Investments	4,151	584	4,735	10,572	(584)	9,988	14,723	-	14,723
TOTAL TECHNOLOGY IMPROVEMENTS	4,151	584	4,735	10,572	(584)	9,988	14,723	-	14,723
<b>OTHER REGIONAL PROVIDERS - NON FLEET</b>									
Maple Grove Transit	1,676	83	1,759	1,548	-	1,548	3,224	83	3,307
Minnesota Valley Transit Association	14,527	(1,945)	12,582	8,164	-	8,164	22,365	(1,945)	20,745
Plymouth Transit	4,029	53	4,082	1,545	-	1,545	5,574	53	5,626
SouthWest Transit	739	(139)	600	2,943	-	2,943	3,682	(139)	3,543
University of Minnesota Transit	850	-	850	1,827	-	1,827	2,677	-	2,677
TOTAL OTHER REGIONAL PROVIDERS - NON FLEET	21,820	(1,947)	19,873	16,026	-	16,026	37,522	(1,947)	35,899
<b>TRANSITWAYS - NON NEW STARTS</b>									
Transitways	21,326	(2,386)	18,940	-	-	-	21,326	(2,386)	18,940
TOTAL TRANSITWAYS - NON NEW STARTS	21,326	(2,386)	18,940	-	-	-	21,326	(2,386)	18,940
<b>TOTAL MTS CAPITAL PROGRAM</b>									
	158,846	20	158,865	267,865	(23,348)	244,517	426,386	(23,329)	403,382
<b>COMBINED</b>									
FLEET MODERNIZATION	258,245	29,160	287,406	472,622	(31,424)	441,198	730,868	(2,264)	728,603
SUPPORT FACILITIES	119,946	19,595	139,541	156,882	(19,495)	137,387	276,828	100	276,928
CUSTOMER FACILITIES	50,903	(350)	50,553	53,333	(650)	52,683	104,236	(1,000)	103,236
TECHNOLOGY IMPROVEMENTS	36,572	2,963	39,535	63,130	(1,934)	61,196	99,702	1,029	100,731
OTHER REGIONAL PROVIDERS - NON FLEET	21,820	(1,947)	19,873	16,026	-	16,026	37,847	(1,947)	35,899
OTHER CAPITAL EQUIPMENT	41,121	7,139	48,260	36,604	(7,400)	29,204	77,725	(261)	77,464
TRANSITWAYS - NON NEW STARTS	261,888	40,353	302,241	210,489	(36,437)	174,052	472,377	3,916	476,293
FEDERAL NEW STARTS RAIL PROJECTS	679,938	3,250	683,188	2,826,145	(3,250)	2,822,895	3,506,083	-	3,506,083
TOTAL TRANSPORTATION	1,470,434	100,163	1,570,597	3,835,232	(100,591)	3,734,641	5,305,666	(428)	5,305,238

## Transportation Committee

Meeting date: September 11, 2017

For the Metropolitan Council meeting of September 27, 2017

**Subject:** Authorization to Amend the 2017 Unified Budget

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

**Policy/Legal Reference:** 2017 Unified Budget; Mn Statutes Section 473.13, Subd. 1 – Council Budget Requirements

**Staff Prepared/Presented:** Nick Thompson, Director, MTS 651-602-1754; Brian J. Lamb, General Manager, Metro Transit 612-349-7510; Edwin D. Petrie, Director of Finance, Metro Transit 612-349-7624; Heather Aagesen-Huebner, Manager of Administration, MTS 651-602-1728; Nick Hendrikson, Principal Financial Analyst, MTS 651-602-1340

**Division/Department:** Transportation / Metropolitan Transportation Services

### Proposed Action

That the Metropolitan Council amend the 2017 Unified Budget – Capital Program (annual appropriation) and Authorized Capital Program (multi-year authorization) as indicated and in accordance with the Capital Program – Attachment #1 (Program Level).

### Background

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

### Capital Program:

#### Metro Transit

#### Administrative Adjustments:

##### **Orange Line - Project 62405**

As a result of CTIB dissolution in Q3 2017, \$420,000 of the 2017 Orange Line capital grant will be assumed by Hennepin and Dakota Counties. Hennepin Co. will assume the capital grant and pay CTIB funds directly. The Dakota Co share will be paid separately, and is requested to be divided from existing authorized CTIB funds in the authorized capital program 2017 budget. Funds will be used for project development activities including design, engineering, and staff time. This project is identified in the CIP.

#### Reallocating Existing Funding / Closing Projects:

##### **Snelling Site Alternatives - #62652 – CLOSE**

This amendment will close this project and reduce (\$1,247) in RTC funding back into the Metro Transit Capital Program to reflect project completion and final project expenditures. This project is identified in the CIP.

##### **O&M Bldg. Improvements - #64910 – CLOSE**

This amendment will close this project and reduce (\$131,890) in RTC funding back into the Metro Transit Capital Program to reflect project completion and final project expenditures. This project is identified in the CIP.



**Fare Collection Equipment - #67901 - CLOSE**

This amendment will close this project and reduce (\$6,434) in RTC funding back into the Metro Transit Capital Program to reflect project completion and final project expenditures. This project is identified in the CIP.

**Rail Radios & Communications Equip - #68308 - CLOSE**

This amendment will close this project and reduce (\$9) in RTC funding back into the Metro Transit Capital Program to reflect project completion and final project expenditures. This project is identified in the CIP.

**Projects to Close: This amendment will close these projects. These projects are complete and all funds were used. These projects are identified in the CIP.**

**HLRT Crossing Signals - #61220 – CLOSE**

**P&R CCTV Security Upgrade - #62223 – CLOSE**

**Hiawatha LRT: Reader Board Enhancement - #63702 – CLOSE**

**PCI Equipment/Server Replacement - #67500 – CLOSE**

**Wireless Video Hiawatha LRT 1% Sec (2012) - #68214 – CLOSE**

**Light Rail Camera's - #68406 – CLOSE**

**Mobile Camera Trailers - #68504 – CLOSE**

**Upgrade Burglar Alarm System - #69213 – CLOSE**

**Reduce Authorized Funding:** None

**Increase Authorization, Reduce Authorization and Authorize New Projects:**

**Metro Gold Line BRT - #61402**

This amendment provides funding provided by Washington County, Ramsey County, and Ramsey County Regional Railroad Authority in the amount of \$17,000,000 and \$6,000,000 in 2015-2016 CTIB grants and local funding for the Project Development phase of the Gold Line BRT project. The Council authorized agreements for these funds on August 23, 2017 through item 2017-172. This project is identified in the CIP.

**Blue Line Extension LRT Project - #61043**

This amendment recognizes \$3,250,000 in MN DOT funding for the Subordinate Funding Agreement #4 (SFA#4) between the Metropolitan Council and MN DOT to reimburse the Council for Council's work on the BLRT's Bassett Creek Storm Sewer Utility Relocation. This project is identified in the CIP.

**IS Capital Upgrades & Enhancements – Project - #68700**

This amendment provides \$1,219,000 in RTC Funding to refresh desktops, laptops, printers, servers, police video storage, network equipment and video conferencing. This project is identified in the CIP.

**C-Line BRT – Project - #61404**

This amendment provides \$4,400,000 in Federal Funding and \$9,850,000 in RTC Funding for construction funding for C Line stations. Within construction, funds will be used to acquire needed temporary easements for the project, fund consultant services for construction administration, support agency staff time for project delivery, and fund construction. This project is identified in the CIP.

**C-Line Expansion Buses- Project - #65401**

This amendment provides \$13,948,049 in CMAQ/Federal Formula Funding and \$2,782,645 in RTC Funding toward the purchase of up to 12 sixty-foot BRT buses for C-line expansion. This project is identified in the CIP.

**Video Retrofit Starter Kit - Project NEW**

This amendment provides \$350,000 in RTC Funding to utilize new video technology to support existing software on current buses. This project is identified in the CIP.

**Fare Collection System Upgrade- Project - #67210**

This amendment provides \$5,200,000 Federal Funding and \$1,300,000 in RTC Funding to upgrade Cubic software to the most current version based on growing obsolescence of the current version of software. This project is identified in the CIP.

**Metro Blue Line Option Vehicles - Note Payable – Project # 65508**

This amendment reduces CTIB funding in the amount of (\$2,800,000) and provides \$2,800,000 in MVST funding for the second installment due to Hennepin County (formerly CTIB) for Metro Blue Line Option Vehicles. This project is identified in the CIP.

**Mall of American Transit Station Renovations - Project - #62317**

This amendment provides \$7,000,000 in Federal CMAQ Funds, \$2,250,000 in CTIB Funds, \$5,000,000 City of Bloomington funds and \$8,750,000 in State Bonds. This work includes new bus gate locations, new efficiencies in Transit Operations, new security components, a new Transit Station and a new entrance into the Mall of America. This project is identified in the CIP.

**Facility Energy Conservation & Enhancement- Project - # 62111**

This amendment provides \$1,600,000 in Federal Funding and \$400,000 in RTC Funding for the replacement, renovation, or technological upgrades that facilitates reductions in system energy consumption at Metro Transit public and support facilities. This project is identified in the CIP.

**Northstar Track & Facility Improvements- Project - # 64501**

This amendment provides \$2,880,000 in Federal Funding and \$720,000 in RTC Funding to construct an additional maintenance track with pit into the existing Northstar vehicle maintenance facility. It also includes construction of a single-axle locomotive drop table into the existing service and inspection track. This project is identified in the CIP.

**Blue Line Facilities Improvements – Project - New**

This amendment provides \$500,000 in RTC Funding for floating slab joint improvements, safety nets and railings, and signal house air conditioning. This project is identified in the CIP.

**Rail Station Modifications – Project - New**

This amendment provides \$400,000 in RTC Funding for ADA and safety improvements on LRT and Northstar stations. This project is identified in the CIP.

**Northstar Non-Revenue Storage Addition – Project - New**

This amendment provides \$250,000 in RTC Funding for Design and Staff costs for the Northstar Non-Revenue Storage Addition. This project is identified in the CIP.

**BNSF Track & Additional Yard Track – Project - New**

This amendment provides \$895,000 in RTC Funding to modify yard track and signal equipment to add an additional main line connection to the Northstar Yard. This project is identified in the CIP.

**Heywood Garage Modernization- Project - # 63500**

This amendment provides \$10,400,000 in Federal Funding and \$2,600,000 in RTC Funding to renovate and expand the existing Heywood bus operation and maintenance garage, which will modernize the facility based on the additional buses, staff, and changes in bus fleet mix since the garage was constructed in 1984. The garage will be renovated in such a way that there will be enough space to accommodate the current fleet mix of standard, coach, hybrid and the articulated buses. This project will replace lifts, modify inspection pits and renovate the shop areas in the maintenance area of the Garage. The proposed expansion on the west side of the building will allow Metro Transit to enlarge the spaces designated for bus operations, training, the operator's check-in area, and other operation functions. This project is identified in the CIP.

**Hoist Replacement – Project - New**

This amendment provides \$400,000 in RTC Funding to continue the planned hoist replacement program. This project is identified in the CIP.

**LRT-LRV Overhaul Type 2, OVH 1- Project - NEW**

This amendment provides \$4,800,000 in Federal Funding and \$1,200,000 in RTC Funding for type 2, Overhaul 1 program, a manufacturer (OEM) time based scheduled maintenance program. Components and sub components of the LRV require replacement or rebuilding every 500,000 miles. This overhaul focuses on rebuilding the primary propulsion, braking and suspension systems; all of which are located in the motor (2) and center (1) trucks. Because of the long-lead times in purchasing parts as long as 1 ½ years and the time required to rebuild 2 motor truck (one month) the overhaul (parts purchase) will start in September of 2017. The overhaul is scheduled to be completed By December of 2022. This project is identified in the CIP.

**LRT-Blue – LVR Overhaul Type 1, OVH2- Project - # 64401**

This amendment provides \$1,480,000 in Federal Funding and \$370,000 in RTC Funding to rebuild the primary propulsion, braking and suspension systems; all of which are located in the motor (2) and center (1) trucks. Because of the long-lead times in purchasing parts as long as 1 ½ years and the time required to rebuild 2 motor truck (one month) the overhaul started in September of 2015. The overhaul is scheduled to be completed By December of 2018. This project is identified in the CIP.

**LRT-Blue Type 1 LRV Corrosion Mitigation – Project - New**

This amendment provides \$810,000 in RTC Funding so each LRV will be brought in and the non-removable belly pans will be replaced with removable pans. Each LRV will be sandblasted, corroded metal replaced, rust inhibitor added and the LRV painted. This project is identified in the CIP.

**LRT – Arinc Scada System Upgrade - # 68512**

This amendment provides \$800,000 in Federal Funding and \$200,000 in RTC Funding to upgrade the Arinc SCADA system to track delays, trouble reports, do Rail Transit Supervisor shift transfers and track Permitting/ Right of Way Access. This project is identified in the CIP.

**LRT Rail Maintenance Miscellaneous – Project - #65321**

This amendment provides \$2,000,000 in Federal Funding and \$500,000 in RTC Funding for miscellaneous goods and services for maintaining railroad equipment and infrastructure in a state of good repair. This project is identified in the CIP.

**LRT Blue Power Switch Motor Rehab – Project - New**

This amendment provides \$100,000 in RTC Funding to rehab motors on each switch heater cabinet. This project is identified in the CIP.

### **LRT Blue Signal System Backup Power – Project - New**

This amendment provides \$50,000 in RTC Funding to provide backup power for critical interlockings in case of loss of power due to storms or other interruptions. This project is identified in the CIP.

## **Metropolitan Transportation Services**

### **Administrative Adjustments:**

#### **Big Bus (Undesignated) – Project 35001**

##### **2016 MVTA 40' Bus (11) Replace – Project 36043**

This amendment will reallocate \$350,000 in RTC funds from project 35001 to project 36043 to complete the bus purchase for 11 forty-foot buses for MVTA. This project is identified in the CIP.

### **Reallocating Existing Funding / Closing Projects:**

#### **MVTA Undesignated – Project 36005**

**MVTA - Cust Facil Improv (NTD) - Project #35916 – CLOSE**

**MVTA - Support Fac Impr (NTD) - Project #35915 – CLOSE**

**MVTA - Customer Facility Repair - Project #35967 – CLOSE**

**MVTA - Website Redesign (NTD) - Project #35970 – CLOSE**

**MVTA - Office Equipment (NTD) - Project #35972 – CLOSE**

**MVTA - EBG Expansion Debt Svc - Project #36035 – CLOSE**

This amendment will close these projects and reduce (\$31,652) in MVST and (\$362,404) in RTC funding to reflect final project expenditures and authority. The funding will be reallocated to project 36005. These projects are complete and identified in the CIP.

#### **Big Bus (Undesignated) – Project 35001**

**2016 MTS 40Ft Bus Replace - Project #35988 – CLOSE**

**2015 Maple Grove 7 coach replc - Project #35996 – CLOSE**

**2016 SWT 6 coaches replacemt - Project #35997 – CLOSE**

**2015 - MVTA - Bus Replacement - Project #35940 – CLOSE**

**2016 Maple Grove Artics Replac - Project #35960 – CLOSE**

This amendment will close these projects and reduce (\$3,700) in RTC funding to reflect final project expenditures and authority. RTC funding will be reallocated to project 35001. These projects are complete and identified in the CIP.

**Reg Dial-a-Ride Camera Project - Project #35860 – CLOSE**

**MVTA-Apple Valley TS-Layover - Project #35871 – CLOSE**

**Transit Link Small Bus Replace - Project #35985 – CLOSE**

**SWT Eden Pr Garage Exp (Princ) - Project #35992 – CLOSE**

**Cedar Ave BRT - Marketing/Tech - Project #35909 – CLOSE**

This amendment will close these projects. These projects are complete and all funds were used. These projects are identified in the CIP.

### **Increase Authorization, Reduce Authorization and Authorize New Projects:**

#### **SWT Undesignated (NTD) – Project 36001**

This amendment authorizes \$141,254 of RTC funds to be made available to SouthWest Transit for regional capital projects. This project is identified in the CIP.

#### **MVTA Undesignated (NTD) – Project 36005**

This amendment authorizes \$293,408 of RTC funds to be made available to MVTA for regional capital projects. This project is identified in the CIP.

**Maple Grove Undesignated (NTD) – Project 36002**

This amendment authorizes \$83,442 of RTC funds to be made available to Maple Grove for regional capital projects. This project is identified in the CIP.

**Plymouth Undesignated (NTD) – Project 36003**

This amendment authorizes \$52,614 of RTC funds to be made available to Plymouth for regional capital projects. This project is identified in the CIP.

**2017 – Maple Grove – Forty Foot Buses (5) – Replacement – Project 36060- New**

This amendment authorizes \$2,146,250 in federal funds and \$378,750 of RTC funds to purchase 5 forty-foot buses to replace existing vehicles. These vehicles have reached the end of their useful lives. This project is identified in the CIP.

**2017 – MTS – Small Buses Metro Mobility Demand (10) – Expansion – Project 36061- New**

This amendment authorizes \$612,000 in federal funds and \$108,000 of RTC funds to purchase 10 small buses to keep up with demand. This project is identified in the CIP.

**2017 – MTS – Small Buses Scott Co Transit Link (2) – Replacement – Project 36063- New**

This amendment authorizes \$129,200 in federal funds and \$22,800 of RTC funds to purchase 2 small buses to replace existing vehicles. These vehicles have reached the end of their useful lives. This project is identified in the CIP.

**2017 – SWT – Coach Buses (9) – Replacement – Project 36064- New**

This amendment authorizes \$4,666,500 in federal funds and \$823,500 of RTC funds to purchase 9 coach buses to replace existing vehicles. These vehicles have reached the end of their useful lives. This project is identified in the CIP.

**2017 – MTS – Small Buses Metro Mobility Agency (41) – Replacement – Project 36065- New**

This amendment authorizes \$2,648,600 in federal funds and \$467,400 of RTC funds to purchase 41 small buses to replace existing vehicles. These vehicles have reached the end of their useful lives. This project is identified in the CIP.

**2017 – MVTA – Coach Buses (13) – Replacement – Project 36066- New**

This amendment authorizes \$6,740,500 in federal funds and \$1,189,500 of RTC funds to purchase 13 coach buses to replace existing vehicles. These vehicles have reached the end of their useful lives. This project is identified in the CIP.

**2017 – MVTA – Low Floor Bus (1) – Replacement – Project 36067- New**

This amendment authorizes \$103,515 in federal funds and \$25,879 of RTC funds to purchase 1 low floor bus to replace an existing vehicle. This vehicle has reached the end of its useful live. This project is identified in the CIP.

**2017 – MTS – Technology for Metro Mobility Demand – Expansion – Project 36062- New**

This amendment authorizes \$200,000 of RTC funds to purchase technology for the 10 Metro Mobility Demand small buses. This technology includes AVL systems, fare collection equipment and on-board mobile communication devices. This project is identified in the CIP.

**2017 – MTS – Small Buses Transit Link (29) – Replacement – Project 36068- New**

This amendment authorizes \$2,088,000 of RTC funds to purchase 29 small buses to replace existing vehicles. These vehicles have reached the end of their useful lives. This project is identified in the CIP.

**2017 – MTS – Sedans for Metro Mobility (23) – Replacement – Project 36069- New**

This amendment authorizes \$690,000 of RTC funds to purchase 23 sedans to replace existing vehicles. These vehicles have reached the end of their useful lives. This project is identified in the CIP.

**2017 – MTS – Technology for Metro Mobility Sedans – Cameras – Replacement – Project 36070-New**

This amendment authorizes \$184,000 of RTC funds to purchase camera technology for the 23 Metro Mobility sedans. The other equipment will be transferred. This project is identified in the CIP.

**2017 – MTS – Camera Technology for Small Buses Fixed Route (25) – Replacement – Project 36073- New**

This amendment authorizes \$200,000 of RTC funds to purchase camera technology for the 25 Fixed Route small buses in the second quarter amendment (project 36055). This project is identified in the CIP.

These proposed amendments are detailed in the Capital Program – Attachment #3 (Project Level) is included for reference and informational purposes only.

**Changes to Current Year Expenditures:**

Based on projected expenditures for the proposed amendments, the 2017 capital budget is proposed to increase by \$39,065,420 for Metro Transit and \$570,718 for Metropolitan Transportation Services.

**Rationale**

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

**Thrive Lens Analysis**

Stewardship

- The budget amendment supports the Thrive outcomes of stewardship by assessing the future needs, responsible planning and management of transit resources.

**Funding**

**Capital Program:**

This amendment increases the Transportation Division Federal revenues by \$71,554,614. increases State revenues by \$14,800,000, increases Other revenues by \$27,450,000 and increases RTC revenues by \$31,705,612.

**Known Support / Opposition**

No known opposition.

**Attachments:**

1. Capital Program – Attachment #1 (Program Level) (Table 9)
2. Capital Program – Attachment #3 (Project Level)





Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
	Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
<b>METRO TRANSIT</b>									
<b>FLEET MODERNIZATION</b>									
Big Buses	123,939	16,731	140,670	175,229	-	175,229	299,168	16,731	315,899
Bus Tire Leasing	14,165	-	14,165	14,757	-	14,757	28,922	-	28,922
Commuter Rail Projects	-	-	-	9,500	-	9,500	9,500	-	9,500
Light Rail Vehicles	8,593	8,660	17,253	32,260	(8,660)	23,600	40,853	-	40,853
Non-Revenue Vehicles	-	-	-	1,157	-	1,157	1,157	-	1,157
TOTAL FLEET MODERNIZATION	146,697	25,391	172,088	232,903	(8,660)	224,243	379,600	16,731	396,331
<b>SUPPORT FACILITIES</b>									
Heywood Garage	18,541	-	18,541	64,213	-	64,213	82,754	-	82,754
Police Facility	27,500	-	27,500	-	-	-	27,500	-	27,500
Support Facility	73,905	19,595	93,500	92,669	(19,495)	73,174	166,574	100	166,674
TOTAL SUPPORT FACILITIES	119,946	19,595	139,541	156,882	(19,495)	137,387	276,828	100	276,928
<b>CUSTOMER FACILITIES</b>									
Bus System Customer Facility	47,394	(50)	47,344	51,785	(650)	51,135	99,179	(700)	98,479
Customer Facilities Rail	3,509	(300)	3,209	-	-	-	3,509	(300)	3,209
TOTAL CUSTOMER FACILITIES	50,903	(350)	50,553	51,785	(650)	51,135	102,688	(1,000)	101,688
<b>TECHNOLOGY IMPROVEMENTS</b>									
Technology Investments	32,421	2,379	34,800	52,558	(1,350)	51,208	84,979	1,029	86,008
TOTAL TECHNOLOGY IMPROVEMENTS	32,421	2,379	34,800	52,558	(1,350)	51,208	84,979	1,029	86,008
<b>OTHER CAPITAL EQUIPMENT</b>									
Other Capital Equipment	41,121	7,139	48,260	36,604	(7,400)	29,204	77,725	(261)	77,464
TOTAL OTHER CAPITAL EQUIPMENT	41,121	7,139	48,260	36,604	(7,400)	29,204	77,725	(261)	77,464
<b>TRANSITWAYS - NON NEW STARTS</b>									
Arterial Bus Rapid Transit (ABRT)	32,760	14,250	47,010	24,559	(12,437)	12,122	57,319	1,813	59,132
Commuter Rail Projects	1,200	-	1,200	2,950	-	2,950	4,150	-	4,150
Highway Bus Rapid Transit (HBRT)	78,622	23,000	101,622	153,524	(23,000)	130,524	232,146	-	232,146
Light Rail Projects	127,760	5,489	133,249	28,056	(1,000)	27,056	155,816	4,489	160,305
Transitway Planning	220	-	220	1,400	-	1,400	1,620	-	1,620
TOTAL TRANSITWAYS - NON NEW STARTS	240,561	42,739	283,301	210,489	(36,437)	174,052	451,051	6,302	457,353
<b>FEDERAL NEW STARTS RAIL PROJECTS</b>									
Metro Blue Line (Bottineau Boulevard)	181,686	3,250	184,936	1,354,489	(3,250)	1,351,239	1,536,175	-	1,536,175
Metro Green Line (Central Corridor)	41,900	-	41,900	-	-	-	41,900	-	41,900
Metro Green Line (Southwest Corridor)	446,025	-	446,025	1,471,656	-	1,471,656	1,917,681	-	1,917,681
Northstar Commuter Rail	10,327	-	10,327	-	-	-	10,327	-	10,327
TOTAL FEDERAL NEW STARTS RAIL PROJECTS	679,938	3,250	683,188	2,826,145	(3,250)	2,822,895	3,506,083	-	3,506,083
<b>TOTAL METRO TRANSIT CAPITAL PROGRAM</b>	<b>1,311,588</b>	<b>100,143</b>	<b>1,411,731</b>	<b>3,567,367</b>	<b>(77,242)</b>	<b>3,490,124</b>	<b>4,878,955</b>	<b>22,901</b>	<b>4,901,856</b>

Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
	Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
<b>METROPOLITAN TRANSPORTATION SERVICES</b>									
<b>FLEET MODERNIZATION</b>									
Big Buses	73,193	(2,638)	70,555	119,709	(16,099)	103,610	192,902	(18,738)	174,165
Non-Revenue Vehicles	36	-	36	39	-	39	75	-	75
Repairs, Equipment and Technology	11,415	(427)	10,988	30,413	-	30,413	41,828	(427)	41,401
Small Buses	26,905	6,834	33,739	89,557	(6,665)	82,892	116,462	169	116,631
TOTAL FLEET MODERNIZATION	111,548	3,769	115,318	239,719	(22,764)	216,955	351,267	(18,995)	332,272
<b>CUSTOMER FACILITIES</b>									
Bus System Customer Facility	-	-	-	1,548	-	1,548	1,548	-	1,548
TOTAL CUSTOMER FACILITIES	-	-	-	1,548	-	1,548	1,548	-	1,548
<b>TECHNOLOGY IMPROVEMENTS</b>									
Technology Investments	4,151	584	4,735	10,572	(584)	9,988	14,723	-	14,723
TOTAL TECHNOLOGY IMPROVEMENTS	4,151	584	4,735	10,572	(584)	9,988	14,723	-	14,723
<b>OTHER REGIONAL PROVIDERS - NON FLEET</b>									
Maple Grove Transit	1,676	83	1,759	1,548	-	1,548	3,224	83	3,307
Minnesota Valley Transit Association	14,527	(1,945)	12,582	8,164	-	8,164	22,365	(1,945)	20,745
Plymouth Transit	4,029	53	4,082	1,545	-	1,545	5,574	53	5,626
SouthWest Transit	739	(139)	600	2,943	-	2,943	3,682	(139)	3,543
University of Minnesota Transit	850	-	850	1,827	-	1,827	2,677	-	2,677
TOTAL OTHER REGIONAL PROVIDERS - NON FLEET	21,820	(1,947)	19,873	16,026	-	16,026	37,522	(1,947)	35,899
<b>TRANSITWAYS - NON NEW STARTS</b>									
Transitways	21,326	(2,386)	18,940	-	-	-	21,326	(2,386)	18,940
TOTAL TRANSITWAYS - NON NEW STARTS	21,326	(2,386)	18,940	-	-	-	21,326	(2,386)	18,940
<b>TOTAL MTS CAPITAL PROGRAM</b>									
	158,846	20	158,865	267,865	(23,348)	244,517	426,386	(23,329)	403,382
<b>COMBINED</b>									
FLEET MODERNIZATION	258,245	29,160	287,406	472,622	(31,424)	441,198	730,868	(2,264)	728,603
SUPPORT FACILITIES	119,946	19,595	139,541	156,882	(19,495)	137,387	276,828	100	276,928
CUSTOMER FACILITIES	50,903	(350)	50,553	53,333	(650)	52,683	104,236	(1,000)	103,236
TECHNOLOGY IMPROVEMENTS	36,572	2,963	39,535	63,130	(1,934)	61,196	99,702	1,029	100,731
OTHER REGIONAL PROVIDERS - NON FLEET	21,820	(1,947)	19,873	16,026	-	16,026	37,847	(1,947)	35,899
OTHER CAPITAL EQUIPMENT	41,121	7,139	48,260	36,604	(7,400)	29,204	77,725	(261)	77,464
TRANSITWAYS - NON NEW STARTS	261,888	40,353	302,241	210,489	(36,437)	174,052	472,377	3,916	476,293
FEDERAL NEW STARTS RAIL PROJECTS	679,938	3,250	683,188	2,826,145	(3,250)	2,822,895	3,506,083	-	3,506,083
TOTAL TRANSPORTATION	1,470,434	100,163	1,570,597	3,835,232	(100,591)	3,734,641	5,305,666	(428)	5,305,238







## Community Development Committee

Meeting date: September 18, 2017

For the Metropolitan Council meeting of September 27, 2017

**Subject:** Authorization to Amend the 2017 Unified Budget – Third Quarter Amendment

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

**Policy/Legal Reference:** Council Admin Policy 3-1 and Procedure 3-1a and MN Statutes 473.13, Subd. 1 – Council Budget Requirements; MN Statutes Subd. 473.325 and 85.53; MN Constitution, Article XI, Sect 15

**Staff Prepared/Presented:** Terri Smith, Director, Housing and Redevelopment Authority, (651) 602-1187; Deb Streets Jensen, Senior Parks Finance Planner, (651) 602-1443

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

### Proposed Action

That the Metropolitan Council amend the 2017 operating budget in accordance with the attached tables.

### Background

**Housing and Redevelopment Authority.** The Metropolitan Council Housing and Redevelopment Authority (Metro HRA) operates rent subsidy programs for low income families with the largest program being the federal Section 8 Housing Choice Voucher program. The program assists families in affording rental housing on the open rental market. Funding is provided through the U.S. Department of Housing and Urban Development (HUD) and is dependent on congressional appropriations.

Congress enacted the Consolidated Appropriations Act, 2017 on May 5, 2017. The Act provides the program funding for the Section 8 Housing Choice Voucher program for calendar year 2017. Housing authorities, including the Metro HRA, were notified by HUD on June 28, 2017 of final funding awards. Although the rent subsidy revenue increased slightly from 2016, the funds awarded are not enough to sustain rent assistance for all current families, due to increasing rents.

Voucher recipients choose a unit on the open rental market renting from a private owner. The tenant pays 30% of their income towards rent. The federal Voucher pays the remainder directly to the private owner, up to approved limits. The vacancy rates in the region are extremely low, below 3%. When vacancy rates are low, rents go up. This results in a higher per-family subsidy cost.

HUD has set the maximum number of families to be served by the Metro HRA at 6,502. HUD allows the HRA to serve as many families as possible within the awarded funding, up to 6,502. In 2016, Metro HRA was able to serve 6,502 families within the allotted funding. This year, if the HRA remained within the funding awarded by HUD, only 6,380 families would receive rent assistance. This 122-family reduction is a result of higher per family costs due to increasing rents and the low vacancy rates.

The Metro HRA is proposing a fund balance transfer of \$800,000 to sustain rent assistance for all 6,502 families. This will better enable the HRA to maximize the funding potential for 2018 and continue service to as many families as possible.

**Regional Parks and Natural Resources.** The 2017 second quarter budget amendment ([business item 2017-118](#)) in part authorized the addition of the \$16,584,000 appropriated to the Council from the Parks and Trails Legacy Fund (Legacy) for state fiscal year 2018 and \$1,105,600 in Council bonds to serve as a match for grants awarded to the Regional Parks Implementing Agencies from the Park Acquisition Opportunity Fund (PAOF).

- On July 26, 2017, the Council awarded three PAOF grants on business items [2017-137](#), [2017-138](#), and [2017-139](#). In the first group of changes this quarter, this amendment acknowledges the obligation of \$193,527 from Legacy PAOF and \$129,018 in Council match to fund those grants.
- The second group of changes accounts for timing changes among the 58 Legacy projects approved on the second quarter amendment. This amendment will shift the fiscal year 2018 costs for two grants into fiscal year 2019, while two others shift from 2019 to 2018. The overall amount authorized is unchanged, but the amount obligated for state fiscal year 2018 will be reduced by \$68,544.

### Rationale

**Metro HRA.** The Council's Target Fund Balance is 8.3% of the HRA's annual budgeted operating expenses or \$4.9 million. Using \$800,000 in reserves will result in the fund balance remaining above target.

**Regional Parks and Natural Resources.** This amendment will update the Authorized Capital Program to match the grants awarded by the Council on July 26, 2017.

### Thrive Lens Analysis

The proposed budget amendment will help accomplish the following Thrive outcomes:

#### Metro HRA

Prosperity – Providing continued rent assistance to existing program participants will allow low-income families with the opportunity for continued stable housing, allowing families to flourish and thrive.

Equity – Our region is stronger when all people have real choice in where we live, providing safe housing options for families may not otherwise have that choice.

#### Regional Parks and Natural Resources

Livability – The acquisition of easements and property increases the livability of the region by implementing the Council-approved master plans for the Regional Parks System.

### Funding

**Metro HRA.** Funding for the Section 8 Housing Choice Voucher program is provided through the U.S. Department of Housing and Urban Development through congressional appropriations. The Transfer from Other Funds line item will be funded from the Section 8 Housing Choice Voucher fund balance built when fees generated to administer the program exceed costs. This is an approved use of reserves under the program rules. Please see Table 1 for detail.

#### Regional Parks and Natural Resources.

- **Acquisitions.** Funding for acquisitions was appropriated under Minnesota Laws 2017, chapter 91, article 3, section 4. The 2017 second quarter budget amendment authorized the matching amounts from regional bonds. The three grants awarded on July 26, 2017 from the Parks and Trails Legacy Acquisition Opportunity Fund do not change the obligated balance; they are

included in this budget amendment for internal recordkeeping purposes. Please see Table 2 for detail.

- **Non-acquisitions.** Funding for the non-acquisition Legacy projects was also appropriated under Minnesota Laws 2017, chapter 91, article 3, section 4. These changes shift the timing of the obligations and reduce the overall obligated balance for state fiscal year 2018 by \$68,544. Please see Table 3 for detail.

### Known Support / Opposition

There is no known opposition to this action.

**Table 1 – Changes for the Housing and Redevelopment Authority**

Description	Adopted Budget	Proposed Budget	\$ Change
HRA Federal Voucher - Subsidy Revenue	\$53,000,000	\$53,600,000	\$600,000
HRA Federal Voucher - Subsidy Expense	\$53,000,000	\$54,400,000	\$1,400,000
<b>Change in Fund Balance - HRA</b>		<b>(\$800,000)</b>	<b>(\$800,000)</b>

**Table 2 – Changes for Regional Parks and Natural Resources  
Parks and Trails Legacy Acquisition Opportunity Fund**

Description	Adopted Budget	Proposed Budget	\$ Change
Unallocated Parks and Trails Legacy Acquisition Opportunity Fund & Council match	\$2,799,284	\$2,476,739	\$0
Three Rivers Park District	(38,678)	38,678	0
Three Rivers Park District	(178,499)	178,499	0
Dakota County	(\$105,368)	\$105,368	\$0
<b>Total</b>	<b>\$2,799,284</b>	<b>\$2,799,284</b>	<b>\$0</b>

**Table 3 – Changes for Regional Parks and Natural Resources  
Parks and Trails Legacy Fund (Non-acquisition)**

Description	Adopted Budget	Proposed Budget	\$ Change
Ramsey County – Grant #SG-05946	\$240,000	\$0	(\$240,000)
Ramsey County – Grant #SG-05952	160,000	200,000	40,000
City of Saint Paul – Grant #SG-05886	610,000	588,328	(21,672)
City of Saint Paul – Grant #SG-05887	\$957,740	\$1,110,868	\$153,128
<b>Total</b>	<b>\$1,967,740</b>	<b>\$1,899,196</b>	<b>(\$68,544)</b>

**METROPOLITAN COUNCIL  
CAPITAL PROGRAM  
COMMUNITY DEVELOPMENT - PARKS AND OPEN SPACE**

2017-195 JT  
September 27, 2017

Program	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)			Capital Program (ACP+CIP)		
	Current	Revision	Amended	Current	Revision	Amended	Current	Revision	Amended
<b>REGIONAL PARK IMPLEMENTING AGENCIES</b>									
Anoka County	7,426	-	7,426	14,496	-	14,496	21,922	-	21,922
Bloomington	1,669	-	1,669	3,020	-	3,020	4,689	-	4,689
Carver County	2,334	-	2,334	3,471	-	3,471	5,805	-	5,805
Dakota County	10,669	-	10,669	12,670	-	12,670	23,339	-	23,339
Minneapolis Park and Recreation Board	30,665	-	30,665	30,109	-	30,109	60,774	-	60,774
Ramsey County	9,213	(200)	9,013	11,308	200	11,508	20,521	-	20,521
Scott County	2,697	-	2,697	3,564	-	3,564	6,261	-	6,261
St Paul	20,800	131	20,932	19,644	(131)	19,513	40,444	-	40,444
Three Rivers Park District	25,917	-	25,917	35,359	-	35,359	61,276	-	61,276
Washington County	5,642	-	5,642	8,822	-	8,822	14,464	-	14,464
<b>Total Regional Park Implementing Agencies</b>	<b>117,034</b>	<b>(69)</b>	<b>116,965</b>	<b>142,463</b>	<b>69</b>	<b>142,532</b>	<b>259,497</b>	<b>-</b>	<b>259,497</b>
<b>OTHER PARKS PROGRAMS</b>									
Other Governmental Units - Passthrough	20,923	-	20,923	-	-	-	20,923	-	20,923
Land Acquisition Funds	10,797	-	10,797	22,530	-	22,530	33,327	-	33,327
Competitive Equity Grants	-	-	-	9,217	-	9,217	9,217	-	9,217
<b>Total - Other Parks Programs</b>	<b>31,720</b>	<b>-</b>	<b>31,720</b>	<b>31,747</b>	<b>-</b>	<b>31,747</b>	<b>63,467</b>	<b>-</b>	<b>63,467</b>
<b>Total CD - Parks and Open Space Capital Program</b>	<b>148,754</b>	<b>(69)</b>	<b>148,685</b>	<b>174,210</b>	<b>69</b>	<b>174,279</b>	<b>322,964</b>	<b>-</b>	<b>322,964</b>



**METROPOLITAN COUNCIL  
SUMMARY BUDGET  
COMMUNITY DEVELOPMENT DIVISION  
FY17**

Table D-1

Amended September 27, 2017

(\$ in 000's)

	Division Management	Reg Policy & Research	Local Planning Assistance	Reg Parks & Natural Resources	Livable Communities	Subtotal General Fund Operating	HRA Administration	Total Operating	Parks Debt Service	Parks Pass-Through	HRA Pass-Through	Planning Assistance Pass-Through	TBRA	DEMO	LHIA	Total Livable Communities Pass-Through	Memo Total
<b>Revenues:</b>																	
Property Tax	9,996	-	-	-	-	9,996	-	9,996	6,555	-	-	-	5,000	11,367	-	16,367	32,918
Federal Revenues	-	-	-	-	-	-	4,926	4,926	-	-	57,085	-	-	-	-	-	62,011
State Revenues	-	-	-	-	-	-	164	164	-	10,500	2,160	-	-	-	-	-	12,824
Investment Earnings	-	-	-	-	-	-	50	50	96	-	-	-	250	500	50	800	946
Other Revenues	-	-	-	-	-	-	2,190	2,190	-	-	-	-	-	-	-	-	2,190
<b>Total Revenues</b>	<b>9,996</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,996</b>	<b>7,330</b>	<b>17,326</b>	<b>6,651</b>	<b>10,500</b>	<b>59,245</b>	<b>-</b>	<b>5,250</b>	<b>11,867</b>	<b>50</b>	<b>17,167</b>	<b>110,889</b>
<b>Expenses:</b>																	
Salaries & Benefits	793	1,656	1,310	791	556	5,106	3,809	8,915	-	-	-	-	-	-	-	-	8,915
Consulting & Contractual Services	550	320	218	50	-	1,138	1,458	2,596	-	-	-	-	-	-	-	-	2,596
Materials & Supplies	18	-	-	-	-	18	40	58	-	-	-	-	-	-	-	-	58
Rent & Utilities	550	-	-	-	-	550	570	1,120	-	-	-	-	-	-	-	-	1,120
Printing	42	-	-	-	-	42	35	77	-	-	-	-	-	-	-	-	77
Travel	9	24	19	12	9	73	55	128	-	-	-	-	-	-	-	-	128
Insurance	-	-	-	-	-	-	95	95	-	-	-	-	-	-	-	-	95
Operating Capital	51	-	-	-	-	51	109	160	-	-	-	-	-	-	-	-	160
Other Expenses	200	-	-	-	-	200	546	746	-	-	-	-	-	-	-	-	746
Passthrough Grants	-	-	-	-	-	-	-	-	-	10,500	60,045	500	8,000	12,500	2,500	23,000	94,045
Debt Service Obligations	-	-	-	-	-	-	-	-	6,237	-	-	-	-	-	-	-	6,237
<b>Total Expenses</b>	<b>2,213</b>	<b>2,000</b>	<b>1,547</b>	<b>853</b>	<b>565</b>	<b>7,178</b>	<b>6,717</b>	<b>13,895</b>	<b>6,237</b>	<b>10,500</b>	<b>60,045</b>	<b>500</b>	<b>8,000</b>	<b>12,500</b>	<b>2,500</b>	<b>23,000</b>	<b>114,177</b>
<b>Other Sources and (Uses):</b>																	
Interdivisional Cost Allocation	(2,202)	-	-	-	-	(2,202)	(1,163)	(3,365)	-	-	-	-	-	-	-	-	(3,365)
Transfer To Operating Capital	(56)	-	-	-	-	(56)	-	(56)	-	-	-	-	-	-	-	-	(56)
Intradivisional Transfers	(1,200)	-	-	-	-	(1,200)	200	(1,000)	-	-	-	-	(300)	(1,200)	2,500	1,000	-
<b>Net Other Sources and (Uses)</b>	<b>(3,458)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,458)</b>	<b>(963)</b>	<b>(4,421)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(300)</b>	<b>(1,200)</b>	<b>2,500</b>	<b>1,000</b>	<b>(3,421)</b>
<b>Change in Fund Balance</b>	<b>4,325</b>	<b>(2,000)</b>	<b>(1,547)</b>	<b>(853)</b>	<b>(565)</b>	<b>(640)</b>	<b>(350)</b>	<b>(990)</b>	<b>414</b>	<b>-</b>	<b>(800)</b>	<b>(500)</b>	<b>(3,050)</b>	<b>(1,833)</b>	<b>50</b>	<b>(4,833)</b>	<b>(6,709)</b>

Agency	Project #	Subgrant #	Description	CURRENTLY AUTHORIZED			PROPOSED CHANGES			AMENDED			2017 Budget	Multi-Year Authorization	
				State	Regional	Total	State	Regional	Total	State	Regional	Total			
<b>PARKS AND OPEN SPACE</b>													Original Adopted	\$ 46,401,000	\$ 138,109,375
													After Prior Amendments	\$ 46,401,000	\$ 95,154,440
													After This Amendment	\$ 46,387,291	\$ 95,085,896
<p>RP=Regional Park, PR=Park Reserve, RT=Regional Trail</p> <p><b>New Parks and Trails Legacy Acquisition Opportunity Fund</b>                      ML 2017 Ch 91 Art 3 Sec 4</p>															
Three Rivers Park District			Nine Mile Creek RT / 5309 70th St W Edina 2017-137				\$ 23,207	\$ 15,471	\$ 38,678	\$ 23,207	\$ 15,471	\$ 38,678	\$ 7,736	\$ 38,678	
Three Rivers Park District			Nine Mile Creek RT / 4900 77th St W Edina 2017-138				\$ 107,099	\$ 71,400	\$ 178,499	\$ 107,099	\$ 71,400	\$ 178,499	\$ 35,700	\$ 178,499	
Dakota County			North Creek Greenway RT / Smith 2017-139				\$ 63,221	\$ 42,147	\$ 105,368	\$ 63,221	\$ 42,147	\$ 105,368	\$ 21,074	\$ 105,368	
Council Wide			Parks and Trail Legacy Acquisition Grant Account	\$ 1,658,400	\$ 1,140,884	\$ 2,799,284	\$ (193,527)	\$ (129,018)	\$ (322,545)	\$ 1,464,873	\$ 1,011,866	\$ 2,476,739	\$ (64,509)	\$ (322,545)	
<b>Subtotal Acquisition Account Changes</b>				<b>\$ 1,658,400</b>	<b>\$ 1,140,884</b>	<b>\$ 2,799,284</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,658,400</b>	<b>\$ 1,140,884</b>	<b>\$ 2,799,284</b>	<b>\$ -</b>	<b>\$ -</b>	
<p><b>Park &amp; Trail Legacy Grants (Non-land Acquisition)</b>                      ML 2017 Ch 91 Art 3 Sec 4</p>															
Ramsey County	SG-05946	10857	Regional Park and Trail Master Plan Development and Amendments throughout Ramsey County Regional Parks and Trails	\$ 240,000		\$ 240,000	\$ (240,000)		\$ (240,000)	\$ -	\$ -	\$ -	\$ (48,000)	\$ (240,000)	
Ramsey County	SG-05952	10862	Vadnais-Snail Lake Regional Park - Sucker Lake Picnic Area - Sucker Lake Channel Restoration and Fishing Improvements	\$ 160,000		\$ 160,000	\$ 40,000		\$ 40,000	\$ 200,000	\$ -	\$ 200,000	\$ 8,000	\$ 40,000	
Saint Paul, City of	SG-05886	10866	Lilydale-Harriet Island & Cherokee Heights Regional Park Improvements	\$ 610,000		\$ 610,000	\$ (21,672)		\$ (21,672)	\$ 588,328	\$ -	\$ 588,328	\$ (4,334)	\$ (21,672)	
Saint Paul, City of	SG-05887	10867	Phalen Regional Park Master Plan Implementation	\$ 957,740		\$ 957,740	\$ 153,128		\$ 153,128	\$ 1,110,868	\$ -	\$ 1,110,868	\$ 30,626	\$ 153,128	
<b>Subtotal Parks and Trails Legacy Non-Acquisition</b>				<b>\$ 1,967,740</b>	<b>\$ -</b>	<b>\$ 1,967,740</b>	<b>\$ (68,544)</b>	<b>\$ -</b>	<b>\$ (68,544)</b>	<b>\$ 1,899,196</b>	<b>\$ -</b>	<b>\$ 1,899,196</b>	<b>\$ (13,709)</b>	<b>\$ (68,544)</b>	
<b>PARKS AND OPEN SPACE TOTAL</b>				<b>\$ 3,626,140</b>	<b>\$ 1,140,884</b>	<b>\$ 4,767,024</b>	<b>\$ (68,544)</b>	<b>\$ -</b>	<b>\$ (68,544)</b>	<b>\$ 3,557,596</b>	<b>\$ 1,140,884</b>	<b>\$ 4,698,480</b>	<b>\$ (13,709)</b>	<b>\$ (68,544)</b>	