

Management Committee

Meeting date: March 14, 2018

For the Metropolitan Council meeting of March 28, 2018

Subject: 2018 Unified Budget Amendment – Carryforward 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 2018 Unified Budget as indicated and in accordance with the attached tables.

Background

During the first quarter of each year, Council staff request changes to the Unified Budget adopted by the Council the previous December. These carry forward items were authorized in the 2017 budget but either were not initiated in 2017 or not completely expended in 2017. Year-end 2017 reserves were higher than projected per the amended 2017 budget because these projects were budgeted but not expended. This amendment uses those available reserve to fund the 2018 expenses.

These proposed carry forward amendments were reviewed and approved by the Transportation Committee on March 12, 2018, the Environment Committee on March 13, 2018 and the Community Development Committee on March 19, 2018, which will occur after the Management Committee. Any comments or concerns will be communicated to the Council.

Operating Component of the 2018 Unified Budget

The operating component of the unified budget includes carry forward amendment requests totaling \$5,388,000 are being made by Council divisions. Expenses will be funded with available year-end 2017 reserves. The carry forward budget authorizations represent approximately 0.7 percent of the amended 2017 budget.

Community Development

Change in Expenses: \$266,500 Revenues: \$ 0 Reserves: \$266,500

- \$ 85,000 Consulting services to refine the regional forecasting model
- \$148,000 Consulting Services on climate change mitigation planning
- \$ 33,500 Contract to expand energy use data collections & analysis within metro region

Funding for these activities will come from general fund reserves. There is sufficient unexpended 2017 budget authority and sufficient year-end 2017 general fund reserves available above target reserve balances to fund these expenses.

Transportation

Change in Expenses: \$0 Revenues: \$0 Reserves: \$ 0

Metropolitan Transportation Services will be transferring \$20,000 of MVST from the Contracted Services Operating Budget to the Capital Program for Bus Midlife Rehabilitation. There will be a transfer of \$20,000 of federal capital funds to the operating budget to offset the reduction in MVST funds.

Environmental Services

Change in Expenses: \$4,693,000 Revenues: \$ 0 Reserves: \$ 4,693,000

- \$2,465,000 Targeted Storm Water Grants.
- \$1,000,000 Green Infrastructure Grants
- \$816,000 Software refreshes & New tools (Hyper V, Wonderware, LifeRay, Biological data)
- \$298,000 Capital Outlays for 4 Chevy Bolts & refresh of video conference equipment.
- \$114,000 Variable Frequency Drive (VFD) install/replacement at Eagle Point

Funding for these activities will come from the Environmental Services operating fund reserves. There is sufficient unexpended 2017 budget authority and sufficient year-end 2017 reserves available above target reserve balances to fund these expenses.

Regional Administration

Change in Expenses: \$428,500 Revenues: \$ 0 Reserves: \$428,500

- \$178,500 I-94 Corridor Study
- \$250,000 At-Risk Manufactured Pilot Program

Funding for these activities will come from general fund reserves. There is sufficient unexpended 2017 budget authority and sufficient general fund year-end 2017 reserves available above target reserve balances to fund these expenses.

Capital Component of the 2018 Unified Budget

Metro Transit has two capital projects that cannot wait until the first quarter budget amendment and are being included in this amendment.

Transportation

Change in Authorized Capital Program (ACP): \$14,328,459

 Additions: \$14,328,459

Change in Capital Improvement Plan (CIP): (\$11,353,459)

 Reductions (\$11,353,459)

Change in Capital Program (ACP+CIP): \$2,975,000

Change in 2018 Capital Budget: \$14,328,459

The amendment programs \$11.1 million in Hennepin County funding for work on the Blue Line Extension and \$1.75 million in Federal funding and \$1.2 million in MVST funding for electric bus related

purchases. In addition, the amendment programs \$20,000 in MVST funds and \$246,000 of RTC funds for Metropolitan Transportation Services capital projects.

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

- This budget amendment demonstrates commitment toward asset preservation and also supports the Thrive outcomes of stewardship by assessing the future needs, responsible planning and management of resources for Metro Transit
- The budget amendment adds funding for the Metro Blue Line Extension and reflects strategic investment in regional infrastructure that will promote economic competitiveness and create prosperity for the region.
- The budget amendment supports the Thrive outcomes of stewardship by assessing the future needs, responsible planning and management of resources for Metro Transit and Metropolitan Transportation Services.

Funding

The operating budget amendment is funded primarily with end of year 2017 available reserves.

The capital budget amendment is funded with federal and county revenues, MVST revenues and regional bond proceeds.

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
2016 Authorization	\$25,200,000	\$16,800,000	\$42,000,000
2017 Authorization	26,340,000	17,560,000	43,900,000
Available Authority	\$51,540,000	\$34,360,000	\$85,900,000
Previously Committed	25,200,000	7,836,007	33,036,007
Plus: This Amendment	0	246,375	246,375
Total Committed	25,200,000	8,082,382	33,282,382
Remaining Authority	26,340,000	26,277,618	52,617,618

Fiscal Impact

The operating budget amendment shifts \$5,388,000 in expenses from 2017 to 2018. The proposed amendments have no impact on regional taxpayers beyond those presented in the 2018 Unified Budget.

The capital budget has no impact on regional taxpayers.

Known Support / Opposition

None

Attachments

Table 2: 2018 Summary Budget – Amended March 28, 2018

Table 3: 2018 Operations Budget – Amended March 28, 2018

Table 4: 2018 Passthrough Grant & Loan – Amended March 28, 2018

Table A-1: 2018 Regional Administration Budget – Amended March 28, 2018

Table B-1: 2018 Environmental Services Budget – Amended March 28, 2018

Table C-1: 2018 Transportation Budget – Amended March 28, 2018

Table D-1: 2018 Community Development Budget – Amended March 28, 2018

Table 9: 2018 Transportation Capital Program – Amended March 28, 2018

Transportation Committee Business Item – March 12, 2018

Environment Committee Business Item – March 13, 2018

Community Development Committee Business Item – March 19, 2018



**METROPOLITAN COUNCIL
SUMMARY BUDGET
OPERATIONS, PASSTHROUGH AND DEBT SERVICE
FY18**

TABLE 2

(\$ in 000s)

	Council Operations	Passthrough Grants & Loans	Debt Service Funds	Other Post Employment Benefits (OPEB)	Total
Revenues					
Property Tax	14,905	16,699	53,689	-	85,293
Federal Revenues	42,573	58,525	-	-	101,098
State Revenues	360,395	46,218	-	-	406,613
Local Revenues	34,994	-	-	-	34,994
Municipal Wastewater Charges	131,494	-	88,256	-	219,750
Industrial Wastewater Charges	12,865	-	815	-	13,680
Passenger Fares, Contract & Special Events	113,361	-	-	-	113,361
Investment Earnings	1,861	800	276	16,522	19,459
Other Revenues	8,545	-	-	-	8,545
Total Revenues	720,993	122,242	143,036	16,522	1,002,793
Other Sources					
MVST Transfers In	-	-	-	-	-
SAC Transfers In	-	-	41,929	-	41,929
Total Other Sources	-	-	41,929	-	41,929
Total Revenues and Other Sources	720,993	122,242	184,965	16,522	1,044,722
Expenses					
Salaries & Benefits	455,091	-	-	-	455,091
OPEB Benefit Payments	-	-	-	12,453	12,453
Consulting & Contractual Services	60,609	-	-	-	60,609
Materials & Supplies	38,726	-	-	-	38,726
Fuel	23,658	-	-	-	23,658
Chemicals	8,699	-	-	-	8,699
Rent & Utilities	33,268	-	-	-	33,268
Printing	671	-	-	-	671
Travel	1,853	-	-	-	1,853
Insurance	7,677	-	-	-	7,677
Transit Programs	83,420	-	-	-	83,420
Operating Capital	3,485	-	-	-	3,485
Governmental Grants	5,396	-	-	-	5,396
Other Expenses	11,564	-	-	-	11,564
Passthrough Grants & Loans	-	127,207	-	-	127,207
Debt Service Obligations	-	-	176,464	-	176,464
Total Expenses	734,117	127,207	176,464	12,453	1,050,241
Other Uses					
Net Interbudget Transfers	1,000	(1,000)	-	-	-
Transfer to Capital	12,520	-	-	-	12,520
Total Other Uses	13,520	(1,000)	-	-	12,520
Total Expenses and Other Uses	747,637	126,207	176,464	12,453	1,062,761
Change in Fund Balance	(26,644)	(3,965)	8,501	4,069	(18,039)



METROPOLITAN COUNCIL SUMMARY BUDGET OPERATIONS BY FUND FY18

Table 3

(\$ in 000's)

	General Fund			Transportation											Memo Total	
				Metropolitan Transportation Services					Metro Transit					Transportation Total		
	Regional Administration	Community Development	General Fund Total	HRA & FAHP	Environmental Services	Metro Mobility	Contracted Services	Transportation Planning	MTS Total	Bus	Light Rail	Commuter Rail	Metro Transit Total			
Revenues:																
Property Tax	4,927	9,978	14,905	-	-	-	-	-	-	-	-	-	-	-	-	14,905
Federal Revenues	-	-	-	5,015	-	-	1,838	5,326	7,164	28,913	1,057	424	30,394	37,558	42,573	
State Revenues	-	-	-	148	1,648	57,667	23,476	4,355	85,498	240,948	25,026	7,127	273,101	358,599	360,395	
Local Revenues	-	-	-	-	-	-	-	106	106	-	25,026	9,862	34,888	34,994	34,994	
Municipal Wastewater Charges	-	-	-	-	131,494	-	-	-	-	-	-	-	-	-	131,494	
Industrial Wastewater Charges	-	-	-	-	12,865	-	-	-	-	-	-	-	-	-	12,865	
Passenger Fares	-	-	-	-	-	8,777	2,608	-	11,385	71,778	25,790	2,558	100,126	111,511	111,511	
Contract & Special Event Revenues	-	-	-	-	-	-	-	-	-	1,400	450	-	1,850	1,850	1,850	
Investment Earnings	536	-	536	-	800	-	-	-	-	500	25	-	525	525	1,861	
Other Revenues	305	-	305	2,215	605	-	45	-	45	3,850	1,525	-	5,375	5,420	8,545	
Total Revenues	5,768	9,978	15,746	7,378	147,412	66,444	27,967	9,787	104,198	347,389	78,899	19,971	446,259	550,457	720,993	
Expenses:																
Salaries & Benefits	39,167	5,340	44,507	4,176	65,826	1,936	819	3,187	5,942	284,106	43,922	6,612	334,640	340,582	455,091	
Consulting & Contractual Services	17,219	892	18,110	1,472	18,149	770	802	3,950	5,522	9,273	2,343	5,740	17,356	22,878	60,609	
Material & Supplies	424	20	444	40	8,800	751	183	15	949	22,844	4,370	1,279	28,493	29,442	38,726	
Fuel	-	-	-	-	280	7,664	-	-	7,664	14,449	14	1,251	15,714	23,378	23,658	
Chemicals	-	-	-	-	8,699	-	-	-	-	-	-	-	-	-	8,699	
Rent & Utilities	4,623	183	4,806	201	16,298	382	83	398	863	4,793	5,590	717	11,100	11,963	33,268	
Printing	85	42	127	25	38	36	18	36	90	391	-	-	391	481	671	
Travel	486	74	560	60	496	10	13	45	68	606	37	26	669	737	1,853	
Insurance	30	-	30	100	1,135	-	-	-	-	2,683	1,392	2,337	6,412	6,412	7,677	
Transit Programs	-	-	-	-	-	59,057	24,363	-	83,420	-	-	-	-	83,420	83,420	
Operating Capital	450	61	511	39	2,661	143	15	116	274	-	-	-	-	274	3,485	
Governmental Grants	-	1,428	1,428	-	574	-	722	121	843	2,551	-	-	2,551	3,394	5,396	
Other Expenses	533	202	735	873	4,745	82	82	72	236	4,259	636	80	4,975	5,211	11,564	
Total Expenses	63,017	8,242	71,258	6,986	127,701	70,831	27,100	7,940	105,871	345,955	58,304	18,042	422,301	528,172	734,117	
Other Sources and (Uses):																
Interdivisional Cost Allocation	61,747	(2,224)	59,523	(1,330)	(16,221)	(2,254)	(867)	(1,951)	(5,072)	(32,174)	(4,264)	(462)	(36,900)	(41,972)	-	
Modal Allocation	-	-	-	-	-	-	-	-	-	10,074	(9,096)	(978)	-	-	-	
A-87 Allocation	-	-	-	-	-	-	-	-	-	7,724	(7,235)	(489)	-	-	-	
MVST Transfers In	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer To Passthrough	-	(1,000)	(1,000)	-	-	-	-	-	-	-	-	-	-	-	(1,000)	
Transfer To Capital	(3,475)	-	(3,475)	(45)	(9,000)	-	-	-	-	-	-	-	-	-	(12,520)	
Net Operating Transfers	(2,228)	1,228	(1,000)	200	800	-	-	-	-	-	-	-	-	-	-	
Net Other Sources and (Uses)	56,044	(1,996)	54,048	(1,175)	(24,421)	(2,254)	(867)	(1,951)	(5,072)	(14,376)	(20,595)	(1,929)	(36,900)	(41,972)	(13,520)	
Change in Fund Balance	(1,205)	(260)	(1,464)	(783)	(4,710)	(6,641)	-	(104)	(6,745)	(12,942)	-	-	(12,942)	(19,687)	(26,644)	



**METROPOLITAN COUNCIL
SUMMARY BUDGET
PASSTHROUGH GRANTS AND LOANS
FY18**

Table 4

(\$ in 000s)

	Metro HRA	Parks O & M	Planning Assistance	Livable Communities	MCES Grants	Suburban Transit Providers	Memo Total
Revenues:							
Property Tax	-	-	-	16,699	-	-	16,699
Federal Revenues	58,525	-	-	-	-	-	58,525
State Revenues	1,900	8,740	-	-	-	35,578	46,218
Investment Earnings	-	-	-	800	-	-	800
Total Revenues	60,425	8,740	-	17,499	-	35,578	122,242
Expenses:							
Passthrough Grants & Loans	60,425	8,740	500	18,499	3,465	35,578	127,207
Total Expenses	60,425	8,740	500	18,499	3,465	35,578	127,207
Other Sources and (Uses):							
Transfer From Operations	-	-	-	1,000	-	-	1,000
Net Other Sources and (Uses)	-	-	-	1,000	-	-	1,000
Change in Fund Balance	-	-	(500)	-	(3,465)	-	(3,965)



**METROPOLITAN COUNCIL
SUMMARY BUDGET
REGIONAL ADMINISTRATION
FY18**

Table A-1

(\$ IN 000's)

	Reg Admin & Chair's Office	General Counsel	Government Affairs	Equal Opportunity	Program Evaluation & Audit	Communications	Enterprise Content Mgmt	Human Resources	Information Services	Finance & Budget	Contracts & Procurements	Risk Management	RA Org Wide	Memo Total
Revenues:														
Net Property Tax	-	-	-	-	-	-	-	-	-	-	-	-	4,927	4,927
Investment Earnings	-	-	-	-	-	-	-	-	-	536	-	-	-	536
Other Revenues	-	-	-	-	-	-	-	-	-	-	305	-	-	305
Total Revenues	-	-	-	-	-	-	-	-	-	536	305	-	4,927	5,768
Expenses:														
Salaries & Benefits	1,104	1,407	931	1,904	771	1,927	1,030	5,556	14,340	4,863	4,077	1,457	(200)	39,167
Consulting & Contractual Services	60	599	156	70	20	198	140	1,757	12,825	947	-	18	429	17,219
Materials & Supplies	-	2	-	2	3	37	-	107	156	105	10	2	-	424
Rent & Utilities	62	95	24	32	34	137	30	131	3,636	273	104	65	-	4,623
Printing	-	-	-	5	-	17	-	10	30	23	-	-	-	85
Travel	49	3	3	13	9	7	2	167	185	13	26	9	-	486
Insurance	-	-	-	-	-	-	-	-	-	-	-	30	-	30
Operating Capital	39	9	5	19	8	24	8	63	196	38	29	12	-	450
Other Expenses	12	84	1	38	4	62	-	142	12	158	2	18	-	533
Total Expenses	1,326	2,199	1,120	2,083	849	2,409	1,210	7,933	31,380	6,420	4,248	1,611	229	63,017
Other Sources and (Uses):														
Interdivisional Cost Allocation MCES	372	426	314	701	88	591	228	1,134	8,392	2,140	1,757	131	(54)	16,220
Interdivisional Cost Allocation MT	702	1,386	594	1,036	644	265	948	6,503	18,823	2,534	2,134	1,469	(118)	36,920
Interdivisional Cost Allocation MTS	93	138	78	165	88	818	11	105	2,990	550	26	5	(15)	5,052
Interdivisional Cost Allocation CD	80	131	67	35	21	615	12	130	797	342	-	3	(8)	2,225
Interdivisional Cost Allocation HRA	79	118	67	146	8	120	11	61	378	318	26	3	(5)	1,330
Transfer to ES Operations	-	-	-	-	-	-	-	-	-	-	-	-	(800)	(800)
Transfer to Passthrough	-	-	-	-	-	-	-	-	-	-	-	-	(1,428)	(1,428)
Transfer to Operating Capital	-	-	-	-	-	-	-	-	-	-	-	-	(3,475)	(3,475)
Net Other Sources and (Uses)	1,326	2,199	1,120	2,083	849	2,409	1,210	7,933	31,380	5,884	3,943	1,611	(5,903)	56,044
Change in Fund Balance	-	-	-	-	-	-	-	-	-	-	-	-	(1,205)	(1,205)



**METROPOLITAN COUNCIL
SUMMARY BUDGET
ENVIRONMENTAL SERVICES DIVISION
FY18**

Table B-1

	Operations	Support Services	Maintenance Services	Technical Services	EQA	GM Office	ES Wide	Total Operating	Debt Service	Passthrough Grants	Memo Total
Revenues:											
Net Property Tax	-	-	-	-	-	-	-	-	-	-	-
State Revenues	-	-	-	-	1,648	-	-	1,648	-	-	1,648
Municipal Wastewater Charges	-	-	-	-	-	-	131,494	131,494	88,256	-	219,750
Industrial Wastewater Charges	-	-	-	-	-	-	12,865	12,865	815	-	13,680
Sewer Availability Charges	-	-	-	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	800	800	-	-	800
Other Revenues	29	275	50	-	98	8	145	605	-	-	605
Total Revenues	29	275	50	-	1,746	8	145,304	147,412	89,071	-	236,483
Expenses:											
Salaries & Benefits	39,348	11,105	6,346	4,030	4,219	3,220	(2,442)	65,826	-	-	65,826
Consulting & Contractual Services	9,751	2,428	2,324	142	2,396	584	524	18,149	-	-	18,149
Materials & Supplies	5,541	1,423	688	70	253	23	802	8,800	-	-	8,800
Fuel	215	18	25	9	11	2	-	280	-	-	280
Chemicals	8,677	22	-	-	-	-	-	8,699	-	-	8,699
Utilities	15,516	263	139	-	16	-	364	16,298	-	-	16,298
Printing	12	2	1	6	6	11	-	38	-	-	38
Travel	72	123	67	70	97	67	-	496	-	-	496
Insurance	-	-	-	-	-	-	1,135	1,135	-	-	1,135
Operating Capital	516	101	740	-	-	-	1,304	2,661	-	-	2,661
Governmental Grants	-	-	-	500	74	-	-	574	-	3,465	4,039
Other Expenses	65	34	12	13	407	223	3,991	4,745	-	-	4,745
Passthrough Grants	-	-	-	-	-	-	-	-	-	-	-
Debt Service Obligations	-	-	-	-	-	-	-	-	131,000	-	131,000
Total Expenses	79,713	15,519	10,342	4,840	7,479	4,130	5,678	127,701	131,000	3,465	262,166
Other Sources and (Uses):											
Interdivisional Allocation	-	-	-	-	-	-	(16,221)	(16,221)	-	-	(16,221)
SAC Transfers In	-	-	-	-	-	-	-	-	41,929	-	41,929
Transfers From Other Funds	-	-	-	500	300	-	-	800	-	-	800
Transfers To Capital Program	-	-	-	-	-	-	(9,000)	(9,000)	-	-	(9,000)
Net Other Sources and (Uses)	-	-	-	500	300	-	(25,221)	(24,421)	41,929	-	17,508
Change in Fund Balance	(79,684)	(15,244)	(10,292)	(4,340)	(5,433)	(4,122)	114,405	(4,710)	-	(3,465)	(8,175)



**METROPOLITAN COUNCIL
SUMMARY BUDGET
TRANSPORTATION DIVISION
FY18**

Table C-1

(\$ in 000s)

	Metro Mobility	Transit Link	Fixed Route	Transportation Planning	Metropolitan Transportation	Bus	Light Rail	Commuter Rail	Total Metro Transit	Total Operating	Debt Service	Transit Providers	of Way Pass-Through	Memo Total	MVST Reserves
Revenues:															
Motor Vehicle Sales Tax	-	5,852	17,624	3,439	26,915	207,453	-	-	207,453	234,368	-	33,573	-	267,941	12,336
State Appropriations	57,667	-	-	106	57,773	33,495	25,026	7,127	65,648	123,421	-	2,005	-	125,426	-
Other State Revenues	-	-	-	810	810	-	-	-	-	810	-	-	-	810	-
Total State Revenues	57,667	5,852	17,624	4,355	85,498	240,948	25,026	7,127	273,101	358,599	-	35,578	-	394,177	12,336
Net Property Tax	-	-	-	-	-	-	-	-	-	-	47,042	-	-	47,042	-
Federal Revenues	-	1,200	638	5,326	7,164	28,913	1,057	424	30,394	37,558	-	-	-	37,558	-
Local Revenues	-	-	-	106	106	-	25,026	9,862	34,888	34,994	-	-	-	34,994	-
Passenger Fares	8,777	767	1,841	-	11,385	71,778	25,790	2,558	100,126	111,511	-	-	-	111,511	-
Contract & Special Event Revenues	-	-	-	-	-	1,400	450	-	1,850	1,850	-	-	-	1,850	-
Investment Earnings	-	-	-	-	-	500	25	-	525	525	180	-	-	705	-
Other Revenues	-	-	45	-	45	3,850	1,525	-	5,375	5,420	-	-	-	5,420	-
Total Other Revenues	8,777	1,967	2,524	5,432	18,700	106,441	53,873	12,844	173,158	191,858	47,222	-	-	239,080	-
Total Revenues	66,444	7,819	20,148	9,787	104,198	347,389	78,899	19,971	446,259	550,457	47,222	35,578	-	633,257	12,336
Expenses:															
Salaries & Benefits	1,936	228	591	3,187	5,942	284,106	43,922	6,612	334,640	340,582	-	-	-	340,582	-
Consulting & Contractual Services	770	85	717	3,950	5,522	9,273	2,343	5,740	17,356	22,878	-	-	-	22,878	-
Materials & Supplies	751	98	85	15	949	22,844	4,370	1,279	28,493	29,442	-	-	-	29,442	-
Fuel	7,664	-	-	-	7,664	14,449	14	1,251	15,714	23,378	-	-	-	23,378	-
Rent & Utilities	382	23	60	398	863	4,793	5,590	717	11,100	11,963	-	-	-	11,963	-
Printing	36	3	15	36	90	391	-	-	391	481	-	-	-	481	-
Travel	10	5	8	45	68	606	37	26	669	737	-	-	-	737	-
Insurance	-	-	-	-	-	2,683	1,392	2,337	6,412	6,412	-	-	-	6,412	-
Transit Programs	59,057	7,119	17,244	-	83,420	-	-	-	-	83,420	-	-	-	83,420	-
Operating Capital	143	4	11	116	274	-	-	-	-	274	-	-	-	274	-
Governmental Grants	-	-	722	121	843	2,551	-	-	2,551	3,394	-	-	-	3,394	-
Other Expenses	82	11	71	72	236	4,259	636	80	4,975	5,211	-	-	-	5,211	-
Passthrough Grants	-	-	-	-	-	-	-	-	-	-	-	35,578	-	35,578	-
Debt Service Obligations	-	-	-	-	-	-	-	-	-	-	43,493	-	-	43,493	-
Total Expenses	70,831	7,576	19,524	7,940	105,871	345,955	58,304	18,042	422,301	528,172	43,493	35,578	-	607,243	-
Other Sources and (Uses):															
Interdivisional Cost Allocation	(2,254)	(243)	(624)	(1,951)	(5,072)	(32,174)	(4,264)	(462)	(36,900)	(41,972)	-	-	-	(41,972)	-
Modal Allocation	-	-	-	-	-	10,074	(9,096)	(978)	-	-	-	-	-	-	-
A-87 Cost Allocation	-	-	-	-	-	7,724	(7,235)	(489)	-	-	-	-	-	-	-
MVST Transfers In	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers From Other Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers To Operating Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Other Sources and (Uses)	(2,254)	(243)	(624)	(1,951)	(5,072)	(14,376)	(20,595)	(1,929)	(36,900)	(41,972)	-	-	-	(41,972)	-
Change in Fund Balance	(6,641)	-	-	(104)	(6,745)	(12,942)	-	-	(12,942)	(19,687)	3,729	-	-	(15,958)	12,336



**METROPOLITAN COUNCIL
SUMMARY BUDGET
COMMUNITY DEVELOPMENT DIVISION
FY18**

Table D-1

(\$ 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
Revenues:																	
Property Tax	9,978	-	-	-	-	9,978	-	9,978	6,647	-	-	-	5,000	11,699	-	16,699	33,324
Federal Revenues	-	-	-	-	-	-	5,015	5,015	-	-	58,525	-	-	-	-	-	63,540
State Revenues	-	-	-	-	-	-	148	148	-	8,740	1,900	-	-	-	-	-	10,788
Investment Earnings	-	-	-	-	-	-	-	-	96	-	-	-	250	500	50	800	896
Other Revenues	-	-	-	-	-	-	2,215	2,215	-	-	-	-	-	-	-	-	2,215
Total Revenues	9,978	-	-	-	-	9,978	7,378	17,356	6,743	8,740	60,425	-	5,250	12,199	50	17,499	110,763
Expenses:																	
Salaries & Benefits	848	1,672	1,408	856	556	5,340	4,176	9,516	-	-	-	-	-	-	-	-	9,516
Consulting & Contractual Services	150	307	330	105	-	892	1,472	2,364	-	-	-	-	-	-	-	-	2,364
Materials & Supplies	20	-	-	-	-	20	40	60	-	-	-	-	-	-	-	-	60
Rent & Utilities	183	-	-	-	-	183	201	384	-	-	-	-	-	-	-	-	384
Printing	42	-	-	-	-	42	25	67	-	-	-	-	-	-	-	-	67
Travel	9	25	19	12	9	74	60	134	-	-	-	-	-	-	-	-	134
Insurance	-	-	-	-	-	-	100	100	-	-	-	-	-	-	-	-	100
Operating Capital	61	-	-	-	-	61	39	100	-	-	-	-	-	-	-	-	100
Other Expenses	202	-	-	-	-	202	873	1,075	-	-	-	-	-	-	-	-	1,075
Passthrough Grants	1,428	-	-	-	-	1,428	-	1,428	-	8,740	60,425	500	5,250	11,699	1,550	18,499	89,592
Debt Service Obligations	-	-	-	-	-	-	-	-	1,971	-	-	-	-	-	-	-	1,971
Total Expenses	2,943	2,004	1,757	973	565	8,242	6,986	15,228	1,971	8,740	60,425	500	5,250	11,699	1,550	18,499	105,363
Other Sources and (Uses):																	
Interdivisional Cost Allocation	(2,224)	-	-	-	-	(2,224)	(1,330)	(3,554)	-	-	-	-	-	-	-	-	(3,554)
Transfer To Operating Capital	228	-	-	-	-	228	200	428	-	-	-	-	-	-	-	-	428
Intradivisional Transfers	-	-	-	-	-	-	-	-	-	-	-	-	(500)	1,500	1,000	1,000	1,000
Net Other Sources and (Uses)	(1,996)	-	-	-	-	(1,996)	(1,130)	(3,126)	-	-	-	-	-	(500)	1,500	1,000	(2,126)
Change in Fund Balance	5,039	(2,004)	(1,757)	(973)	(565)	(260)	(738)	(998)	4,772	-	-	(500)	-	-	-	-	3,275

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2018 Current	Changes	2018 Amended	2018	2019	2020	2021	2022	2023	Total	
METRO TRANSIT											
Fleet Modernization											
Big Buses	140,670	2,975	143,645	13,705	50,578	36,872	46,574	55,762	77,674	281,166	424,810
Bus Tire Leasing	14,165	-	14,165	3,402	3,581	3,889	4,002	4,298	4,472	23,645	37,810
Commuter Rail Projects	2,250	-	2,250	1,750	3,000	1,250	1,250	1,750	-	9,000	11,250
Light Rail Vehicles	17,878	-	17,878	7,925	8,600	5,000	1,200	28,200	-	50,925	68,803
Non-Revenue Vehicles	-	-	-	697	420	5	-	171	-	1,293	1,293
TOTAL Fleet Modernization	174,963	2,975	177,938	27,479	66,179	47,016	53,026	90,181	82,147	366,028	543,966
Support Facilities											
Heywood Garage	18,541	-	18,541	1,000	29,583	12,851	3,566	-	-	47,000	65,541
Police Facility	27,500	-	27,500	-	-	-	-	-	-	-	27,500
Support Facility	95,908	-	95,908	16,685	14,645	12,877	13,980	13,900	13,700	85,787	181,695
TOTAL Support Facilities	141,949	-	141,949	17,685	44,229	25,728	17,546	13,900	13,700	132,787	274,736
Customer Facilities											
Bus System Customer Facility	51,295	-	51,295	6,852	4,415	9,365	3,965	4,265	4,115	32,977	84,272
Customer Facilities Rail	9,209	-	9,209	-	-	-	-	-	-	-	9,209
TOTAL Customer Facilities	60,504	-	60,504	6,852	4,415	9,365	3,965	4,265	4,115	32,977	93,481
Technology Improvements											
Technology Investments	41,551	-	41,551	14,270	6,789	7,596	6,377	2,929	4,217	42,178	83,729
TOTAL Technology Improvements	41,551	-	41,551	14,270	6,789	7,596	6,377	2,929	4,217	42,178	83,729
Other Capital Equipment											
Other Capital Equipment	50,280	-	50,280	4,818	7,321	4,780	4,720	3,810	5,470	30,920	81,200
TOTAL Other Capital Equipment	50,280	-	50,280	4,818	7,321	4,780	4,720	3,810	5,470	30,920	81,200
Transitways - Non New Starts											
Arterial Bus Rapid Transit (ABRT)	47,010	-	47,010	16,821	11,900	1,200	1,000	150	150	31,221	78,231
Commuter Rail Projects	1,200	-	1,200	300	300	300	300	300	300	1,800	3,000
Highway Bus Rapid Transit (HBRT)	101,622	-	101,622	-	79,372	37,039	-	-	-	116,411	218,033
Light Rail Projects	133,749	-	133,749	5,125	8,325	7,075	1,575	5,475	1,575	29,150	162,899
Metro Blue Line (Hiawatha Corridor)	2,300	-	2,300	-	-	-	-	-	-	-	2,300
Transitways	220	-	220	160	-	-	-	-	-	160	380
TOTAL Transitways - Non New Starts	286,101	-	286,101	22,406	99,897	45,614	2,875	5,925	2,025	178,743	464,844
Federal New Starts Rail Projects											
Metro Blue Line (Bottineau Boulevard)	164,476	11,087	175,563	1,352,707	-	-	-	-	-	1,352,707	1,528,270
Metro Blue Line (Hiawatha Corridor)	565	-	565	-	-	-	-	-	-	-	565
Metro Green Line (Central Corridor)	41,900	-	41,900	-	-	-	-	-	-	-	41,900
Metro Green Line (Southwest Corridor)	449,126	-	449,126	1,399,420	-	-	-	-	-	1,399,420	1,848,546
Northstar Commuter Rail	10,327	-	10,327	-	-	-	-	-	-	-	10,327
TOTAL Federal New Starts Rail Projects	666,393	11,087	677,481	2,752,127	-	-	-	-	-	2,752,127	3,429,608
Total METRO TRANSIT Capital Program	1,421,741	14,062	1,435,803	2,845,638	228,830	140,099	88,509	121,010	111,674	3,535,760	4,971,563

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2018 Current	Changes	2018 Amended	2018	2019	2020	2021	2022	2023	Total	
METROPOLITAN TRANSPORTATION SERVICES											
Fleet Modernization											
Big Buses	78,436	-	78,436	5,173	12,388	34,183	14,055	15,759	17,937	99,494	177,930
Non-Revenue Vehicles	36	-	36	-	-	-	-	-	-	-	36
Repairs, Equipment and Technology	12,320	20	12,340	2,219	3,368	2,074	3,986	3,700	3,220	18,567	30,907
Small Buses	33,874	-	33,874	14,301	11,933	12,154	12,862	23,059	17,855	92,165	126,039
TOTAL Fleet Modernization	124,667	20	124,687	21,692	27,688	48,411	30,903	42,518	39,012	210,225	334,912
Customer Facilities											
Bus System Customer Facility	-	-	-	250	509	-	1,667	-	2,026	4,453	4,453
TOTAL Customer Facilities	-	-	-	250	509	-	1,667	-	2,026	4,453	4,453
Technology Improvements											
Repairs, Equipment and Technology	-	-	-	1,658	1,825	1,623	2,470	2,828	2,108	12,513	12,513
Technology Investments	5,560	216	5,776	3,846	3,298	3,282	7,577	5,070	7,209	30,282	36,058
TOTAL Technology Improvements	5,560	216	5,776	5,505	5,123	4,904	10,047	7,898	9,317	42,794	48,570
Other Regional Providers - Non Fleet											
Maple Grove Transit	1,760	-	1,760	312	328	336	345	353	362	2,037	3,797
Minnesota Valley Transit Association	6,491	-	6,491	1,535	1,573	1,612	1,653	1,694	1,736	9,803	16,293
Plymouth Transit	4,081	-	4,081	280	287	295	302	309	317	1,791	5,872
SouthWest Transit	600	-	600	576	590	605	620	636	652	3,678	4,278
University of Minnesota Transit	850	-	850	1,627	269	276	283	290	297	3,042	3,892
TOTAL Other Regional Providers - Non Fleet	13,782	-	13,782	4,330	3,048	3,124	3,202	3,282	3,364	20,350	34,132
Transitways - Non New Starts											
Transitways	25,030	30	25,060	490	7,159	20	20	20	1,750	9,459	34,519
TOTAL Transitways - Non New Starts	25,030	30	25,060	490	7,159	20	20	20	1,750	9,459	34,519
Total MTS Capital Program	169,039	266	169,305	32,267	43,527	56,460	45,840	53,718	55,470	287,281	456,586
COMBINED											
Fleet Modernization	299,629	2,995	302,624	49,172	93,867	95,427	83,930	132,699	121,159	576,254	878,878
Support Facilities	141,949	-	141,949	17,685	44,229	25,728	17,546	13,900	13,700	132,787	274,736
Customer Facilities	60,504	-	60,504	7,102	4,924	9,365	5,632	4,265	6,141	37,430	97,933
Technology Improvements	47,111	216	47,327	19,775	11,912	12,500	16,424	10,827	13,534	84,972	132,299
Other Regional Providers - Non Fleet	13,782	-	13,782	4,330	3,048	3,124	3,202	3,282	3,364	20,350	34,132
Other Capital Equipment	50,280	-	50,280	4,818	7,321	4,780	4,720	3,810	5,470	30,920	81,200
Transitways - Non New Starts	311,131	30	311,161	22,896	107,056	45,634	2,895	5,945	3,775	188,202	499,363
Federal New Starts Rail Projects	666,393	11,087	677,481	2,752,127	-	-	-	-	-	2,752,127	3,429,608
TOTAL TRANSPORTATION	1,590,780	14,328	1,605,109	2,877,905	272,357	196,558	134,349	174,728	167,143	3,823,041	5,428,149

Transportation Committee

Meeting date: March 12th, 2018

For the Metropolitan Council meeting of March 28th, 2018

Subject: Authorization to Amend 2018 Unified Budget

District(s), Member(s): All

Policy/Legal Reference: 2018 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, Director of Finance, CD and 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 2018 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).

That the Metropolitan Council amend the 2018 Unified Budget – Operating Budget as indicated and in accordance with the spreadsheet in Operating Budget – Attachment #2.

Background

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

Capital Program:

Metro Transit

Administrative Adjustments: None

Reallocating Existing Funding / Closing Projects: None

Increase Authorization, Reduce Authorization and Authorize New Projects:

Blue Line Extension LRT Project - 61403

This amendment recognizes \$11,087,084 in Hennepin County Funding which represents 20% of the HCRRA portion that has been assigned to Hennepin County from the 2017 CTIB Capital Grant Agreement. This funding was approved by Council Action in Business Item 2017-277 SW. This project is identified in the CIP.

C-Line Lo-No Grant - Project - New

This amendment provides \$1,750,000 in Federal Funding and \$1,225,000 in MVST Funding to purchase battery electric buses, related charging equipment and support mechanic technician training for the C-line. These funds were awarded from the 2017 Low or No Emissions FTA discretionary grant (5339c). This project is not identified in the CIP.

Metropolitan Transportation Services

Administrative Adjustments: None

Reallocating Existing Funding / Closing Projects: None

Increase Authorization, Reduce Authorization and Authorize New Projects:

2018-Cedar Grove Inline Electrical Improvements – Project 36088 – New

This amendment authorizes \$30,000 of RTC funds for Cedar Grove Inline Transit Station signage and electrical improvements. This project is identified in the CIP.

Regional - Bus Midlife Rehabilitation – Project 35975

This amendment authorizes \$20,000 of MVST funds to be transferred from the MTS operating budget for midlife bus rehabilitations. This project is identified in the CIP.

2018-MTS-Ubisense Gate Technology – Project 36087 – New

This amendment authorizes \$216,375 of RTC funds to complete the purchase of Ubisense Gate Tag Technology. 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 2018 capital budget is proposed to increase by \$14,062,084 for Metro Transit and \$266,375 for Metropolitan Transportation Services.

Operating Budget:

Metro Transit

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

Metropolitan Transportation Services

Change in Revenues: \$0; Expenditures/Transfers: \$0; Reserves: \$0

This amendment authorizes \$20,000 in MVST revenues to be transferred from Contracted Services operating budget to the capital program and for \$20,000 in federal funds to be transferred from the capital program to Contracted Services operating budget. MVST funds will be used in the capital program for engines, transmissions, midlife vehicle rehabilitations, and Suburban Transit Provider projects that are not eligible to be funded with regional bonds. This dollar for dollar exchange of funds has no impact on regional MVST allocations, MVST reserves or planned capital projects.

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

- This budget amendment demonstrates commitment toward asset preservation and also supports the Thrive outcomes of stewardship by assessing the future needs, responsible planning and management of resources for Metro Transit and Metropolitan Transportation Services.

Prosperity

- The budget amendment adds funding for the Metro Blue Line Extension and reflects strategic investment in regional infrastructure that will promote economic competitiveness and create prosperity for the region.

Funding

Capital Program:

This amendment increases the Transportation Division Federal revenues by \$1,750,000, increases State revenues by \$1,225,000, increases Other revenues by \$11,107,084, and increases RTC revenues by \$246,375.

Operating Budget:

This amendment increases the Transportation Division Federal Revenues by \$20,000 and decreases MVST funds by \$20,000. This dollar for dollar exchange of funds has no impact on regional MVST allocation, MVST reserves or planned capital projects.

Known Support / Opposition

No known opposition.

Attachments:

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

Environment Committee

Meeting date: March 13, 2018

Management Committee

Meeting date: March 14, 2018

For the Metropolitan Council meeting of March 28, 2018

Subject: Unified Budget Amendment – Regular Carry Forward

District(s), Member(s): All

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

Staff Prepared/Presented: Matt Gsellmeier, 651-602-1802

Division/Department: MCES c/o Leisa Thompson, 651-602-8101

Proposed Action

That the Metropolitan Council amend the 2018 Unified Operating Budget for wastewater operations to increase expenses by \$4,693,000.

Background

These expenses were budgeted in 2017, but due to delays were not expended through the end of 2017 as authorized and are not included in the 2018 budget. These delays were caused by issues of scheduling, design, contracting and bidding, and parts availability. The expense amount includes:

- \$2,465,000 Targeted Stormwater Grants
- \$1,000,000 Green Infrastructure Grants
- \$816,000 Software refreshes & new tools (Hyper V, Wonderware, Liferay, Biological data tool)
- \$298,000 Capital Outlays for 4 Chevy Bolts and refresh of video conference equipment
- \$114,000 Variable Frequency Drive (VFD) install / replacement at Eagles Point

The Targeted Stormwater and Green Infrastructure Grant revenues have been received by MCES, and are currently reflected in the reserve. All of the remaining items meet the carryforward requirements such as having purchase orders in place, being over \$50,000, and having residual 2017 budget funds available. In addition, the remaining (non-grant) items will be spent in the first quarter of 2018.

Rationale

This amendment authorizes expenses that management believes are necessary for MCES operations and maintenance, along with fulfilling grant obligations and commitments.

Thrive Lens Analysis

This amendment advances financial stewardship by ensuring that proper investments are made for the operation and preservation of the Metropolitan Disposal System.

Funding

The other expenses will be covered through wastewater reserves, which increased as these expenses were not incurred during 2017 and will not cause reserves to fall below the Council Target Reserve Balance level.

Known Support / Opposition

None

Community Development Committee

Meeting date: March 18, 2018

For the Metropolitan Council meeting of March 28, 2018

Subject: 2018 Unified Budget Amendment – Carry Forward 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.

Staff Prepared/Presented: Heather Aagesen-Huebner, Finance and Administration Director for Community Development and Metropolitan Services (651) 602-1728, Mary Robison, Budget Manager for Community Development (CD) and Metropolitan Transportation Services (MTS), (651) 602-1715

Division/Department: Community Development – Regional Policy and Research; Local Planning and Assistance

Proposed Action

That the Metropolitan Council authorize the 2018 Unified Budget amendment as indicated, and in accordance with the table below.

Background

This amendment carries forward previously budgeted expenses from the 2017 Unified Budget to the 2018 Unified Budget. The changes are described below.

Operating Budget (Carry Forward)

	Amount	Description
1.	\$85,000	Consulting services to refine the regional forecasting model
2.	\$148,000	Consulting services on climate change mitigation planning
3.	\$33,500	Contract to expand energy use data collection and analysis within the metro region

Rationale

This amendment will allow the Community Development Division to continue or complete projects initiated in 2017.

Thrive Lens Analysis

This amendment will advance stewardship and prosperity through monitoring development and growth patterns in the region.

The amendment will advance sustainability by:

- supporting climate change mitigation planning, and
- expanding energy data collection and analysis

Funding

The \$266,500 operating budget increase will be funded with available reserves.

Known Support / Opposition

None