

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

3rd QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

December 11, 2019

Livability

Light Rail

Diversity

Trails

Treatment

Equity

Airplane

Communities

Wastewater & Water

Lakes

Treatment

Regional

Economic

Roads



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OPERATING FUNDS-STATEMENT OF REVENUES & EXPENSES

**OPERATING FUNDS
STATEMENT OF REVENUES AND EXPENSES
2019 -3rd Quarter Results
(in thousands)
Unaudited**

	General Fund				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	9,051	56%	16,655	16,188	467
Expenses	48,753	64%	75,455	75,806	351
Transfers	36,703	66%	57,578	55,578	2,000
Change in Reserve Balance	(2,999)		(1,222)	(4,040)	2,818
Beginning Reserve Balance			21,566		
Assigned/Committed			(6,633)		
Ending Reserve Balance			<u>13,711</u>		
Target Balance			7,581		

	Environmental Services				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	182,579	71%	260,460	257,428	3,032
Expenses	93,055	65%	146,781	142,491	(4,290)
Transfers	(85,769)	70%	(121,665)	(121,665)	0
Change in Reserve Balance	3,755		(7,986)	(6,728)	(1,258)
Beginning Reserve Balance			37,103		
Ending Reserve Balance			<u>29,117</u>		
Target Balance			14,249		

	Housing and Redevelopment Authority				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	55,743	79%	71,858	70,398	1,460
Expenses	53,887	75%	71,946	72,096	150
Transfers	433	24%	(171)	1,829	(2,000)
Change in Reserve Balance	2,289		(259)	131	(390)
Beginning Reserve Balance			7,100		
Ending Reserve Balance			<u>6,841</u>		
Target Balance			5,832		

	Metro Transit - Bus				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	246,774	74%	316,448	331,413	(14,965)
Expenses	223,804	70%	306,205	321,583	15,378
Transfers	(14,274)	61%	(22,664)	(23,471)	807
Change in Reserve Balance	8,696		(12,421)	(13,641)	1,220
Beginning Reserve Balance			83,744		
Ending Reserve Balance			<u>71,323</u>		
Target Balance			28,639		

	Metro Transit - Light Rail				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	60,231	75%	78,568	80,144	(1,576)
Expenses	45,517	70%	61,598	65,331	3,733
Transfers	(11,202)	75%	(15,512)	(15,023)	(489)
Change in Reserve Balance	3,512		1,458	(210)	1,668
Beginning Reserve Balance			13,611		
Ending Reserve Balance			<u>15,069</u>		
Target Balance			6,669		

	Metro Transit - Commuter Rail				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	15,252	76%	18,489	19,952	(1,463)
Expenses	11,459	62%	15,747	18,517	2,770
Transfers	(1,377)	84%	(1,747)	(1,644)	(103)
Change in Reserve Balance	2,416		995	(209)	1,204
Beginning Reserve Balance			5,460		
Ending Reserve Balance			<u>6,455</u>		
Target Balance			1,673		

	MTS - Transportation Planning				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	6,368	62%	8,888	10,200	(1,312)
Expenses	3,563	42%	6,269	8,474	2,205
Transfers	(1,457)	84%	(1,726)	(1,726)	0
Change in Reserve Balance	1,348		893	0	893
Beginning Reserve Balance			4,957		
Ending Reserve Balance			<u>5,850</u>		
Target Balance			3,213		

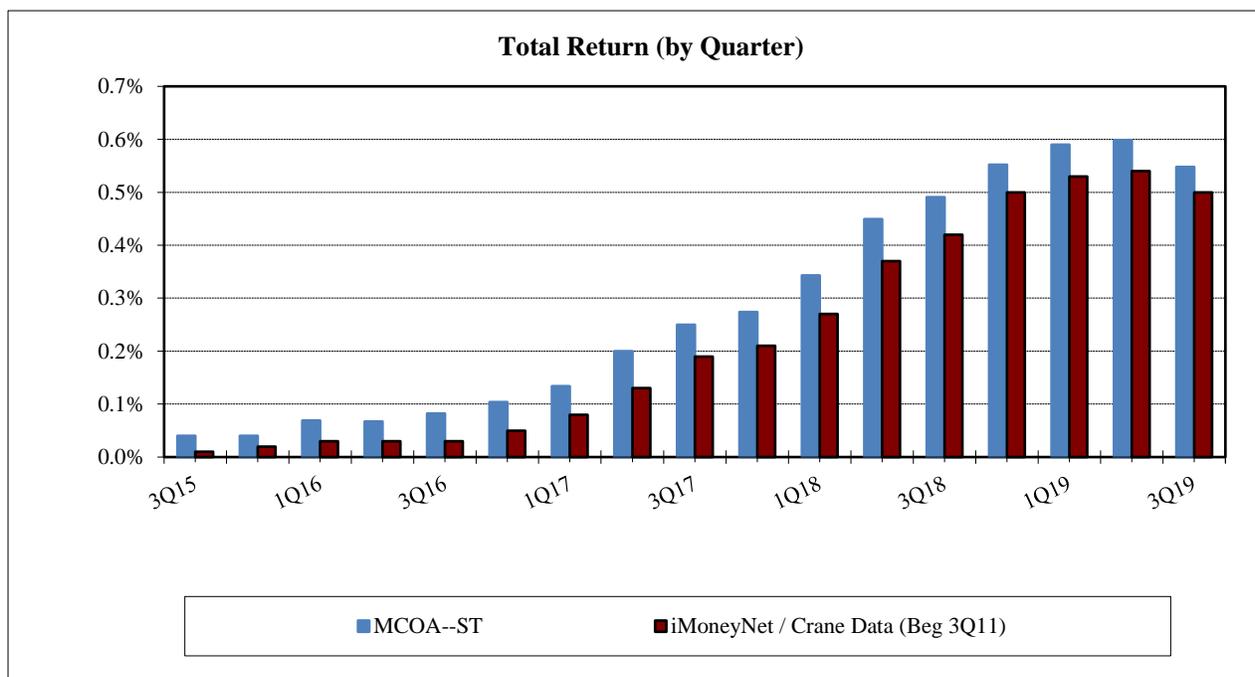
	MTS - Metro Mobility				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	68,649	76%	91,239	90,909	330
Expenses	56,598	71%	77,142	80,142	3,000
Transfers	(1,681)	77%	(2,176)	(2,176)	0
Change in Reserve Balance	10,370		11,921	8,591	3,330
Beginning Reserve Balance			18,002		
Ending Reserve Balance			<u>29,923</u>		
Target Balance			8,232		

	MTS - Contracted Service				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	2019 Variance*
Revenues	21,616	75%	28,398	28,850	(452)
Expenses	19,787	70%	27,692	28,144	452
Transfers	(643)	91%	(706)	(706)	0
Change in Reserve Balance	1,186		0	0	0
Beginning Reserve Balance			7,709		
Ending Reserve Balance			<u>7,709</u>		
Target Balance			2,885		

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO



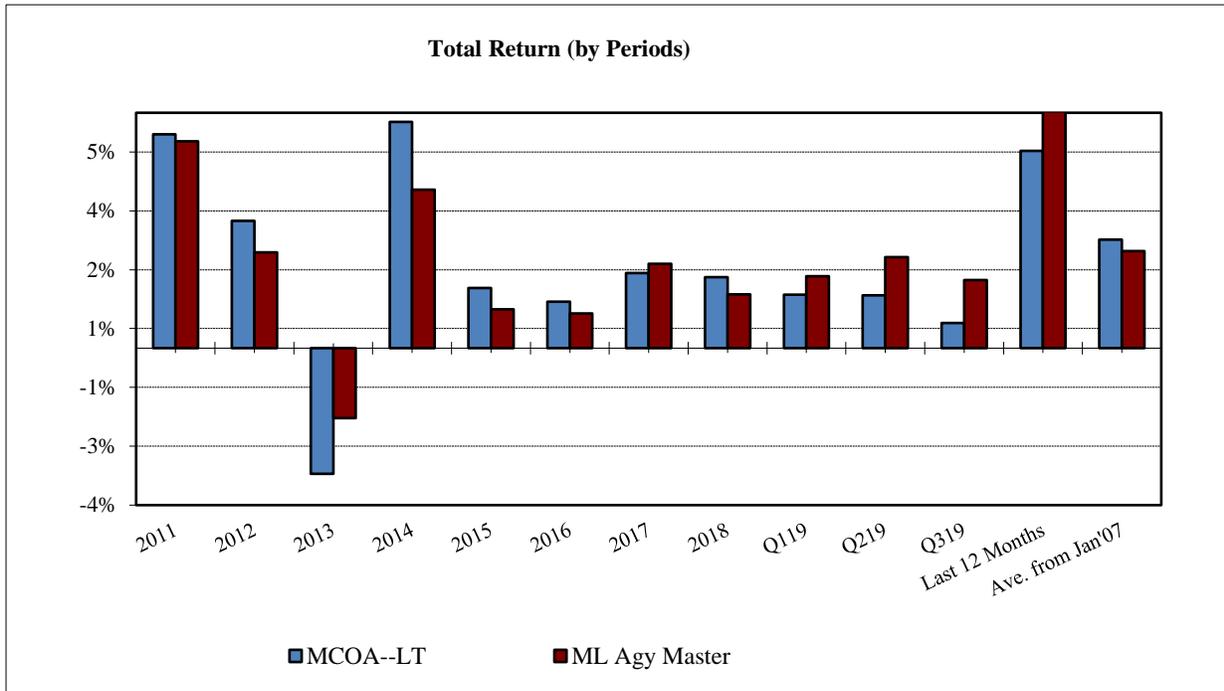
3Q19 Short-Term Portfolio Investment Results

Assets under Management (AUM): \$527.3 Million

The portfolio outperformed its benchmark during the third quarter. Total return of 0.55% was above the index (0.50%) by 5 basis points. This portfolio has averaged 18 bps per year more than its benchmark over the past 10 years. For the quarter, the Council’s liquid cash was invested in government money market funds, Federal Discount Notes, US Treasury Bills and Commercial Paper.

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—LONG-TERM PORTFOLIO



3Q19 Long-Term Portfolio Investment Results

Assets under Management (AUM) \$455.9 Million

The portfolio underperformed its benchmark during the third quarter. Total return of .64% was below the index (1.74%) by 110 basis points. The portfolio was comprised of 11% municipal bonds (yielding 4.33%), 80% of U.S. agency securities (yielding 1.96%), 8% was invested in government money market funds (yielding 1.84%) and less than 1% was invested in securitized mortgage backed securities (yielding 2.11%).

Once again municipal bonds held steady and generated positive returns relative to other fixed income products. The positive performance was driven by investor demand and constrained supply. Demand for municipal bonds has remained strong supported by crossover buyers and hedge fund investors who continue to reach out for yield and take advantage of the attractive relative value offered by the muni asset class.

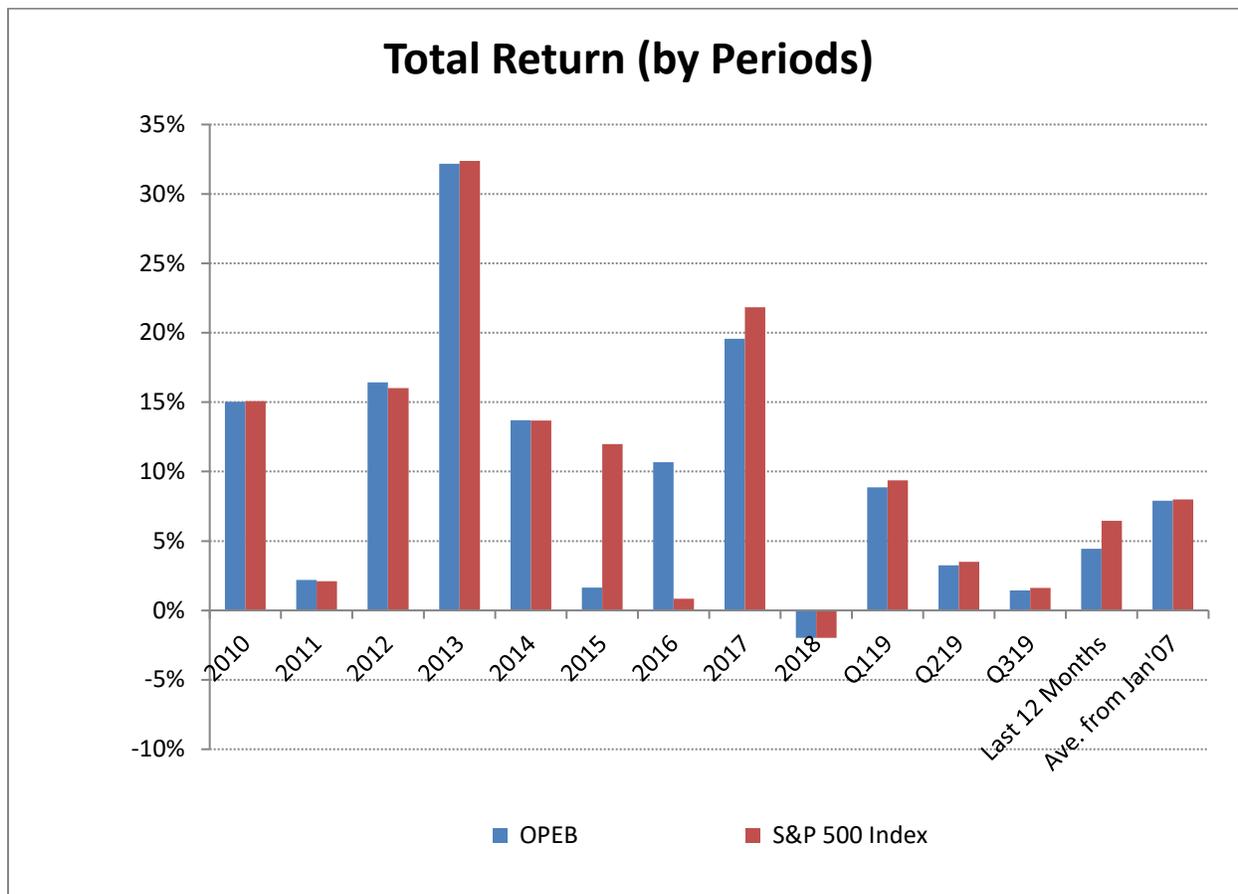
Financial Management Report

3Q19 OPEB PORTFOLIO INVESTMENT RESULTS

Assets under Management (AUM) \$274.1 Million

Currently, the Council's OPEB portfolio is fully invested in 60% equities and 40% US Treasuries/Cash. At end of the third quarter, the OPEB portfolio posted a gain of (1.44%) and the Blended index was (1.63%). For the quarter, the portfolio had unrealized gains and dividends of \$3.9 million. The Council also has an internal cash account for OPEB. At the end of quarter, the amount in this fund was \$3.4 million.

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

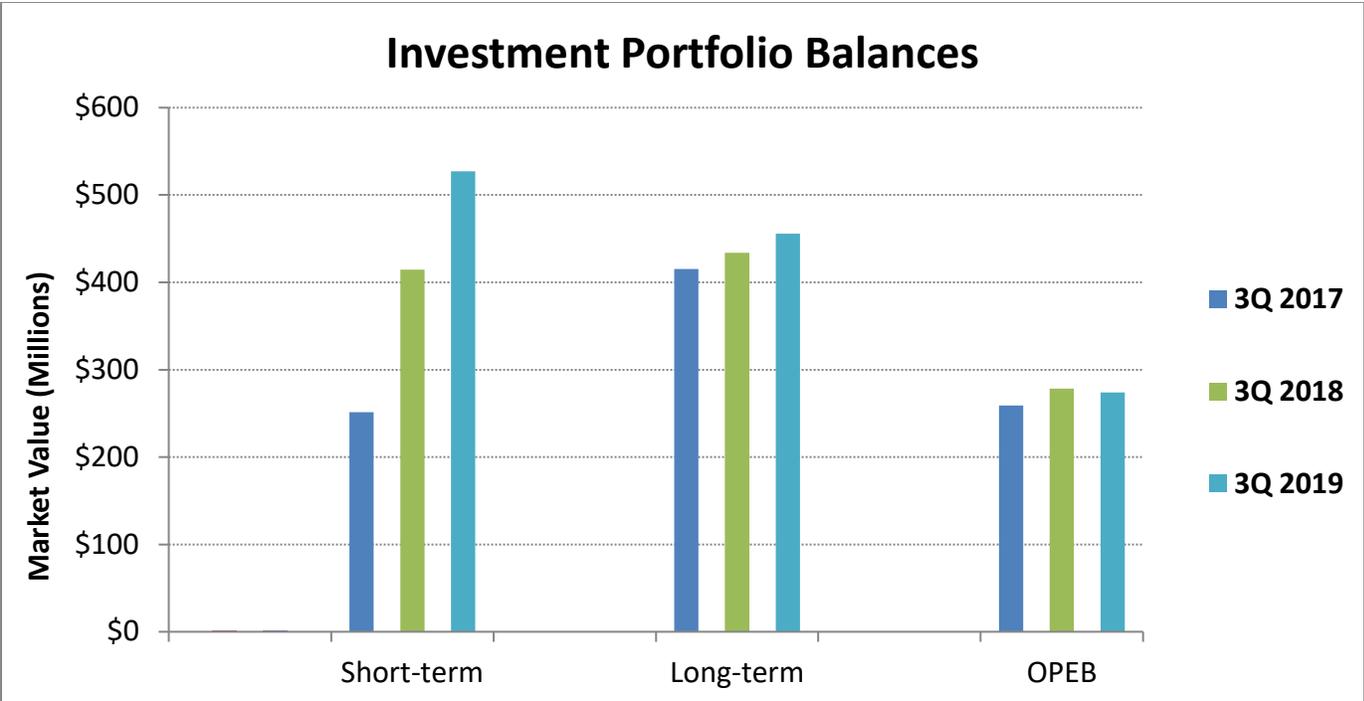


Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	3Q 2017	3Q 2018	3Q 2019
Short-term	\$ 251.2	\$ 414.5	\$ 527.3
Long-term	415.4	434.0	455.9
OPEB	259.2	278.5	274.1
Total	<u>925.8</u>	<u>1,127.0</u>	<u>1,257.3</u>



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2019 YTD		Projected		
	Results	% Budget	Year-End	2019 Budget	Variance
Revenues	9,051	56%	16,655	16,188	467
Expenses	48,753	64%	75,455	75,806	351
Transfers	36,703	66%	57,578	55,578	2,000
Change in Reserve Balance	(2,999)		(1,222)	(4,040)	2,818
Beginning Fund Balance			21,566		
Assigned/Committed			(6,633)		
Ending Unassigned Reserve Balance			13,711		
Target Balance (10%)			7,581		

General Fund

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

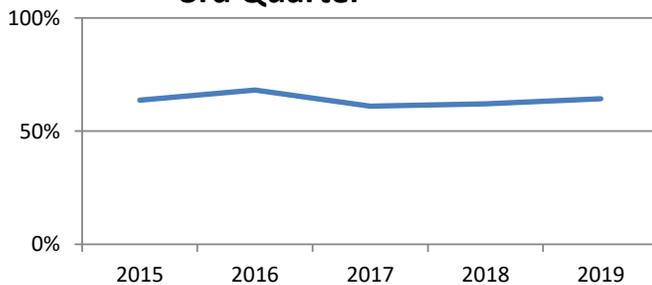
Year to date the General fund has spent 64% of its annual budgeted operating expense. The trend is consistent with prior years' performances compared at third quarter.

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

The general fund had adopted a budget that include a transfer of \$2M to HRA, Federal funds will be used instead of this transfer from the General Fund.

The 2019 General Fund budget approved by the Council reflects a \$4.0 million use of General Fund reserves. The projected year-end available reserve balance is \$13.7 million.

General Fund % of Budget Spent - 3rd Quarter



Environmental Services

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Environmental Services Unaudited - dollars in thousands

	Environmental Services				
	2019 YTD Results	% Budget	Projected Year-End	2019 Budget	Variance
Revenues	182,579	71%	260,460	257,428	3,032
Expenses	93,055	65%	146,781	142,491	(4,290)
Transfers	(85,769)	70%	(121,665)	(121,665)	0
Change in Reserve Balance	3,755		(7,986)	(6,728)	(1,258)
Beginning Reserve Balance			37,103		
Ending Unassigned Reserve Balance			<u>29,117</u>		
Target Balance			14,249		

Environmental Services

Revenues:

Operating revenues are anticipated to be over budget by \$3M. Other Revenue is estimated at \$1.5M over budget for insurance claims (Eagles Point outfall pipe), and FEMA revenue for flood damage. Industrial Charges are expected to run \$1M over budget due to delays in the installation of equipment in the IPIP program. In addition, Investment Earnings are expected to run \$.9M over budget (driven by reserves and interest rates), and State appropriations are expected to run \$.4M under budget.

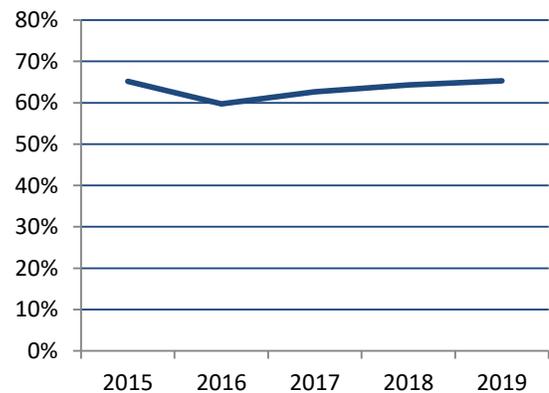
Expenses:

Operating expenses are estimated to be \$4.3M over budget. Salaries and Benefits are expected to be over budget by \$.7M, due primarily to flood related overtime. Consulting & Contractual Services are projected to be \$2.2M over budget due to the Eagles Point outfall pipe (\$1.8M), and other maintenance costs at Metro Plant. Utilities are expected to be \$1.9M over budget due to issues with the Metro Plant turbine generator, and other flood/flow related impacts. We also have \$.6M of savings due to unspent project funds (in other expenses). Other variances are offsetting, and largely due to line-item shifts within the budget for centralized projects. Materials and Supplies is expected to be over for parts, motors, supplies, etc., and grants are estimated to be under due to the timing of MCES water supply and green infrastructure grants.

Reserves:

Considering the above forecasted variances, reserves are projected to decrease by \$8M (compared to an \$6.7M budgeted decrease). The estimated \$8M deficit will decrease the operating fund balance to \$29.1M, which is well above the year-end target balance of \$14.2M.

Environmental Services % of Budget Spent - 3rd Quarter



Financial Management Report

HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Housing and Redevelopment Fund Unaudited - dollars in thousands

	Housing and Redevelopment Authority				
	2019 YTD Results	% Budget	Projected Year-End	2019 Budget	Variance
Revenues	55,743	79%	71,858	70,398	1,460
Expenses	53,887	75%	71,946	72,096	150
Transfers	433	24%	(171)	1,829	(2,000)
Change in Reserve Balance	2,289		(259)	131	(390)
Beginning Reserve Balance			7,100		
Ending Reserve Balance			<u>6,841</u>		
Target Balance			5,832		

Housing and Redevelopment Authority

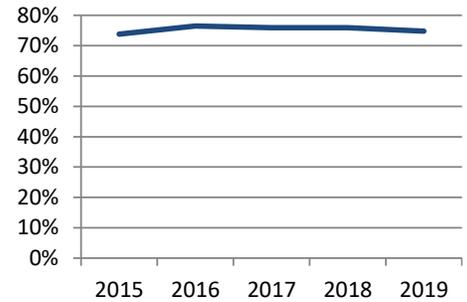
2019 revenues are projected to be favorable to budget by \$1.5M and transfers are decreasing by \$2M.

The 2019 adopted budget reflected a transfer of \$2M in Council general fund to fill a projected deficit for the voucher program. The transfer has been removed and will be replaced with an estimated \$1.6M in additional federal revenue.

The expense budget is forecasted to come in on budget.

The projected reserve balance for HRA is \$6.8M by the end of 2019, which is above the Council's minimum reserve target balance of \$5.8M.

HRA % of Budget Spent - 3rd Quarter



Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Metro Transit - Bus Unaudited - dollars in thousands

Revenues
Expenses
Transfers
Change in Reserve Balance
Beginning Reserve Balance

Ending Reserve Balance

Target Balance

Metro Transit - Bus				
2019 YTD	%	Projected Year-	2019	
Results	Budget	End	Budget	Variance
246,774	74%	316,448	331,413	(14,965)
223,804	70%	306,205	321,583	15,378
(14,274)	61%	(22,664)	(23,471)	807
8,696		(12,421)	(13,641)	1,220
		83,744		
		71,323		
		28,639		

Metro Transit Bus

Passenger fares are \$5.0M below budget due to ridership being 7.6% below the budgeted level and 5.8% below prior year. Average fare per passenger for CY 2019 is \$1.31 compared to \$1.29 in CY 2018.

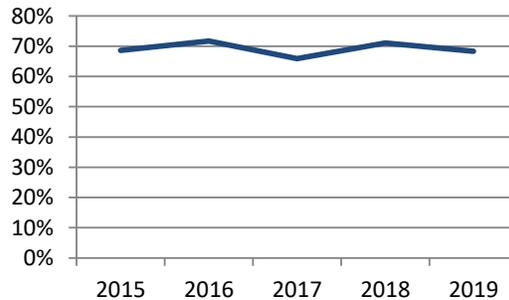
Budgeted Operating expenses of \$345M are expected to be \$16.2M under budget at the end of the year.

Due to: Fuel is forecast to be below budget by \$2.3M due to lower than expected pump prices combined with continued low futures.

Professional and technical services will be \$833KM below budget due to more work being done by Metro Transit staff. Salaries and Benefits are projected to be \$8.6M below budget due to open positions, operator positions open, and insurance. Utilities will be below budget by \$154K. Materials and supplies are forecast to be favorable by \$1.6M due to a newer bus fleet and less repairs than originally anticipated.

The CY 2019 amended budget has a use of reserves of \$13.6M.

Metro Transit - Bus % of Budget Spent - 3rd Quarter



Financial Management Report

METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Metro Transit - Light Rail Unaudited - dollars in thousands

	Metro Transit - Light Rail				
	2019 YTD		Projected		
	Results	% Budget	Year-End	2019 Budget	Variance
Revenues	60,231	75%	78,568	80,144	(1,576)
Expenses	45,517	70%	61,598	65,331	3,733
Transfers	(11,202)	75%	(15,512)	(15,023)	(489)
Change in Reserve Balance	3,512		1,458	(210)	1,668
Beginning Reserve Balance			13,611		
Ending Reserve Balance			<u>15,069</u>		
Target Balance			6,669		

Metro Transit Light Rail

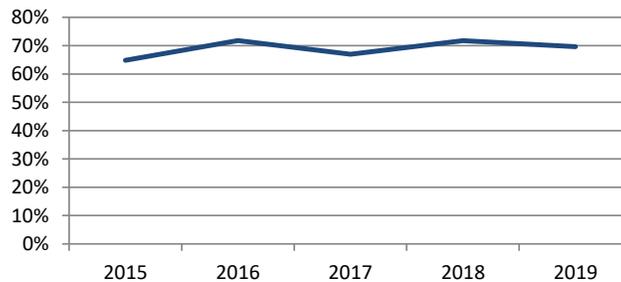
Passenger fares for the year are favorable by \$480K. Average fare per passenger is \$1.07 compared to \$1.08 in CY 2018. Green Line ridership is 5.7% ahead of the prior years level with Blue line at last years level.

Operating expenses are forecast to be \$3.2M below the budgeted level: Labor and benefits are projected to be close to the budgeted level. Professional and technical services are \$1.6M below budget due to timing of projects - with anticipated more projects will be finished in the 4th quarter. Parts and supplies are expected to be under budget by \$900K due to more capitalized overhaul and less repairs than anticipated.

The forecast for year end CY 2019 is for LRT to have a surplus of \$3.1M with \$1.67M returned to the Funding Partners with a net contribution to fund balance of \$1.458M.

The CY 2019 amended budget for LRT is to use \$210K of fund balance.

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



Financial Management Report

METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Metro Transit - Commuter Rail Unaudited - dollars in thousands

	Metro Transit - Commuter Rail				
	2019 YTD Results	% Budget	Projected Year-End	2019 Budget	Variance
Revenues	15,252	76%	18,489	19,952	(1,463)
Expenses	11,459	62%	15,747	18,517	2,770
Transfers	(1,377)	84%	(1,747)	(1,644)	(103)
Change in Reserve Balance	2,416		995	(209)	1,204
Beginning Reserve Balance			5,460		
Ending Reserve Balance			<u>6,455</u>		
Target Balance			1,673		

Metro Transit - Commuter Rail

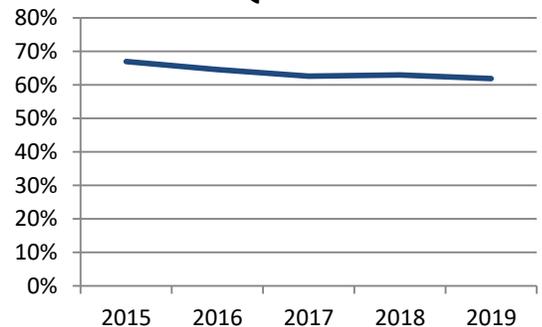
Ridership is underbudget by \$21K but still has a favorable fare variance of \$53K due to an average fare of \$3.40 compared to a budget of \$3.22.

Operating expense for CY 2019 are forecast to be \$2.6M underbudget. Labor and benefits are expected finish the year \$850K underbudget due to open positions and healthcare. BNSF expenses are forecast to be \$900K below budget. Fuel and Parts and supplies will be below budget by \$375K due to low fuel prices throughout the year.

The forecast for year end 2019 is for Commuter rail to have a surplus of \$2.7M with \$1.668M returned to the Funding Partners with a net contribution to fund balance of \$995K.

Commuter Rail's amended budget for CY 2019 is a use of \$209K.

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



Financial Management Report

METROPOLITAN TRANSPORTATION SERVICES

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Metropolitan Transportation Services - Transportation Planning Unaudited - dollars in thousands

	MTS - Transportation Planning				
	2019 YTD		Projected		
	Results	% Budget	Year-End	2019 Budget	Variance
Revenues	6,368	62%	8,888	10,200	(1,312)
Expenses	3,563	42%	6,269	8,474	2,205
Transfers	(1,457)	84%	(1,726)	(1,726)	0
Change in Reserve Balance	1,348		893	0	893
Beginning Reserve Balance			4,957		
Ending Reserve Balance			<u>5,850</u>		
Target Balance			3,213		

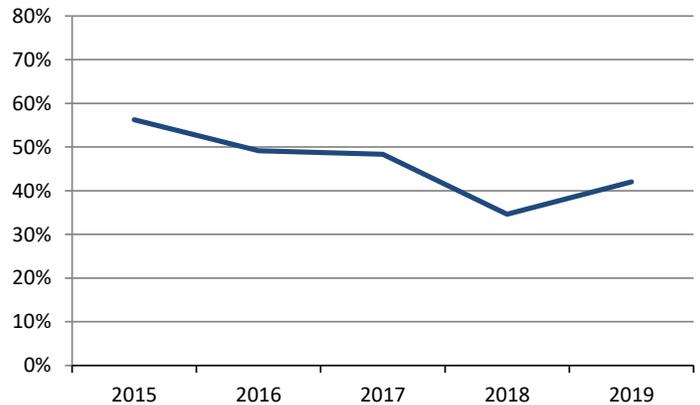
MTS - Transportation Planning

Revenues for transportation planning are expected to come in under budget by \$1.3M. When spending slows, less revenue from federal planning grants is subsequently received.

Expenses are projected to come in under budget by year end. This is due primarily to low consulting activity during the year, and lower than budgeted salaries and benefits due to open positions. Positions are expected to be filled by the end of the year. Consulting spending rates are not expected to increase during the rest of 2019.

The projected ending reserve balance is \$5.9M for 2019, which is above the Council's minimum reserve target balance of \$3.2M.

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



Financial Management Report

MTS-METRO MOBILITY

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility					
	2019 YTD		Projected		%	
	Results	% Budget	Year-End	Budge	2019 Budget	Variance
Revenues	68,649	76%	91,239	100%	90,909	330
Expenses	56,598	71%	77,142	96%	80,142	3,000
Transfers	(1,681)	77%	(2,176)	100%	(2,176)	0
Change in Reserve Balance	10,370		11,921		8,591	3,330
Beginning Reserve Balance			18,002			
Ending Reserve Balance			29,923			
Target Balance			8,232			

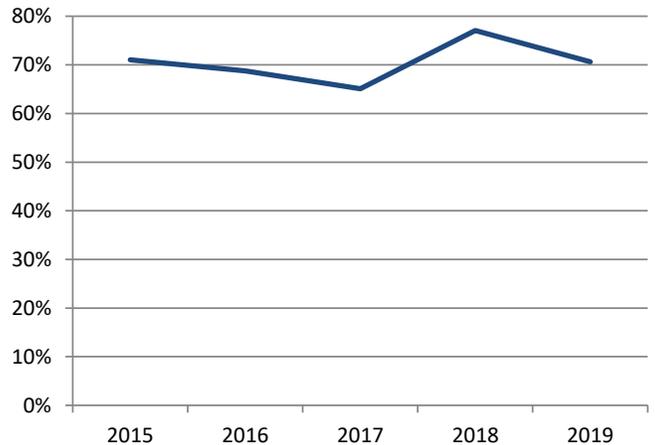
MTS - Metro Mobility

Metro Mobility's revenue is projected to be favorable to budget. The majority of Metro Mobility's revenue (90%) comes from state appropriations, while the remaining funds (10%) come from passenger fares and interest earnings. Revenues are projected to be \$330K favorable to budget.

Total expenses for Metro Mobility are projected to come in favorable to budget by \$3M. Expense savings are driven primarily due to lower than budgeted fuel costs.

The projected ending reserve balance is \$29.9M for 2019, which is above the Council's minimum reserve target balance of \$8.2M. The projected ending reserve includes one-time funding of \$11.6M appropriated by the 2019 state legislature.

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



Financial Management Report

MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2019 3rd Quarter Financial Report Metropolitan Transportation Services - Contracted Service Unaudited - dollars in thousands

	MTS - Contracted Service					
	2019 YTD Results	% Budget	Projected Year-End	% Budget	2019 Budget	Variance
Revenues	21,616	75%	28,398	98%	28,850	(452)
Expenses	19,787	70%	27,692	98%	28,144	452
Transfers	(643)	91%	(706)	100%	(706)	0
Change in Reserve Balance	1,186		0		0	0
Beginning Reserve Balance			7,709			
Ending Reserve Balance			<u>7,709</u>			
Target Balance			2,885			

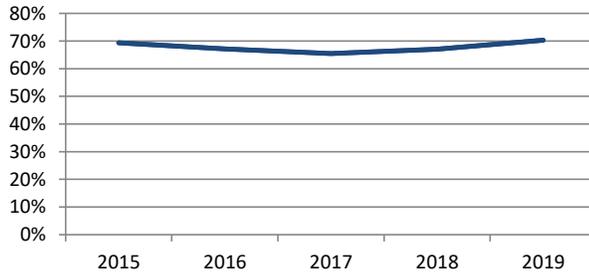
MTS - Contracted Service

Revenues for 2019 are projected to be unfavorable to budget by (\$452K). This is primarily due to updated urbanized boundaries that impact federal grant revenue for Transit Link Dial-a-Ride service. Unfavorable federal (\$648K) and passenger revenues (\$250K) are partially offset by \$446K favorable state revenue and investment earnings.

Expenses for 2019 are projected to come in favorable to budget by \$452K. This is due to lower than budgeted demand for service in Van Pool and lower than budgeted Transit Link contract expenses. Transit Link expenses are lower than budgeted due to a driver shortage.

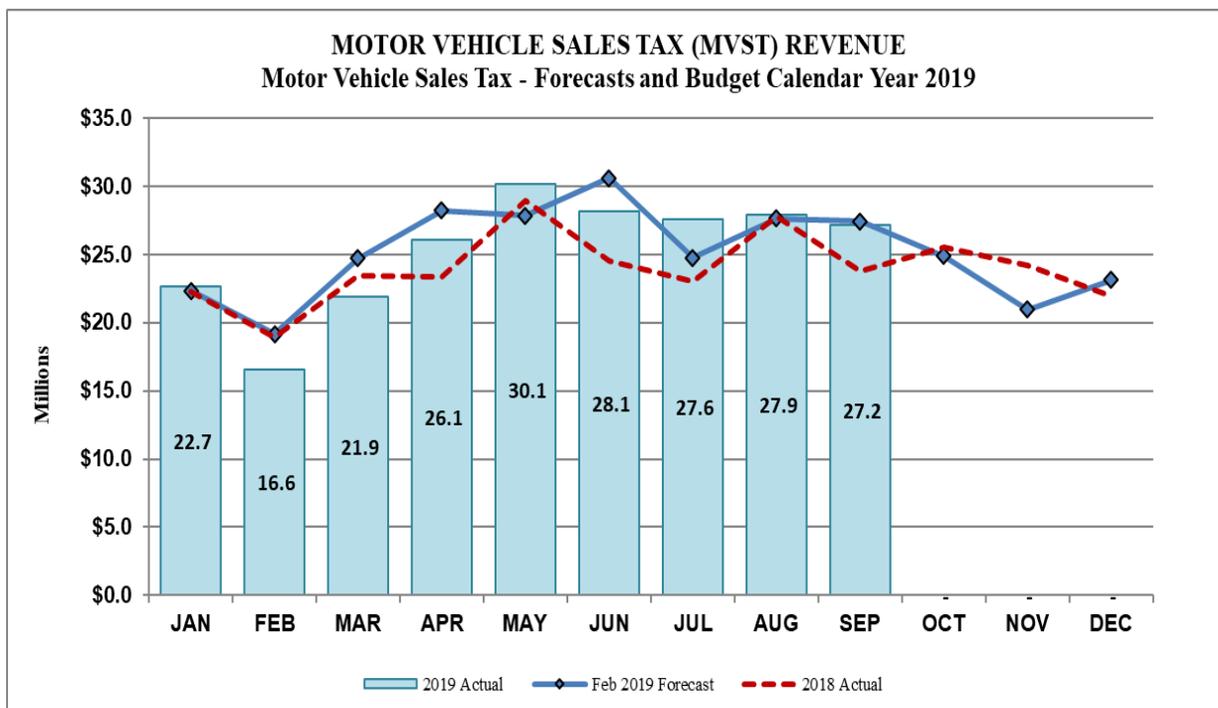
The projected reserve balance for Contracted Services is \$7.7M by the end of 2019, which is above the Council's minimum reserve target balance of \$2.9M.

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

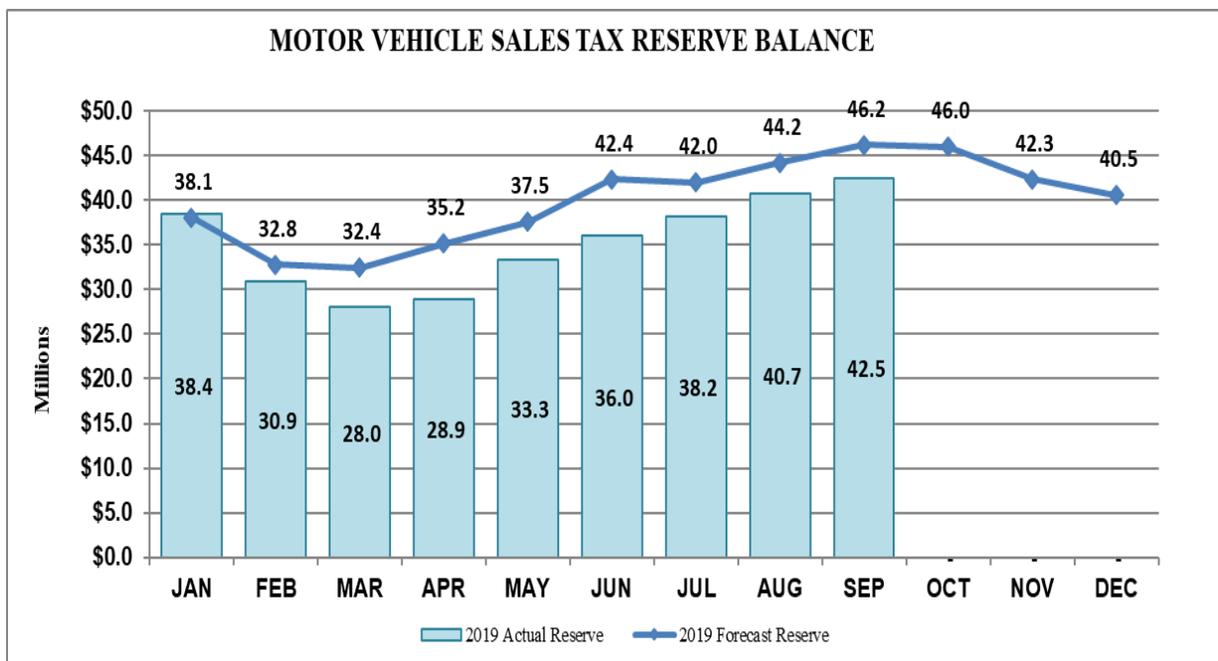


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2019 totaled thru September 2019 were around 228.1 million, 98% of February 2019 forecast thru September. MVST reserves were \$42.5 million at the end of September.



Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

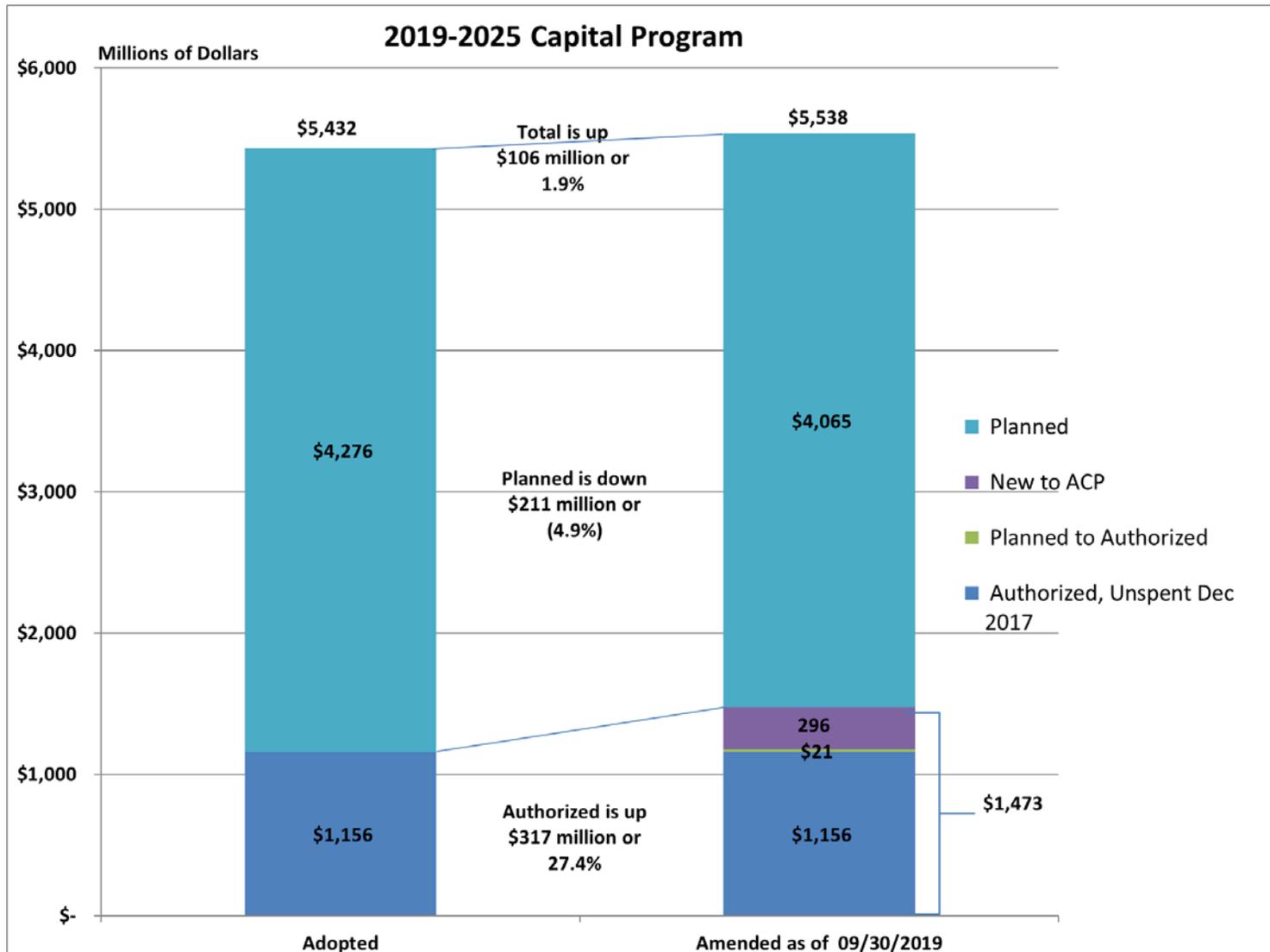
Dollars in millions

MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2019

Motor Vehicle Sales Tax – Forecasts and Budget Calendar Year 2019				
	(Millions)			
	Total	Jan-Jun	Jul-Dec	
November 2018 Forecast	257.4	130.5	126.9	
2019 Council Budget:				
Current MVST Revenues	244.5	124.0	120.6	
Use of MVST Reserve	21.2	10.6	10.6	
February 2019 Forecast	301.6	152.9	148.7	
YTD Actuals	228.1	145.5	82.7	
% of February Forecast	75.6%	95.1%	55.6%	

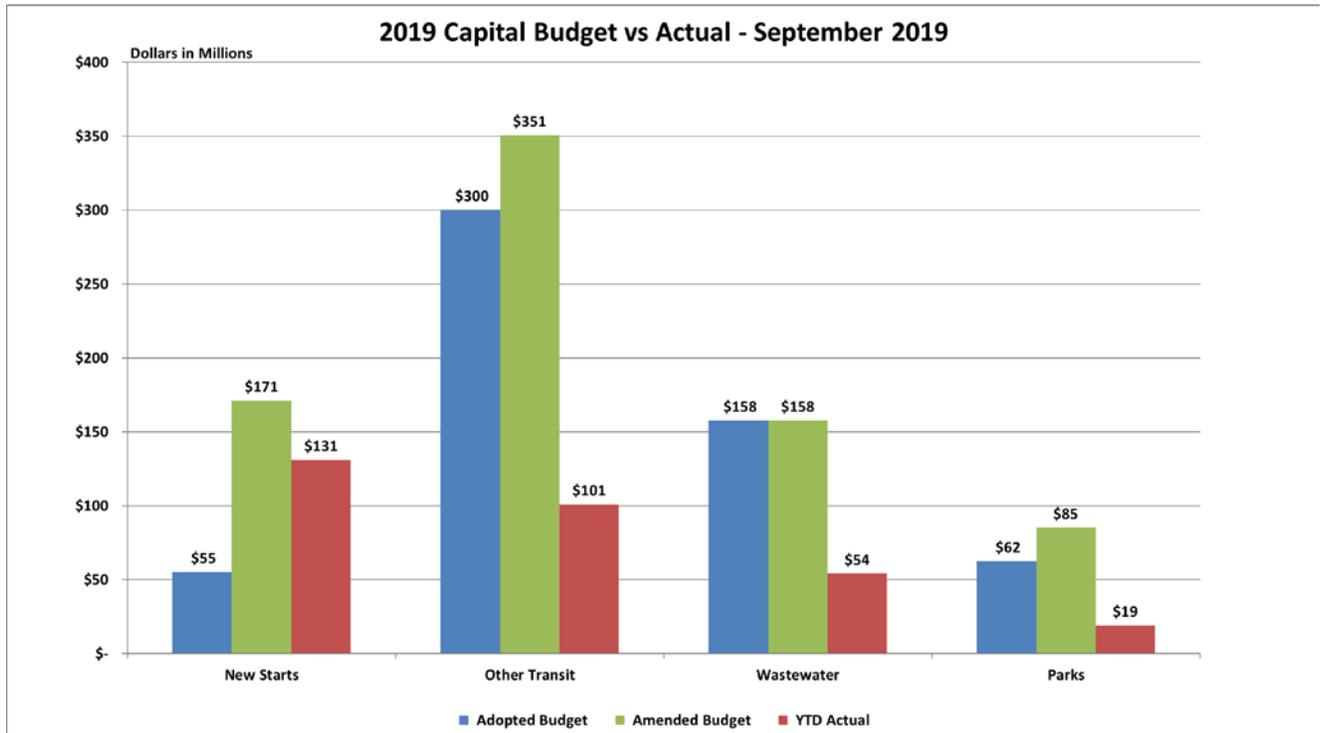
2019-2025 CAPITAL IMPROVEMENT PROGRAM

Capital Program (Excluding Pre-2017 Expenditures)



The capital program (excluding pre-2017 expenditures) increased by \$106 million or 1.9% for amendments through September. The authorized portion of the capital program (the ACP) is up \$317 or 27.4% through September. The authorized portion of the capital improvement program typically increases during the year as federal, state and regional funding becomes available to transit and parks. Projects are moved from the capital improvement plan or CIP (planned) to the authorized capital program or ACP (authorized).

CAPITAL SPENDING



Capital Budget

The adopted 2019 Capital Budget was \$575 million. Amendments through September increased the amended 2019 Capital Budget to \$764 million. Actual 2019 capital expenditures total 53% of the adopted budget and 40% percent of the amended budget. Actual expenditures as a percent of the amended budget were 44 % for transit projects, 34% for wastewater projects and 22% for parks projects.

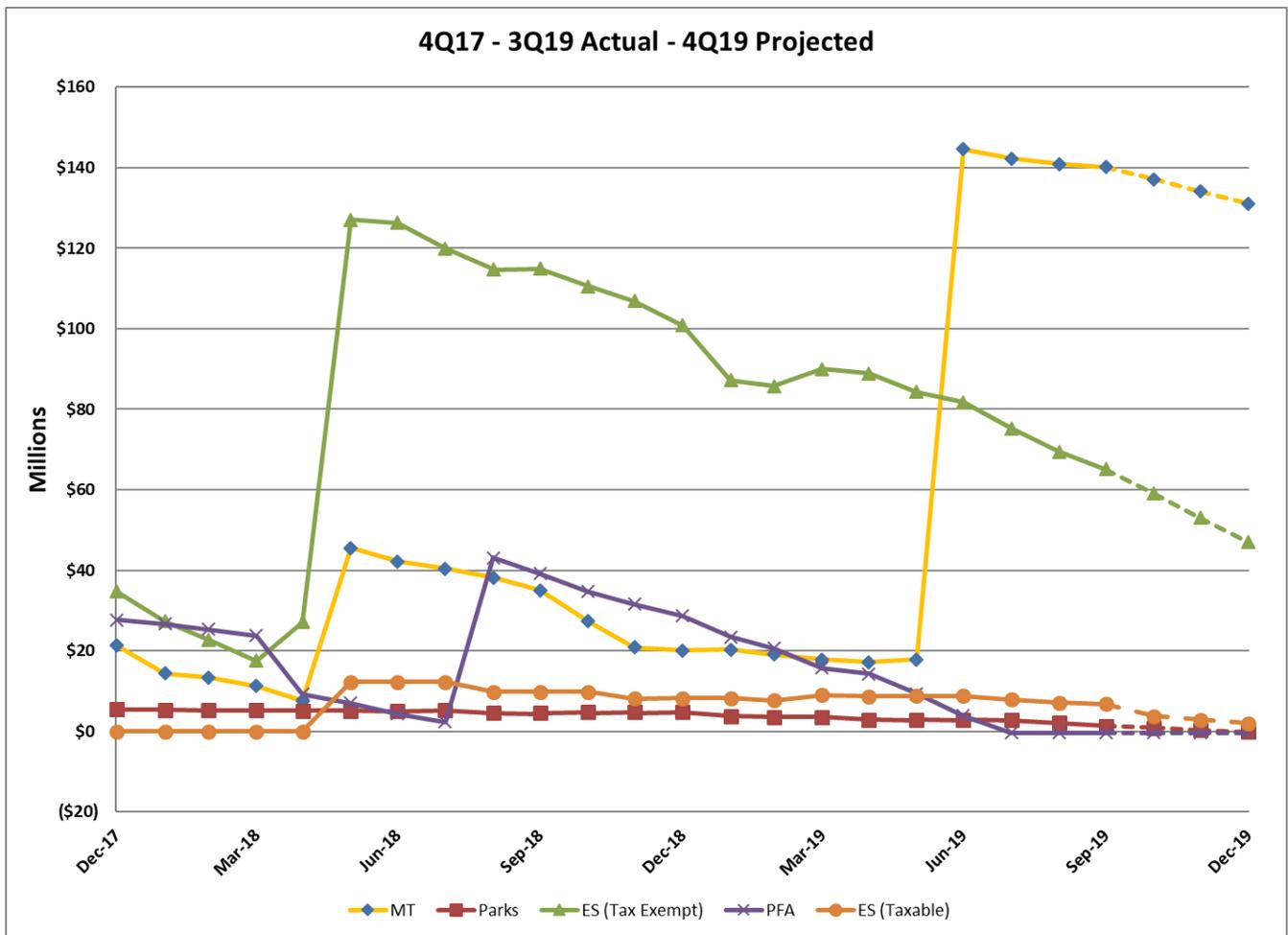
Financial Management Report

CAPITAL FUND CASH BALANCES

The GO capital bond fund for Transit experienced a slight uptick in spending over the previous quarter, with an average spend of just under \$1.5M per month during the quarter. The GO capital bond fund for Parks continues to follow a pattern of low expenditures. Environmental Services (ES) GO capital bond funds jumped to an average of \$5.5M per month for the third quarter of 2019. Expenditures eligible for reimbursement from the Minnesota Public Facilities Authority (PFA) loan have ended until a new loan agreement can be completed. The 2019C PFA Loan is expected to close in December of 2019.

New money debt for Transit was sold in May with the proceeds received in June. The size of these issues equaled \$72.3 million for regular uses and \$44.7 million to be used specifically for Heywood construction.

The 2019 new money bonds being issued in an amount which, together with remaining balances from prior bonds, are expected to be spent within 12-18 months. We continue to monitor the debt portfolio for refunding opportunities and have no candidates at this time.



STATEMENT OF REVENUES AND EXPENSES
General Fund
September 30, 2019
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Property Taxes	7,974,544	15,329,005	15,329,005	-
Investment Earnings	661,207	881,207	550,221	330,986
Chargebacks - MAC	10,596	40,596	-	40,596
Other Revenue	404,198	404,198	308,305	95,893
Total Revenues	9,050,545	16,655,006	16,187,531	467,475
<u>EXPENSES</u>				
Salary and Benefits	31,903,724	46,681,283	47,021,283	340,000
Consulting & Contractual Services	11,569,350	19,484,779	19,484,779	-
Rent & Utilities	3,634,561	5,223,840	5,223,840	-
Printing	21,908	50,000	93,500	43,500
Travel & Professional Development	421,654	647,350	647,350	-
Insurance	62,107	80,000	48,000	(32,000)
Other Operating Expense	1,139,459	3,287,337	3,287,337	-
Total Expenses	48,752,763	75,454,589	75,806,089	351,500
<u>TRANSFERS</u>				
Transfer In	43,803,387	65,713,022	65,713,022	-
Transfer Out	(7,100,675)	(8,134,891)	(10,134,891)	2,000,000
Total Transfers	36,702,712	57,578,131	55,578,131	2,000,000
Change in Reserve Balance	(2,999,506)	(1,221,452)	(4,040,427)	2,818,975
Beginning Fund Balance		21,566,210		
Assigned/Committed		(6,632,952)		
Ending Unassigned Reserve Balance		13,711,806		
2019 Target Balance (10%)		7,580,609		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
September 30, 2019

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Municipal Wastewater Charges	170,580,749	227,440,997	227,440,997	-
Industrial Charges	9,882,416	14,957,000	13,957,000	1,000,000
State Appropriations Revenue	399,357	10,114,000	10,504,503	(390,503)
Investment Earnings	1,253,376	1,800,000	900,000	900,000
Other Revenue	463,286	6,147,958	4,625,500	1,522,458
Total Revenues	182,579,184	260,459,955	257,428,000	3,031,955
<u>EXPENSES</u>				
Salary and Benefits	47,296,361	67,925,903	67,200,727	(725,176)
Consulting & Contractual Services	14,971,128	23,275,707	18,691,886	(4,583,821)
Rent & Utilities	12,509,802	18,458,720	16,558,105	(1,900,615)
Travel	449,325	537,866	525,089	(12,777)
Materials & Supplies	9,180,240	12,244,767	9,185,402	(3,059,365)
Chemicals	6,550,455	8,814,589	8,670,857	(143,732)
Capital Outlay	1,182,387	4,097,316	2,224,476	(1,872,840)
I&I, Storm water, CWF, WOMP Grant Expenses	283,242	9,892,000	12,173,591	2,281,591
Other Operating Expense	632,556	1,533,685	7,261,076	5,727,391
Total Expenses	93,055,496	146,780,553	142,491,209	(4,289,344)
<u>TRANSFERS</u>				
SAC Transfer	33,247,500.00	44,330,000.00	44,330,000	-
Transfers In	4,626,270.00	700,000.00	700,000	-
Debt Service	(104,250,000.00)	(139,000,000.00)	(139,000,000)	-
Transfer Out - RA Expense Allocation	(10,898,083.00)	(16,694,613.00)	(16,694,613)	-
Transfers Out	(8,494,650.00)	(11,000,000.00)	(11,000,000)	-
Total Transfers	(85,768,963)	(121,664,613)	(121,664,613)	-
Change in Reserve Balance	3,754,725	(7,985,211)	(6,727,822)	(1,257,389)
Beginning Reserve Balance		37,102,797		
Ending Unassigned Reserve Balance		29,117,586	*	
2019 Target Balance (10%)		14,249,121		

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

STATEMENT OF REVENUES AND EXPENSES
Housing and Redevelopment Authority (HRA)
September 30, 2019

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>					
Federal Revenue	52,600,462	67,685,000	66,065,000	1,620,000	48,329,837
State Revenue	1,082,334	1,443,000	2,023,000	(580,000)	1,005,026
Investment Earnings	90,795	120,000	50,000	70,000	-
Other Revenue	1,969,898	2,610,000	2,260,000	350,000	24,759
Total Revenues	55,743,489	71,858,000	70,398,000	1,460,000	49,359,622
<u>EXPENSES</u>					
Salary and Benefits	2,875,659	4,266,676	4,416,676	150,000	-
Consulting & Contractual Services	738,089	924,000	924,000	-	-
Rent & Utilities	108,234	147,316	147,316	-	-
Housing Expenses	49,876,246	66,175,000	66,175,000	-	49,101,801
Travel	33,827	40,000	40,000	-	-
Insurance	88,800	100,000	100,000	-	-
Other Operating Expense	166,497	293,430	293,430	-	-
Total Expenses	53,887,352	71,946,422	72,096,422	150,000	49,101,801
<u>TRANSFERS</u>					
Transfer Out - RA Expense Allocation	(816,607)	(1,420,700)	(1,420,700)	-	-
Transfer In - Allocation	1,250,000	1,250,000	3,250,000	(2,000,000)	-
Total Transfers	433,393	(170,700)	1,829,300	(2,000,000)	-
Change in Reserve Balance	2,289,530	(259,122)	130,878	(390,000)	257,821
Beginning Reserve Balance:					
Operating		7,099,610			
Total Beginning Balance		7,099,610			
Change in Reserve Balance:					
Total Change in Reserve Balance		(259,122)			
Ending Reserve Balance		6,840,488			
2019 Target Balance (8.3%)		5,832,171			

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Bus Operations
September 30, 2019
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	51,433,109	67,643,274	75,054,552	(7,411,278)
Auxiliary Transit Revenue	1,852,636	3,454,962	3,188,500	266,462
State Appropriations	5,837,700	5,837,700	5,837,700	-
State Revenue - MVST	177,513,750	216,685,000	226,685,000	(10,000,000)
Federal Grants	5,872,490	17,667,679	17,937,144	(269,465)
Investment Earnings	1,976,972	2,372,366	750,000	1,622,366
Other Revenue	2,287,159	2,787,463	1,959,650	827,813
Total Revenues	246,773,816	316,448,444	331,412,546	(14,964,102)
<u>EXPENSES</u>				
Salary and Benefits	187,247,941	252,463,292	261,095,617	8,632,325
Consulting & Contractual Services	7,601,202	11,845,707	12,679,473	833,766
Fuel	9,673,489	12,067,594	14,439,616	2,372,022
Materials & Supplies	14,685,099	20,497,876	22,122,213	1,624,337
Utilities	2,224,819	3,432,569	3,587,484	154,915
Other Operating Expense	2,371,676	5,897,921	7,658,143	1,760,222
Total Expenses	223,804,226	306,204,959	321,582,546	15,377,587
<u>TRANSFERS</u>				
Transfer In - Transit Allocations	9,921,583	12,598,882	11,791,755	807,127
Transfer Out - RA Expense Allocation	(24,195,761)	(35,262,788)	(35,262,788)	-
Total Transfers	(14,274,178)	(22,663,906)	(23,471,033)	807,127
Change in Reserve Balance	8,695,412	(12,420,421)	(13,641,033)	1,220,612
Beginning Reserve Balance		<u>83,744,146</u>		
Ending Reserve Balance		71,323,725		*
2019 Target Balance (8.3 - 12.5%)		28,639,447		

* Includes TOD fund balance of \$1.034M

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Light Rail Operations
September 30, 2019

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	20,530,023	27,067,074	26,499,996	567,078
Auxiliary Transit Revenue	935,075	1,435,533	1,540,250	(104,717)
State Revenue - GF Appropriation	19,191,751	25,589,004	25,589,004	-
Local Revenue *	19,377,050	24,146,573	25,814,544	(1,667,971)
Investment Earnings	182,454	308,666	677,329	(368,663)
Other Revenue	15,000	20,951	22,648	(1,697)
Total Revenues	60,231,353	78,567,801	80,143,771	(1,575,970)
<u>EXPENSES</u>				
Salary and Benefits	35,012,790	46,248,441	41,402,772	(4,845,669)
Consulting & Contractual Services	1,668,325	3,480,548	5,120,786	1,640,238
Fuel	24,452	40,478	14,344	(26,134)
Materials & Supplies	3,862,526	4,643,294	5,570,482	927,188
Utilities	3,862,599	5,864,746	6,829,451	964,705
Other Operating Expense *	1,085,865	1,320,872	6,393,431	5,072,559
Total Expenses	45,516,557	61,598,379	65,331,266	3,732,887
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(8,882,218)	(11,283,468)	(10,624,642)	(658,826)
Transfer Out - RA Expense Allocation	(2,320,146)	(4,228,447)	(4,398,326)	169,879
Total Transfers	(11,202,364)	(15,511,915)	(15,022,968)	(488,947)
Change in Reserve Balance	3,512,432	1,457,507	(210,463)	1,667,970
Beginning Reserve Balance		13,610,949		
Ending Reserve Balance		15,068,456		
2019 Target Balance (8.3 - 12.5%)		6,669,401		

* includes refunds to funding partners

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Commuter Rail Operations
September 30, 2019

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	2,042,000	2,632,958	2,580,000	52,958
State Revenue - MVST	5,423,250	7,189,500	7,189,500	-
Local Revenue - Counties / MNDOT *	7,636,599	8,516,802	10,182,135	(1,665,333)
Investment Earnings	149,764	149,764	-	149,764
Total Revenues	15,251,613	18,489,024	19,951,635	(1,462,611)
<u>EXPENSES</u>				
Salary and Benefits	3,414,175	4,580,560	5,212,778	632,218
Consulting & Contractual Services	4,335,542	5,829,630	7,550,137	1,720,507
Fuel	830,576	1,144,069	1,174,464	30,395
Materials & Supplies	675,928	904,211	1,319,556	415,345
Utilities	376,774	519,128	729,267	210,139
Other Operating Expense	1,826,047	2,769,698	2,530,396	(239,302)
Total Expenses	11,459,042	15,747,296	18,516,598	2,769,302
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(1,039,365)	(1,315,421)	(1,167,111)	(148,310)
Transfer Out - RA Expense Allocation	(338,084)	(431,670)	(476,748)	45,078
Total Transfers	(1,377,449)	(1,747,091)	(1,643,859)	(103,232)
Change in Reserve Balance	2,415,122	994,637	(208,822)	1,203,459
Beginning Reserve Balance		5,459,576		
Ending Reserve Balance		6,454,213		
2019 Target Balance (8.3 - 12.5%)		1,673,318		

* includes refunds to funding partners

STATEMENT OF REVENUES AND EXPENSES
MTS -Transportation Planning
September 30, 2019

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	3,156,273.00	4,638,288	6,050,288	(1,412,000)
State Revenue - MVST	3,030,534.00	4,040,712	4,040,712	-
Investment Earnings	85,693.00	100,000	-	100,000
Chargebacks from MAC	95,153.00	109,000	109,000	-
Total Revenues	6,367,653	8,888,000	10,200,000	(1,312,000)
<u>EXPENSES</u>				
Salary and Benefits	2,034,948	2,990,699	3,390,699	400,000
Consulting & Contractual Services	1,067,126	2,622,170	4,427,170	1,805,000
Rent & Utilities	347,586	380,812	380,812	-
Travel	29,847	45,000	45,000	-
Grants	9,980	106,000	106,000	-
Other Operating Expense	73,187	124,410	124,410	-
Total Expenses	3,562,674	6,269,091	8,474,091	2,205,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,456,782)	(1,725,909)	(1,725,909)	-
Total Transfers	(1,456,782)	(1,725,909)	(1,725,909)	-
Change in Reserve Balance	1,348,197	893,000	-	893,000
Beginning Reserve Balance		4,956,775		
Ending Reserve Balance		5,849,775		
2019 Target Balance (Combined 15%, 31.5% TP Fund)		3,213,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Metro Mobility
September 30, 2019
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenue	5,874,781	8,269,720	8,769,720	(500,000)
State Appropriations	62,180,198	82,264,200	82,139,700	124,500
Investment Earnings	594,255	704,952	-	704,952
Total Revenues	68,649,234	91,238,872	90,909,420	329,452
<u>EXPENSES</u>				
Salary and Benefits	1,297,049.00	2,114,139	2,114,139	-
Consulting & Contractual Services	50,414,130.00	67,594,697	67,594,697	-
Fuel	4,470,404.00	6,569,221	9,569,221	3,000,000
Rent & Utilities	66,934.00	210,456	210,456	-
Other Operating Expense	349,714.00	653,770	653,770	-
Total Expenses	56,598,231	77,142,283	80,142,283	3,000,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,680,989)	(2,175,696)	(2,175,696)	-
Total Transfers	(1,680,989)	(2,175,696)	(2,175,696)	-
Change in Reserve Balance	10,370,014	11,920,893	8,591,441	3,329,452
Beginning Reserve Balance - Regular Operations		18,001,666		
Ending Reserve Balance		29,922,559		
2019 Target Balance (10%)		8,232,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Contracted Service
September 30, 2019
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	1,671,629.00	2,226,822	2,477,372	(250,550)
Federal Revenue	2,879,459.00	2,781,842	2,849,842	(68,000)
State Revenue - MVST	16,852,822.00	23,107,785	23,522,785	(415,000)
Investment Earnings	212,382.00	281,500	-	281,500
Total Revenues	21,616,292	28,397,949	28,849,999	(452,050)
<u>EXPENSES</u>				
Salary and Benefits	586,431.00	841,744	841,744	-
Consulting & Contractual Services	18,709,785.00	26,125,284	26,742,334	617,050
Rent & Utilities	45,000.00	141,994	141,994	-
Travel	9,092.00	10,000	10,000	-
Grants	307,286.00	375,000	210,000	(165,000)
Other Operating Expense	129,465.00	197,970	197,970	-
Total Expenses	19,787,059	27,691,992	28,144,042	452,050
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(643,131)	(705,957)	(705,957)	-
Total Transfers	(643,131)	(705,957)	(705,957)	-
Change in Reserve Balance	1,186,102	-	-	-
Beginning Reserve Balance		7,709,011		
Ending Reserve Balance		7,709,011		
2019 Target Balance (Combined 15%, 10% Cont Svc Funds)		2,885,000		