

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

2nd QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

August 14, 2019

Livability

Light Rail

Diversity

Trails

Treatment

Equity

Airplane

Communities

Wastewater & Water

Lakes

Treatment

Regional

Economic

Roads



Table of Contents

Financial Management Report	1
OPERATING FUNDS—STATEMENT OF REVENUES & EXPENSES	1
METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO	2
METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—LONG-TERM PORTFOLIO	3
2Q19 OPEB PORTFOLIO INVESTMENT RESULTS	4
INVESTMENT PORTFOLIO BALANCES	5
GENERAL FUND	6
ENVIRONMENTAL SERVICES	7
HOUSING AND REDEVELOPMENT FUND	8
METRO TRANSIT—BUS	9
METRO TRANSIT—LIGHT RAIL	10
METRO TRANSIT—COMMUTER RAIL	11
METROPOLITAN TRANSPORTATION SERVICES	12
MTS—METRO MOBILITY	13
MTS—CONTRACTED SERVICES.....	14
MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET	15
MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET	16
2019-2024 CAPITAL IMPROVEMENT PROGRAM	17
CAPITAL SPENDING	18
CAPITAL FUND CASH BALANCES	19
Appendix-Statement of Revenues & Expenses	20
General Fund	20
Environmental Services Operations	21
Housing and Redevelopment Authority	22
Metro Transit Bus Operations	23
Metro Transit Light Rail Operations	24
Metro Transit Commuter Rail Operations	25
MTS - Transportation Planning	26
MTS - Metro Mobility	27
MTS - Contracted Service	28

OPERATING FUNDS-STATEMENT OF REVENUES & EXPENSES

**OPERATING FUNDS
STATEMENT OF REVENUES AND EXPENSES
2019 - Mid-Year Results
(in thousands)
Unaudited**

	General Fund					Environmental Services					Housing and Redevelopment Authority				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*
Revenues	792	5%	16,188	16,188	0	120,414	47%	259,147	257,428	1,719	35,055	50%	69,818	70,398	(580)
Expenses	33,742	45%	75,792	75,806	14	58,247	41%	145,071	142,491	(2,580)	35,752	50%	71,516	72,096	580
Transfers	22,046	40%	55,578	55,578	0	(60,050)	49%	(121,665)	(121,665)	0	2,692	147%	1,829	1,829	0
Change in Reserve Balance	(10,904)		(4,026)	(4,040)	14	2,117		(7,589)	(6,728)	(861)	1,995		131	131	0
Beginning Reserve Balance			21,566					37,103					7,100		
Assigned/Committed			(6,633)												
Ending Reserve Balance			<u>10,907</u>					<u>29,514</u>					<u>7,231</u>		
Target Balance			7,581					14,249					5,832		

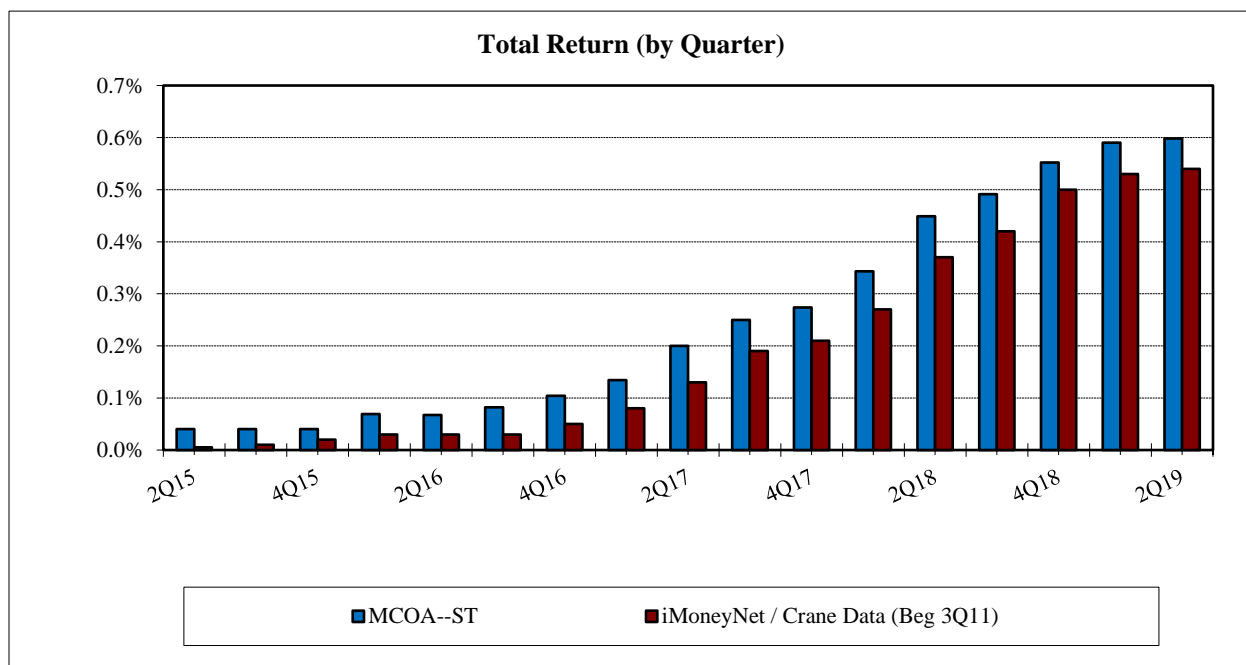
	Metro Transit - Bus					Metro Transit - Light Rail					Metro Transit - Commuter Rail				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*
Revenues	165,543	50%	326,855	331,413	(4,558)	39,388	49%	81,308	80,144	1,164	10,134	50%	20,308	20,076	232
Expenses	145,429	45%	309,410	321,583	12,173	29,609	45%	63,955	65,331	1,376	7,619	41%	16,412	18,517	2,105
Transfers	(10,267)	44%	(22,306)	(23,471)	1,165	(7,573)	50%	(15,982)	(15,023)	(959)	(911)	55%	(1,850)	(1,644)	(206)
Change in Reserve Balance	9,847		(4,861)	(13,641)	8,780	2,206		1,371	(210)	1,581	1,604		2,046	(85)	2,131
Beginning Reserve Balance			83,744					13,611					5,460		
Ending Reserve Balance			<u>78,883</u>					<u>14,982</u>					<u>7,506</u>		
Target Balance			28,639					6,669					1,673		

	MTS - Transportation Planning					MTS - Metro Mobility					MTS - Contracted Service				
	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*	2019 YTD	% Budget	Projected Year-End	2019 Budget	Variance*
Revenues	4,271	42%	9,450	10,200	(750)	46,388	63%	85,643	73,487	12,156	13,973	48%	28,328	28,850	(522)
Expenses	2,402	28%	6,674	8,474	1,800	37,888	47%	77,642	80,142	2,500	13,649	48%	28,144	28,144	0
Transfers	(1,113)	64%	(1,726)	(1,726)	0	(1,284)	59%	(2,176)	(2,176)	0	(491)	70%	(706)	(706)	0
Change in Reserve Balance	756		1,050	0	1,050	7,216		5,825	(8,831)	14,656	(167)		(522)	0	(522)
Beginning Reserve Balance			4,957					18,002					7,709		
Ending Reserve Balance			<u>6,007</u>					<u>23,827</u>					<u>7,187</u>		
Target Balance			3,213					8,232					2,885		

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO



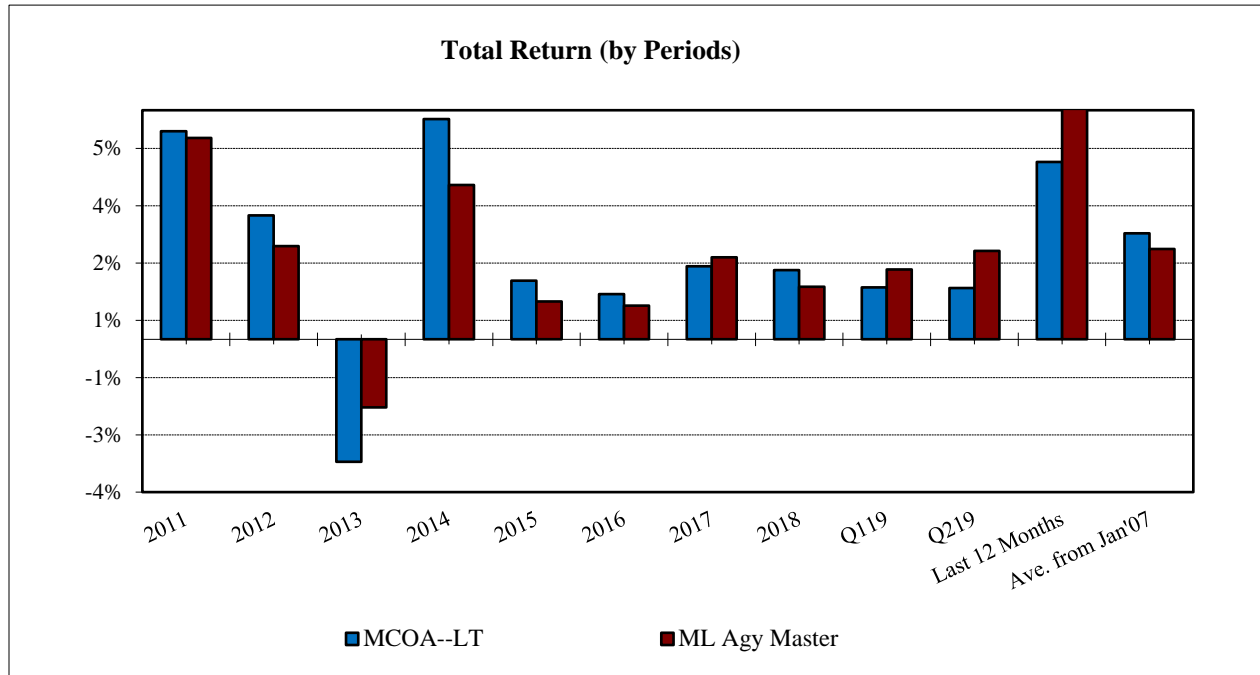
2Q19 Short-Term Portfolio Investment Results

Assets under Management (AUM): \$597.4 Million

The portfolio outperformed its benchmark during the second quarter. Total return of 0.60% was above the index (0.54%) by 6 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



2Q19 Long-Term Portfolio Investment Results

Assets under Management (AUM) \$453.0 Million

The portfolio underperformed its benchmark during the fourth quarter. Total return of 1.35% was below the index (2.32%) by 97 basis points. The portfolio was comprised of 12% municipal bonds (yielding 4.43%), 74% of U.S. agency securities (yielding 2.03%), 13% was invested in government money market funds (yielding 2.25%) 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.

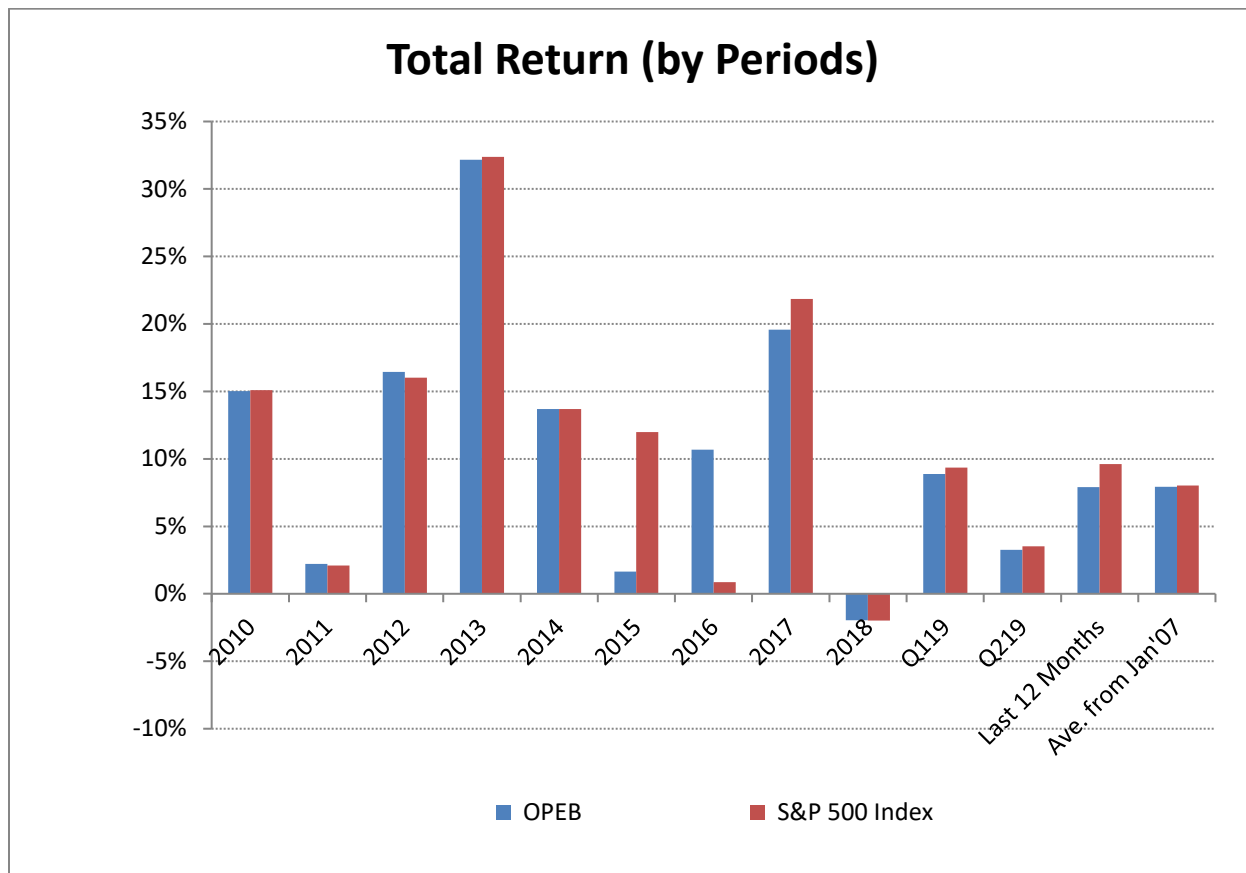
Financial Management Report

2Q19 OPEB PORTFOLIO INVESTMENT RESULTS

Assets under Management (AUM) \$274.2 Million

Currently, the Council’s OPEB portfolio is fully invested in 60% equities and 40% US Treasuries/Cash. At end of the second quarter, the OPEB portfolio posted a gain of (3.25%) and the Blended index was (3.51%). For the quarter, the portfolio had unrealized gains and dividends of \$8.9 million. The Council also has an internal cash account for OPEB. At the end of quarter, the amount in this fund was \$6.5 million.

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

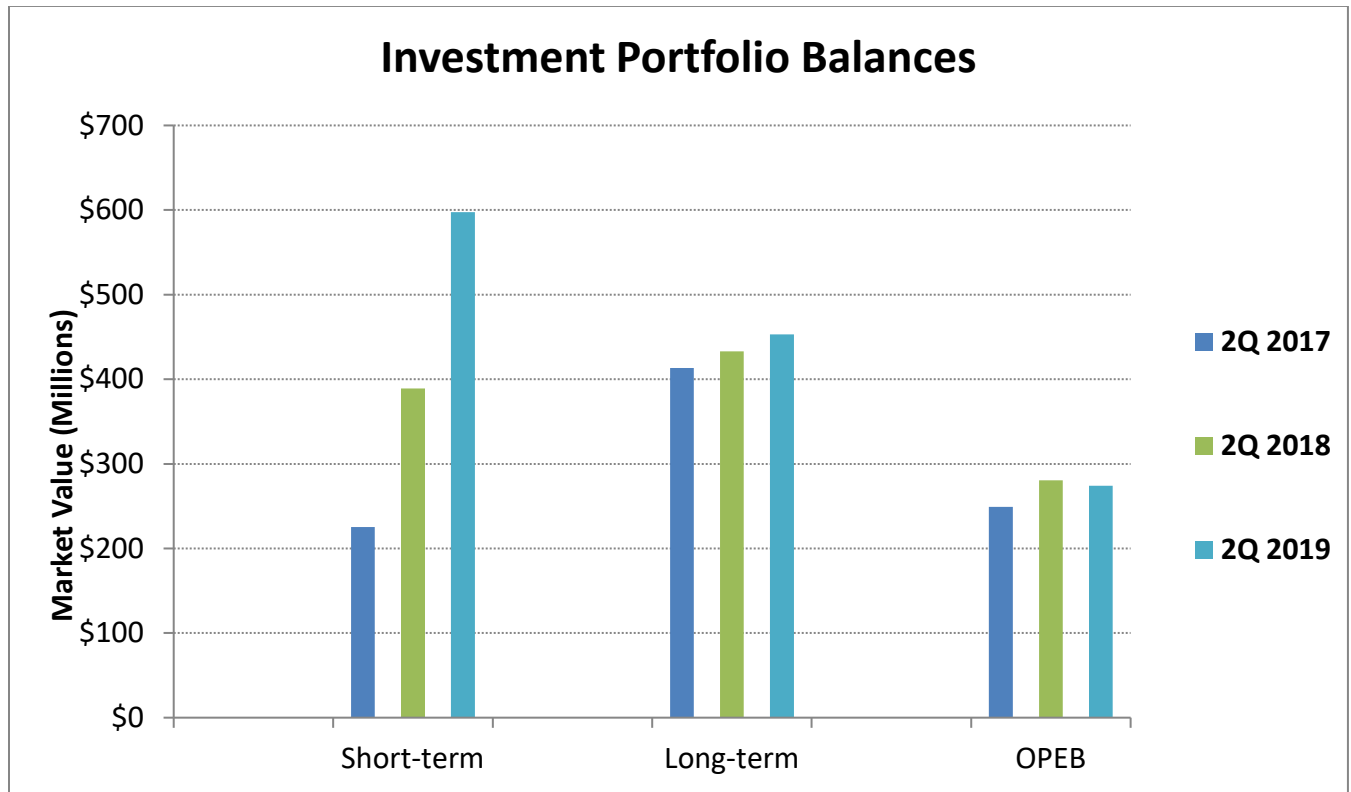


Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	2Q 2017	2Q 2018	2Q 2019
Short-term	\$ 225.3	\$ 389.0	\$ 597.4
Long-term	413.3	432.8	453.0
OPEB	249.1	280.5	274.2
Total	887.7	1,102.3	1,324.6



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2019 2nd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2019 YTD		Projected		Variance
	Results	% Budget	Year-End	2019 Budget	
Revenues	792	5%	16,188	16,188	0
Expenses	33,742	45%	75,792	75,806	14
Transfers	22,046	40%	55,578	55,578	0
Change in Reserve Balance	(10,904)		(4,026)	(4,040)	14
Beginning Fund Balance			21,566		
Assigned/Committed			(6,633)		
Ending Unassigned Reserve Balance			<u>10,907</u>		
Target Balance (10%)			7,581		

General Fund

Revenues for the General Fund are primarily property taxes and are reflected, largely, in the second half of the year.

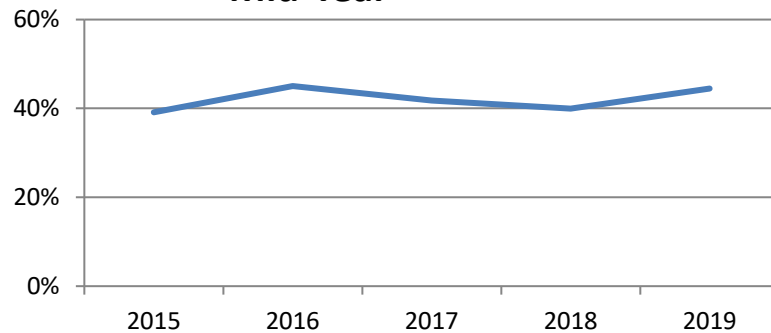
At mid-year the General fund has spent 45% of its annual budgeted operating expenses. The performance is slightly higher, but in-line with prior years mid-terms.

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

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 \$10.9 million.

General Fund % of Budget Spent - Mid-Year



Environmental Services

Unaudited - dollars in thousands

2019 2nd Quarter Financial Report Environmental Services Unaudited - dollars in thousands

	Environmental Services				
	2019 YTD		Projected		
	Results	% Budget	Year-End	2019 Budget	Variance
Revenues	120,414	47%	259,147	257,428	1,719
Expenses	58,247	41%	145,071	142,491	(2,580)
Transfers	(60,050)	49%	(121,665)	(121,665)	0
Change in Reserve Balance	2,117		(7,589)	(6,728)	(861)
Beginning Reserve Balance			37,103		
Ending Unassigned Reserve Balance			<u>29,514</u>		
Target Balance			14,249		

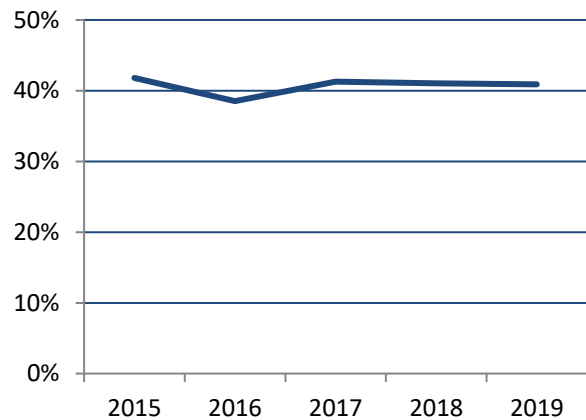
Environmental Services

In 2019, operating revenues are anticipated to be over budget by \$1.7M, mainly due to insurance claims related to the Eagles Point fallout pipe, and FEMA revenue for flood damage.

Operating expenses are estimated to be over budget by \$2.6M. Salary and Benefits are projected to be over budget by \$.6M due to flood related overtime, trade/fringe benefit costs, and taxes. Consulting & Contractual Services are projected to be over due to the Eagles Point outfall pipe (\$1.5M), and other flood/misc. costs (\$.5M). Other variances are due to line-item shifts within the budget for centralized projects.

Considering the above forecasted variances, reserves are projected to decrease by \$7.6M (compared to an \$6.7M budgeted decrease). The estimated \$7.6M deficit will decrease the operating fund balance to \$29.5M, which is well above the year-end target balance of \$14.2M.

Environmental Services % of Budget Spent - Mid-Year



Financial Management Report

HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2019 2nd Quarter Financial Report Housing and Redevelopment Fund Unaudited - dollars in thousands

	Housing and Redevelopment Authority				
	2019 YTD		Projected		
	Results	% Budget	Year-End	2019 Budget	Variance
Revenues	35,055	50%	69,818	70,398	(580)
Expenses	35,752	50%	71,516	72,096	580
Transfers	2,692	147%	1,829	1,829	0
Change in Reserve Balance	1,995		131	131	0
Beginning Reserve Balance			7,100		
Ending Reserve Balance			<u>7,231</u>		
Target Balance			5,832		

Housing and Redevelopment Authority

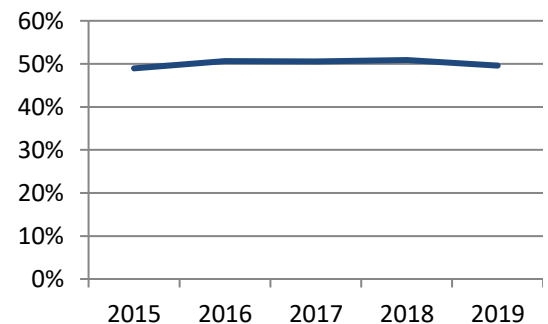
2019 revenues are forecasted to be \$580,000 unfavorable to budget, primarily due to lower Housing Assistance Payment expenses from individuals not utilizing the special programs and serving less families.

Expenses are expected to be \$580,000 favorable to budget due to lower than budgeted Housing Assistance Payments and staff attrition. Housing Assistance Payments are forecasted to be under budget because program participants are unable to find housing due to market conditions.

The 2019 budget reflected a planned use of \$2M in Council general fund to fill the projected deficit for the voucher program so the Council could issue all available vouchers to low income families in the region.

The projected reserve balance for HRA is \$7.2M by the end of 2019, which is above the Council's minimum reserve target balance of \$5.8M.

HRA % of Budget Spent - Mid-Year



Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2019 2nd Quarter Financial Report Metro Transit - Bus Unaudited - dollars in thousands

	Metro Transit - Bus				
	2019 YTD Results	% Budget	Projected Year- End	2019 Budget	Variance
Revenues	165,543	50%	326,855	331,413	(4,558)
Expenses	145,429	45%	309,410	321,583	12,173
Transfers	(10,267)	44%	(22,306)	(23,471)	1,165
Change in Reserve Balance	9,847		(4,861)	(13,641)	8,780
Beginning Reserve Balance			83,744		
Ending Reserve Balance			<u>78,883</u>		
Target Balance			28,639		

Metro Transit Bus

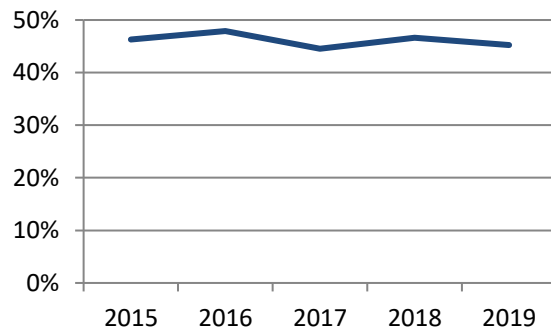
Passenger fares are \$2.1M below budget due to ridership being 7.7% below the budgeted level and 6.6% below prior year. Average fare per passenger for 2019 is \$1.31 compared to \$1.29 in 2018.

Operating expenses of \$155.6M were \$13.6M under budget. This is mainly due to: Fuel below budget by \$1.7M due to lower than expected pump prices combined with continued low futures;

Professional and technical services below budget by \$1.6M due to more work being done by Metro Transit staff; Salaries and Benefits below budget by \$7.3M due to open positions; Utilities were below budget by \$234K; and Materials and supplies are favorable by \$243K due to a newer bus fleet.

The CY 2018 amended budget has a use of reserves of \$13.6M.

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



Financial Management Report

METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2019 2nd Quarter Financial Report Metro Transit - Light Rail Unaudited - dollars in thousands

	Metro Transit - Light Rail				
	2019 YTD Results	% Budget	Projected Year-End	2019 Budget	Variance
Revenues	39,388	49%	81,308	80,144	1,164
Expenses	29,609	45%	63,955	65,331	1,376
Transfers	(7,573)	50%	(15,982)	(15,023)	(959)
Change in Reserve Balance	2,206		1,371	(210)	1,581
Beginning Reserve Balance			13,611		
Ending Reserve Balance			14,982		
Target Balance			6,669		

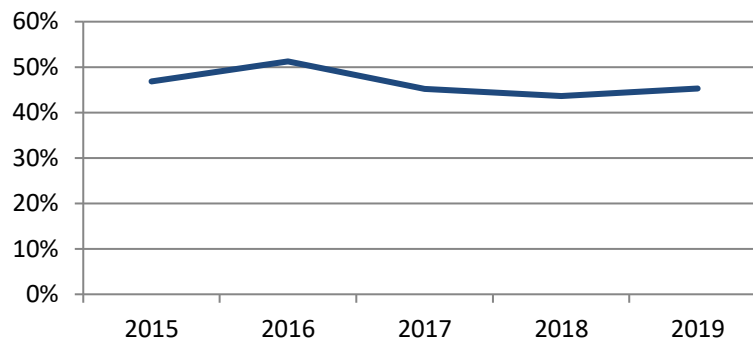
Metro Transit Light Rail

Passenger fares for the the year are favorable by \$76K. Average fare per passenger is \$1.07 compared to \$1.08 in 2018. Green Line ridership is 5.1% ahead of thr prior years level with Blue line at last years level.

Operating expenses are \$1.7M below the budgeted level, mainly due to; Labor and benefits are \$918K favorable due to open positions. Professional and technical services are \$1.9M below budget due to timing of projects - more projects will be done in the 2nd half of the year. Parts and supplies are over budget by 918K, but should be under budget in the 2nd half of the year.

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

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



Financial Management Report

METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

2019 2nd 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	10,134	50%	20,308	20,076	232
Expenses	7,619	41%	16,412	18,517	2,105
Transfers	(911)	55%	(1,850)	(1,644)	(206)
Change in Reserve Balance	1,604		2,046	(85)	2,131
Beginning Reserve Balance			5,460		
Ending Reserve Balance			<u>7,506</u>		
Target Balance			1,673		

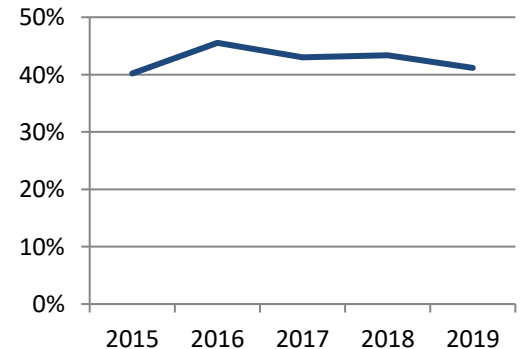
Metro Transit - Commuter Rail

Ridership is underbudget by 10K but still has a favorable fare variance of \$31K due to an average fare of \$3.19 compared to a budget of \$3.22.

Operating expense for CY 2019 are \$1.5M underbudget. This is mainly due to: Labor and benefits were \$506K underbudget due to open positions; BNSF expenses are to be \$600K below budget; Fuel and Parts and supplies were below budget by \$157K due to low fuel prices throughout the year.

Commuter Rail's amended budget for CY 2019 is a use of \$84K. The forecast is for Commuter rail to add \$2.1M to its fund balance at the end of CY 2019.

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



Financial Management Report

MTS-Transportation Planning

Unaudited - dollars in thousands

2019 2nd Quarter Financial Report Metropolitan Transportation Services - Transportation Planning Unaudited - dollars in thousands

	MTS - Transportation Planning				
	2019 YTD Results	% Budget	Projected Year-End	2019 Budget	Variance
Revenues	4,271	42%	9,450	10,200	(750)
Expenses	2,402	28%	6,674	8,474	1,800
Transfers	(1,113)	64%	(1,726)	(1,726)	0
Change in Reserve Balance	756		1,050	0	1,050
Beginning Reserve Balance			4,957		
Ending Reserve Balance			<u>6,007</u>		
Target Balance			3,213		

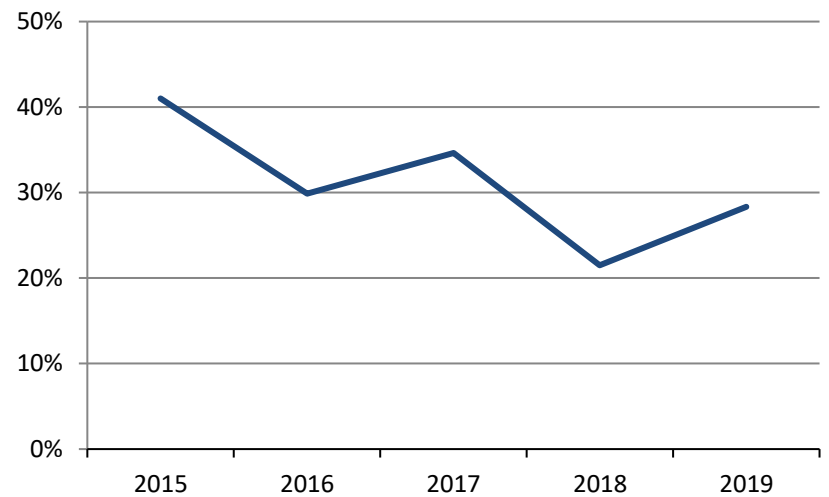
MTS - Transportation Planning

Revenues for transportation planning are under budget halfway through 2019. 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 two positions currently open but are expected to be filled by the end of the year. Consulting activity is not expected to increase during the second half of 2019.

The projected ending reserve balance is \$6.0M for 2019, which is above the Council's minimum reserve target balance of \$3.2M.

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



Financial Management Report

MTS-METRO MOBILITY

Unaudited - dollars in thousands

2019 2nd Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility					
	2019 YTD		Projected		2019 Budget	Variance
	Results	% Budget	Year-End	% Budge		
Revenues	46,388	63%	85,643	117%	73,487	12,156
Expenses	37,888	47%	77,642	97%	80,142	2,500
Transfers	(1,284)	59%	(2,176)	100%	(2,176)	0
Change in Reserve Balance	7,216		5,825		(8,831)	14,656
Beginning Reserve Balance			18,002			
Ending Reserve Balance			<u>23,827</u>			
Target Balance			8,232			

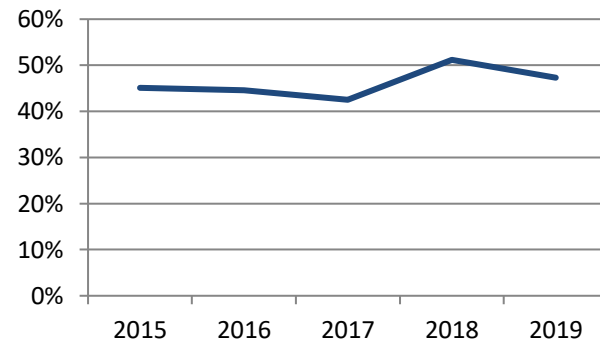
MTS - Metro Mobility

Metro Mobility's revenue is projected to be favorable to budget. The majority of Metro Mobility's revenue (89%) comes from state appropriations, while the remaining funds (11%) come from passenger fares and interest earnings. State appropriations for Metro Mobility are projected to be \$11.6M favorable to budget, due to an additional one-time funding received during the most recent state legislation, and investment earnings are projected to be \$771K favorable to budget. Passenger fares forecasted to be \$200K unfavorable to budget, due to slightly lower than anticipated ridership growth.

Total expenses for Metro Mobility are projected to come in under budget by \$2.5M. Expense savings are driven primarily due to lower than budgeted fuel costs.

The projected ending reserve balance is \$23.8M for 2019, which is above the Council's minimum reserve target balance of \$8.2M.

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



Financial Management Report

MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2019 2nd 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	13,973	48%	28,328	98%	28,850	(522)
Expenses	13,649	48%	28,144	100%	28,144	0
Transfers	(491)	70%	(706)	100%	(706)	0
Change in Reserve Balance	(167)		(522)		0	(522)
Beginning Reserve Balance			7,709			
Ending Reserve Balance			<u>7,187</u>			
Target Balance			2,885			

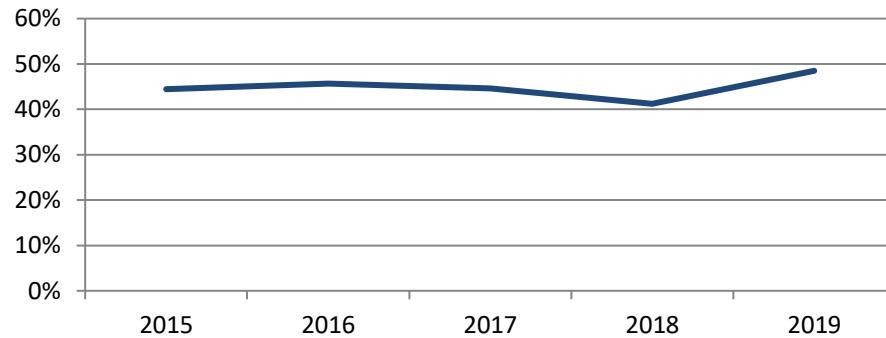
MTS - Contracted Service

Revenues for 2019 are projected to be unfavorable to budget by \$522K. This is primarily due to an update of the urbanized boundary that impacted the federal grant revenue MnDOT is able to pass through to the Council for Transit Link dial-a-ride service. Unfavorable federal (\$648K) and passenger revenues (\$274K) are partially offset by \$400K favorable state revenue and investment earnings.

Expenses for 2019 are forecasted to come in on budget.

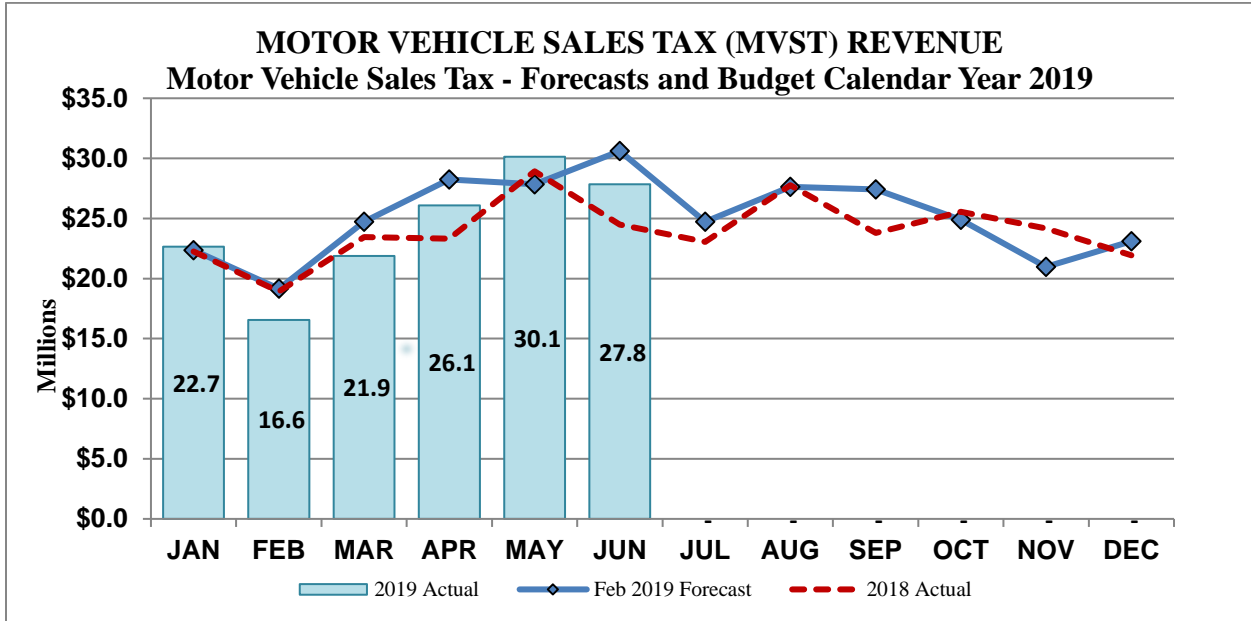
The projected reserve balance for Contracted Services is \$7.2M by the end of 2019, which is above the Council's minimum reserve target balance of \$2.9M.

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

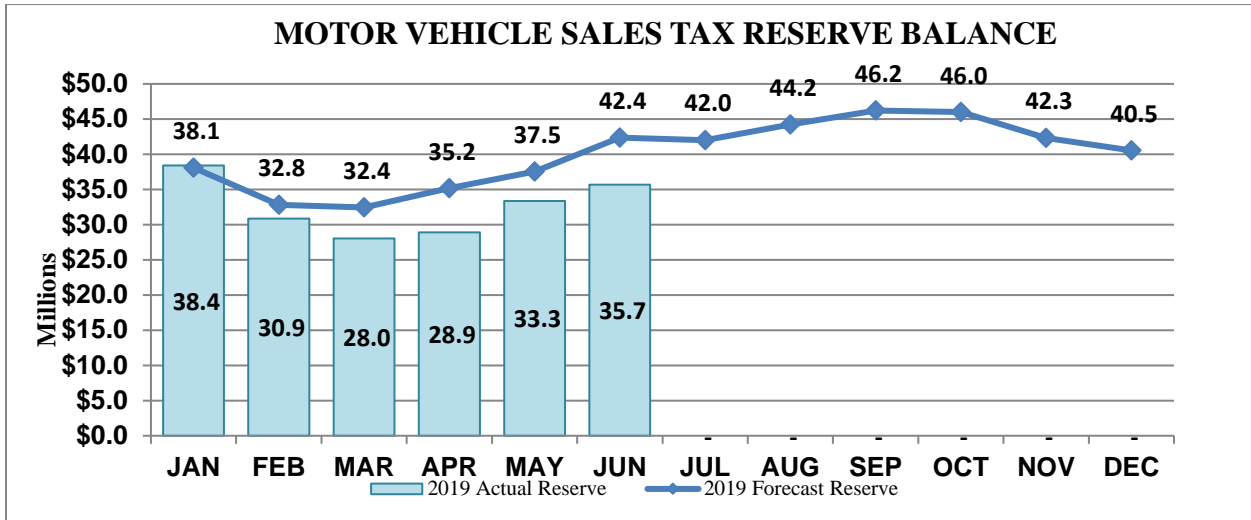


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2019 totaled thru June 2019 were around 145.1 million, 94.9% of February 2019 forecast thru June. MVST reserves were \$35.7 million at the end of June.



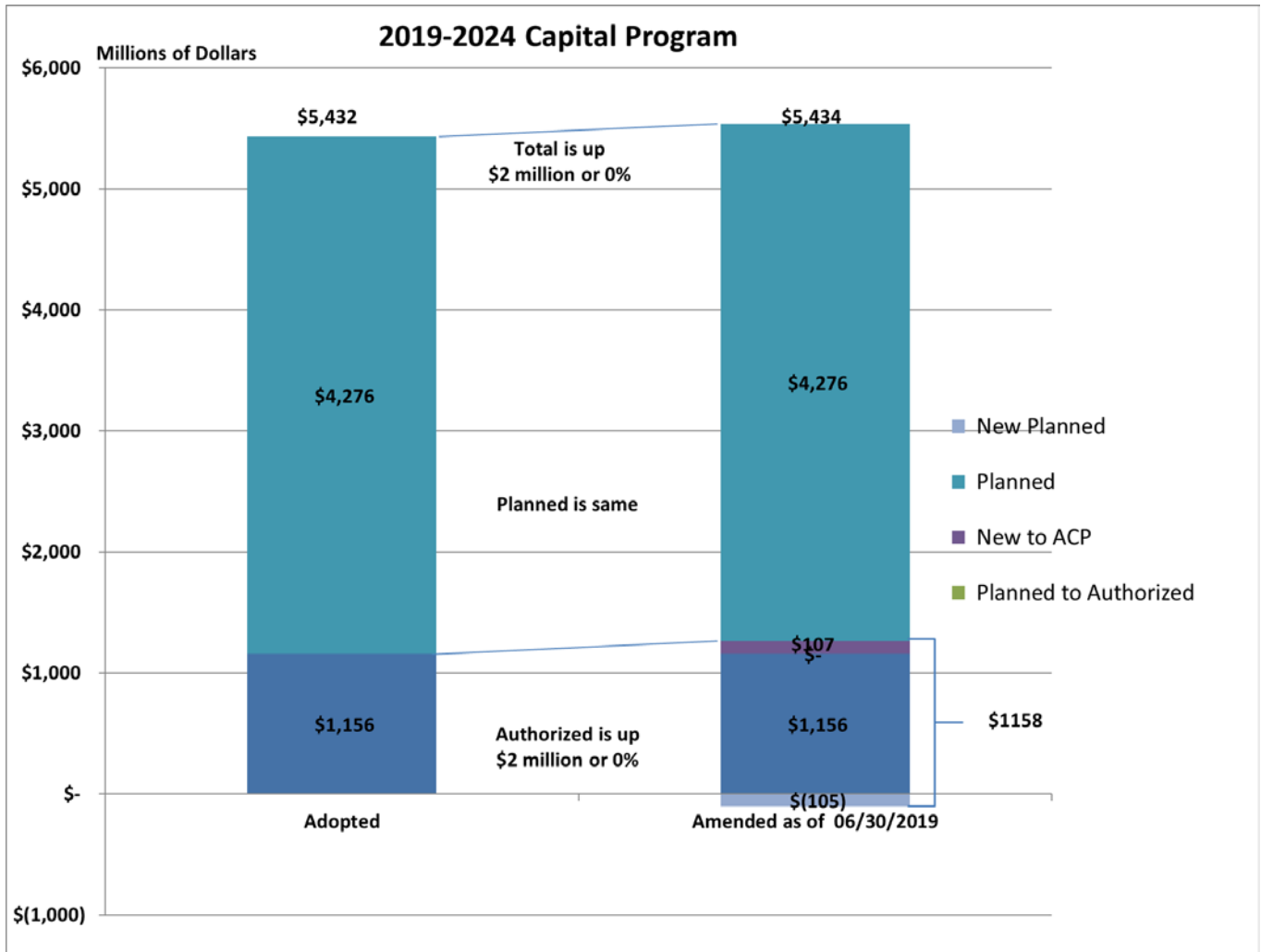
Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

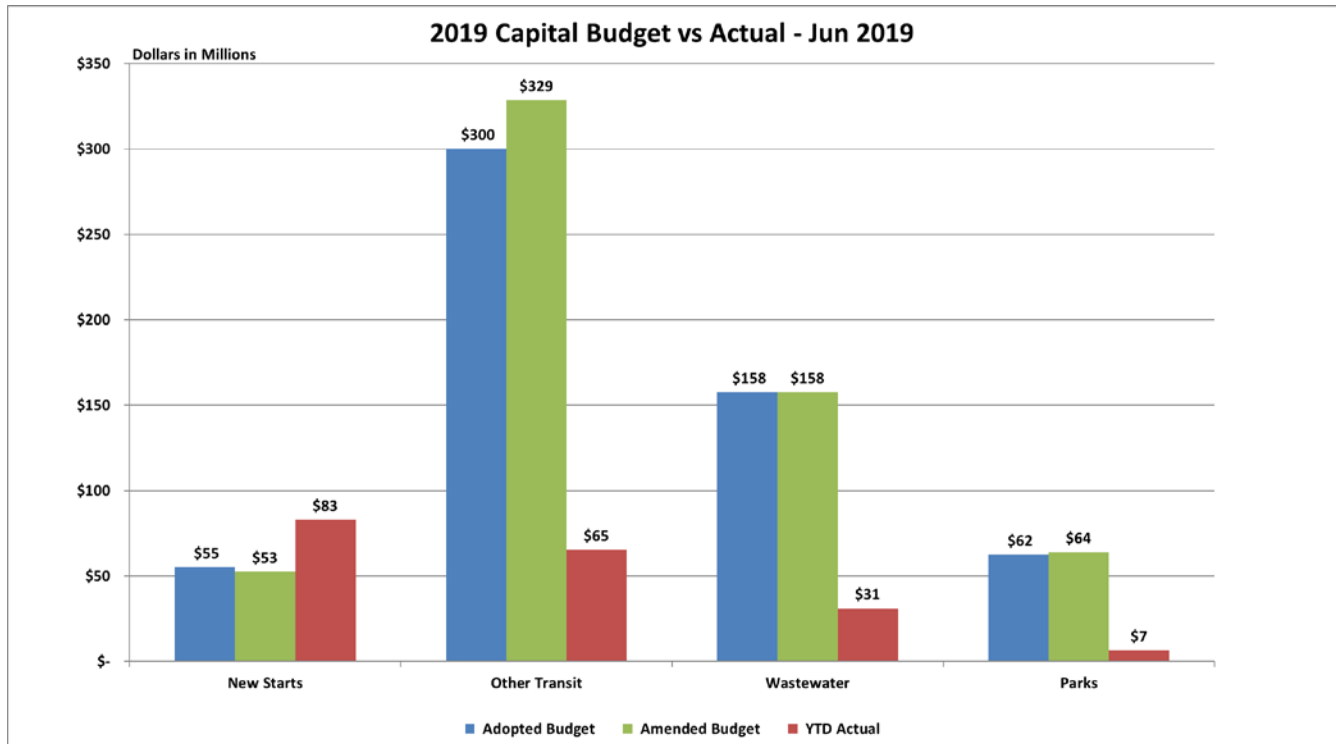
MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2019

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	145.1	145.1	0.0
% of February Forecast	48.1%	94.9%	0.0%



Capital Program (Excluding Pre-2017 Expenditures)

The capital program (excluding pre-2017 expenditures) increased by \$2 million for amendments through June. The authorized portion of the capital program (the ACP) is up \$2 million so no real change percentage wise. 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 Budget

The adopted 2019 Capital Budget was \$575 million. Amendments through June increased the amended 2019 Capital Budget to \$603 million. Actual 2019 capital expenditures total 32 percent of the adopted budget and 31 percent of the amended budget. Actual expenditures as a percent of the amended budget were 39 percent for transit projects, 20 percent for wastewater projects and 10 percent for parks projects.

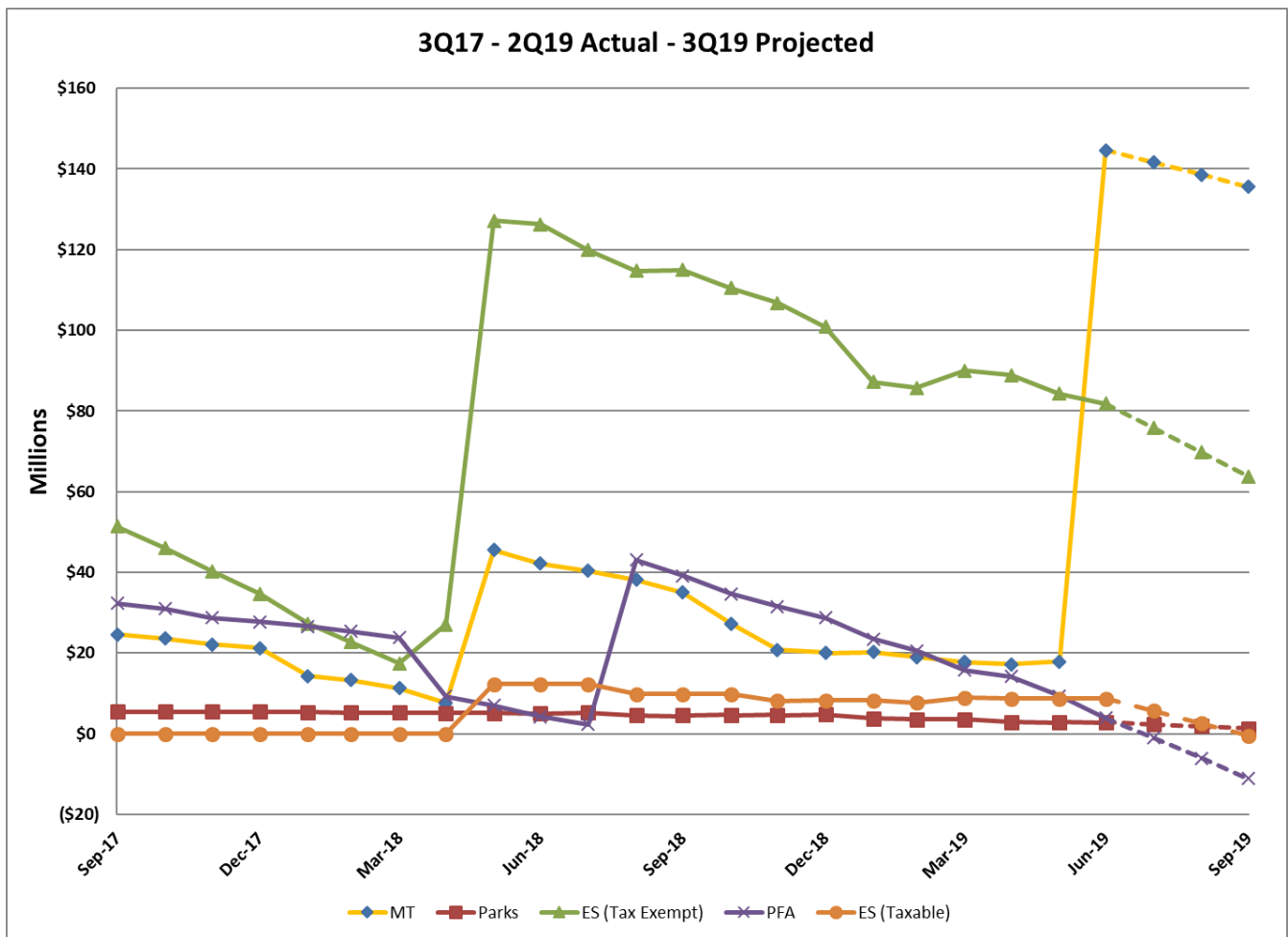
Financial Management Report

CAPITAL FUND CASH BALANCES

The GO capital bond fund for Transit experienced lower than normal spend down during the quarter, seeing an average spend of less than \$1M per month during the quarter, not including the receipt of new bond proceeds. The GO capital bond fund for Parks continues to follow a pattern of lower expenditures. Environmental Services (ES) GO capital bond funds had slightly lower than normal spenddown amounts, averaging \$2.7M over the first quarter of 2019. Expenditures eligible for reimbursement from the Minnesota Public Facilities Authority (PFA) loan have maintained an average drawdown of approximately \$4M per month for the most recent quarter.

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
June 30, 2019
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Property Taxes	384,403	15,329,005	15,329,005	-
Investment Earnings	439,652	550,221	550,221	-
Chargebacks - MAC	(32,489)	-	-	-
Other Revenue	889	308,305	308,305	-
Total Revenues	792,455	16,187,531	16,187,531	-
<u>EXPENSES</u>				
Salary and Benefits	21,414,509	47,021,283	47,021,283	-
Consulting & Contractual Services	8,826,558	19,484,779	19,484,779	-
Rent & Utilities	2,356,468	5,223,840	5,223,840	-
Printing	21,083	44,000	93,500	49,500
Travel & Professional Development	245,355	647,350	647,350	-
Insurance	41,950	83,900	48,000	(35,900)
Other Operating Expense	835,958	3,287,337	3,287,337	-
Total Expenses	33,741,881	75,792,489	75,806,089	13,600
<u>TRANSFERS</u>				
Transfer In	30,482,822	65,713,022	65,713,022	-
Transfer Out	(8,436,468)	(10,134,891)	(10,134,891)	-
Total Transfers	22,046,354	55,578,131	55,578,131	-
Change in Reserve Balance	(10,903,072)	(4,026,827)	(4,040,427)	13,600
Beginning Fund Balance		21,566,210		
Assigned/Committed		(6,632,952)		
Ending Unassigned Reserve Balance		10,906,431		
2019 Target Balance (10%)		7,580,609		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
June 30, 2019

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Municipal Wastewater Charges	113,720,500	227,440,997	227,440,997	-
Industrial Charges	5,581,974	13,957,000	13,957,000	-
State Appropriations Revenue	35,707	10,114,000	10,504,503	(390,503)
Investment Earnings	867,501	1,300,000	900,000	400,000
Other Revenue	208,224	6,335,001	4,625,500	1,709,501
Total Revenues	120,413,906	259,146,998	257,428,000	1,718,998
<u>EXPENSES</u>				
Salary and Benefits	31,786,441	67,801,807	67,200,727	(601,080)
Consulting & Contractual Services	7,042,920	22,480,574	18,691,886	(3,788,688)
Rent & Utilities	7,241,605	16,721,506	16,558,105	(163,401)
Travel	356,555	545,429	525,089	(20,340)
Materials & Supplies	6,101,074	10,591,342	9,185,402	(1,405,940)
Chemicals	4,023,968	8,487,982	8,670,857	182,875
Capital Outlay	936,347	4,795,786	2,224,476	(2,571,310)
I&I, Storm water, CWF, WOMP Grant Expense	221,447	12,145,691	12,173,591	27,900
Other Operating Expense	536,144	1,501,158	7,261,076	5,759,918
Total Expenses	58,246,501	145,071,275	142,491,209	(2,580,066)
<u>TRANSFERS</u>				
SAC Transfer	22,165,000	44,330,000	44,330,000	-
Transfers In	415,394	700,000	700,000	-
Debt Service	(69,500,000)	(139,000,000)	(139,000,000)	-
Transfer Out - RA Expense Allocation	(7,464,557)	(16,694,613)	(16,694,613)	-
Transfers Out	(5,665,564)	(11,000,000)	(11,000,000)	-
Total Transfers	(60,049,727)	(121,664,613)	(121,664,613)	-
Change in Reserve Balance	2,117,678	(7,588,890)	(6,727,822)	(861,068)
Beginning Reserve Balance		37,102,797		
Ending Unassigned Reserve Balance		<u>29,513,907</u> *		
2019 Target Balance (10%)		14,249,121		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>					
Federal Revenue	33,187,839	66,065,000	66,065,000	-	30,433,611
State Revenue	479,687	1,443,000	2,023,000	(580,000)	444,722
Investment Earnings	68,457	50,000	50,000	-	-
Other Revenue	1,318,623	2,260,000	2,260,000	-	24,759
Total Revenues	35,054,606	69,818,000	70,398,000	(580,000)	30,903,092
<u>EXPENSES</u>					
Salary and Benefits	1,917,039	4,216,676	4,416,676	200,000	-
Consulting & Contractual Services	438,855	924,000	924,000	-	-
Rent & Utilities	72,156	147,316	147,316	-	-
Housing Expenses	33,060,015	65,795,000	66,175,000	380,000	32,529,115
Travel	19,451	40,000	40,000	-	-
Insurance	87,747	100,000	100,000	-	-
Other Operating Expense	157,097	293,430	293,430	-	-
Total Expenses	35,752,360	71,516,422	72,096,422	580,000	32,529,115
<u>TRANSFERS</u>					
Transfer Out - RA Expense Allocation	(557,993)	(1,420,700)	(1,420,700)	-	-
Transfer In - Allocation	3,250,000	3,250,000	3,250,000	-	-
Total Transfers	2,692,007	1,829,300	1,829,300	-	-
Change in Reserve Balance	1,994,253	130,878	130,878	-	(1,626,023)
Beginning Reserve Balance:					
Operating		7,099,610			
Total Beginning Balance		7,099,610			
Change in Reserve Balance:					
Total Change in Reserve Balance		130,878			
Ending Reserve Balance		7,230,488			
2019 Target Balance (8.3%)		5,832,171			

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Bus Operations

June 30, 2019

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	33,304,811	67,328,814	75,054,552	(7,725,738)
Auxiliary Transit Revenue	1,080,412	3,188,496	3,188,500	(4)
State Appropriations	5,837,700	5,837,700	5,837,700	-
State Revenue - MVST	118,342,500	226,685,000	226,685,000	-
Federal Grants	3,539,000	17,937,142	17,937,144	(2)
Investment Earnings	1,324,056	2,648,112	750,000	1,898,112
Other Revenue	2,114,805	3,229,610	1,959,650	1,269,960
Total Revenues	165,543,284	326,854,874	331,412,546	(4,557,672)
<u>EXPENSES</u>				
Salary and Benefits	120,754,879	252,416,985	261,095,617	8,678,632
Consulting & Contractual Services	4,775,738	11,932,545	12,679,473	746,928
Fuel	5,527,347	12,235,308	14,439,616	2,204,308
Materials & Supplies	10,818,071	22,970,695	22,122,213	(848,482)
Utilities	1,559,722	3,529,442	3,587,484	58,042
Other Operating Expense	1,992,862	6,325,434	7,658,143	1,332,709
Total Expenses	145,428,619	309,410,409	321,582,546	12,172,137
<u>TRANSFERS</u>				
Transfer In - Transit Allocations	6,478,504	12,957,008	11,791,755	1,165,253
Transfer Out - RA Expense Allocation	(16,745,414)	(35,262,788)	(35,262,788)	-
Total Transfers	(10,266,910)	(22,305,780)	(23,471,033)	1,165,253
Change in Reserve Balance	9,847,755	(4,861,315)	(13,641,033)	8,779,718
Beginning Reserve Balance		83,744,146		
Ending Reserve Balance		78,882,831		*
2019 Target Balance (8.3 - 12.5%)		28,639,447		

* Includes TOD fund balance of \$976K

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	12,977,062	28,037,660	26,499,996	1,537,664
Auxiliary Transit Revenue	596,655	1,540,250	1,540,250	-
State Revenue - GF Appropriation	12,794,502	25,589,004	25,589,004	-
Local Revenue *	12,907,273	25,814,544	25,814,544	-
Investment Earnings	111,394	318,116	677,329	(359,213)
Other Revenue	1,321	8,432	22,648	(14,216)
Total Revenues	39,388,207	81,308,006	80,143,771	1,164,235
<u>EXPENSES</u>				
Salary and Benefits	22,909,951	46,633,108	41,402,772	(5,230,336)
Consulting & Contractual Services	576,474	3,216,171	5,120,786	1,904,615
Fuel	13,159	26,318	14,344	(11,974)
Materials & Supplies	3,622,098	7,086,488	5,570,482	(1,516,006)
Utilities	2,481,039	5,987,080	6,829,451	842,371
Other Operating Expense *	6,161	1,005,805	6,393,431	5,387,626
Total Expenses	29,608,882	63,954,970	65,331,266	1,376,296
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(5,971,934)	(11,583,874)	(10,624,642)	(959,232)
Transfer Out - RA Expense Allocation	(1,601,220)	(4,398,326)	(4,398,326)	-
Total Transfers	(7,573,154)	(15,982,200)	(15,022,968)	(959,232)
Change in Reserve Balance	2,206,171	1,370,836	(210,463)	1,581,299
Beginning Reserve Balance		<u>13,610,949</u>		
Ending Reserve Balance		14,981,785		*
2019 Target Balance (8.3 - 12.5%)		6,669,401		

* \$685.5M will be returned to the Counties

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	1,287,916	2,611,620	2,580,000	31,620
State Revenue - MVST	3,657,000	7,314,000	7,314,000	-
Local Revenue - Counties / MNDOT *	5,091,066	10,182,135	10,182,135	-
Investment Earnings	97,602	200,000	-	200,000
Total Revenues	10,133,584	20,307,755	20,076,135	231,620
<u>EXPENSES</u>				
Salary and Benefits	2,121,535	4,612,859	5,212,778	599,919
Consulting & Contractual Services	2,679,703	6,324,110	7,550,137	1,226,027
Fuel	522,676	1,109,908	1,174,464	64,556
Materials & Supplies	566,487	809,610	1,319,556	509,946
Utilities	292,544	627,620	729,267	101,647
Other Operating Expense	1,436,414	2,928,250	2,530,396	(397,854)
Total Expenses	7,619,359	16,412,357	18,516,598	2,104,241
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(686,570)	(1,373,144)	(1,167,111)	(206,033)
Transfer Out - RA Expense Allocation	(224,913)	(476,748)	(476,748)	-
Total Transfers	(911,483)	(1,849,892)	(1,643,859)	(206,033)
Change in Reserve Balance	1,602,742	2,045,506	(84,322)	2,129,828
Beginning Reserve Balance		5,459,576		
Ending Reserve Balance		7,505,082		*
2019 Target Balance (8.3 - 12.5%)		1,673,318		

* \$1.188M will be returned to the Counties

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	2,123,867	5,175,288	6,050,288	(875,000)
State Revenue - MVST	2,020,356	4,040,712	4,040,712	-
Investment Earnings	62,731	125,000	-	125,000
Chargebacks from MAC	63,610	109,000	109,000	-
Total Revenues	4,270,564	9,450,000	10,200,000	(750,000)
<u>EXPENSES</u>				
Salary and Benefits	1,387,493	3,090,699	3,390,699	300,000
Consulting & Contractual Services	617,309	2,927,170	4,427,170	1,500,000
Rent & Utilities	315,047	380,812	380,812	-
Travel	17,137	45,000	45,000	-
Grants	5,222	106,000	106,000	-
Other Operating Expense	59,871	124,410	124,410	-
Total Expenses	2,402,079	6,674,091	8,474,091	1,800,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,112,842)	(1,725,909)	(1,725,909)	-
Total Transfers	(1,112,842)	(1,725,909)	(1,725,909)	-
Change in Reserve Balance	755,643	1,050,000	-	1,050,000
Beginning Reserve Balance		4,956,775		
Ending Reserve Balance		6,006,775		
2019 Target Balance (Combined 15%, 31.5% TP Fund)		3,213,000		

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

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenue	3,906,223	8,569,720	8,769,720	(200,000)
State Appropriations	42,096,198	76,302,015	64,717,015	11,585,000
Investment Earnings	385,511	771,000	-	771,000
Total Revenues	46,387,932	85,642,735	73,486,735	12,156,000
<u>EXPENSES</u>				
Salary and Benefits	869,313	2,114,139	2,114,139	-
Consulting & Contractual Services	33,878,466	67,594,697	67,594,697	-
Fuel	2,796,255	7,069,221	9,569,221	2,500,000
Rent & Utilities	44,559	210,456	210,456	-
Other Operating Expense	299,659	653,770	653,770	-
Total Expenses	37,888,252	77,642,283	80,142,283	2,500,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,284,116)	(2,175,696)	(2,175,696)	-
Total Transfers	(1,284,116)	(2,175,696)	(2,175,696)	-
Change in Reserve Balance	7,215,564	5,824,756	(8,831,244)	14,656,000
Beginning Reserve Balance - Regular Operations		18,001,666		
Ending Reserve Balance		23,826,422		
2019 Target Balance (10%)		8,232,000		

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

	YTD ACTUALS	YEAR-END PROJECTIONS	2019 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	1,099,501	2,203,372	2,477,372	(274,000)
Federal Revenue	1,554,758	2,201,842	2,849,842	(648,000)
State Revenue - MVST	11,178,167	23,691,285	23,522,785	168,500
Investment Earnings	141,015	232,000	-	232,000
Total Revenues	13,973,441	28,328,499	28,849,999	(521,500)
<u>EXPENSES</u>				
Salary and Benefits	395,838	841,744	841,744	-
Consulting & Contractual Services	12,830,897	26,742,334	26,742,334	-
Rent & Utilities	30,000	51,994	141,994	90,000
Travel	7,298	10,000	10,000	-
Grants	298,286	300,000	210,000	(90,000)
Other Operating Expense	86,539	197,970	197,970	-
Total Expenses	13,648,858	28,144,042	28,144,042	-
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(491,291)	(705,957)	(705,957)	-
Total Transfers	(491,291)	(705,957)	(705,957)	-
Change in Reserve Balance	(166,708)	(521,500)	-	(521,500)
Beginning Reserve Balance		7,709,011		
Ending Reserve Balance		7,187,511		
2019 Target Balance (Combined 15%, 10% Cont Svc Funds)		2,885,000		