

**People**

**Transportation**

**Housing**

**Bikes**

**Planning**

**Financial Condition**

**Future**

**Bus**

**Parks**

**Cars**

**Sustainability**

**Efficient**

**3rd QUARTER FINANCIAL REPORT**

**Prosperity**

**Train**

**Growth**

**Light Rail**

**December 9, 2020**

**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  
2020 -3rd Quarter Results  
(in thousands)  
Unaudited

	General Fund					Environmental Services					Housing and Redevelopment Authority				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*
Revenues	8,913	55%	16,365	16,139	226	187,816	74%	254,917	254,852	65	63,529	79%	83,598	80,598	3,000
Expenses	53,609	64%	83,319	83,727	408	94,329	70%	138,227	134,620	(3,607)	57,756	72%	78,391	80,541	2,150
Transfers	43,894	67%	65,594	65,394	200	(91,074)	74%	(123,831)	(123,731)	(100)	(615)	58%	(1,057)	(1,057)	0
Change in Reserve Balance	(802)		(1,360)	(2,194)	834	2,413		(7,141)	(3,499)	(3,642)	5,158		4,150	(1,000)	5,150
Beginning Reserve Balance			22,896					33,871					9,316		
Assigned/Committed			(6,820)												
Ending Reserve Balance			<u>14,716</u>					<u>26,730</u>					<u>13,466</u>		
Target Balance			8,373					13,462					6,773		

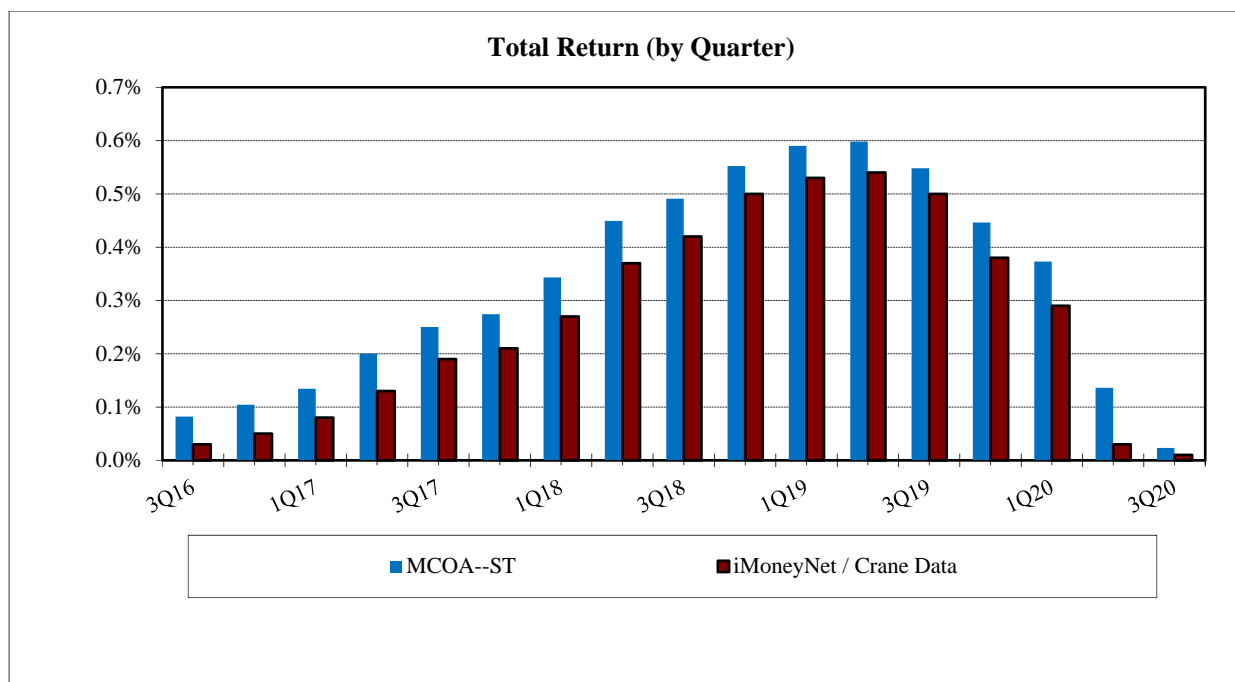
	Metro Transit - Bus					Metro Transit - Light Rail					Metro Transit - Commuter Rail				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*
Revenues	233,253	67%	338,722	346,733	(8,011)	56,667	67%	82,953	84,425	(1,472)	13,917	67%	17,909	20,783	(2,874)
Expenses	219,872	65%	313,728	340,210	26,482	46,652	67%	67,256	69,756	2,500	10,309	54%	15,164	19,007	3,843
Transfers	(19,308)	73%	(24,994)	(26,463)	1,469	(12,397)	79%	(16,364)	(15,779)	(585)	(1,613)	74%	(2,151)	(2,181)	30
Change in Reserve Balance	(5,927)		0	(19,940)	19,940	(2,382)		(667)	(1,110)	443	1,995		594	(405)	999
Beginning Reserve Balance			70,422					16,175					6,597		
Ending Reserve Balance			<u>70,422</u>					<u>15,508</u>					<u>7,191</u>		
Target Balance			30,434					7,099					1,759		

	MTS - Transportation Planning					MTS - Metro Mobility					MTS - Contracted Service				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*
Revenues	5,370	71%	7,991	7,554	437	65,547	78%	84,182	83,738	444	28,149	95%	37,113	29,549	7,564
Expenses	2,865	42%	4,454	6,809	2,355	59,180	64%	80,622	92,927	12,305	18,796	61%	26,168	30,598	4,430
Transfers	(1,439)	72%	(1,996)	(1,996)	0	(1,039)	61%	(1,702)	(1,702)	0	(570)	71%	(806)	(806)	0
Change in Reserve Balance	1,066		1,541	(1,251)	2,792	5,328		1,858	(10,891)	12,749	8,783		10,139	(1,855)	11,994
Beginning Reserve Balance			6,694					29,500					8,652		
Ending Reserve Balance			<u>8,235</u>					<u>31,358</u>					<u>18,791</u>		
Target Balance			2,774					9,463					3,140		

\*Variance = Favorable / (Unfavorable)

# Financial Management Report

## METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO



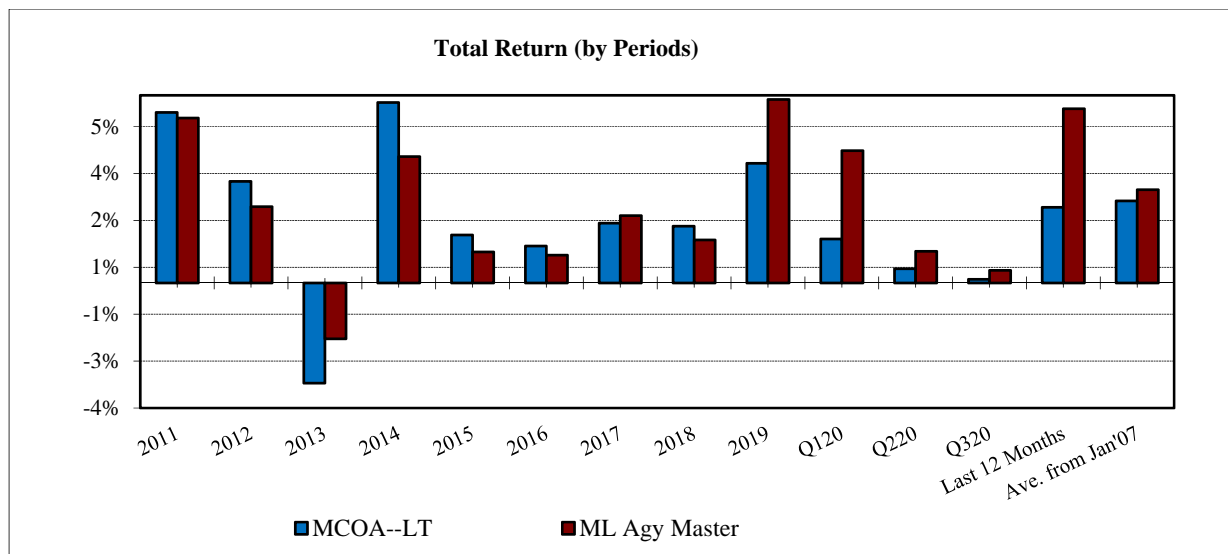
### 3<sup>rd</sup> Quarter 2020 Short-Term Investment Portfolio Results

**Assets under management (AUM): \$553.0 Million**

The Short-term portfolio outperformed its benchmark during the third quarter. Total return of 0.02% was 1 basis point above the Crane Government Money Fund index total return of 0.01%. This portfolio has averaged 16 bps per year more than its benchmark over the past 10 years. For the quarter, the Council's liquid cash was invested in government money market funds, Federal Discount Notes and US Treasury Bills.

# Financial Management Report

## METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—LONG-TERM PORTFOLIO



### 3<sup>rd</sup> Quarter 2020 Long-Term Investment Portfolio Results

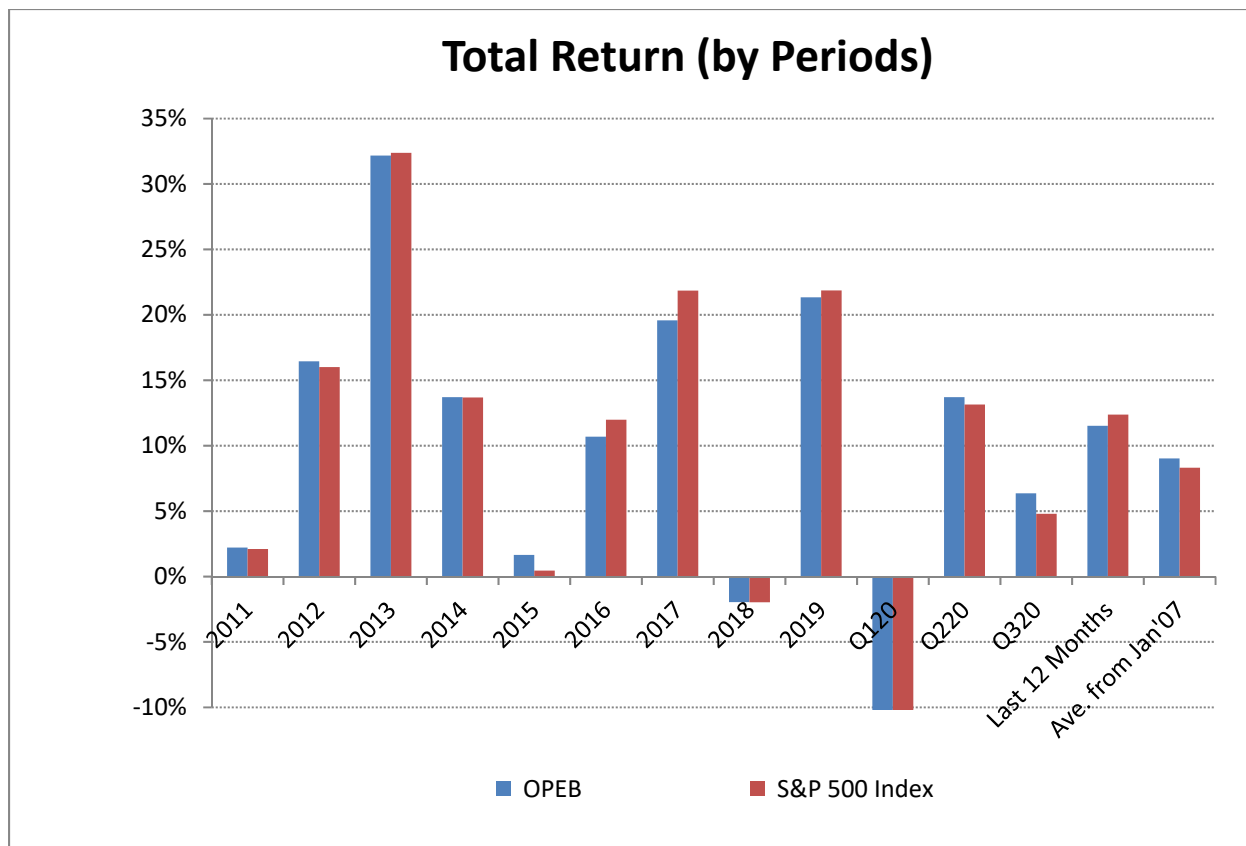
#### Assets under management (AUM) \$467.4 Million

The portfolio underperformed its benchmark during the third quarter. Total return of .11% was 29 basis points below the Bank of America Merrill Lynch (BAML) US Government Agency Master index total return of .40%. The portfolio was comprised of 8% municipal bonds (yielding 4.14%), 77% U.S. Agency securities (yielding 1.34%), 12% was invested in government money market funds (yielding .02%), 2% in Certificate of Deposits (yielding .98%) and less than 1% was invested in securitized mortgage backed securities (yielding 2.14%).

For the quarter municipal bonds generated the highest returns relative to other fixed income products. Municipal bonds offer a yield advantage relative to other asset class and saw strong demand during the quarter. The long-term portfolio holds municipal bonds with coupons well above current market levels contributing to stronger total return performance of these holdings. Callable Agencies tended to underperform the index on a total return basis during the quarter.

# Financial Management Report

## METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—OPEB PORTFOLIO



### 3<sup>rd</sup> Quarter 2020 OPEB Investment Portfolio Results

#### Assets under Management (AUM) \$288.7 Million

At the end of the 3<sup>rd</sup> quarter the Council’s OPEB portfolio was invested 75% in an equity pool, 20% in US Treasuries and 5% in a money market fund. The portfolio gained 6.34% for the quarter compared to a Blended index return of 4.78%. For the quarter, the portfolio had unrealized gains and dividends of \$18.1 million and a withdrawal of \$16.8 million. The Council also has an internal cash account for OPEB.

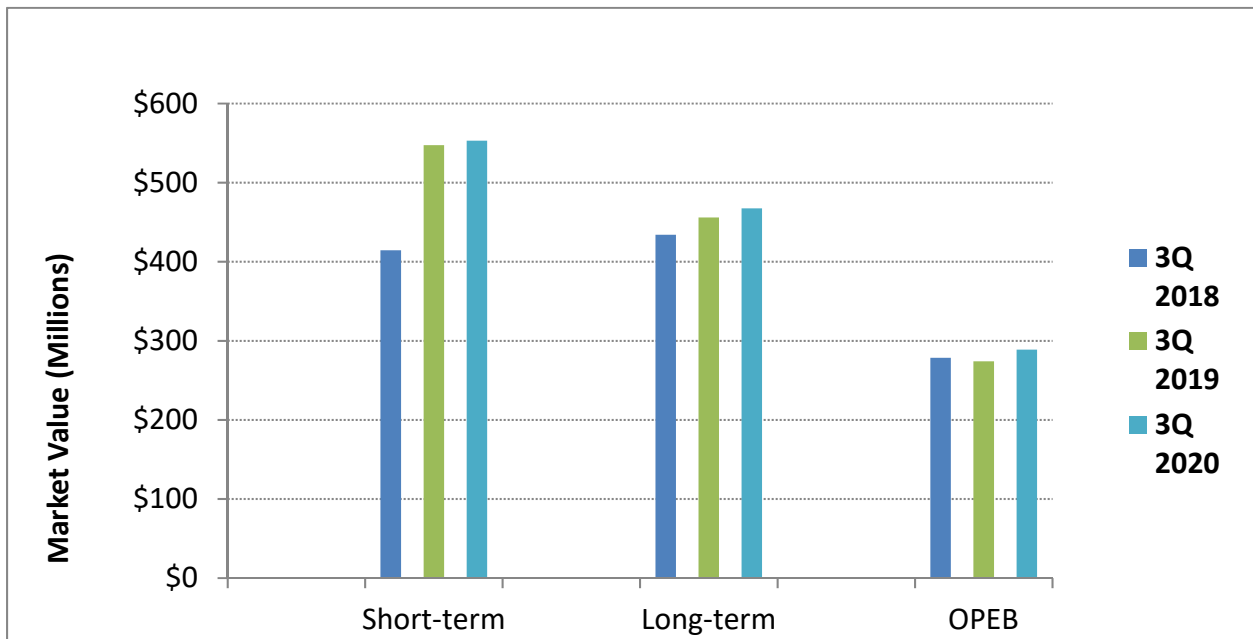
The OPEB portfolio is long-term investment and is partially invested in an equity market index pool. Equity market investments may experience volatility over time, with positive and negative market movements. The goal of this investment is to capture the historically higher returns of the equity market over the longer-term. The OPEB Portfolio has averaged 12% return over the last 5 years. Because of the Council’s strong OPEB funding position the allocation to the equity pool may be reduced in the future to minimize volatility.

# Financial Management Report

## METROPOLITAN COUNCIL INVESTMENT PORTFOLIO BALANCES

### Investment Portfolio Balances Market Value (Millions)

	3Q 2018	3Q 2019	3Q 2020
Short-term	\$ 414.5	\$ 547.3	\$ 553.0
Long-term	434.0	455.9	467.4
OPEB	278.5	274.1	288.7
<b>Total</b>	<u>1,127.0</u>	<u>1,277.3</u>	<u>1,309.1</u>



# Financial Management Report

## GENERAL FUND

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2020 YTD		Projected		Variance
	Results	% Budget	Year-End	2020 Budget	
Revenues	8,913	55%	16,365	16,139	226
Expenses	53,609	64%	83,319	83,727	408
Transfers	43,894	67%	65,594	65,394	200
Change in Reserve Balance	(802)		(1,360)	(2,194)	834
Beginning Fund Balance			22,896		
Assigned/Committed			(6,820)		
Ending Unassigned Reserve Balance			14,716		
Target Balance (10%)			8,373		

#### 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.

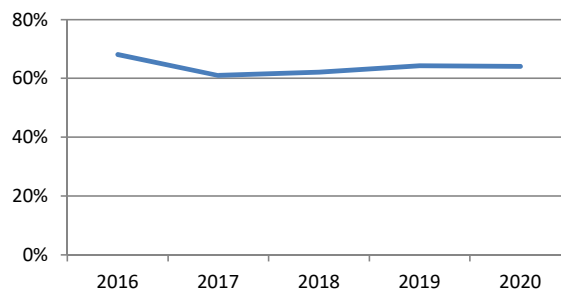
Salaries/fringes are projected to stay on budget at year-end. Consulting and Contractual Services is expected to spend more in fourth quarter due to hardware and software maintenance and licensing fees.

Note that due to COVID-19, expenses increased to move employees to telework in March/April (computer equipment and overtime) and expenses do not come in evenly during the year. Salaries/fringes and other expense categories are expected to track at budget by year-end.

The 2020 General Fund budget approved by the Council reflects a \$2.2 million use of General Fund reserves.

The projected year-end available reserve balance is \$14.7 million.

**General Fund  
% of Budget Spent -  
3rd Quarter**





Environmental Services

Unaudited - dollars in thousands

2020 3rd Quarter Financial Report  
 Environmental Services  
 Unaudited - dollars in thousands

	Environmental Services				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	187,816	74%	254,917	254,852	65
Expenses	94,329	70%	138,227	134,620	(3,607)
Transfers	(91,074)	74%	(123,831)	(123,731)	(100)
Change in Reserve Balance	2,413		(7,141)	(3,499)	(3,642)
Beginning Reserve Balance			33,871		
Ending Unassigned Reserve Balance			26,730		
Target Balance			13,462		

**Environmental Services**

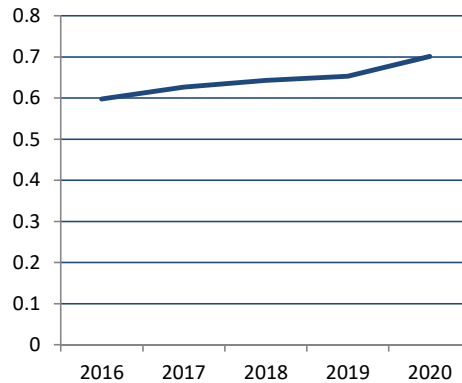
Revenues are expected to be over budget by \$.1M. This is driven by Other Revenue, which is expected to be \$1M over budget (\$1.8M over for St. Croix Valley fire insurance receivable, offset by Rogers revenue budget error). In addition, we expect to underrun in State Appropriations Revenue (\$.5M) and in Investment Earnings (\$.4M).

Operating expenses are estimated to be \$3.6M over budget. This is driven by Consulting and Contractual Services where we plan to overrun budget for the St. Croix Valley (SCV) fire cost (\$1.8M of overrun). Salary and Benefits are also expected to overrun budget (by \$1.8M) due to lower vacancies, and COVID impacts on overtime and annual leave. Other variances are offsetting, and largely due to line-item shifts within the budget for centralized projects.

In addition, Rent & Utilities are expected to be under budget due to lower energy rates, and Chemicals are expected to be over budget for odor control. Grants are also estimated to be over budget due to the timing of MCES stormwater and green infrastructure grants.

Considering the above forecasted variances, operating reserves are projected to decrease by \$7.1M (compared to a \$3.5M budgeted decrease). The estimated \$7.1M deficit will decrease the operating fund balance to \$26.7M, which is well above the year-end target balance of \$13.5M.

**Environmental Services  
 % of Budget Spent -  
 3rd Quarter**



# Financial Management Report

## HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report Housing and Redevelopment Fund Unaudited - dollars in thousands

	Housing and Redevelopment Authority				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	63,529	79%	83,598	80,598	3,000
Expenses	57,756	72%	78,391	80,541	2,150
Transfers	(615)	58%	(1,057)	(1,057)	0
Change in Reserve Balance	5,158		4,150	(1,000)	5,150
Beginning Reserve Balance			9,316		
Ending Reserve Balance			<u>13,466</u>		
Target Balance			6,773		

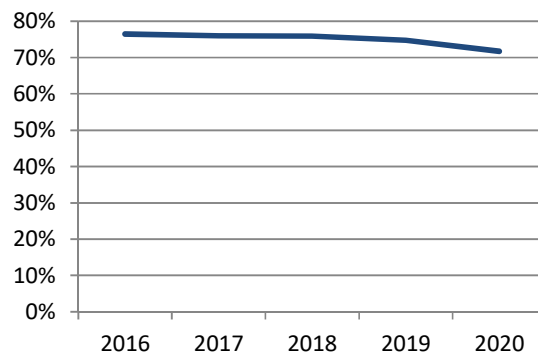
#### Housing and Redevelopment Authority

2020 Federal Revenues are projected to be favorable to budget by \$3M. State Revenues are forecasted to be unfavorable to budget by \$200K due to lower Housing Assistance Payment expenses from individuals not utilizing the special programs and serving less families. The decrease in State Revenue is off-set by rental income from Council owned housing units.

2020 Expenses are forecasted to be favorable to budget by \$2.1M primarily due to savings in anticipated new covid administration costs.

The projected reserve balance for HRA is \$13.4M by the end of 2020, which is above the Council's minimum reserve target balance of \$6.8M.

### HRA % of Budget Spent - 3rd Quarter



# Financial Management Report

## METRO TRANSIT-BUS

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report

#### Metro Transit - Bus

Unaudited - dollars in thousands

	Metro Transit - Bus				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	233,253	67%	338,722	346,733	(8,011)
Expenses	219,872	65%	313,728	340,210	26,482
Transfers	(19,308)	73%	(24,994)	(26,463)	1,469
Change in Reserve Balance	(5,927)		0	(19,940)	19,940
Beginning Reserve Balance			70,422		
Ending Reserve Balance			<u>70,422</u>		
Target Balance			30,434		

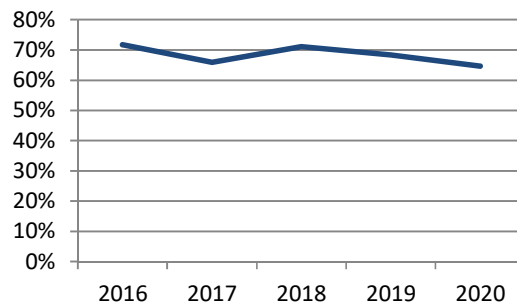
#### Metro Transit Bus

Passenger fares are expected to be \$1.9M above the revised budget number due to slightly better ridership numbers than originally forecasted due to impacts of the pandemic. MVST is also forecast to have a positive variance of \$40M due to better than anticipated car sales as compared to the State Forecast. Federal CARES Act Revenues are forecasted to be \$48.2M under budget due to better than anticipated MVST receipts and under budget expenses. Any remaining CARES act balances will be used in the 2021 Operating Budget. This results in a reduction of revenues of \$8.M.

Operating expenses are at an amended budget of \$340M and are expected to be below budget by \$26.4M. These savings are due to reduced service and holding positions open: Labor and benefits under budget by \$17.3M. Professional and technical services are expected to be \$3.6M below budget. Fuel savings are expected to be \$2.0M due to lower service levels. Reduced service should also have a savings of \$2.5M in materials and supplies.

The Current Forecast is for Metro Transit Bus Operations to not use any reserves in CY 2020. The CY 2020 Amended budget has a use of reserves of \$19.9M.

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



# Financial Management Report

## METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report Metro Transit - Light Rail Unaudited - dollars in thousands

	Metro Transit - Light Rail				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	56,667	67%	82,953	84,425	(1,472)
Expenses	46,652	67%	67,256	69,756	2,500
Transfers	(12,397)	79%	(16,364)	(15,779)	(585)
Change in Reserve Balance	(2,382)		(667)	(1,110)	443
Beginning Reserve Balance			16,175		
Ending Reserve Balance			<u>15,508</u>		
Target Balance			7,099		

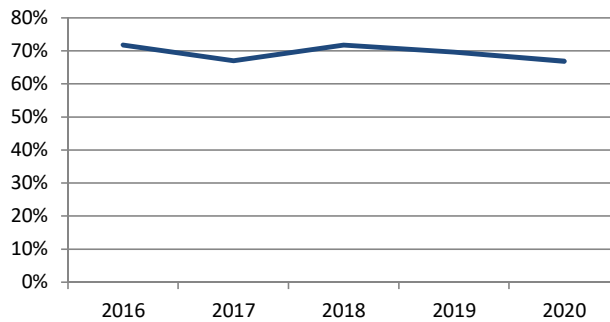
#### Metro Transit Light Rail

Passenger fares are expected to be down \$500K due to ridership losses during the pandemic. Federal CARES Act Funds of \$19.2M will be used in 2020 to offset the reduction in passenger fares and additional incurred cleaning costs.

Operating expenses are \$2.5M below the budgeted level: Labor and benefits are forecasted under budget by \$3.5M due to not filling open positions. Materials and supplies are expected to be \$1.38M over budget due to replacing LRV cloth seats with plastic seats and installing new police monitoring cameras.

The current forecast is a use of fund balance of \$667K. The CY 2020 amended budget for LRT is to use \$1.1M of reserves.

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



# Financial Management Report

## METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report Metro Transit - Commuter Rail Unaudited - dollars in thousands

	Metro Transit - Commuter Rail				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	13,917	67%	17,909	20,783	(2,874)
Expenses	10,309	54%	15,164	19,007	3,843
Transfers	(1,613)	74%	(2,151)	(2,181)	30
Change in Reserve Balance	1,995		594	(405)	999
Beginning Reserve Balance			6,597		
Ending Reserve Balance			<u>7,191</u>		
Target Balance			1,759		

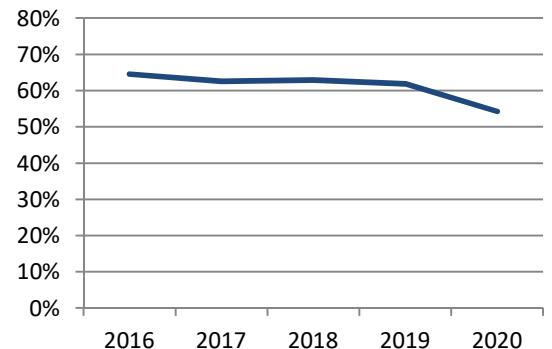
#### Metro Transit - Commuter Rail

Passenger fares are expected to be \$200K under budget due to ridership losses during the pandemic. Federal Cares Act revenues are expected to be \$1.9M under the budgeted levels due to reduced service and expense savings. Federal Cares Act balances will be utilized in the 2021 Operating Budget.

Operating Expenses are forecasted to be \$3.8M under budget due to reduced service levels. Labor and benefits are forecast to be \$1.2M under budget due reduced service. Consulting expenses (which include BNSF services) are expected to be \$2.1M below budget due to service reductions. Fuel and Utilities and supplies are expected to be below budget \$900K due to low prices throughout the year and reduced service.

The current forecast is Commuter rail will add \$594K to its fund balance, after refunds to funding partners in CY 2020. Commuter Rail has an amended budgeted use of reserves of (\$405K) for CY 2020. The September 30, 2020 report does not reflect the December 2020 Operating Amendment.

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



# Financial Management Report

## METROPOLITAN TRANSPORTATION SERVICES

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report Metropolitan Transportation Services - Transportation Planning Unaudited - dollars in thousands

	MTS - Transportation Planning				
	2020 YTD	Projected			
	Results	% Budget	Year-End	2020 Budget	Variance
Revenues	5,370	71%	7,991	7,554	437
Expenses	2,865	42%	4,454	6,809	2,355
Transfers	(1,439)	72%	(1,996)	(1,996)	0
Change in Reserve Balance	1,066		1,541	(1,251)	2,792
Beginning Reserve Balance			6,694		
Ending Reserve Balance			8,235		
Target Balance			2,774		

#### MTS - Transportation Planning

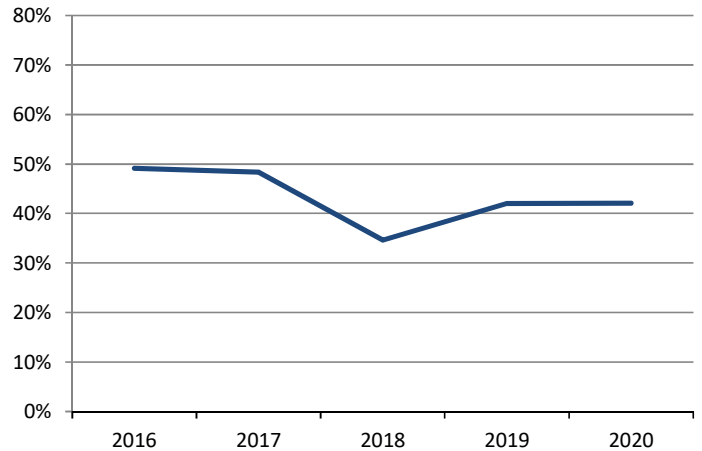
Revenues for transportation planning are projected to be \$437K favorable to budget.

State revenues are projected come \$700k higher than the amended budget. State revenues were amended downwards to align with revised State of MN MVST forecasts and actual MVST receipts are higher than forecasts.

Expenses are projected to be favorable to budget by \$2.3M due primarily to low consulting activity and open staff positions. Spending is down in both categories due to covid-19.

The projected ending reserve balance is \$8.2M for 2020, which is above the Council's minimum reserve target balance of \$2.8M.

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



# Financial Management Report

## MTS-METRO MOBILITY

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility					
	2020 YTD		Projected		2020 Budget	Variance
	Results	% Budget	Year-End	% Budget		
Revenues	65,547	78%	84,182	101%	83,738	444
Expenses	59,180	64%	80,622	87%	92,927	12,305
Transfers	(1,039)	61%	(1,702)	100%	(1,702)	0
Change in Reserve Balance	5,328		1,858		(10,891)	12,749
Beginning Reserve Balance			29,500			
Ending Reserve Balance			<u>31,358</u>			
Target Balance			9,463			

#### MTS - Metro Mobility

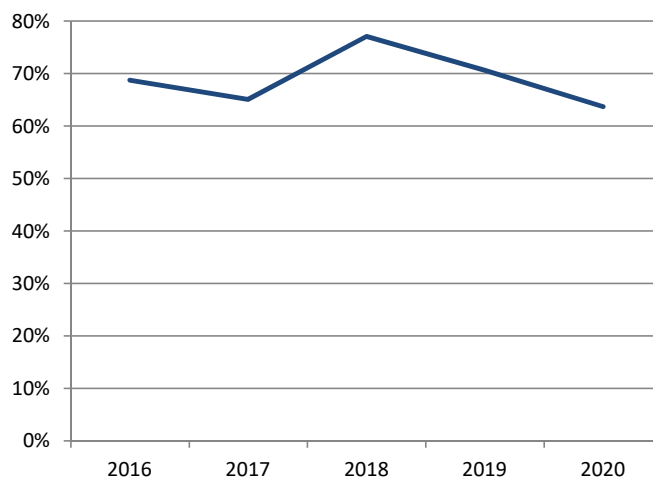
Revenues for Metro Mobility are projected to be \$444K favorable to budget.

Federal Cares Act funds were amended into the budget to offset fare revenue loss created by Covid-19. Interest Earnings are forecasted to be favorable \$444K.

Total expenses for Metro Mobility are projected to be favorable to budget by \$12.3M. Expense savings in service contracts and fuel are driven by covid-19 service reductions.

The projected ending reserve balance is \$31.3M for 2020, which is above the Council's minimum reserve target balance of \$9.5M.

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



# Financial Management Report

## MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

### 2020 3rd Quarter Financial Report Metropolitan Transportation Services - Contracted Service Unaudited - dollars in thousands

	MTS - Contracted Service					
	2020 YTD Results	% Budget	Projected Year-End	% Budget	2020 Budget	Variance
Revenues	28,149	95%	37,113	126%	29,549	7,564
Expenses	18,796	61%	26,168	86%	30,598	4,430
Transfers	(570)	71%	(806)	100%	(806)	0
Change in Reserve Balance	8,783		10,139		(1,855)	11,994
Beginning Reserve Balance			8,652			
Ending Reserve Balance			<u>18,791</u>			
Target Balance			3,140			

#### MTS - Contracted Service

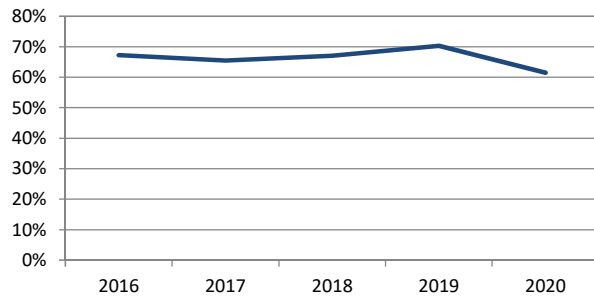
Revenues for Contracted Services are projected to be favorable to budget by \$7.6M.

State revenues are projected come \$8M higher than the amended budget. State revenues were amended downwards to align with revised State of MN MVST forecasts and actual MVST receipts are higher than forecasts. The state revenue variance is partially offset by Federal Revenues expected to be unfavorable to budget by \$570K. Interest Earnings are forecasted to be favorable \$133K.

Total expenses for Contracted Services are projected to be favorable to budget by \$4.4M. Expense savings in service contracts and fuel are driven by covid-19 service reductions.

The projected ending reserve balance is \$18.8M for 2020, which is above the Council's minimum reserve target balance of \$3.1M.

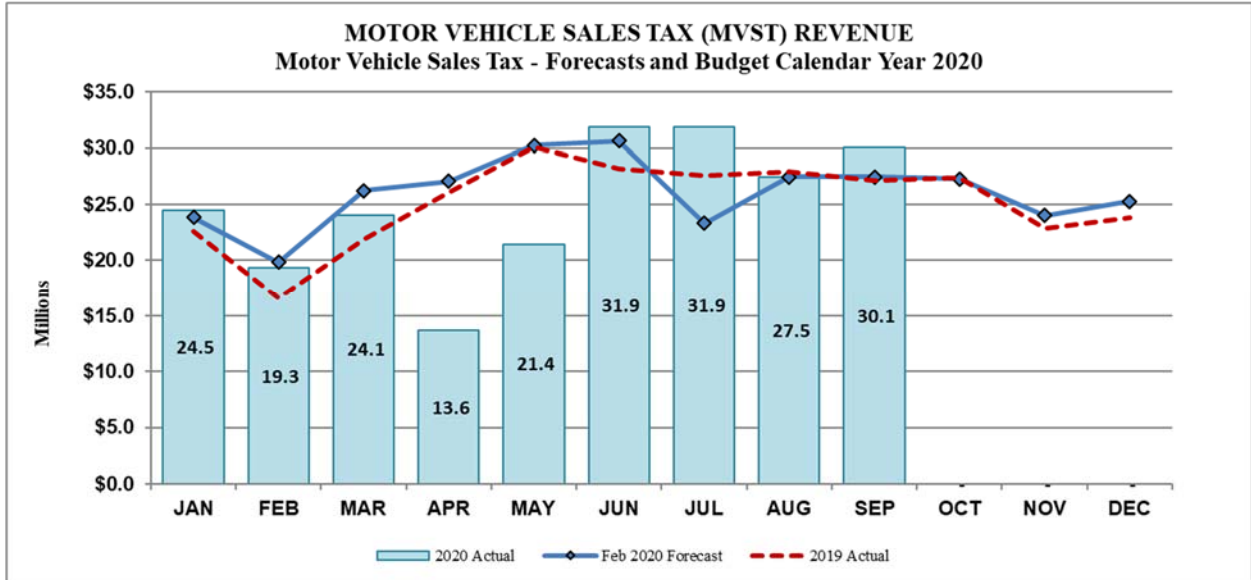
#### MTS -Contracted Service % of Budget Spent - 3rd Quarter



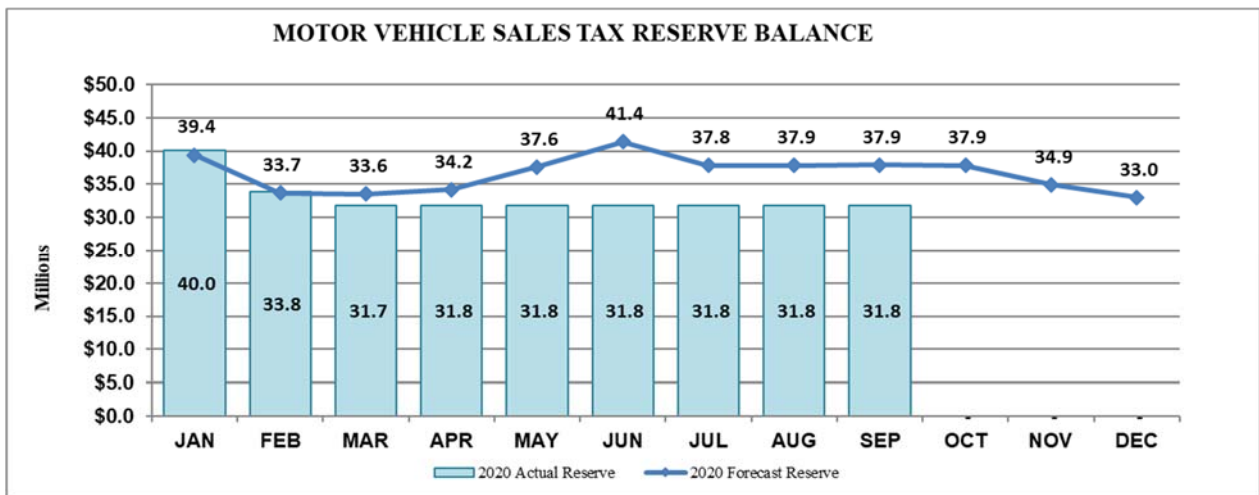


# Financial Management Report

## MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2020 thru September totaled around \$224.2 million, 94.9% of February 2020 forecast thru September. MVST reserves were \$31.8 million at the end of September.



# Financial Management Report

## MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

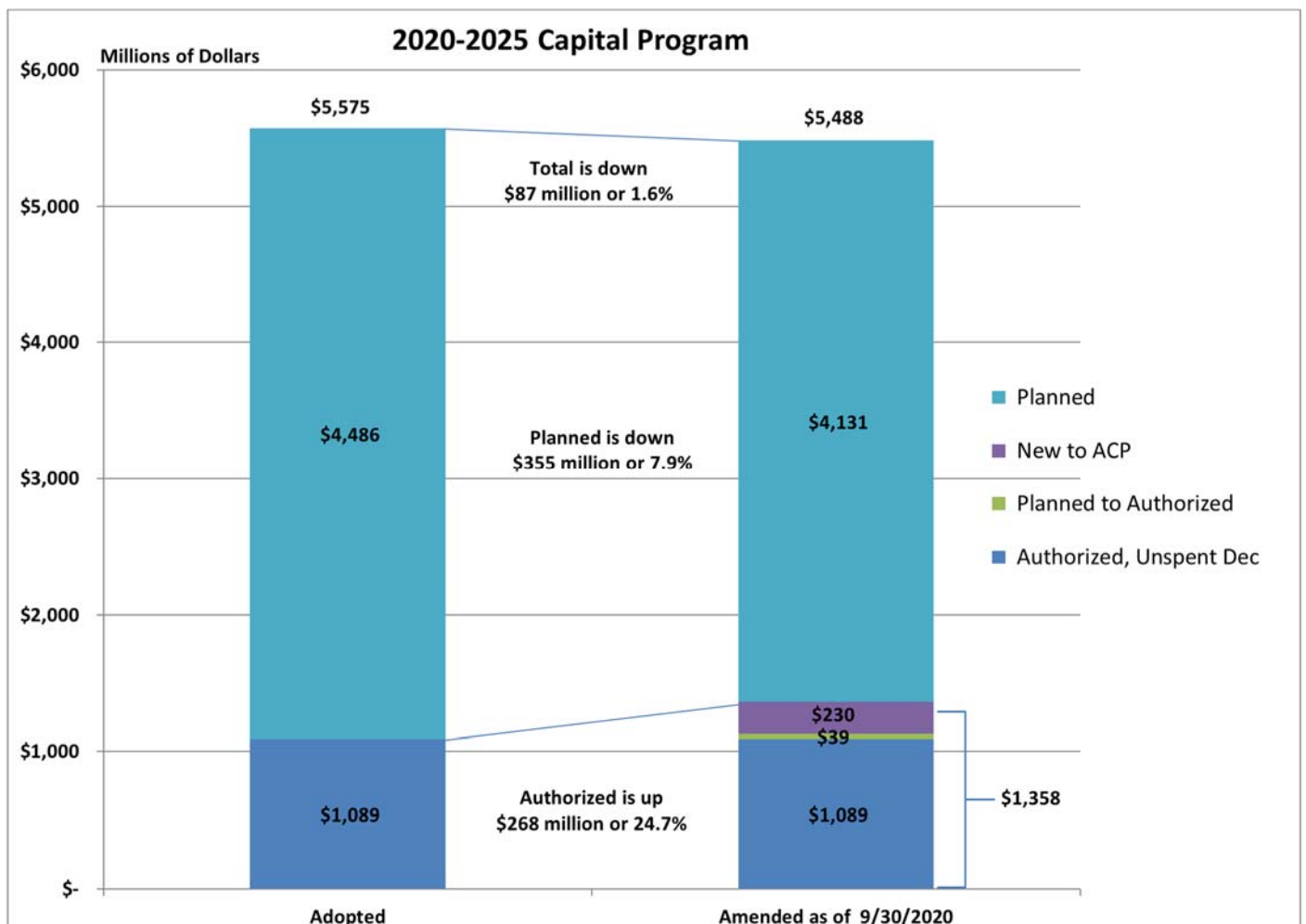
### MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2020

Motor Vehicle Sales Tax – Forecasts and Budget Calendar Year 2020			
(Millions)			
	Total	Jan-Jun	Jul-Dec
<b>November 2019 Forecast</b>	310.0	155.0	155.0
<b>2020 Council Budget:</b>			
Current MVST Revenues	296.3	148.2	148.2
Use of MVST Reserve	13.6	6.8	6.8
<b>February 2020 Forecast</b>	312.8	157.9	154.9
<b>YTD Actuals</b>	224.2	134.8	89.4
<b>% of February 2020 Forecast</b>	71.7%	85.4%	57.7%
<b>% of November 2019 Forecast</b>	72.3%	87.0%	57.7%

## 2020-2025 CAPITAL IMPROVEMENT PROGRAM

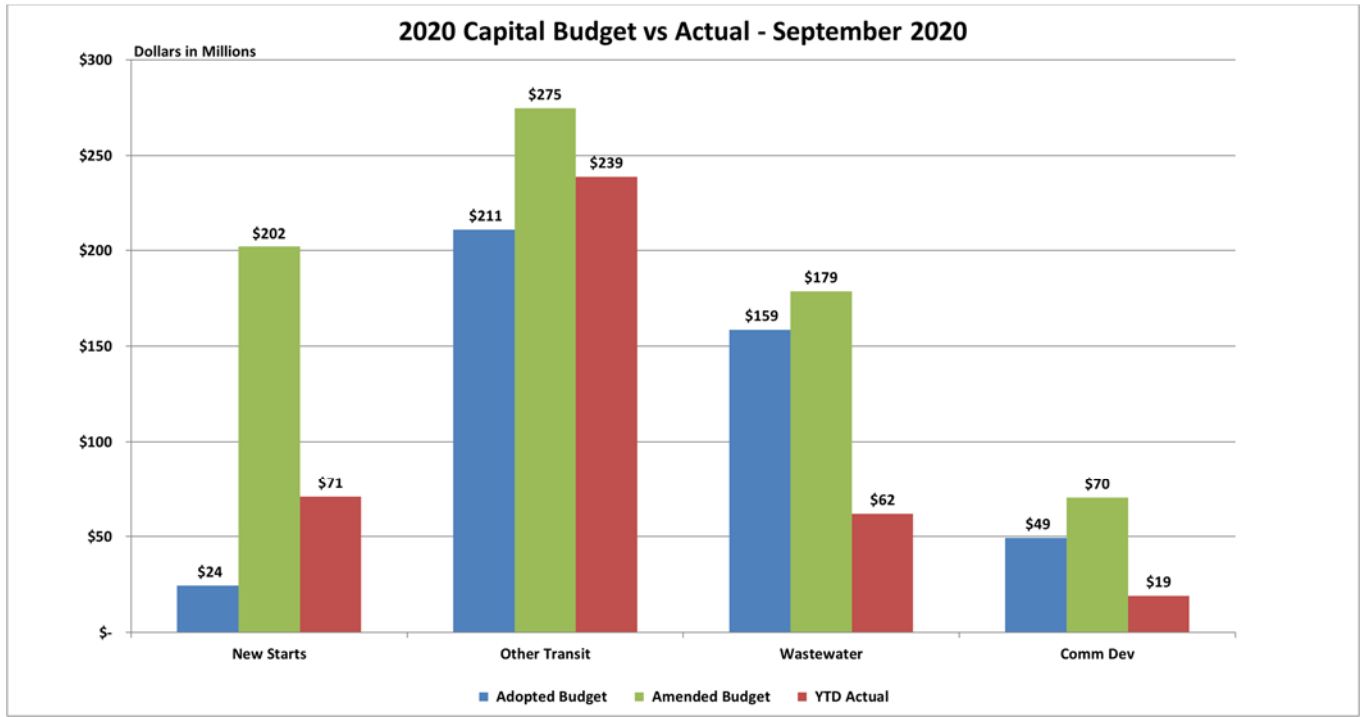
### Capital Program (Excluding Pre-2017 Expenditures)

The capital program (excluding pre-2017 expenditures) decreased by \$87 million or 1.6% for amendments through September 2020. The authorized portion of the capital program (the ACP) is up \$268 or 24.7% through September 2020. 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 2020 Capital Budget was \$444 million. Amendments through September 2020 increased the amended 2020 Capital Budget to \$726 million. Actual 2020 capital expenditures total 88% of the adopted budget and 54% percent of the amended budget. Actual expenditures as a percent of the amended budget were 65% for transit projects, 35% for wastewater projects and 27% for community development projects.

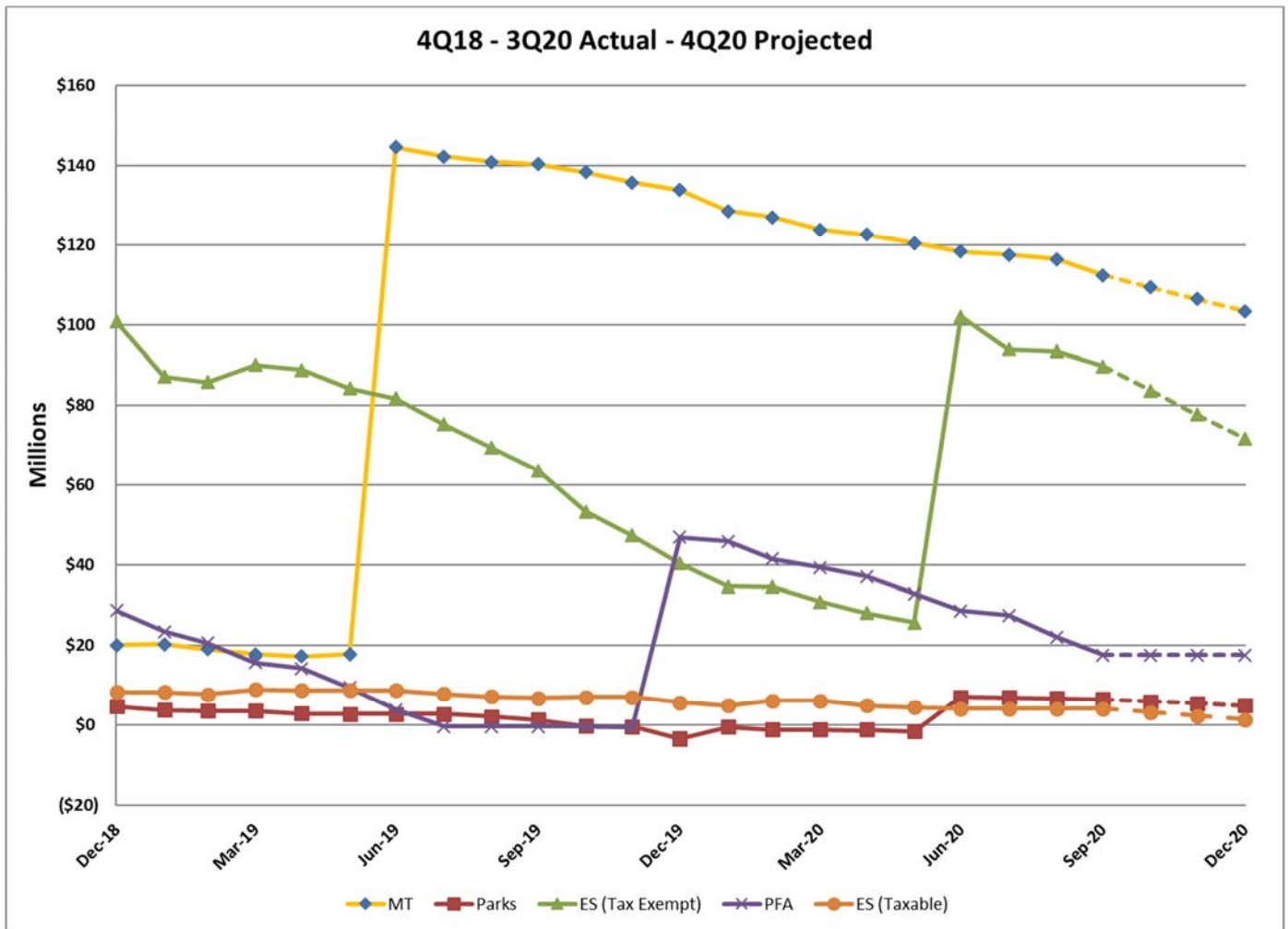
# Financial Management Report

## CAPITAL FUND CASH BALANCES

The GO capital bond fund for Transit remained steady in the third quarter, with an average spend of just under \$2M per month. Parks began spending the funds obtained from the new bonds issued as described below. Environmental Services (ES) GO capital bond funds spending ticked slightly higher, with an average of just over \$4M per month. The 2019C PFA Loan had an average draw of \$3.7M per month for 3Q20.

New money debt for Parks and ES was sold in May with the proceeds received in June. The size of these issues was \$8.8 million for Parks and \$80 million to be used specifically for Environmental Services.

The 2020 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 plan to issue refunding bonds in the 4<sup>th</sup> quarter.



**STATEMENT OF REVENUES AND EXPENSES**  
**General Fund**  
**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Property Taxes	7,602,883	14,894,930	14,894,930	-
Investment Earnings	558,748	600,000	577,567	22,433
Chargebacks - MAC	136,585	170,000	-	170,000
Other Revenue	615,220	700,000	666,336	33,664
Total Revenues	8,913,436	16,364,930	16,138,833	226,097
<b><u>EXPENSES</u></b>				
Salary and Benefits	34,101,001	49,896,404	49,896,404	-
Consulting & Contractual Services	12,844,947	22,401,859	22,401,859	-
Rent & Utilities	4,155,888	5,695,705	5,695,705	-
Printing	2,972	12,500	62,500	50,000
Travel & Professional Development	253,708	400,000	830,150	430,150
Insurance	97,518	120,000	48,000	(72,000)
Other Operating Expense	2,152,573	4,792,136	4,792,136	-
Total Expenses	53,608,607	83,318,604	83,726,754	408,150
<b><u>TRANSFERS</u></b>				
Transfer In	48,209,908	71,131,471	71,131,471	-
Transfer Out	(4,315,477)	(5,537,010)	(5,737,010)	200,000
Total Transfers	43,894,431	65,594,461	65,394,461	200,000
Change in Reserve Balance	(800,740)	(1,359,213)	(2,193,460)	834,247
Beginning Fund Balance		22,896,124		
Assigned/Committed		(6,820,243)		
Ending Unassigned Reserve Balance		14,716,668		
2020 Target Balance (10%)		8,372,675		

**STATEMENT OF REVENUES AND EXPENSES**  
**Environmental Services**  
**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Municipal Wastewater Charges	176,721,750	235,629,000	235,629,000	-
Industrial Charges	9,452,448	14,426,000	14,406,000	20,000
State Appropriations Revenue	327,743	1,515,000	2,062,950	(547,950)
Investment Earnings	688,024	810,000	1,250,000	(440,000)
Other Revenue	625,779	2,537,404	1,504,400	1,033,004
Total Revenues	187,815,744	254,917,404	254,852,350	65,054
<b><u>EXPENSES</u></b>				
Salary and Benefits	49,812,060	72,524,154	70,720,675	(1,803,479)
Consulting & Contractual Services	13,774,290	22,760,551	18,504,838	(4,255,713)
Rent & Utilities	12,782,651	17,383,266	18,575,372	1,192,106
Travel	224,259	353,289	586,500	233,211
Materials & Supplies	8,662,811	11,212,769	8,497,596	(2,715,173)
Chemicals	6,313,774	8,905,142	8,517,153	(387,989)
Capital Outlay	1,396,793	2,843,385	2,310,508	(532,877)
I&I, Storm water, CWF, WOMP Grant Expens	472,406	1,104,600	474,600	(630,000)
Other Operating Expense	890,142	1,139,943	6,432,665	5,292,722
Total Expenses	94,329,185	138,227,099	134,619,907	(3,607,192)
<b><u>TRANSFERS</u></b>				
SAC Transfer	36,185,250	48,247,000.00	48,247,000	-
Transfers In	174,155	100,000.00	200,000	(100,000)
Transfer - OPEB	4,000,000	4,000,000.00	4,000,000	-
Debt Service	(111,000,000)	(148,000,000.00)	(148,000,000)	-
Transfer Out - RA Expense Allocation	(11,970,866)	(17,178,098.00)	(17,178,098)	-
Transfers Out	(8,462,869.61)	(11,000,000.00)	(11,000,000)	-
Total Transfers	(91,074,330)	(123,831,098)	(123,731,098)	(100,000)
Change in Reserve Balance	2,412,229	(7,140,793)	(3,498,655)	(3,642,138)
Beginning Reserve Balance		33,871,382		
Ending Unassigned Reserve Balance		26,730,589	*	
2020 Target Balance (10%)		13,461,991		

\* \$2.6M of reserve balance is for water supply planning

\* \$1.7M of reserve balance is for Stormwater and Green Infrastructure grants

**STATEMENT OF REVENUES AND EXPENSES**  
**Housing and Redevelopment Authority (HRA)**  
**September 30, 2020**  
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<b><u>REVENUES</u></b>					
Federal Revenue	59,769,383	78,287,464	75,287,464	3,000,000	52,688,978
State Revenue	1,268,247	1,898,000	2,098,000	(200,000)	1,194,877
Investment Earnings	20,586	-	-	-	
Other Revenue	2,470,942	3,412,070	3,212,070	200,000	11,806
<b>Total Revenues</b>	<b>63,529,158</b>	<b>83,597,534</b>	<b>80,597,534</b>	<b>3,000,000</b>	<b>53,895,661</b>
<b><u>EXPENSES</u></b>					
Salary and Benefits	3,016,691	4,554,873	4,674,873	120,000	
Consulting & Contractual Services	660,700	881,000	981,000	100,000	
Rent & Utilities	106,497	144,991	144,991	-	
Housing Expenses	53,561,310	72,216,903	72,216,903	-	52,703,550
Travel	11,150	30,000	60,000	30,000	
Insurance	101,047	95,000	95,000	-	
Other Operating Expense	298,561	467,781	2,367,781	1,900,000	-
<b>Total Expenses</b>	<b>57,755,956</b>	<b>78,390,548</b>	<b>80,540,548</b>	<b>2,150,000</b>	<b>52,703,550</b>
<b><u>TRANSFERS</u></b>					
Transfer Out - RA Expense Allocation	(615,160)	(1,056,986)	(1,056,986)	-	-
Transfer In - Allocation	-	-	-	-	-
<b>Total Transfers</b>	<b>(615,160)</b>	<b>(1,056,986)</b>	<b>(1,056,986)</b>	<b>-</b>	<b>-</b>
<b>Change in Reserve Balance</b>	<b>5,158,042</b>	<b>4,150,000</b>	<b>(1,000,000)</b>	<b>5,150,000</b>	<b>1,192,111</b>
<b>Beginning Reserve Balance:</b>					
Operating		9,316,385			
<b>Total Beginning Balance</b>		<b>9,316,385</b>			
<b>Change in Reserve Balance:</b>					
<b>Total Change in Reserve Balance</b>		<b>4,150,000</b>			
<b>Ending Reserve Balance</b>		<b>13,466,385</b>			
<b>2020 Target Balance (8.3%)</b>		<b>6,772,595</b>			



**STATEMENT OF REVENUES AND EXPENSES**

**Metro Transit - Bus Operations**

**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Passenger Revenues	25,804,194	31,575,555	29,680,473	1,895,082
Auxiliary Transit Revenue	593,642	831,817	2,783,928	(1,952,111)
State Appropriations				-
State Revenue - MVST	185,996,557	237,536,557	197,480,771	40,055,786
Federal Grants	19,218,418	66,590,948	114,778,439	(48,187,491)
Investment Earnings	819,508	1,092,677	50,000	1,042,677
Other Revenue	820,601	1,094,135	1,959,648	(865,513)
<b>Total Revenues</b>	<b>233,252,920</b>	<b>338,721,689</b>	<b>346,733,259</b>	<b>(8,011,570)</b>
<b><u>EXPENSES</u></b>				
Salary and Benefits	182,521,031	258,210,511	275,534,461	17,323,950
Consulting & Contractual Services	7,382,439	11,692,689	15,324,326	3,631,637
Fuel	11,144,293	14,272,137	16,270,287	1,998,150
Materials & Supplies	13,703,542	20,926,075	23,477,022	2,550,947
Utilities	2,199,808	3,183,076	3,450,054	266,978
Other Operating Expense	2,920,635	5,443,597	6,154,185	710,588
<b>Total Expenses</b>	<b>219,871,748</b>	<b>313,728,085</b>	<b>340,210,335</b>	<b>26,482,250</b>
<b><u>TRANSFERS</u></b>				
Transfer In - Transit Allocations	10,934,453	15,329,264	13,859,394	1,469,870
Transfer Out - RA Expense Allocation	(30,242,150)	(40,322,868)	(40,322,868)	-
<b>Total Transfers</b>	<b>(19,307,697)</b>	<b>(24,993,604)</b>	<b>(26,463,474)</b>	<b>1,469,870</b>
Change in Reserve Balance	(5,926,525)	-	(19,940,550)	19,940,550
Beginning Reserve Balance		70,421,866		
Ending Reserve Balance		70,421,866		*
2020 Target Balance (8.3 - 12.5%)		30,433,926		

\* Includes TOD fund balance of \$1.034M

**STATEMENT OF REVENUES AND EXPENSES**

**Metro Transit - Light Rail Operations**

**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Passenger Revenues	9,027,797	11,213,704	11,700,390	(486,686)
Auxiliary Transit Revenue	249,738	349,935	1,344,816	(994,881)
State Revenue - GF Appropriation	19,131,750	25,509,000	25,509,000	-
Local Revenue *	19,970,784	26,627,712	26,627,712	-
Federal Revenue	8,220,934	19,170,287	19,170,287	-
Investment Earnings	59,934	72,432	50,000	22,432
Other Revenue	5,584	9,815	22,700	(12,885)
<b>Total Revenues</b>	<b>56,666,521</b>	<b>82,952,885</b>	<b>84,424,905</b>	<b>(1,472,020)</b>
<b><u>EXPENSES</u></b>				
Salary and Benefits	33,781,605	47,483,299	50,535,092	3,051,793
Consulting & Contractual Services	2,840,231	4,427,386	4,630,104	202,718
Fuel	46,396	61,861	46,368	(15,493)
Materials & Supplies	5,200,039	7,604,931	6,226,712	(1,378,219)
Utilities	3,572,285	6,563,041	6,642,336	79,295
Other Operating Expense *	1,211,197	1,115,052	1,675,500	560,448
<b>Total Expenses</b>	<b>46,651,753</b>	<b>67,255,570</b>	<b>69,756,112</b>	<b>2,500,542</b>
<b><u>TRANSFERS</u></b>				
Transfer Out - Transit Allocations	(9,739,760)	(12,986,347)	(12,236,448)	(749,899)
Transfer Out - RA Expense Allocation	(2,656,908)	(3,378,082)	(3,542,544)	164,462
<b>Total Transfers</b>	<b>(12,396,668)</b>	<b>(16,364,429)</b>	<b>(15,778,992)</b>	<b>(585,437)</b>
Change in Reserve Balance	(2,381,900)	(667,114)	(1,110,199)	443,085
Beginning Reserve Balance		16,174,883		
Ending Reserve Balance		15,507,769		
2020 Target Balance (8.3 - 12.5%)		7,099,414		

\* includes refunds to funding partners

**STATEMENT OF REVENUES AND EXPENSES**  
**Metro Transit - Commuter Rail Operations**  
**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Passenger Revenues	481,574	631,206	833,704	(202,498)
State Revenue - MVST	5,358,753	7,145,000	7,145,000	-
Local Revenue - Counties / MNDOT *	7,865,775	9,668,691	10,487,691	(819,000)
Federal Revenue	135,608	388,343	2,316,657	(1,928,314)
Investment Earnings	75,443	75,443		75,443
<b>Total Revenues</b>	<b>13,917,153</b>	<b>17,908,683</b>	<b>20,783,052</b>	<b>(2,874,369)</b>
<b><u>EXPENSES</u></b>				
Salary and Benefits	3,141,685	4,454,267	5,640,228	1,185,961
Consulting & Contractual Services	3,805,992	5,699,321	7,757,664	2,058,343
Fuel	571,478	927,632	1,424,616	496,984
Materials & Supplies	494,940	735,736	979,317	243,581
Utilities	373,430	478,159	630,864	152,705
Other Operating Expense	1,921,034	2,869,381	2,574,252	(295,129)
<b>Total Expenses</b>	<b>10,308,559</b>	<b>15,164,496</b>	<b>19,006,941</b>	<b>3,842,445</b>
<b><u>TRANSFERS</u></b>				
Transfer Out - Transit Allocations	(1,194,692)	(1,592,923)	(1,623,312)	30,389
Transfer Out - RA Expense Allocation	(418,608)	(558,144)	(558,144)	-
<b>Total Transfers</b>	<b>(1,613,300)</b>	<b>(2,151,067)</b>	<b>(2,181,456)</b>	<b>30,389</b>
Change in Reserve Balance	1,995,294	593,120	(405,345)	998,465
Beginning Reserve Balance		6,597,126		
Ending Reserve Balance		7,190,246		
2020 Target Balance (8.3 - 12.5%)		1,758,637		

\* includes refunds to funding partners

**STATEMENT OF REVENUES AND EXPENSES**  
**MTS -Transportation Planning**  
**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Federal Revenue	3,459,493	5,428,577	5,728,577	(300,000)
State Revenue - MVST	1,797,846	2,416,000	1,716,000	700,000
Investment Earnings	28,727	37,737	-	37,737
Chargebacks from MAC	83,842	109,000	109,000	-
<b>Total Revenues</b>	<b>5,369,908</b>	<b>7,991,314</b>	<b>7,553,577</b>	<b>437,737</b>
<b><u>EXPENSES</u></b>				
Salary and Benefits	2,128,889	3,185,781	3,485,781	300,000
Consulting & Contractual Services	528,223	974,727	2,974,727	2,000,000
Rent & Utilities	94,100	126,163	126,163	-
Travel	10,788	20,000	45,000	25,000
Grants	-	-	-	-
Other Operating Expense	103,373	147,690	177,690	30,000
<b>Total Expenses</b>	<b>2,865,373</b>	<b>4,454,361</b>	<b>6,809,361</b>	<b>2,355,000</b>
<b><u>TRANSFERS</u></b>				
Transfer Out - RA Expense Allocation	(1,439,097)	(1,995,666)	(1,995,666)	-
<b>Total Transfers</b>	<b>(1,439,097)</b>	<b>(1,995,666)</b>	<b>(1,995,666)</b>	<b>-</b>
Change in Reserve Balance	1,065,438	1,541,287	(1,251,450)	2,792,737
Beginning Reserve Balance		6,694,374		
Ending Reserve Balance		8,235,661		
<b>2020 Target Balance (Combined 15%, 31.5% TP Fund)</b>		<b>2,774,000</b>		

**STATEMENT OF REVENUES AND EXPENSES**  
**MTS - Metro Mobility**  
**September 30, 2020**  
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Passenger Revenue	2,962,268	3,987,245	3,987,245	-
Federal Revenue	4,500,000	4,500,000	4,500,000	-
State Appropriations	57,709,500	75,250,815	75,250,815	-
Investment Earnings	375,169	444,170		444,170
<b>Total Revenues</b>	<b>65,546,937</b>	<b>84,182,230</b>	<b>83,738,060</b>	<b>444,170</b>
<b><u>EXPENSES</u></b>				
Salary and Benefits	1,494,011	2,155,696	2,255,696	100,000
Consulting & Contractual Services	53,445,049	72,485,012	78,615,012	6,130,000
Fuel	3,739,132	5,252,281	11,252,281	6,000,000
Rent & Utilities	87,981	140,131	140,131	-
Other Operating Expense	413,584	589,030	664,030	75,000
<b>Total Expenses</b>	<b>59,179,757</b>	<b>80,622,150</b>	<b>92,927,150</b>	<b>12,305,000</b>
<b><u>TRANSFERS</u></b>				
Transfers In	700,000	700,000	700,000	-
Transfer Out - RA Expense Allocation	(1,738,909)	(2,401,901)	(2,401,901)	-
<b>Total Transfers</b>	<b>(1,038,909)</b>	<b>(1,701,901)</b>	<b>(1,701,901)</b>	<b>-</b>
Change in Reserve Balance	5,328,271	1,858,179	(10,890,991)	12,749,170
Beginning Reserve Balance - Regular Operations		29,499,963		
Ending Reserve Balance		31,358,142		
2020 Target Balance (10%)		9,463,000		

**STATEMENT OF REVENUES AND EXPENSES**  
**MTS - Contracted Service**  
**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Passenger Revenues	812,370	1,050,453	1,050,453	-
Federal Revenue	9,553,879	11,537,377	12,107,377	(570,000)
State Revenue - MVST	17,664,481	24,391,623	16,391,623	8,000,000
Investment Earnings	118,737	133,862	-	133,862
<b>Total Revenues</b>	<b>28,149,467</b>	<b>37,113,315</b>	<b>29,549,453</b>	<b>7,563,862</b>
<b><u>EXPENSES</u></b>				
Salary and Benefits	658,849	886,194	886,194	-
Consulting & Contractual Services	17,983,601	24,847,280	29,142,280	4,295,000
Rent & Utilities	43,254	112,669	112,669	-
Travel	371	2,500	12,500	10,000
Grants	29,088	200,000	200,000	-
Other Operating Expense	80,466	119,006	244,006	125,000
<b>Total Expenses</b>	<b>18,795,629</b>	<b>26,167,649</b>	<b>30,597,649</b>	<b>4,430,000</b>
<b><u>TRANSFERS</u></b>				
Transfer Out - RA Expense Allocation	(569,643)	(805,723)	(805,723)	-
<b>Total Transfers</b>	<b>(569,643)</b>	<b>(805,723)</b>	<b>(805,723)</b>	<b>-</b>
<b>Change in Reserve Balance</b>	<b>8,784,195</b>	<b>10,139,943</b>	<b>(1,853,919)</b>	<b>11,993,862</b>
<b>Beginning Reserve Balance</b>		<b>8,651,569</b>		
<b>Ending Reserve Balance</b>		<b>18,791,512</b>		
<b>2020 Target Balance (Combined 15%, 10% Cont Svc Funds)</b>		<b>3,140,000</b>		

**STATEMENT OF REVENUES AND EXPENSES**  
**MTS - Federal Pass Through**  
**September 30, 2020**

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<b><u>REVENUES</u></b>				
Federal Revenue	9,134,262	12,556,270	12,556,270	-
State Revenue - MVST				-
<b>Total Revenues</b>	<b>9,134,262</b>	<b>12,556,270</b>	<b>12,556,270</b>	-
<b><u>EXPENSES</u></b>				
Grants	9,134,262	12,556,270	12,556,270	-
<b>Total Expenses</b>	<b>9,134,262</b>	<b>12,556,270</b>	<b>12,556,270</b>	-

**MTS - Passthrough**

Revenues and expenses are forecasted to come in on budget. \$12.1M CARES Act grant funds were approved by the Council on July 22, 2020 to offset covid-19 revenue loss and new expenses. \$0.425M funds the Minnesota Valley Transit Authority HWY169 Connector Express Service grant.