

Management Committee

Meeting date: May 13, 2020

For the Metropolitan Council meeting of May 27, 2020

Subject: May 2020 Budget Amendment
District(s), Member(s): All
Policy/Legal Reference: MN Statutes Section 473.13, Subd. 1
Staff Prepared/Presented: Stewart McMullan, Director of Budget and Operations (651-602-1374)
Division/Department: All

Proposed Action

That the Metropolitan Council amends the 2019 Unified Budget as indicated and in accordance with the attached tables.

Background

This budget amendment is to authorize the Council for changes in the HRA, Parks and Livable Communities Passthrough accounts that occurred in 2019.

These proposed amendments were reviewed and approved by the Community Development Committee on May 4, 2020.

Operating Component of the 2019 Unified Budget

The operating component of the 2019 unified budget includes budget amendment requests being made by Council divisions totaling an increase of \$8,353,955 for expenses. These expenses will be funded with additional revenue of \$2,574,184 and reserve balances \$5,779,771.

Community Development

Change in Expenses: \$8,353,955 Revenues: \$2,574,184 Reserves: (\$5,779,771)

- \$188,284 - Metropolitan Housing and Redevelopment Authority (HRA) expenses came in slightly over budget due to increased tenant rent expenses. The Council also received increased revenue from the United States Department of Housing and Urban Development to offset the expense overage and build reserves.
- \$300,000 - The Council passes through Parks Lottery in Lieu revenue to Parks Implementing Agencies. An appropriation provided additional revenue to pass to Parks Implementing Agencies for their operating and maintenance (O&M) expenses.
- \$7,865,671 - Livable Communities’ grant programs have multi-year grant terms and available funds are housed in reserve accounts. The Livable Communities Act (LCA) pass through account saw higher than anticipated expenditures due to grantees seeking reimbursement at rates higher than historic levels.



Rationale

The proposed amendment programs available state and federal funds to the Unified Budget to allow the Council to carry out its work plan and for regional partners to implement grant projects.

Thrive Lens Analysis

The Thrive outcomes of prosperity, equity, and livability are supported by providing rent assistance to low-income families to live in safe, affordable housing.

The Thrive outcome of livability is supported by investing in the regional parks system and providing access to outdoor recreation, enhanced quality of life, and opportunities for increased health and wellness.

The Thrive outcomes of livability, equity, and prosperity are advanced through the Council's investment in Livable Communities programs that advance and encourage development and redevelopment.

Funding

Funding for the passthrough accounts comes from new state and federal funding, and from available reserve balances.

Known Support / Opposition

None

Attachments

Table 2: 2019 Summary Budget – Amended May 27, 2020

Table 4: 2019 Passthrough Grants and Loans – Amended May 27, 2020

Table D-1: 2019 Community Development Operating Budget – Amended May 27, 2020

Community Development Committee Business Item – May 4, 2020



**METROPOLITAN COUNCIL
SUMMARY BUDGET
OPERATIONS, PASSTHROUGH AND DEBT SERVICE
FY19**

TABLE 2

(\$ in 000s)

	Council Operations	Passthrough Grants & Loans	Debt Service Funds	Other Post Employment Benefits (OPEB)	Total
Revenues					
Property Tax	15,329	17,032	54,638	-	86,999
Federal Revenues	57,932	63,634	-	-	121,566
State Revenues	345,235	55,103	-	-	400,338
Local Revenues	37,006	-	-	-	37,006
Municipal Wastewater Charges	137,586	-	89,855	-	227,441
Industrial Wastewater Charges	13,142	-	815	-	13,957
Passenger Fares, Contract & Special Events	115,382	-	-	-	115,382
Investment Earnings	2,927	775	276	19,176	23,154
Other Revenues	11,544	-	4,000	-	15,544
Total Revenues	736,083	136,544	149,584	19,176	1,041,387
Other Sources					
MVST Transfers In	21,228	-	-	-	21,228
SAC Transfers In	-	-	44,330	-	44,330
Total Other Sources	21,228	-	44,330	-	65,558
Total Revenues and Other Sources	757,311	136,544	193,914	19,176	1,106,945
Expenses					
Salaries & Benefits	462,432	-	-	-	462,432
OPEB Benefit Payments	-	-	-	14,267	14,267
Consulting & Contractual Services	72,466	-	-	-	72,466
Materials & Supplies	39,014	-	-	-	39,014
Fuel	25,676	-	-	-	25,676
Chemicals	9,180	-	-	-	9,180
Rent & Utilities	35,778	-	-	-	35,778
Printing	611	-	-	-	611
Travel	1,854	-	-	-	1,854
Insurance	7,912	-	-	-	7,912
Transit Programs	92,424	-	-	-	92,424
Operating Capital	4,515	-	-	-	4,515
Governmental Grants	7,782	-	-	-	7,782
Other Expenses	9,458	-	-	-	9,458
Passthrough Grants & Loans	-	145,659	-	-	145,659
Debt Service Obligations	-	-	185,202	-	185,202
Total Expenses	769,102	145,659	185,202	14,267	1,114,230
Other Uses					
Net Interbudget Transfers	3,000	(3,000)	-	-	-
Transfer to Capital	13,771	-	-	-	13,771
Total Other Uses	16,771	(3,000)	-	-	13,771
Total Expenses and Other Uses	785,873	142,659	185,202	14,267	1,128,001
Change in Fund Balance	(28,562)	(6,115)	8,712	4,909	(21,056)



METROPOLITAN COUNCIL SUMMARY BUDGET PASSTHROUGH GRANTS AND LOANS FY19

Table 4

(\$ in 000s)

	Metro HRA	Parks O & M	Planning Assistance	Livable Communities	Transit Providers	MCES Grants	Memo Total
Revenues:							
Property Tax	-	-	-	17,032	-	-	17,032
Federal Revenues	63,274	-	-	-	360	-	63,634
State Revenues	1,875	8,840	-	-	35,649	8,739	55,103
Investment Earnings	-	-	15	760	-	-	775
Other Revenue	-	-	-	-	-	-	-
Total Revenues	65,149	8,840	15	17,792	36,009	8,739	136,544
Expenses:							
Passthrough Grants & Loans	65,113	8,840	300	26,658	36,009	8,739	145,659
Total Expenses	65,113	8,840	300	26,658	36,009	8,739	145,659
Other Sources and (Uses):							
Transfers From Other Funds	2,000	-	-	1,000	-	-	3,000
Transfers To Other Funds	-	-	-	-	-	-	-
Transfer From Operations	2,000	-	-	1,000	-	-	3,000
Net Other Sources and (Uses)	2,000	-	-	1,000	-	-	3,000
Change in Fund Balance	2,036	-	(285)	(7,866)	-	-	(6,115)

BI2019-259 3rd Qrt Budget Amendment

Correction of Carry forward Amendment

BI2020-134 May 2020 Budget Amendment



**METROPOLITAN COUNCIL
SUMMARY BUDGET
COMMUNITY DEVELOPMENT DIVISION
FY19**

Table D-1

(\$ in 000's)

	Division Management	Reg Policy & Research	Local Planning Assistance	Reg Parks & Natural Resources	Livable Communities	Subtotal General Fund Operating	HRA Administration	Total Operating	Parks Debt Service	Parks Pass-Through	HRA Pass-Through	Planning Assistance Pass-Through	TBRA	DEMO	LHIA	Total Livable Communities Pass-Through	Memo Total
Revenues:																	
Property Tax	12,758	-	-	-	-	12,758	-	12,758	1,323	-	-	-	5,000	12,032	-	17,032	31,113
Federal Revenues	-	-	-	-	-	-	5,065	5,065	-	-	63,274	-	-	-	-	-	68,339
State Revenues	-	-	-	-	-	-	148	148	-	8,840	1,875	-	-	-	-	-	10,863
Investment Earnings	-	-	-	-	-	-	50	50	96	-	-	15	200	500	60	760	921
Other Revenues	-	-	-	-	-	-	2,260	2,260	-	-	-	-	-	-	-	-	2,260
Total Revenues	12,758	-	-	-	-	12,758	7,523	20,281	1,419	8,840	65,149	15	5,200	12,532	60	17,792	113,496
Expenses:																	
Salaries & Benefits	751	1,941	1,330	903	724	5,649	4,417	10,066	-	-	-	-	-	-	-	-	10,066
Consulting & Contractual Services	170	462	159	105	-	896	1,687	2,583	-	-	-	-	-	-	-	-	2,583
Materials & Supplies	6	-	-	-	-	6	40	46	-	-	-	-	-	-	-	-	46
Rent & Utilities	183	-	-	-	-	183	147	330	-	-	-	-	-	-	-	-	330
Printing	30	-	-	-	-	30	7	37	-	-	-	-	-	-	-	-	37
Travel	40	17	15	12	10	94	40	134	-	-	-	-	-	-	-	-	134
Insurance	-	-	-	-	-	-	100	100	-	-	-	-	-	-	-	-	100
Operating Capital	75	-	-	-	-	75	43	118	-	-	-	-	-	-	-	-	118
Other Expenses	175	20	100	3	3	301	691	992	-	-	-	-	-	-	-	-	992
Passthrough Grants	1,400	-	-	-	-	1,400	-	1,400	-	8,840	65,113	300	6,216	16,835	3,607	26,658	102,311
Debt Service Obligations	-	-	-	-	-	-	-	-	1,915	-	-	-	-	-	-	-	1,915
Total Expenses	2,830	2,440	1,604	1,023	737	8,634	7,172	15,806	1,915	8,840	65,113	300	6,216	16,835	3,607	26,658	118,632
Other Sources and (Uses):																	
Interdivisional Cost Allocation	(2,414)	-	-	-	-	(2,414)	(1,420)	(3,834)	-	-	-	-	-	-	-	-	(3,834)
Transfer To Operating Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intradivisional Transfers	(4,250)	-	-	-	-	(4,250)	1,250	(3,000)	-	-	2,000	-	-	(500)	1,500	1,000	-
Net Other Sources and (Uses)	(6,664)	-	-	-	-	(6,664)	(170)	(6,834)	-	-	2,000	-	-	(500)	1,500	1,000	(3,834)
Change in Fund Balance	3,264	(2,440)	(1,604)	(1,023)	(737)	(2,540)	181	(2,359)	(496)	-	2,036	(285)	(1,016)	(4,803)	(2,047)	(7,866)	(8,970)
B12019-30 Carry Forward Budget Amendment																	
B12020-134 May 2020 Budget Amendment																	