

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

2nd QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

August 12, 2020

Livability

Light Rail

Trails

Diversity

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 - Mid-Year 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	1,794	11%	16,322	15,777	545	125,216	49%	255,944	254,852	1,092	39,601	52%	76,937	76,467	470
Expenses	36,475	43%	83,655	83,865	210	59,273	44%	138,501	134,620	(3,881)	38,242	50%	77,000	76,410	(590)
Transfers	29,174	44%	65,894	65,894	0	(59,533)	48%	(123,731)	(123,731)	0	(413)	39%	(1,057)	(1,057)	0
Change in Reserve Balance	(5,507)		(1,439)	(2,194)	755	6,410		(6,288)	(3,499)	(2,789)	946		(1,120)	(1,000)	(120)
Beginning Reserve Balance			22,896					33,871					9,316		
Assigned/Committed			(6,820)												
Ending Reserve Balance			14,637					27,583					8,196		
Target Balance			8,387					13,462					6,430		

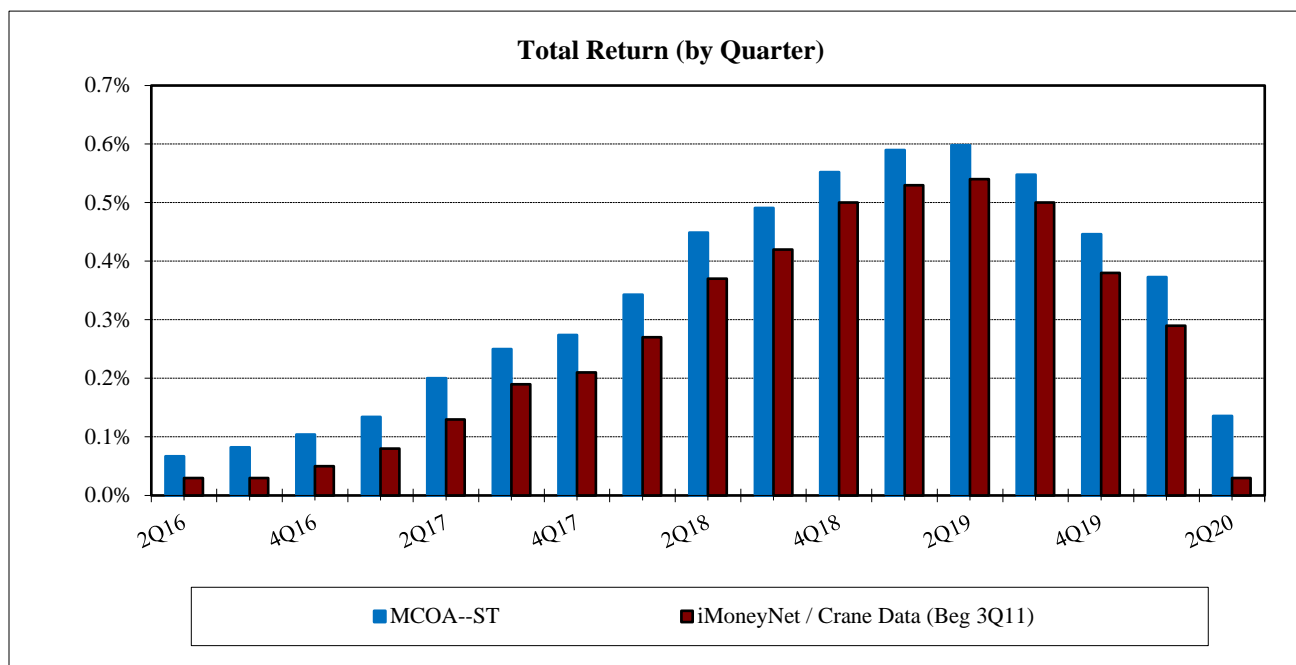
	Metro Transit - Bus					Metro Transit - Light Rail					Metro Transit - Commuter Rail				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2020 Budget	Variance*
Revenues	138,292	41%	349,892	339,340	10,552	31,148	38%	82,481	83,016	(535)	9,341	46%	18,287	20,387	(2,100)
Expenses	148,345	45%	324,780	332,803	8,023	30,156	44%	67,140	68,346	1,206	6,846	37%	16,402	18,611	2,209
Transfers	(11,531)	44%	(25,112)	(26,463)	1,351	(8,082)	51%	(16,450)	(15,779)	(671)	(1,063)	49%	(2,112)	(2,181)	69
Change in Reserve Balance	(21,584)		0	(19,926)	19,926	(7,090)		(1,109)	(1,109)	0	1,432		(227)	(405)	178
Beginning Reserve Balance			70,422					16,175					6,597		
Ending Reserve Balance			70,422					15,066					6,370		
Target Balance			29,819					6,982					1,726		

	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	3,298	40%	6,434	8,254	(1,820)	42,659	51%	83,738	83,738	0	13,065	44%	29,549	29,549	0
Expenses	1,718	25%	5,689	6,809	1,120	37,091	40%	78,154	92,927	14,773	11,946	39%	24,973	30,598	5,625
Transfers	(1,075)	54%	(1,996)	(1,996)	0	(540)	32%	(1,702)	(1,702)	0	(474)	59%	(806)	(806)	0
Change in Reserve Balance	505		(1,251)	(551)	(700)	5,028		3,882	(10,891)	14,773	645		3,770	(1,855)	5,625
Beginning Reserve Balance			6,694					29,500					8,652		
Ending Reserve Balance			5,443					33,382					12,422		
Target Balance			2,774					9,463					3,140		

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE—SHORT-TERM PORTFOLIO



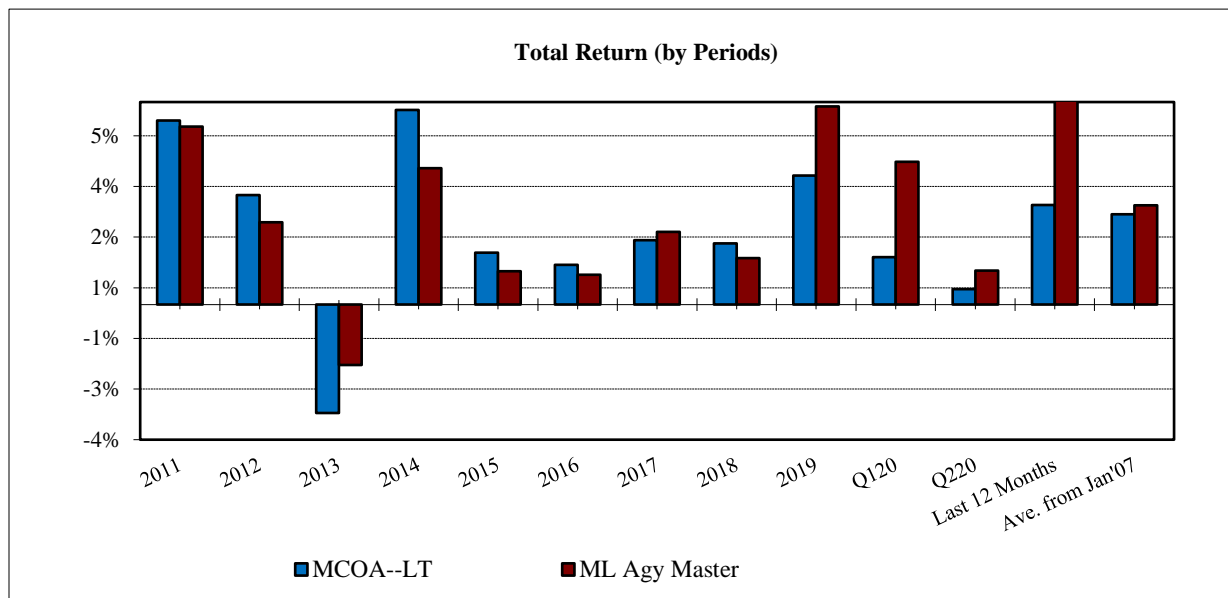
2Q20 Short-Term Portfolio Investment Results

Assets under Management (AUM): \$558.3 Million

The portfolio outperformed its benchmark during the second quarter. Total return of 0.14% was above the index (0.03%) by 11 basis points. This portfolio has averaged 19 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



2Q20 Long-Term Portfolio Investment Results

Assets under Management (AUM) \$466.7 Million

The portfolio underperformed its benchmark during the second quarter. Total return of .45% was below the index 1.01% by 56 basis points. The portfolio was comprised of 9% municipal bonds (yielding 4.55%), 81% of U.S. agency securities (yielding 1.43%), 7% was invested in government money market funds (yielding .15%), 2% in Certificate of Deposits (yielding .98%) and less than 1% was invested in securitized mortgage backed securities (yielding 2.14%).

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.

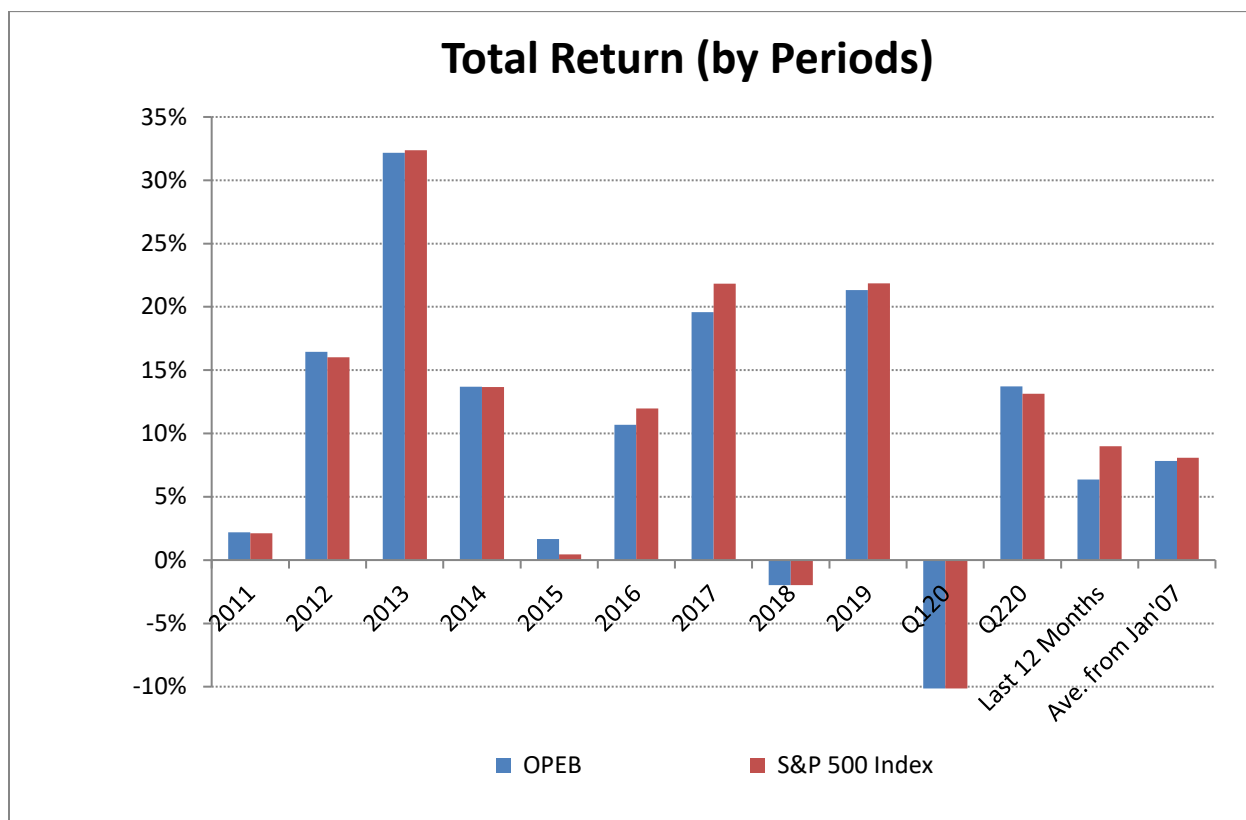
Financial Management Report

2Q20 OPEB PORTFOLIO INVESTMENT RESULTS

Assets under Management (AUM) \$287.4 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 (13.71%) and the Blended index was (13.13%). For the quarter, the portfolio had unrealized gains and dividends of \$34.7 million. The Council also has an internal cash account for OPEB. At the end of quarter, the amount in this fund was negative approximately \$4.3 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.

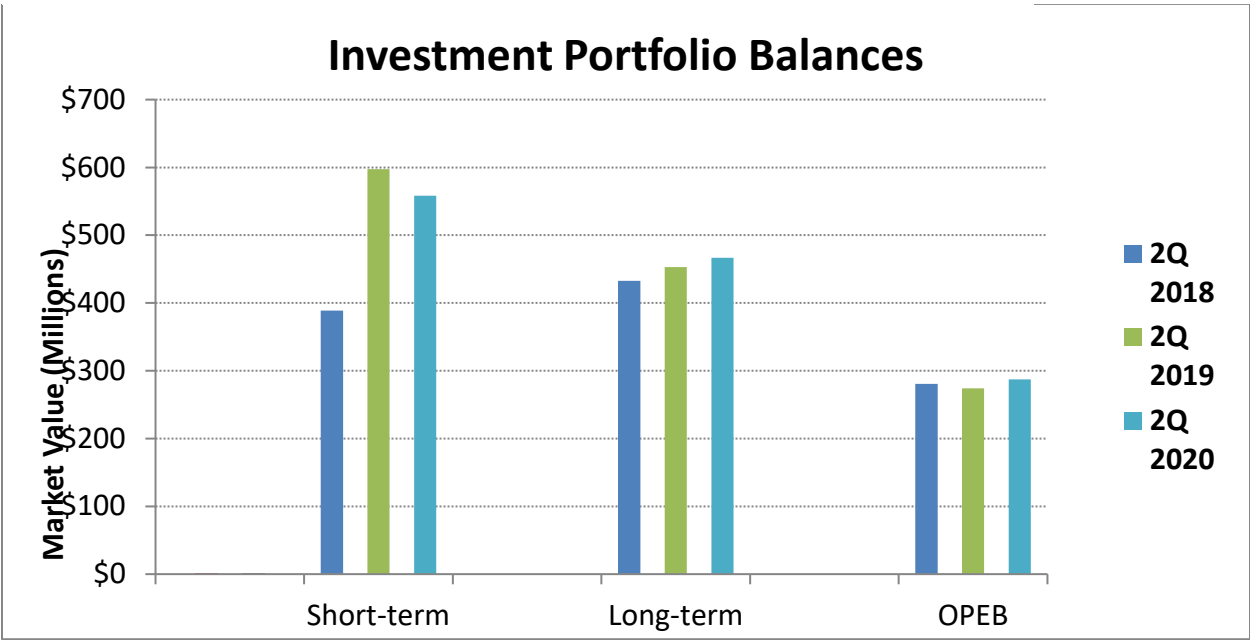


Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	2Q 2018	2Q 2019	2Q 2020
Short-term	\$ 389.0	\$ 597.4	\$ 558.3
Long-term	432.8	453.0	466.7
OPEB	280.5	274.2	287.4
Total	1,102.3	1,324.6	1,312.4



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2020 2nd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2020 YTD		Projected		
	Results	% Budget	Year-End	2020 Budget	Variance
Revenues	1,794	11%	16,322	15,777	545
Expenses	36,475	43%	83,655	83,865	210
Transfers	29,174	44%	65,894	65,894	0
Change in Reserve Balance	(5,507)		(1,439)	(2,194)	755
Beginning Fund Balance			22,896		
Assigned/Committed			(6,820)		
Ending Unassigned Reserve Balance			<u>14,637</u>		
Target Balance (10%)			8,387		

General Fund

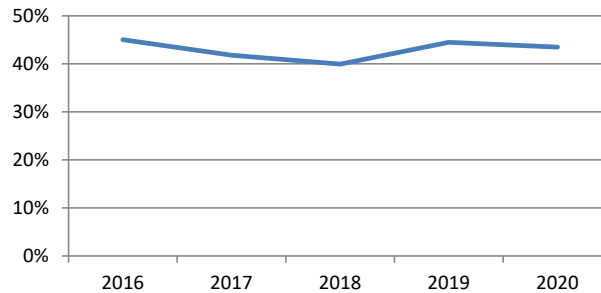
Revenues for the General Fund are primarily property taxes and are reflected, largely, in the second half of the year.

At mid-year the General fund has spent 43% of its annual budgeted operating expenses. Although the expense projections are inline with budget, 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. A budget amendment may be needed based on 3rd quarter numbers.

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 \$14.6 million.

General Fund % of Budget Spent - Mid-Year



Environmental Services

Unaudited - dollars in thousands

2020 2nd Quarter Financial Report Environmental Services Unaudited - dollars in thousands

	Environmental Services				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	125,216	49%	255,944	254,852	1,092
Expenses	59,273	44%	138,501	134,620	(3,881)
Transfers	(59,533)	48%	(123,731)	(123,731)	0
Change in Reserve Balance	6,410		(6,288)	(3,499)	(2,789)
Beginning Reserve Balance			33,871		
Ending Unassigned Reserve Balance			<u>27,583</u>		
Target Balance			13,462		

Environmental Services

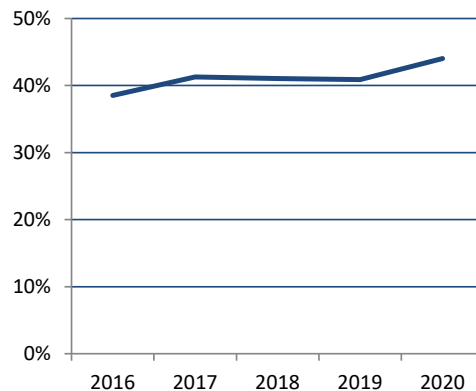
Revenues are expected to be over budget by \$1.1M. This is driven by Other Revenue, where we are planning a \$1.7M insurance receivable for the St. Croix Valley fire. In addition, we expect to underrun in Investment Earnings (\$.35M) and State Appropriations (\$.3M).

Operating expenses are estimated to be over budget by \$3.9M. This is driven by contract services where we plan to overrun budget for the SCV fire costs (\$1.7M of Contract Services overrun). Salaries and Benefits are also expected to overrun budget by \$2.1M due to 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, 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. MCES anticipates filing a budget amendment later in the year when SCV report timing and grant awards are more certain.

Considering the above forecasted variances, operating reserves are projected to decrease by \$5.9M (compared to a \$3.5M budgeted decrease). The estimated \$5.9M deficit will decrease the operating fund balance to \$27.9M, which is well above the year-end target balance of \$13.5M.

Environmental Services % of Budget Spent - Mid-Year



Financial Management Report

HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2020 2nd 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	39,601	52%	76,937	76,467	470
Expenses	38,242	50%	77,000	76,410	(590)
Transfers	(413)	39%	(1,057)	(1,057)	0
Change in Reserve Balance	946		(1,120)	(1,000)	(120)
Beginning Reserve Balance			9,316		
Ending Reserve Balance			<u>8,196</u>		
Target Balance			6,430		

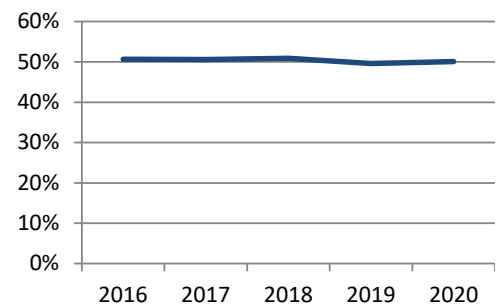
Housing and Redevelopment Authority

2020 revenues are projected to be favorable to budget by \$470K. Federal Revenue is forecasted to be favorable \$670K primarily due receiving \$3.2M more than budgeted and by \$2.5M from the 3 Continuum of Care Programs ending. Council budgets are set prior to receiving federal appropriations. State Revenue is forecasted to be unfavorable \$200K to budget due to lower Housing Assistance Payment expenses from individuals not utilizing the special programs and serving less families.

Expenses are forecasted to be unfavorable to budget \$590K. Housing expense are unfavorable to budget by \$750K. Housing Assistance Payments (HAP) continue to rise due to continued increased rents and decreased or lost tenant employment. HAP costs are projected to be \$3.2M unfavorable to budget. This increase is offset by a reduction of \$2.45M due to Continuum of Care Programs ending. Other Operating expenses are favorable to budget \$160K also due to the 3 Continuum of Care Programs ending. Two of the programs ended April 30, 2020 and one ended May 31, 2020.

The projected reserve balance for HRA is \$8.2M by the end of 2020, which is above the Council's minimum reserve target balance of \$6.4M. Federal CARES Act Funds are anticipated to fill the Housing Assistance Payment funding gap and mitigate use of reserves. However, details have not been released as of the time of this report so additional federal funding has not been included in projections. A budget amendment may be needed based on 3rd quarter numbers.

HRA % of Budget Spent - Mid-Year



Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2020 2nd Quarter Financial Report

Metro Transit - Bus

Unaudited - dollars in thousands

	Metro Transit - Bus				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	138,292	41%	349,892	339,340	10,552
Expenses	148,345	45%	324,780	332,803	8,023
Transfers	(11,531)	44%	(25,112)	(26,463)	1,351
Change in Reserve Balance	(21,584)		0	(19,926)	19,926
Beginning Reserve Balance			70,422		
Ending Reserve Balance			<u>70,422</u>		
Target Balance			29,819		

Metro Transit Bus

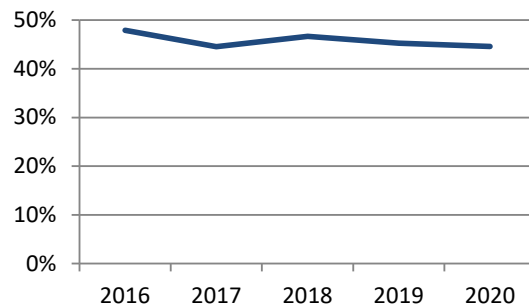
Revenues: Passenger fares are forecasted to be down \$40.6M due to ridership losses during the pandemic. MVST was forecasted to be down \$58.8M but has been revised to be down by \$41.8M due to stronger than anticipated performance in May/June 2020. The budget amendment assumes the introduction of \$106.8M in Federal Funds. Due to better than anticipated MVST results the forecast has been revised to be offset by \$93.6M of additional Federal funds with the balance to be available in calendar year 2021.

Operating expenses are budgeted at \$359.2M and are expected to be below budget by \$9.3M. Due to: Labor and benefits under budget by \$2.0M due to not filling open positions. Professional and technical services are expected to be \$2.6M below budget due to more work being done by Metro Transit staff. Fuel savings are expected to be \$1.0M due to lower service levels. Reduced service should also have a savings of \$1.8M in materials and supplies.

With the forecasted increases in revenues and decreases in expenses Bus operation is not forecasted to use any reserves in CY 2020. These reserves will be available in calendar year 2021.

The CY 2020 budget has a use of reserves of \$19.9M. The June 30, 2020 report does not reflect the July 2020 Budget Amendment.

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



Financial Management Report

METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2020 2nd 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	31,148	38%	82,481	83,016	(535)
Expenses	30,156	44%	67,139	68,346	1,207
Transfers	(8,082)	51%	(16,450)	(15,779)	(671)
Change in Reserve Balance	(7,090)		(1,108)	(1,109)	1
Beginning Reserve Balance			16,175		
Ending Reserve Balance			<u>15,067</u>		
Target Balance			6,982		

Metro Transit Light Rail

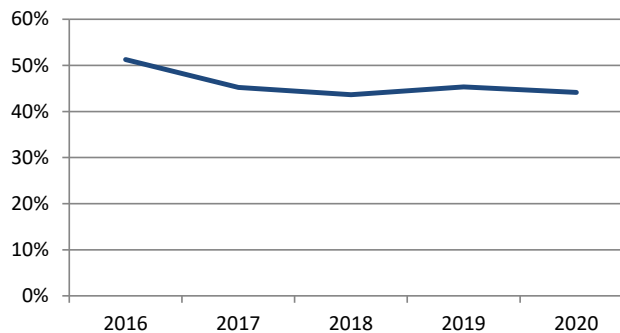
Revenues: Passenger fares are expected to be down \$19.1M due to ridership losses during the pandemic. The budget amendment assumes the introduction of \$19.2M in Federal funds to offset the passenger fares decrease and additional incurred cleaning costs.

Operating expenses are \$500k below the budgeted level: Labor and benefits should be under budget by \$1.1M due to not filling open positions. Utilities will be under budget by \$1.0M due to reduced service. Materials and supplies are expected to be \$2.38M over budget due to replacing LRV cloth seats with plastic seats, installing new police monitors and additional cleaning of vehicles, stations and platforms.

The forecast is a use of fund balance of \$1.1M consistent with the budget.

The CY 2020 budget for LRT is to use \$1.1M of reserves. The June 30, 2020 report does not reflect the July 2020 Budget Amendment.

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



Financial Management Report

METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

2020 2nd 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	9,341	46%	18,287	20,387	(2,100)
Expenses	6,846	37%	16,402	18,611	2,209
Transfers	(1,063)	49%	(2,112)	(2,181)	69
Change in Reserve Balance	1,432		(227)	(405)	178
Beginning Reserve Balance			6,597		
Ending Reserve Balance			<u>6,370</u>		
Target Balance			1,726		

Metro Transit - Commuter Rail

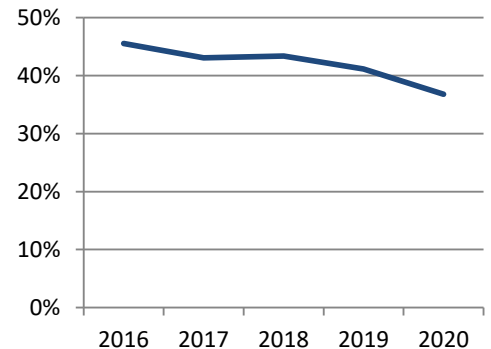
Revenues: Passenger fares are expected to be \$2.2M under budget due to ridership losses during the pandemic.

Operating expenses are forecasted to be \$2.2M under budget. Mainly due to: Labor and benefits are forecast to be \$528K under budget due to open positions, Consulting expenses are to be \$1.3M below budget due to Metro Transit employees doing this work. Fuel and Utilities and supplies are expected to be below budget by \$550K due to low prices throughout the year and reduced service

The forecast is a use of fund balance of \$227k in CY 2020.

Commuter Rail has a budgeted use of reserves \$405K for CY 2020. The June 30, 2020 report does not reflect the July 2020 Budget Amendment.

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



Financial Management Report

MTS-Transportation Planning

Unaudited - dollars in thousands

2020 2nd 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	3,298	40%	6,434	8,254	(1,820)
Expenses	1,718	25%	5,689	6,809	1,120
Transfers	(1,075)	54%	(1,996)	(1,996)	0
Change in Reserve Balance	505		(1,251)	(551)	(700)
Beginning Reserve Balance			6,694		
Ending Reserve Balance			<u>5,443</u>		
Target Balance			2,774		

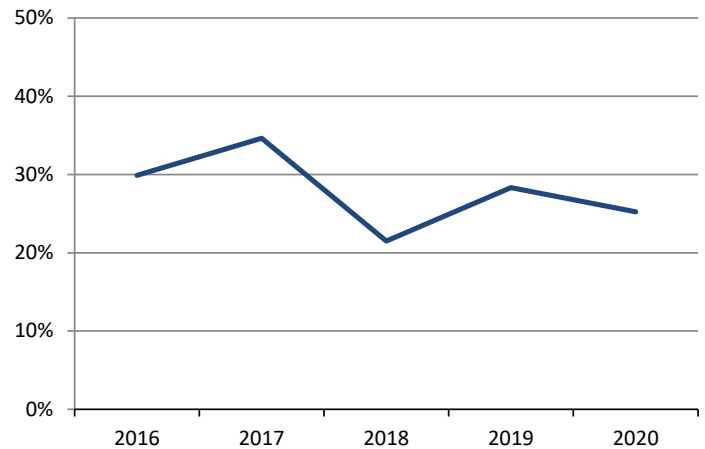
MTS - Transportation Planning

Revenues for transportation planning are expected to come in under budget by \$1.8M. We expect federal revenue to be unfavorable to budget by \$1.1M because when spending slows, less revenue from federal planning grants is subsequently received. State revenue is expected to come in unfavorable to budget \$700K due to the revised State of Minnesota Motor Vehicle Sales Tax forecast.

Expenses are projected to come in favorable to budget \$1.1M by year end. This is due primarily to low consulting activity during the first half of the year. It was a slower than normal start due to Covid-19 impacts.

The projected ending reserve balance is \$5.4M for 2020, which is above the Council's minimum reserve target balance of \$2.8M. The ending reserve balance includes using an additional \$700K of reserves to offset reduced Motor Vehicle Sales Tax revenue. The use of reserves was approved at the July 22nd, 2020 Council Meeting.

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



Financial Management Report

MTS-METRO MOBILITY

Unaudited - dollars in thousands

2020 2nd Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility				
	2020 YTD		Projected		Variance
	Results	% Budget	Year-End	2020 Budget	
Revenues	42,659	51%	83,738	83,738	0
Expenses	37,091	40%	78,154	92,927	14,773
Transfers	(540)	32%	(1,702)	(1,702)	0
Change in Reserve Balance	5,028		3,882	(10,891)	14,773
Beginning Reserve Balance			29,500		
Ending Reserve Balance			<u>33,382</u>		
Target Balance			9,463		

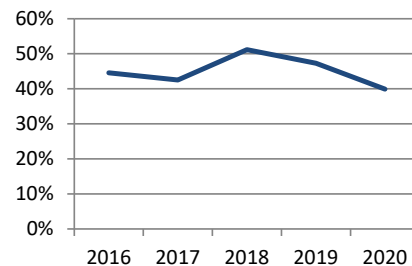
MTS - Metro Mobility

Metro Mobility's revenue is projected to be on budget. Passenger revenue is forecasted to be unfavorable to budget \$4.8M due to covid-19 driven ridership loss. Federal revenue is favorable \$4.5M due to programming federal CARES Act grant funds to offset covid-19 revenue losses. Care Act funds were approved by the Council July 22, 2020. Interest Earnings are forecasted to be favorable \$300K.

Total expenses for Metro Mobility are projected to come in favorable to budget by \$14.7M due to covid-19 ridership loss. Savings is forecasted in service contracts and fuel.

The projected ending reserve balance is \$33.4M for 2020, which is above the Council's minimum reserve target balance of \$9.5M.

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



Financial Management Report

MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2020 2nd Quarter Financial Report Metropolitan Transportation Services - Contracted Service Unaudited - dollars in thousands

	MTS - Contracted Service				
	2020 YTD Results	% Budget	Projected Year-End	2020 Budget	Variance
Revenues	13,065	44%	29,549	29,549	0
Expenses	11,946	39%	24,973	30,598	5,625
Transfers	(474)	59%	(806)	(806)	0
Change in Reserve Balance	645		3,770	(1,855)	5,625
Beginning Reserve Balance			8,652		
Ending Reserve Balance			<u>12,422</u>		
Target Balance			3,140		

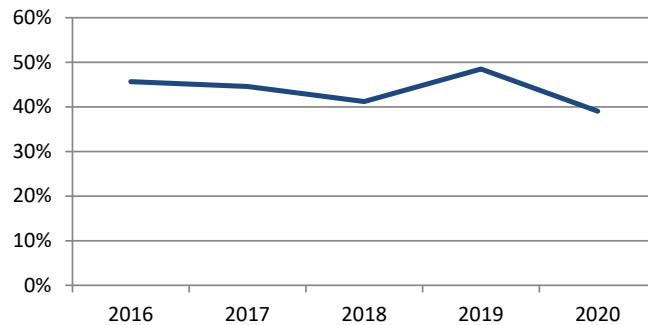
MTS - Contracted Service

Revenues for 2020 are projected to be on budget. Passenger fare revenue is unfavorable to budget \$1.35M due to ridership loss and state revenue is unfavorable to budget \$5.75MK due to the revised State of Minnesota Motor Vehicle Sales Tax forecast. CARES Act grant funds to offset covid-19 revenue losses. Cares Act funds were approved by the Council July 22, 2020. Investment earnings are forecasted to be favorable \$95K.

Total expenses for Contracted Services are projected to come in favorable to budget by \$5.6M due to covid-19 ridership loss and service changes. Savings is forecasted in service contracts and fuel.

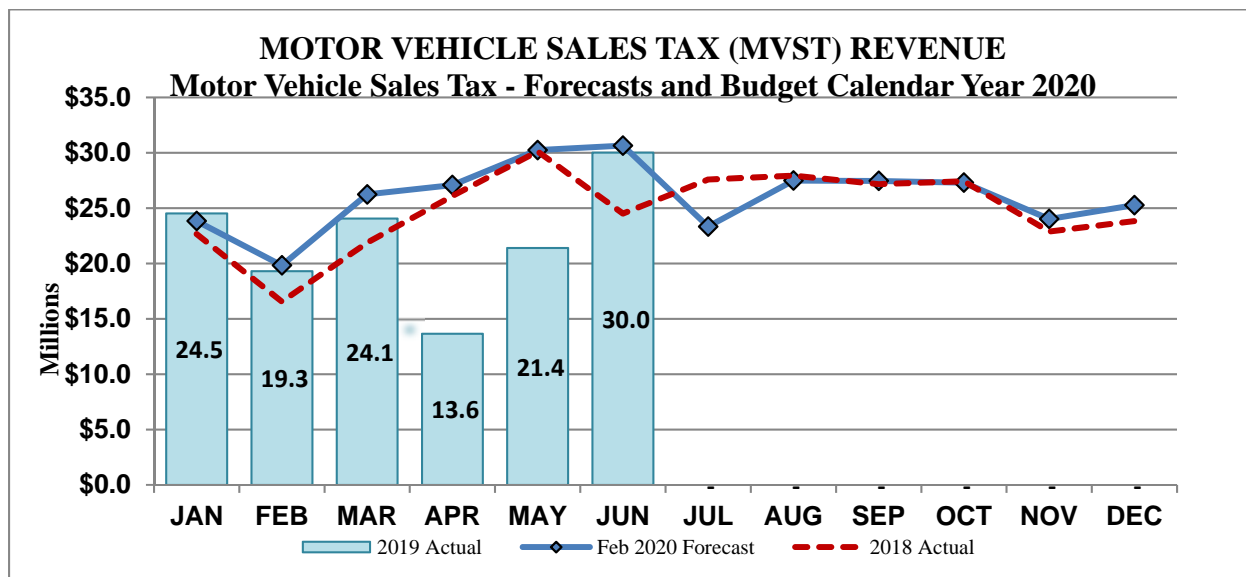
The projected ending reserve balance is \$12.4M for 2020, which is above the Council's minimum reserve target balance of \$3.1M.

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

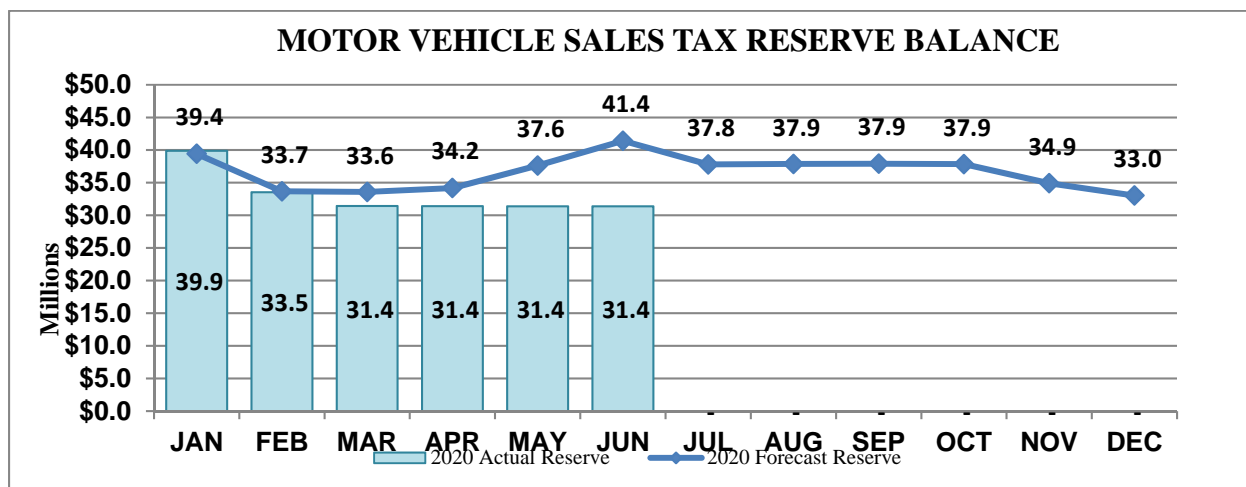


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2020 thru June totaled around \$132.9 million, 84.2% of February 2020 forecast thru June. MVST reserves were \$31.4 million at the end of June.



Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

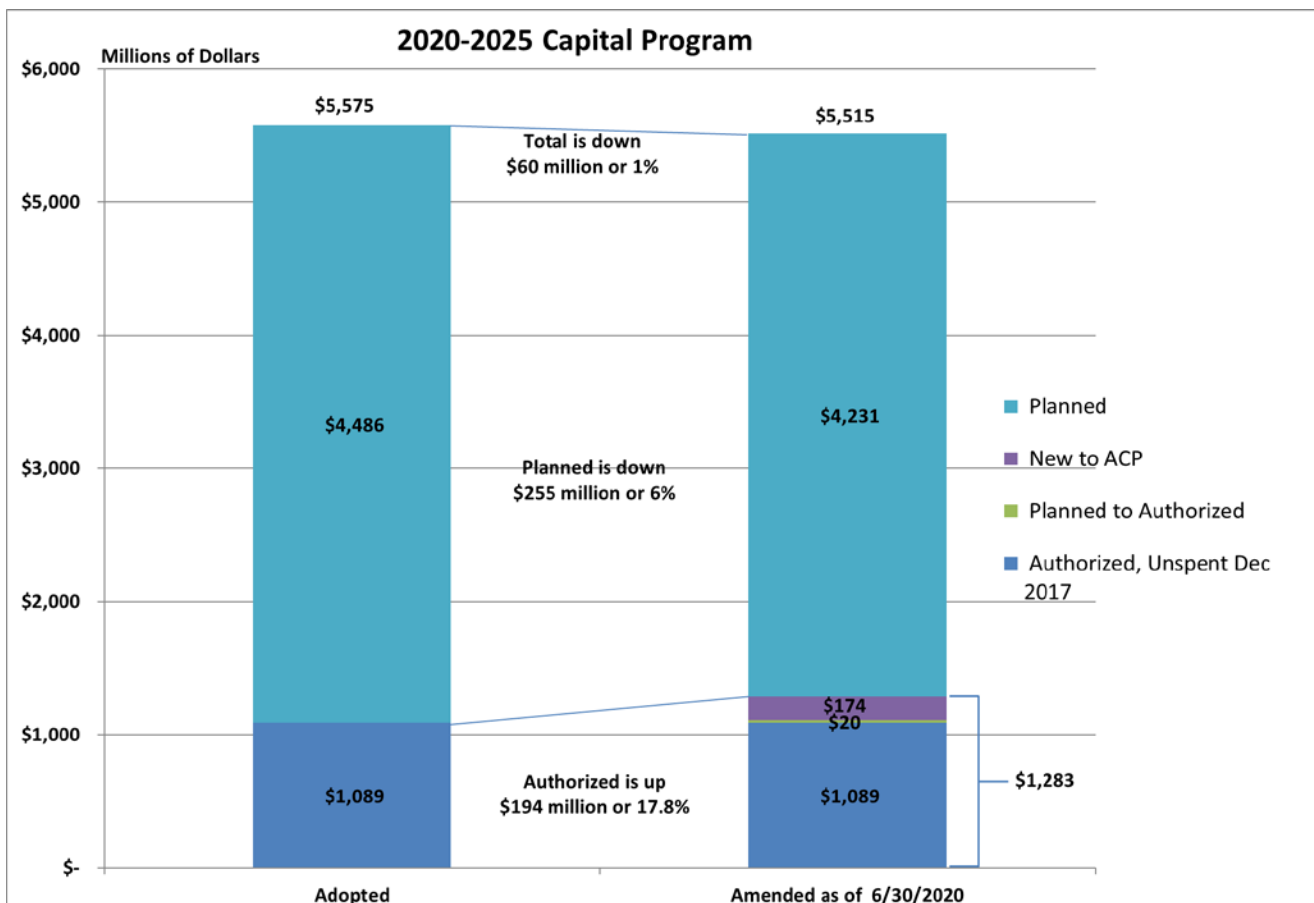
MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2020

Motor Vehicle Sales Tax – Forecasts and Budget Calendar Year 2020			
(Millions)			
	Total	Jan-Jun	Jul-Dec
November 2019 Forecast	310.0	155.0	155.0
2020 Council Budget:			
Current MVST Revenues	296.3	148.2	148.2
Use of MVST Reserve	13.6	6.8	6.8
February 2020 Forecast	312.8	157.9	154.9
YTD Actuals	132.9	132.9	0.0
% of February 2020 Forecast	42.5%	84.2%	0.0%
% of November 2019 Forecast	42.9%	85.8%	0.0%

2020-2025 CAPITAL IMPROVEMENT PROGRAM

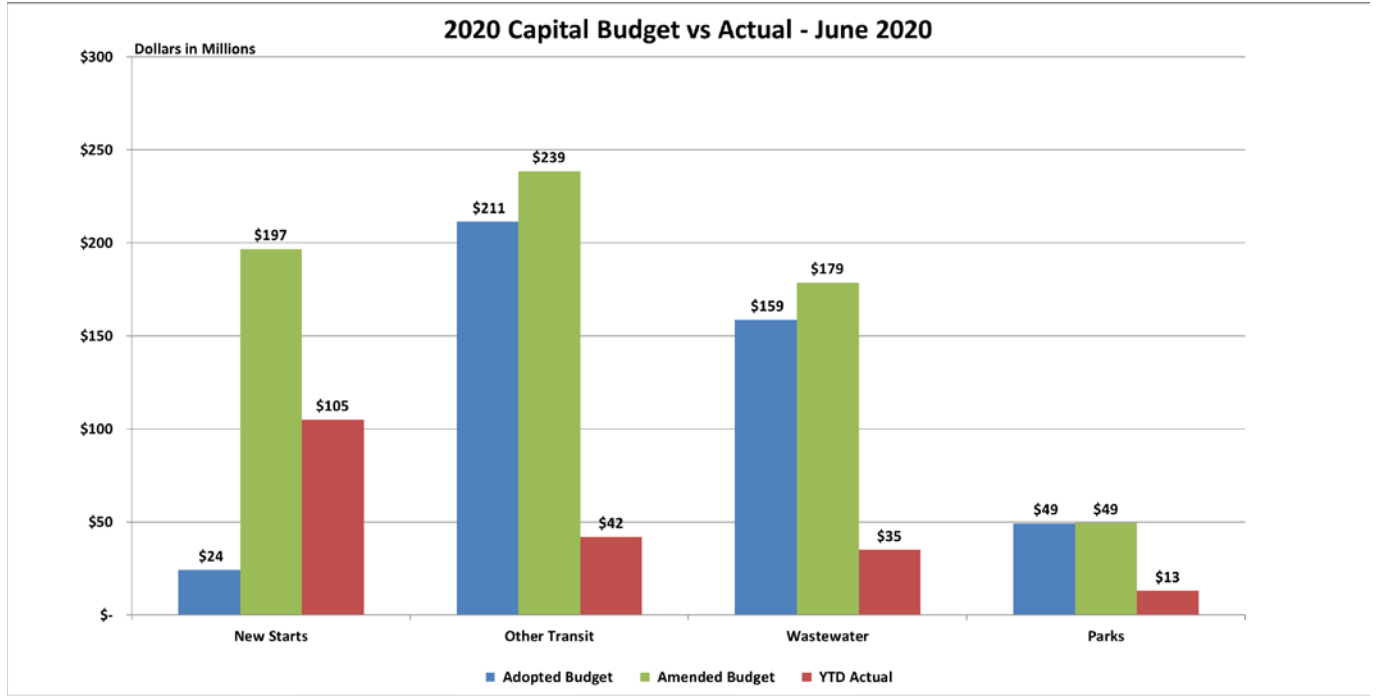
Capital Program (Excluding Pre-2017 Expenditures)

The capital program (excluding pre-2017 expenditures) decreased by \$60 million or 1.1% for amendments through June 2020. The authorized portion of the capital program (the ACP) is up \$195 or 17.9% through June 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 June 2020 increased the amended 2020 Capital Budget to \$663 million. Actual 2020 capital expenditures total 44% of the adopted budget and 29% percent of the amended budget. Actual expenditures as a percent of the amended budget were 34 % for transit projects, 20% for wastewater projects and 26% for parks projects.

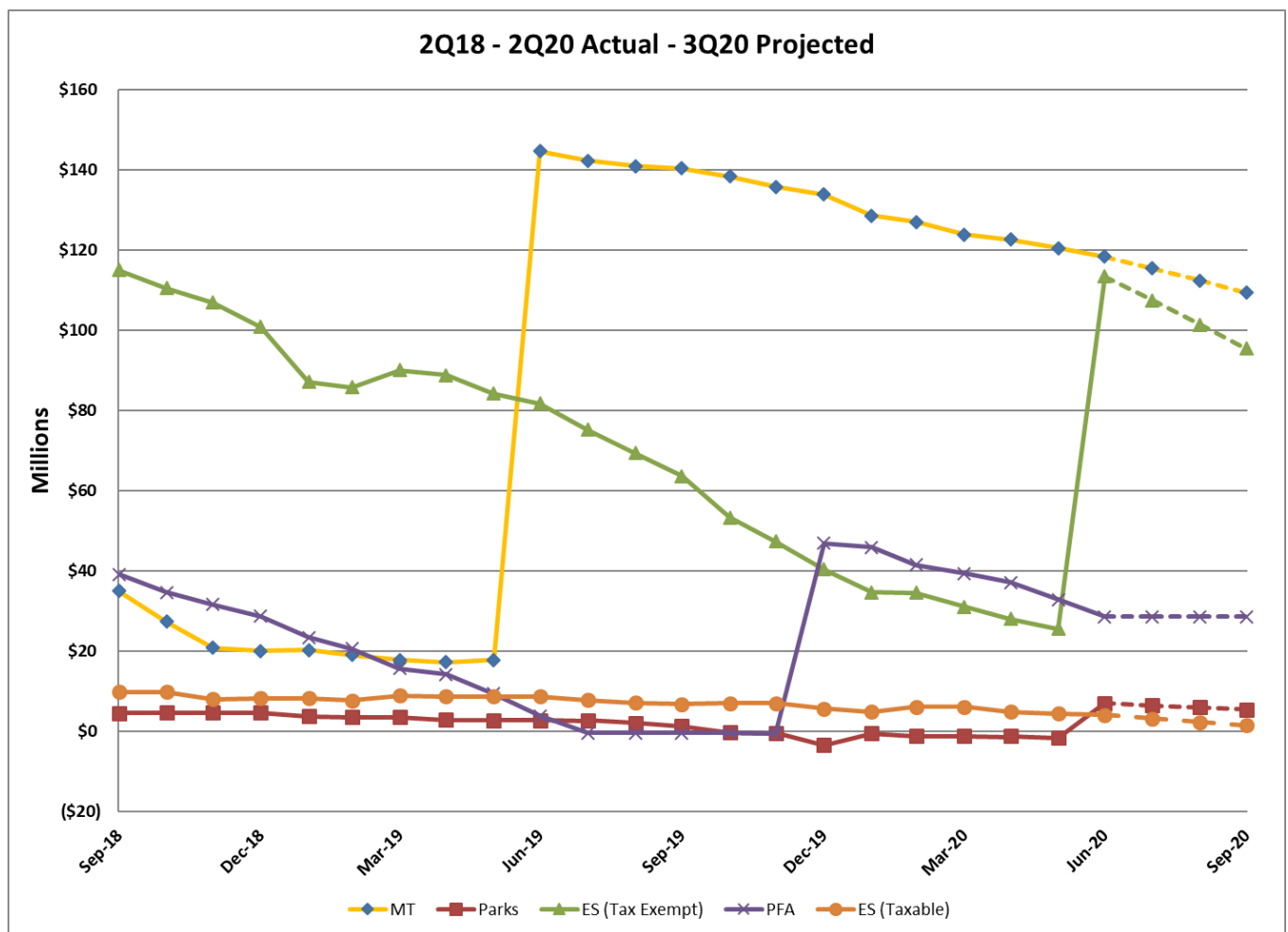
Financial Management Report

CAPITAL FUND CASH BALANCES

The GO capital bond fund for Transit reversed its upward trend in spending over the previous quarter, with an average spend of just under \$2M per month during the quarter, down from an average of \$3.3M per month in the previous quarter. Parks issued new bonds in 2020 as described below. Environmental Services (ES) GO capital bond funds maintained their reduced spending, matching their prior quarter average of just over \$3M per month. The 2019C PFA Loan closed in December of 2019 and has an average draw of \$3.6M per month for 2Q20.

New money debt for Parks and ES was sold in May with the proceeds received in June. The size of these issues will be \$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 have no candidates at this time.



STATEMENT OF REVENUES AND EXPENSES
General Fund
June 30, 2020

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Property Taxes	1,051,628	14,894,930	14,894,930	-
Investment Earnings	371,125	742,250	577,567	164,683
Chargebacks - MAC	117,339	234,678	-	234,678
Other Revenue	253,773	450,000	304,924	145,076
Total Revenues	1,793,865	16,321,858	15,777,421	544,437
<u>EXPENSES</u>				
Salary and Benefits	22,886,839	49,704,943	49,704,943	-
Consulting & Contractual Services	9,370,653	22,374,769	22,374,769	-
Rent & Utilities	2,696,382	5,695,705	5,695,705	-
Printing	2,903	50,000	62,500	12,500
Travel & Professional Development	167,051	500,000	830,150	330,150
Insurance	87,374	180,000	48,000	(132,000)
Other Operating Expense	1,263,955	5,149,275	5,149,275	-
Total Expenses	36,475,157	83,654,692	83,865,342	210,650
<u>TRANSFERS</u>				
Transfer In	32,977,034	71,131,471	71,131,471	-
Transfer Out	(3,803,290)	(5,237,010)	(5,237,010)	-
Total Transfers	29,173,744	65,894,461	65,894,461	-
Change in Reserve Balance	(5,507,548)	(1,438,373)	(2,193,460)	755,087
Beginning Fund Balance		22,896,124		
Assigned/Committed		(6,820,243)		
Ending Unassigned Reserve Balance		14,637,508		
2020 Target Balance (10%)		8,386,534		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
June 30, 2020

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Municipal Wastewater Charges	117,814,500	235,629,000	235,629,000	-
Industrial Charges	6,411,638	14,426,000	14,406,000	20,000
State Appropriations Revenue	10,614	1,760,000	2,062,950	(302,950)
Investment Earnings	536,543	900,000	1,250,000	(350,000)
Other Revenue	443,067	3,229,400	1,504,400	1,725,000
Total Revenues	125,216,362	255,944,400	254,852,350	1,092,050
<u>EXPENSES</u>				
Salary and Benefits	33,402,526	72,770,811	70,720,675	(2,050,136)
Consulting & Contractual Services	7,162,146	22,942,818	18,359,838	(4,582,980)
Rent & Utilities	7,332,819	17,327,641	18,780,372	1,452,731
Travel	110,269	441,197	586,500	145,303
Materials & Supplies	5,238,347	10,166,602	8,461,169	(1,705,433)
Chemicals	4,097,044	9,452,907	8,578,153	(874,754)
Capital Outlay	922,701	2,682,341	1,593,283	(1,089,058)
I&I, Storm water, CWF, WOMP Grant Expens	340,837	1,552,600	474,600	(1,078,000)
Other Operating Expense	666,705	1,164,511	7,065,317	5,900,806
Total Expenses	59,273,394	138,501,428	134,619,907	(3,881,521)
<u>TRANSFERS</u>				
SAC Transfer	24,123,500	48,247,000	48,247,000	-
Transfers In	127,363	200,000	200,000	-
Transfer - OPEB	4,000,000	4,000,000	4,000,000	-
Debt Service	(74,000,000)	(148,000,000)	(148,000,000)	-
Transfer Out - RA Expense Allocation	(8,121,233)	(17,178,098)	(17,178,098)	-
Transfers Out	(5,662,278)	(11,000,000)	(11,000,000)	-
Total Transfers	(59,532,648)	(123,731,098)	(123,731,098)	-
Change in Reserve Balance	6,410,320	(6,288,126)	(3,498,655)	(2,789,471)
Beginning Reserve Balance		33,871,382		
Ending Unassigned Reserve Balance		<u>27,583,256</u>		*
2020 Target Balance (10%)		13,461,991		

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

STATEMENT OF REVENUES AND EXPENSES
Housing and Redevelopment Authority (HRA)
June 30, 2020

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>					
Federal Revenue	37,414,800	71,827,196	71,157,196	670,000	33,400,899
State Revenue	813,096	1,898,000	2,098,000	(200,000)	751,471
Investment Earnings	12,126	-	-	-	-
Other Revenue	1,360,481	3,212,070	3,212,070	-	9,072
Total Revenues	39,600,503	76,937,266	76,467,266	470,000	34,161,442
<u>EXPENSES</u>					
Salary and Benefits	2,035,627	4,674,873	4,674,873	-	-
Consulting & Contractual Services	450,362	981,000	981,000	-	-
Rent & Utilities	70,998	144,991	144,991	-	-
Housing Expenses	35,404,389	69,788,996	69,038,996	(750,000)	34,784,390
Travel	9,675	60,000	60,000	-	-
Insurance	99,442	95,000	95,000	-	-
Other Operating Expense	171,029	1,255,416	1,415,416	160,000	-
Total Expenses	38,241,522	77,000,276	76,410,276	(590,000)	34,784,390
<u>TRANSFERS</u>					
Transfer Out - RA Expense Allocation	(413,311)	(1,056,986)	(1,056,986)	-	-
Total Transfers	(413,311)	(1,056,986)	(1,056,986)	-	-
Change in Reserve Balance	945,670	(1,119,996)	(999,996)	(120,000)	(622,948)
Beginning Reserve Balance:					
Operating		9,316,385			
Total Beginning Balance		9,316,385			
Change in Reserve Balance:					
Total Change in Reserve Balance		(1,119,996)			
Ending Reserve Balance		8,196,389			
2020 Target Balance (8.3%)		6,429,783			

STATEMENT OF REVENUES AND EXPENSES

Metro Transit - Bus Operations

June 30, 2020

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	20,372,087	29,288,733	69,920,431	(40,631,698)
Auxiliary Transit Revenue	593,622	1,705,092	3,188,496	(1,483,404)
State Revenue - MVST	113,637,219	214,446,139	256,284,082	(41,837,943)
Federal Grants	2,250,561	101,573,860	7,937,148	93,636,712
Investment Earnings	719,632	1,439,264	50,000	1,389,264
Other Revenue	719,213	1,438,426	1,959,648	(521,222)
Total Revenues	138,292,334	349,891,514	339,339,805	10,551,709
<u>EXPENSES</u>				
Salary and Benefits	124,469,613	266,717,831	268,741,007	2,023,176
Consulting & Contractual Services	4,638,492	12,682,922	15,324,326	2,641,404
Fuel	7,285,636	15,284,719	16,270,287	985,568
Materials & Supplies	8,263,881	21,031,719	22,863,560	1,831,841
Utilities	1,516,980	3,423,960	3,450,054	26,094
Other Operating Expense	2,170,372	5,638,651	6,154,185	515,534
Total Expenses	148,344,974	324,779,802	332,803,419	8,023,617
<u>TRANSFERS</u>				
Transfer In - Transit Allocations	7,230,581	15,211,156	13,859,394	1,351,762
Transfer Out - RA Expense Allocation	(18,761,978)	(40,322,868)	(40,322,868)	-
Total Transfers	(11,531,397)	(25,111,712)	(26,463,474)	1,351,762
Change in Reserve Balance	(21,584,037)	-	(19,927,088)	19,927,088
Beginning Reserve Balance		70,421,866		
Ending Reserve Balance		70,421,866		
2020 Target Balance (8.3 - 12.5%)		29,819,152		

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Light Rail Operations
June 30, 2020

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	6,963,340	10,188,381	29,265,957	(19,077,576)
Auxiliary Transit Revenue	249,738	895,443	1,540,248	(644,805)
State Revenue - GF Appropriation	11,681,167	25,509,000	25,509,000	-
Local Revenue *	12,201,554	26,627,712	26,627,712	-
Investment Earnings	49,710	76,789	50,000	26,789
Other Revenue	2,792	19,184,150	22,700	19,161,450
Total Revenues	31,148,301	82,481,475	83,015,617	(534,142)
<u>EXPENSES</u>				
Salary and Benefits	22,769,512	48,274,483	49,425,804	1,151,321
Consulting & Contractual Services	841,065	4,516,209	4,630,104	113,895
Fuel	17,618	35,236	46,368	11,132
Materials & Supplies	3,523,963	8,306,518	5,925,972	(2,380,546)
Utilities	2,191,717	5,583,434	6,642,336	1,058,902
Other Operating Expense *	812,379	424,722	1,675,500	1,250,778
Total Expenses	30,156,254	67,140,602	68,346,084	1,205,482
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(6,453,894)	(12,907,788)	(12,236,448)	(671,340)
Transfer Out - RA Expense Allocation	(1,628,323)	(3,542,544)	(3,542,544)	-
Total Transfers	(8,082,217)	(16,450,332)	(15,778,992)	(671,340)
Change in Reserve Balance	(7,090,170)	(1,109,459)	(1,109,459)	-
Beginning Reserve Balance		16,174,883		
Ending Reserve Balance		15,065,424		
2020 Target Balance (8.3 - 12.5%)		6,982,381		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	458,276	587,321	2,754,621	(2,167,300)
State Revenue - MVST	3,572,502	7,145,004	7,145,004	-
Local Revenue - Counties / MNDOT *	5,243,850	10,487,700	10,487,700	-
Investment Earnings	66,602	66,602		66,602
Total Revenues	9,341,230	18,286,627	20,387,325	(2,100,698)
<u>EXPENSES</u>				
Salary and Benefits	2,200,541	4,736,349	5,264,488	528,139
Consulting & Contractual Services	2,373,409	6,453,451	7,757,664	1,304,213
Fuel	475,048	1,187,356	1,424,616	237,260
Materials & Supplies	254,877	644,471	959,352	314,881
Utilities	260,038	601,576	630,864	29,288
Other Operating Expense	1,281,942	2,778,817	2,574,252	(204,565)
Total Expenses	6,845,855	16,402,020	18,611,236	2,209,216
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(776,686)	(1,553,372)	(1,623,312)	69,940
Transfer Out - RA Expense Allocation	(286,807)	(558,144)	(558,144)	-
Total Transfers	(1,063,493)	(2,111,516)	(2,181,456)	69,940
Change in Reserve Balance	1,431,882	(226,909)	(405,367)	178,458
Beginning Reserve Balance		6,597,126		
Ending Reserve Balance		6,370,217		
2020 Target Balance (8.3 - 12.5%)		1,725,793		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	2,103,598	4,608,577	5,728,577	(1,120,000)
State Revenue - MVST	1,126,559	1,716,000	2,416,000	(700,000)
Investment Earnings	19,884	-	-	-
Chargebacks from MAC	48,405	109,000	109,000	-
Total Revenues	3,298,446	6,433,577	8,253,577	(1,820,000)
<u>EXPENSES</u>				
Salary and Benefits	1,459,007	3,485,781	3,485,781	-
Consulting & Contractual Services	99,941	1,854,727	2,974,727	1,120,000
Rent & Utilities	62,724	126,163	126,163	-
Travel	10,788	45,000	45,000	-
Other Operating Expense	85,054	177,690	177,690	-
Total Expenses	1,717,514	5,689,361	6,809,361	1,120,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,074,776)	(1,995,666)	(1,995,666)	-
Total Transfers	(1,074,776)	(1,995,666)	(1,995,666)	-
Change in Reserve Balance	506,156	(1,251,450)	(551,450)	(700,000)
Beginning Reserve Balance		6,694,374		
Ending Reserve Balance		5,442,924		
2020 Target Balance (Combined 15%, 31.5% TP Fund)		2,774,000		

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

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenue	2,191,046	3,687,245	8,487,245	(4,800,000)
Federal Revenue		4,500,000	-	4,500,000
State Appropriations	40,168,000	75,250,815	75,250,815	-
Investment Earnings	300,012	300,000		300,000
Total Revenues	42,659,058	83,738,060	83,738,060	-
<u>EXPENSES</u>				
Salary and Benefits	1,000,747	2,255,696	2,255,696	-
Consulting & Contractual Services	34,187,743	68,332,012	78,615,012	10,283,000
Fuel	1,698,566	6,762,281	11,252,281	4,490,000
Rent & Utilities	44,028	140,131	140,131	-
Other Operating Expense	159,496	664,030	664,030	-
Total Expenses	37,090,580	78,154,150	92,927,150	14,773,000
<u>TRANSFERS</u>				
Transfers In	700,000	700,000	700,000	-
Transfer Out - RA Expense Allocation	(1,240,191)	(2,401,901)	(2,401,901)	-
Total Transfers	(540,191)	(1,701,901)	(1,701,901)	-
Change in Reserve Balance	5,028,287	3,882,009	(10,890,991)	14,773,000
Beginning Reserve Balance - Regular Operations		29,499,963		
Ending Reserve Balance		33,381,972		
2020 Target Balance (10%)		9,463,000		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	594,670	1,175,453	2,520,453	(1,345,000)
Federal Revenue	1,940,681	9,562,377	2,562,377	7,000,000
State Revenue - MVST	10,434,207	18,716,623	24,466,623	(5,750,000)
Investment Earnings	95,360	95,000	-	95,000
Total Revenues	13,064,918	29,549,453	29,549,453	-
<u>EXPENSES</u>				
Salary and Benefits	440,974	886,194	886,194	-
Consulting & Contractual Services	11,404,805	23,517,280	29,142,280	5,625,000
Rent & Utilities	28,836	112,669	112,669	-
Travel	371	12,500	12,500	-
Grants	37,200	200,000	200,000	-
Other Operating Expense	34,137	244,006	244,006	-
Total Expenses	11,946,323	24,972,649	30,597,649	5,625,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(474,486)	(805,723)	(805,723)	-
Total Transfers	(474,486)	(805,723)	(805,723)	-
Change in Reserve Balance	644,109	3,771,081	(1,853,919)	5,625,000
Beginning Reserve Balance		8,651,569		
Ending Reserve Balance		12,422,650		
2020 Target Balance (Combined 15%, 10% Cont Svc Funds)		3,140,000		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2020 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	154,954	12,556,270	12,556,270	-
State Revenue - MVST				-
Total Revenues	154,954	12,556,270	12,556,270	-
<u>EXPENSES</u>				
Grants	154,954	12,556,270	12,556,270	-
Total Expenses	154,954	12,556,270	12,556,270	-

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.