

People

Transportation

Housing

Bikes

Financial Condition

Planning

Bus

Parks

Future

Cars

Sustainability

Efficient

3rd QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

December 8, 2021

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
2021 -3rd Quarter Results
(in thousands)
Unaudited

	General Fund					Environmental Services					Housing and Redevelopment Authority				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*
Revenues	9,413	58%	17,107	16,175	932	190,354	74%	258,712	258,923	(211)	62,534	75%	82,257	83,492	(1,235)
Expenses	54,147	61%	86,635	89,305	2,670	92,714	68%	135,865	136,834	969	59,779	71%	80,830	84,290	3,460
Transfers	46,265	66%	69,614	69,614	0	(90,623)	72%	(124,378)	(125,118)	740	(715)	68%	(1,207)	(1,057)	(150)
Change in Reserve Balance	1,531		86	(3,516)	3,602	7,017		(1,531)	(3,029)	1,498	2,040		220	(1,855)	2,075
Beginning Reserve Balance			25,499					31,575					14,915		
Assigned/Committed			(5,388)												
Ending Reserve Balance			20,197					30,044					15,135		
Target Balance			8,931					13,683					7,084		

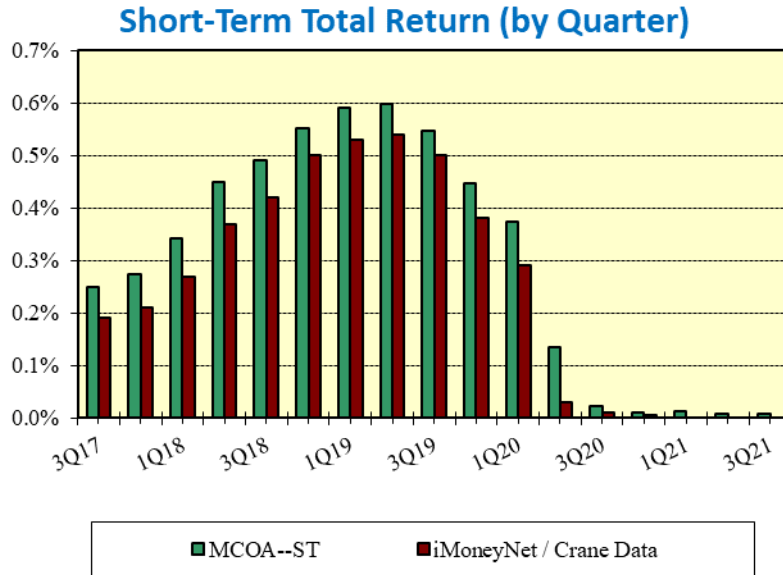
	Metro Transit - Bus					Metro Transit - Light Rail					Metro Transit - Commuter Rail				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*
Revenues	146,751	69%	202,097	213,443	(11,346)	54,697	63%	80,476	86,156	(5,680)	6,546	57%	8,956	11,414	(2,458)
Expenses	212,825	64%	302,144	333,723	31,579	46,103	66%	64,288	69,488	5,200	5,178	48%	8,058	10,790	2,732
Transfers	(17,943)	63%	(29,229)	(28,557)	(672)	(12,556)	68%	(17,929)	(18,445)	516	(843)	105%	(806)	(801)	(5)
Change in Reserve Balance	(84,017)		(129,276)	(148,837)	19,561	(3,962)		(1,741)	(1,777)	36	525		92	(177)	269
Beginning Reserve Balance			185,115					11,248					7,788		
Ending Reserve Balance			55,839					9,507					7,880		
Target Balance			30,069					7,298					962		

	MTS - Transportation Planning					MTS - Metro Mobility					MTS - Contracted Service				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*
Revenues	4,981	62%	8,003	7,979	24	55,504	78%	71,253	70,775	478	15,729	78%	20,517	20,283	234
Expenses	3,364	42%	7,053	7,986	933	62,004	69%	85,840	90,456	4,616	18,616	71%	25,360	26,344	984
Transfers	(1,488)	62%	(2,402)	(2,402)	0	(1,833)	62%	(2,978)	(2,978)	0	(649)	62%	(1,048)	(1,048)	0
Change in Reserve Balance	129		(1,452)	(2,409)	957	(8,333)		(17,565)	(22,659)	5,094	(3,536)		(5,891)	(7,109)	1,218
Beginning Reserve Balance			8,279					38,946					23,245		
Ending Reserve Balance			6,827					21,381					17,354		
Target Balance			3,272					9,343					2,739		

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE — SHORT-TERM PORTFOLIO



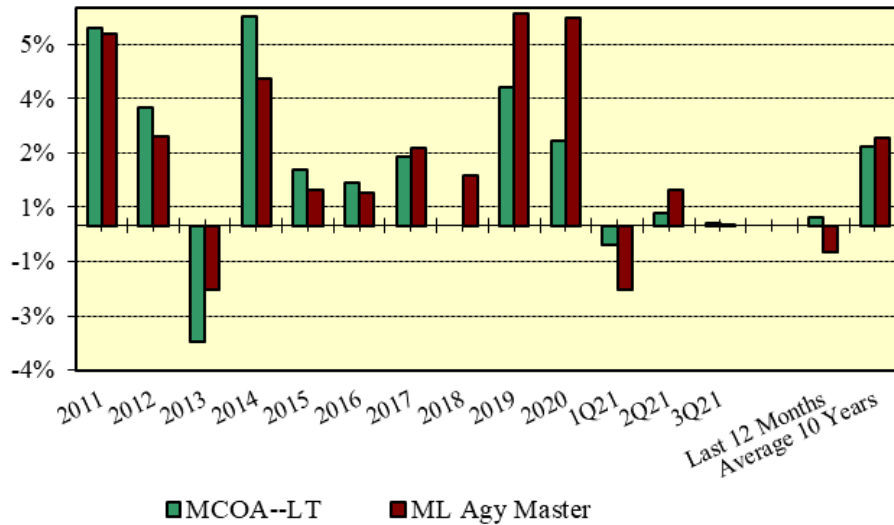
3Q21 Short-Term Portfolio Results

Assets under Management: \$961 Million

The Short-term portfolio outperformed its benchmark during the second quarter with a total return of 0.009%, versus a .001% total return for its benchmark, the Crane AAA Government Institutional Money Fund index. The portfolio has outperformed its benchmark an average of .04% over the past 12 months. The \$961 million portfolio was invested in U.S. Treasury Bills (\$450 million, 47%), government money market funds (\$302 million, 31%), and U.S. Government Agency Discount Notes (\$209 million, 22%). Investments range from 0-7 months in length and the portfolio has a duration of .103 years, which is slightly longer than its benchmark duration of .08 years. The average yield of the portfolio has remained steady over the past two quarters at .04%. Portfolio earnings continue to be hurt by the extremely low short-term interest rates that have existed since the Fed lowered short-term rates to 0% in March 2020. Projections are the Federal Reserve will begin to raise short interest rates in 2022 or 2023, which will immediately benefit portfolio earnings.

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE — LONG-TERM PORTFOLIO

Total Return Long-Term



3Q21 Long-Term Portfolio Results

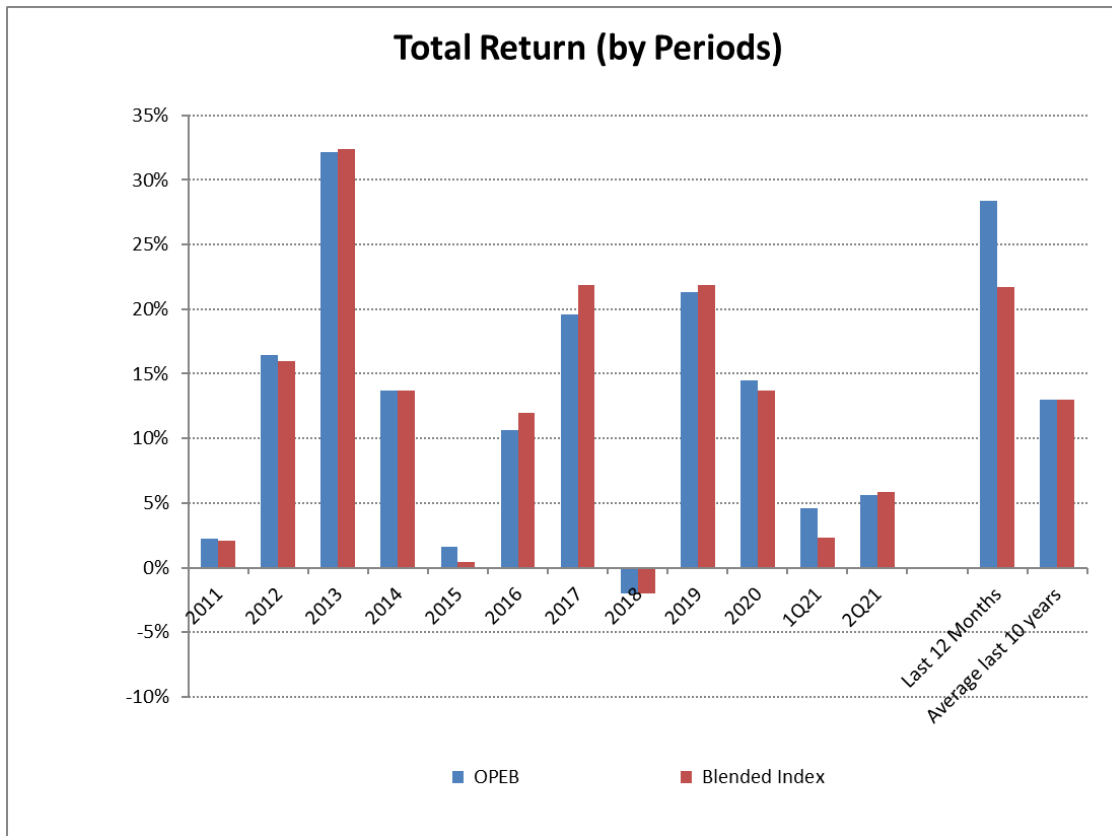
Assets under Management: \$478 Million

The Long-term portfolio also outperformed its benchmark during the third quarter. Total return was .064%, versus a .007% total return for its benchmark, the BAML Agency Master Index. Outperformance was due to the portfolio having a shorter duration than the benchmark, as interest rose during the quarter the portfolio did not realize as much price depreciation as the longer duration index. The portfolio also benefited from price stability of its CD holdings and strong relative price performance of its municipal bond holdings. Duration was extended slightly during the quarter to take advantage of a steepening yield curve and higher yields in the 2-7 year range. Duration was 2.48 years compared to 2.37 years in the prior quarter, with the benchmark having a duration of 3.99 years. The portfolio still maintains a defensive position against rising interest rates. The \$478 million portfolio was invested in U.S. Government Agency securities (\$288 million, 60%), municipal bonds (\$59 million, 12%), U.S. Treasury Notes (\$110 million, 23%), Certificate of Deposits (\$18 million, 4%), and ~1% combined in government money funds and mortgage-backed securities. The 2-7 year portion of the yield curve continues to provide the opportunity to increase portfolio yields. Over the next few quarters, the Council will also be working to purchase more Certificates of Deposits with qualifying local community banks and credit unions that have a successful track record of supporting minority and female owned small businesses, affordable housing, and community development.

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE — OPEB TRUST

Assets under Management: \$336.9 Million

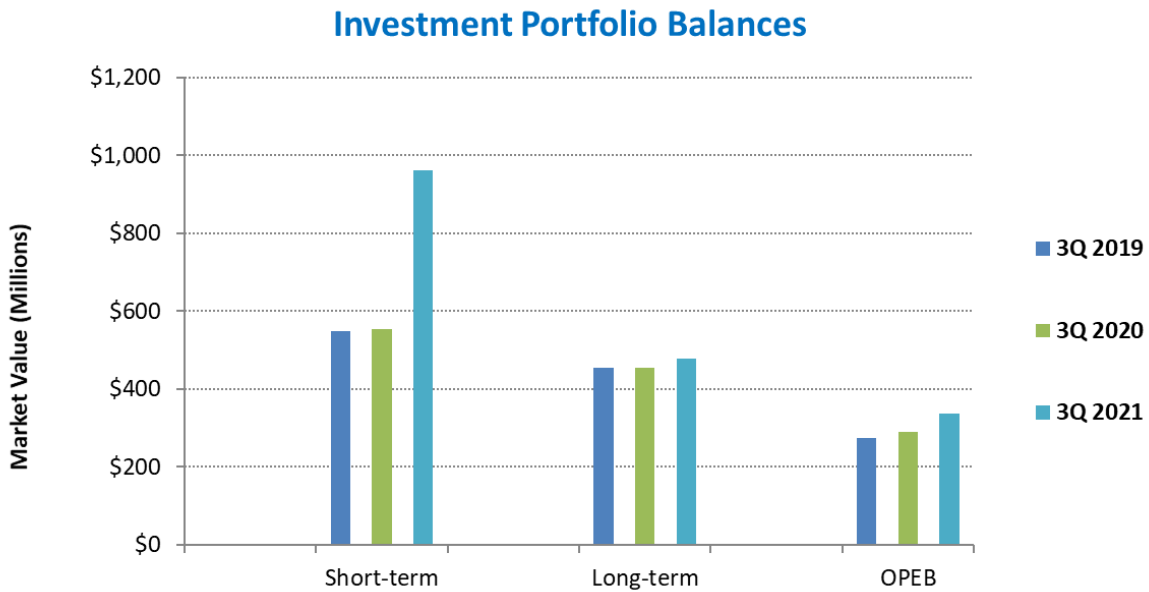
The Trust had a small positive return of .30% for the quarter which slightly underperformed its Equity/Fixed Income blended benchmark return of .369%. The trust has a strong average annual return of 13.2% over the last five years. During the quarter, just over \$13 million was withdrawn from the trust to pay for OPEB costs. As a result, trust value decreased from \$348.9 million to \$336.9 million. Trust investments were allocated 67% to the SBI S&P 500 Index pool, 30% to U.S. Treasury and Agency securities, and 3% to the SBI money market pool. For the quarter, the S&P 500 Index pool returned .57%, Treasury and Agency securities returned -.03%, and the money market pool .02%. The OPEB Trust portfolio contains assets set aside to fund future OPEB liabilities and has a long-term investment horizon. The trust uses equity market exposure to realize the higher historical average returns of the equity markets over the long run. The trust has a target allocation of 60% equities and 40% fixed income/cash, occasional adjustments are made to re-align with this target.



INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	3Q 2019	3Q 2020	3Q 2021
Short-term	\$ 547.3	\$ 553.0	\$ 961.0
Long-term	\$ 454.9	\$ 455.5	477.9
OPEB	\$ 274.6	\$ 289.2	336.9
Total	<u>1,276.8</u>	<u>1,297.7</u>	<u>1,775.8</u>



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	9,413	58%	17,107	16,175	932
Expenses	54,147	61%	86,635	89,305	2,670
Transfers	46,265	66%	69,614	69,614	0
Change in Reserve Balance	1,531		86	(3,516)	3,602
Beginning Fund Balance			25,499		
Assigned/Committed			(5,388)		
Ending Unassigned Reserve Balance			20,197		
Target Balance (10%)			8,931		

General Fund

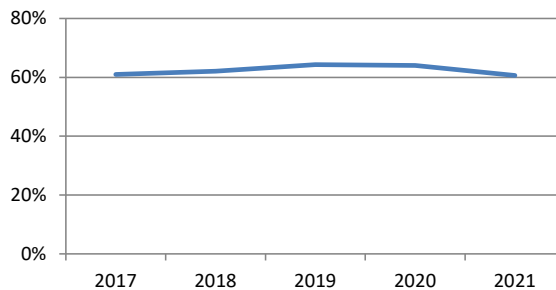
Revenue for the General fund are primarily property tax and are collected semi-annually, June and December.

Year to date, the General Fund has spent 61% of its annual budgeted operating expense. The trend is slightly low compared to last year but consistent with prior five years' performances compared at third quarter.

Salaries/fringes are projected favorable by 0.5 million at year-end largely due to open position in Community Development. Consulting and Contractual Services budget is expected to be near budget by year-end due to hardware and software maintenance and licensing fees and is slightly favorable to budget by 0.6 million due to CD lower than expected consulting activity due to covid-19. Other Operating expenses line is favorable by 1.4m due to CD NOAH project that is expected to be completed in CY 2022.

The General Fund is projected no change in reserves; The 2021 General Fund budget approved by the Council reflects a \$3.5 million use of General Fund reserves. The projected year-end available reserve balance is \$20.2 million.

General Fund % of Budget Spent - 3rd Quarter



Environmental Services

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Environmental Services Unaudited - dollars in thousands

	Environmental Services				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	190,354	74%	258,712	258,923	(211)
Expenses	92,714	68%	135,865	136,834	969
Transfers	(90,623)	72%	(124,378)	(125,118)	740
Change in Reserve Balance	7,017		(1,531)	(3,029)	1,498
Beginning Reserve Balance			31,575		
Ending Unassigned Reserve Balance			<u>30,044</u>		
Target Balance			13,683		

Environmental Services

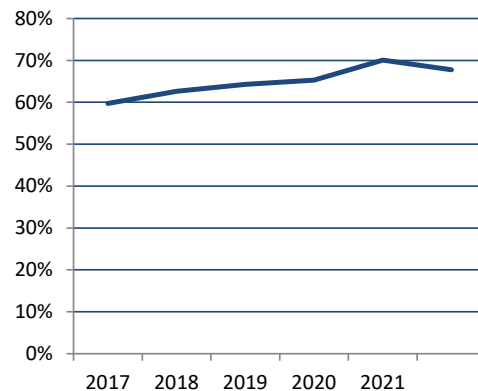
Total revenues are expected to be under budget by \$.2M. Environmental Services is projecting to run \$1M under budget in investment earnings, which is driven by lower interest rates impacting our short-term and long-term investments. This is offset by an expected overrun in State appropriations for \$.5M, and a \$.3M expected overrun in other revenue (FEMA revenue from 2019 flood).

Total expenses are expected to be \$1M under budget. Materials & supplies are projected to be \$2.6M over budget as a result of scheduling/productivity improvements, and working to address outstanding maintenance projects. In addition, utilities are expected to be \$.9M over budget due primarily to lower turbine generator production at the Metro Plant. These overruns are offset by a \$1.6M underrun in salary and benefits (higher vacancies), a \$.7M underrun in consulting & contractual services (NEFCO contract), and a \$.2M underrun in chemicals. Other variances are offsetting, and largely due to line-item shifts within the budget for centralized projects.

Transfers are expected to be \$.7M under budget which is driven by the RA expense allocation, and projected underruns for salaries.

Considering the above forecasted variances, operating reserves are projected to decrease by \$1.5M (compared to a \$3M budgeted decrease). The estimated \$1.5M deficit will decrease the operating fund balance to \$30M, which is well above the year-end target balance of \$13.7M.

Environmental Services % of Budget Spent - 3rd Quarter



Financial Management Report

HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Housing and Redevelopment Fund Unaudited - dollars in thousands

	Housing and Redevelopment Authority				
	2021 YTD		Projected		
	Results	% Budget	Year-End	2021 Budget	Variance
Revenues	62,534	75%	82,257	83,492	(1,235)
Expenses	59,779	71%	80,830	84,290	3,460
Transfers	(715)	68%	(1,207)	(1,057)	(150)
Change in Reserve Balance	2,040		220	(1,855)	2,075
Beginning Reserve Balance			14,915		
Ending Reserve Balance			<u>15,135</u>		
Target Balance			7,084		

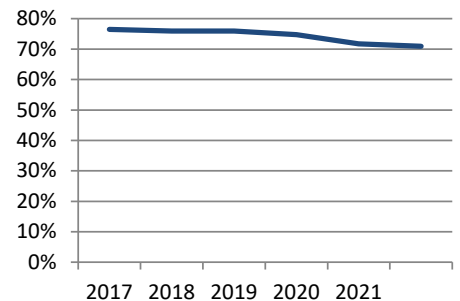
Housing and Redevelopment Authority

HRA revenues are projected to be \$1.0M under budget. The unfavorable variance is from lower federal housing voucher revenue than budgeted (\$3.0M) as result of the current rental market. This variance is partially offset by the receipt of \$2M in revenue for the new Emergency Housing Voucher (EHV) program. This program awarded the HRA 218 additional housing vouchers.

Expenses are projected to be favorable to budget by \$3.5M. The primary driver for the favorable variance is lower estimated housing voucher payments (\$3.0M) as a result of rents not increasing as much as projected and challenging market conditions. Decreased contracted service and travel expenses, due to COVID-19, also contribute to the favorable variance.

The projected reserve balance for HRA is \$15.1M, which is above the Council's minimum reserve target balance of \$7.1M.

HRA % of Budget Spent - 3rd Quarter



Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Metro Transit - Bus Unaudited - dollars in thousands

	Metro Transit - Bus				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	146,751	69%	202,097	213,443	(11,346)
Expenses	212,825	64%	302,144	333,723	31,579
Transfers	(17,943)	63%	(29,229)	(28,557)	(672)
Change in Reserve Balance	(84,017)		(129,276)	(148,837)	19,561
Beginning Reserve Balance			185,115		
Ending Reserve Balance			<u>55,839</u>		
Target Balance			30,069		

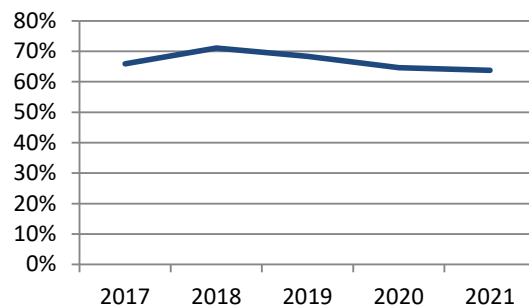
Metro Transit Bus

Passenger fares are expected to be \$4.6M below the revised budget number due to decreased ridership with improvements noted the past couple months. With the decreased advertising purchased, advertising is expected to be below budget by \$1.1M

Operating expenses are at an amended budget of \$323M and are expected to be below budget by \$31.5M. These savings are due to reduced service, open operator and mechanic positions, and monitoring timing of other open positions. Labor and benefits under budget by \$21.3M Professional and technical services are expected to be \$2.1M below budget. Fuel savings are expected to be \$2.5M due to lower service levels. Reduced service should also have a savings of \$1.0M in materials and supplies.

The CY 2021 Amended budget has a use of reserves of \$148.8M. The current forecast is to use \$129.2M. Brings reserves to \$55.8M VS Target Balance of \$30.0M.

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



Financial Management Report

METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Metro Transit - Light Rail Unaudited - dollars in thousands

	Metro Transit - Light Rail				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	54,697	63%	80,476	86,156	(5,680)
Expenses	46,103	66%	64,288	69,488	5,200
Transfers	(12,556)	68%	(17,929)	(18,445)	516
Change in Reserve Balance	(3,962)		(1,741)	(1,777)	36
Beginning Reserve Balance			11,248		
Ending Reserve Balance			<u>9,507</u>		
Target Balance			7,298		

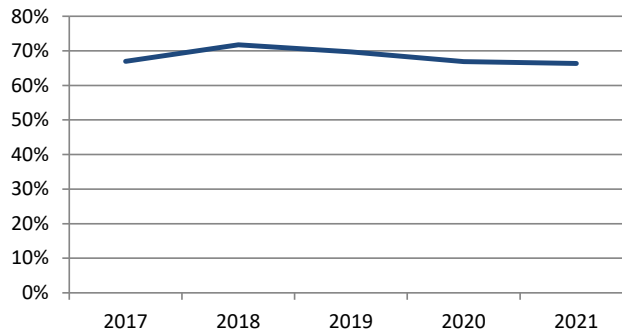
Metro Transit Light Rail

Passenger fares are expected to be down \$2.682M due to reduced ridership with improvements noted the past couple months.

Operating expenses are \$5.2M below the budgeted level: Labor and benefits are forecasted under budget by \$5.9M due to open positions including operators and mechanics. Materials and supplies are expected to be \$404k under due to service reductions. Other operating expenses increases are mostly within budgeted range.

The CY 2021 amended budget for LRT is for a use of \$1.7M of reserves vs a budgeted use of reserves of \$1.7M. Brings reserves to \$9.5M VS Target Balance of \$7.3M.

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



Financial Management Report

METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Metro Transit - Commuter Rail Unaudited - dollars in thousands

	Metro Transit - Commuter Rail				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	6,546	57%	8,956	11,414	(2,458)
Expenses	5,178	48%	8,058	10,790	2,732
Transfers	(843)	105%	(806)	(801)	(5)
Change in Reserve Balance	525		92	(177)	269
Beginning Reserve Balance			7,788		
Ending Reserve Balance			<u>7,880</u>		
Target Balance			962		

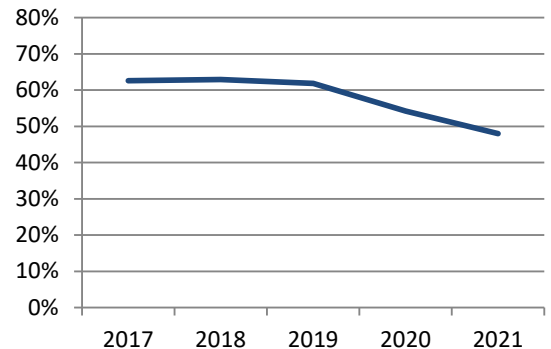
Metro Transit - Commuter Rail

Passenger fares are expected to be \$273K under budget due to reduced service and reduced rides.

Operating Expenses are forecasted under budget \$2.7M. Labor and benefits are forecast to be \$1.5M under budget due to reduced service. Consulting expenses (which include BNSF services) are expected to be \$1.6M below budget due to service reductions. Fuel and Utilities and supplies are expected to be close to the budgeted levels. Other operating expenses are expected to be \$597K over budget due to Insurance premium increases. The result is that Commuter rail will add \$92K to its fund balance, after refunds to funding partners in CY 2021.

The CY 2021 Commuter Rail has an amended budgeted use of reserves of \$176K. Current forecasts detail a positive variance of \$269k. After partner refunds brings reserves to \$7.9M vs Target Balance of \$962k.

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



Financial Management Report

METROPOLITAN TRANSPORTATION SERVICES

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Metropolitan Transportation Services - Transportation Planning Unaudited - dollars in thousands

	MTS - Transportation Planning				
	2021 YTD		Projected		
	Results	% Budget	Year-End	2021 Budget	Variance
Revenues	4,981	62%	8,003	7,979	24
Expenses	3,364	42%	7,053	7,986	933
Transfers	(1,488)	62%	(2,402)	(2,402)	0
Change in Reserve Balance	129		(1,452)	(2,409)	957
Beginning Reserve Balance			8,279		
Ending Reserve Balance			6,827		
Target Balance			3,272		

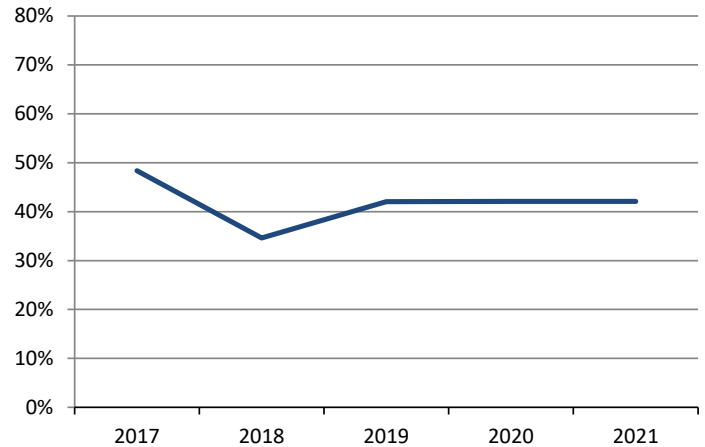
MTS - Transportation Planning

Transportation Planning revenues are projected to be slightly favorable to budget by \$24K as a result of interest earnings.

Expenses are projected to be favorable to budget by \$0.9M primarily due to lower consulting activity and administrative expenses.

The projected ending reserve balance is \$6.8M for 2021, which is above the Council's minimum reserve target balance of \$3.3M.

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



Financial Management Report

MTS-METRO MOBILITY

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility					
	2021 YTD Results	% Budget	Projected Year-End	Budget t	2021 Budget	Variance
Revenues	55,504	78%	71,253	101%	70,775	478
Expenses	62,004	69%	85,840	95%	90,456	4,616
Transfers	(1,833)	62%	(2,978)	100%	(2,978)	0
Change in Reserve Balance	(8,333)		(17,565)		(22,659)	5,094
Beginning Reserve Balance			38,946			
Ending Reserve Balance			<u>21,381</u>			
Target Balance			9,343			

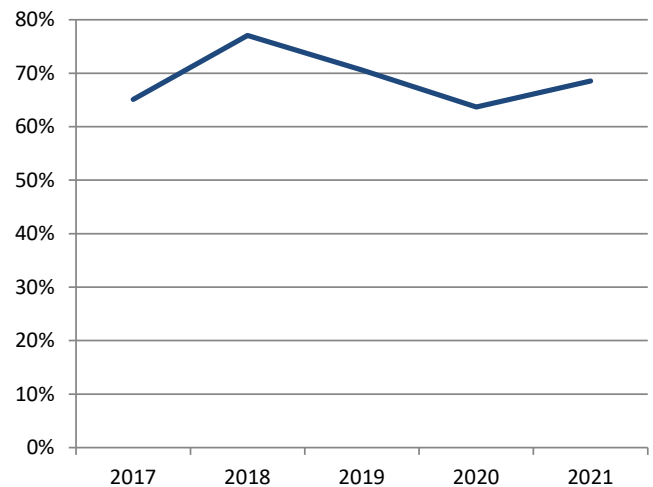
MTS - Metro Mobility

Metro Mobility revenues are projected to be favorable to budget by \$0.5M as a result of higher passenger fare revenue and interest earnings than budgeted. Passenger fare revenue is favorable to budget due to income from an expanded transit assistance program posting for the first time in 2021.

Total expenses for Metro Mobility are projected to come in favorable to budget by about \$4.6M mainly due to lower contracted service and fuel costs than budgeted for the year. Metro Mobility expenses are favorable to budget as a result of lower supplemental service costs, such as taxi services, than budgeted; demand and agency contract costs are projected to end the year very close to budget.

The projected ending reserve balance is \$21.4M for 2021, which is above the Council's minimum reserve target balance of \$9.3M.

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



Financial Management Report

MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2021 3rd Quarter Financial Report Metropolitan Transportation Services - Contracted Service Unaudited - dollars in thousands

	MTS - Contracted Service					
	2021 YTD Results	% Budget	Projected Year-End	% Budget	2021 Budget	Variance
Revenues	15,729	78%	20,517	101%	20,283	234
Expenses	18,616	71%	25,360	96%	26,344	984
Transfers	(649)	62%	(1,048)	100%	(1,048)	0
Change in Reserve Balance	(3,536)		(5,891)		(7,109)	1,218
Beginning Reserve Balance			23,245			
Ending Reserve Balance			<u>17,354</u>			
Target Balance			2,739			

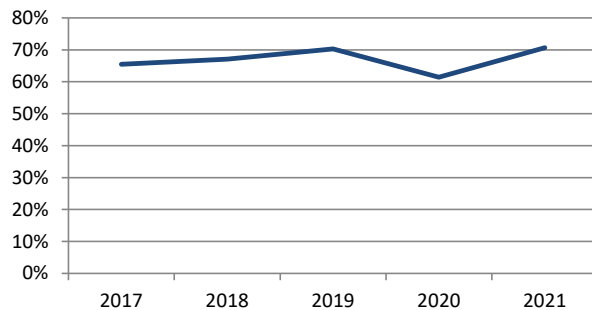
MTS - Contracted Service

Contracted Services revenue is projected to be favorable to budget by \$0.2M as a result of higher passenger fare revenue and interest earnings. Passenger fare revenue is favorable to budget mostly due to more vanpools than anticipated.

Total expenses for Contracted Services are projected to be favorable to budget by \$1.0M. The majority of the favorable variance is in lower transit provider expenses for Fixed Route as a result of reduced service due to low ridership and driver shortages (~\$850K).

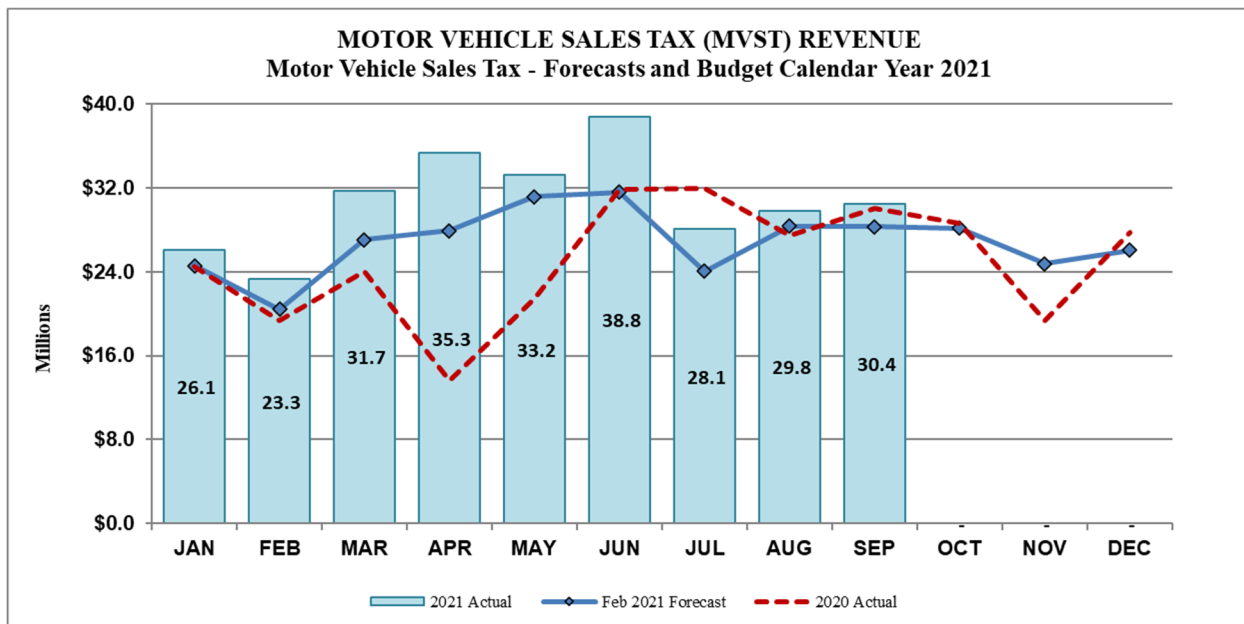
The projected ending reserve balance is \$17.4M for 2021, which is above the Council's minimum reserve target balance of \$2.7M.

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

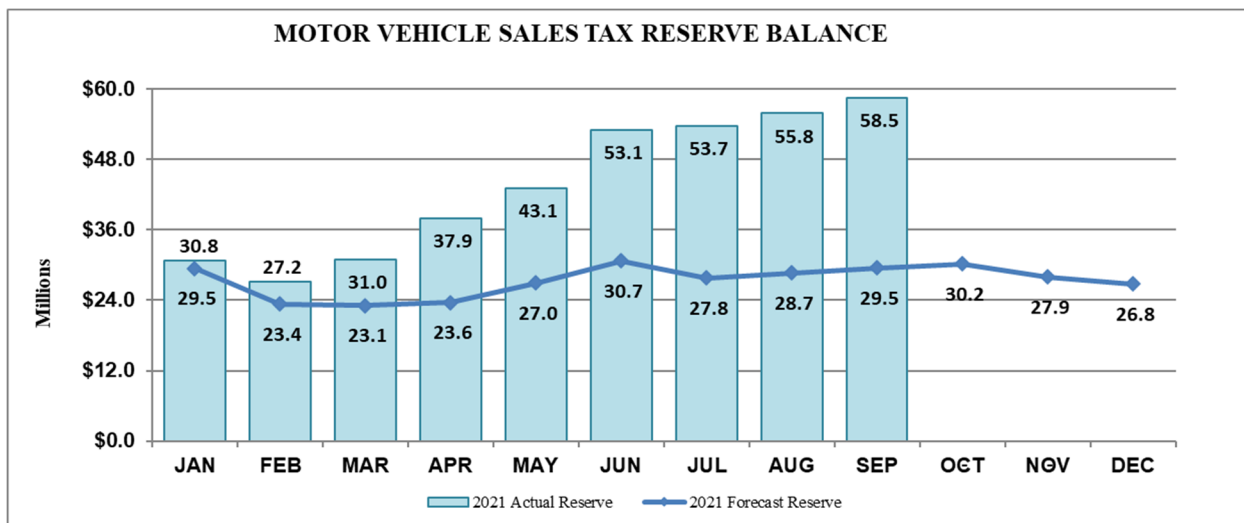


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2021 thru September totaled around \$276.7 million, 113.7% of February 2021 forecast thru September. MVST reserves were \$58.5 million at the end of September.



Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

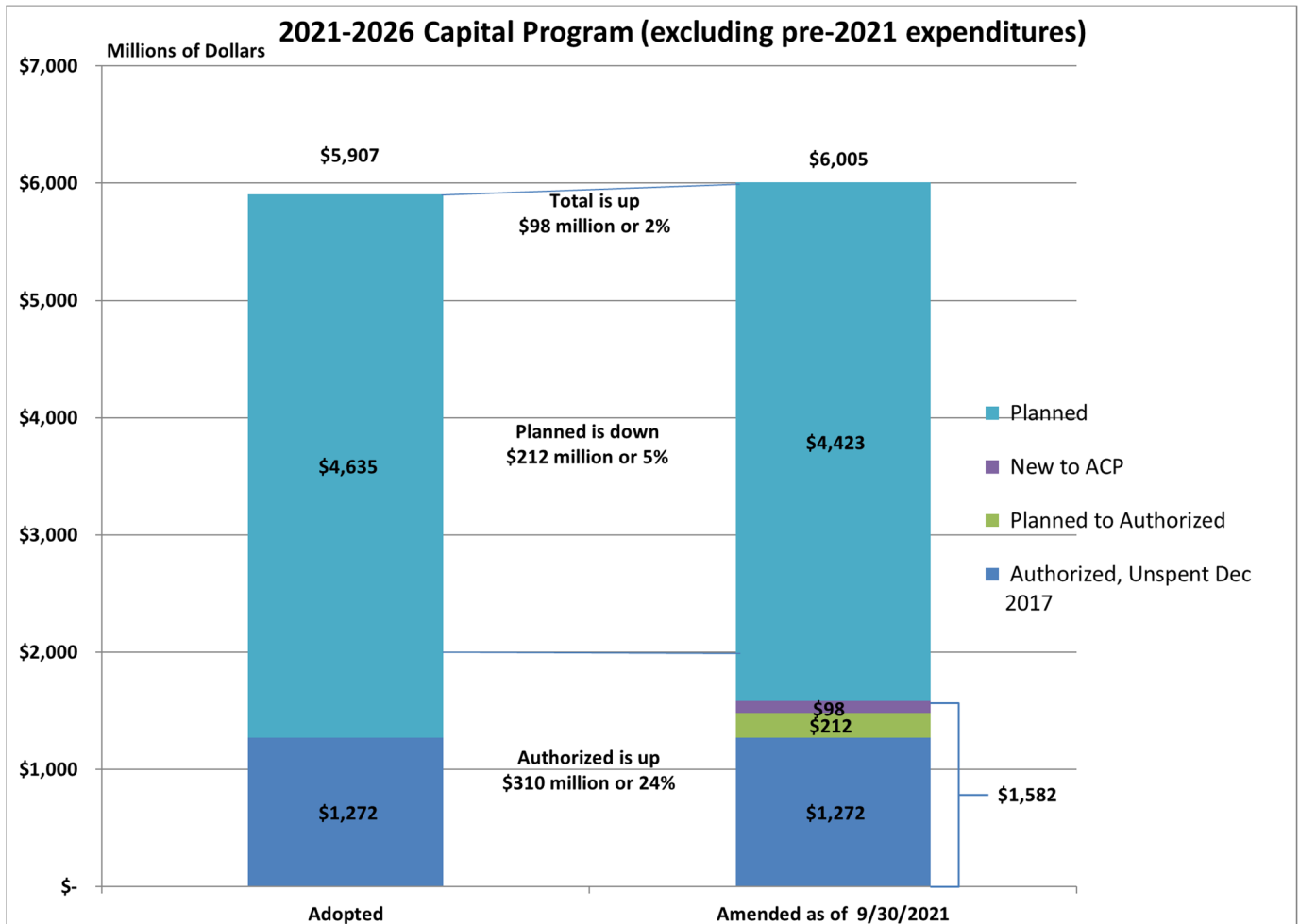
MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2021

Motor Vehicle Sales Tax – Forecasts and Budget Calendar Year 2021				
	(Millions)			
	Total	Jan-Jun	Jul-Dec	
November 2020 Forecast	322.9	161.5	161.5	
2021 Council Budget:				
Current MVST Revenues	308.7	154.4	154.4	
Use of MVST Reserve	14.2	7.1	7.1	
February 2021 Forecast	322.3	162.7	159.6	
YTD Actuals	276.7	188.4	88.3	
November 2020 Forecast	322.9	163.0	159.9	
YTD Actuals	276.7	188.4	88.3	
% of February 2021 Forecast	85.9%	115.8%	55.3%	
% of November 2020 Forecast	85.7%	115.5%	55.2%	

2021-2026 CAPITAL PROGRAM

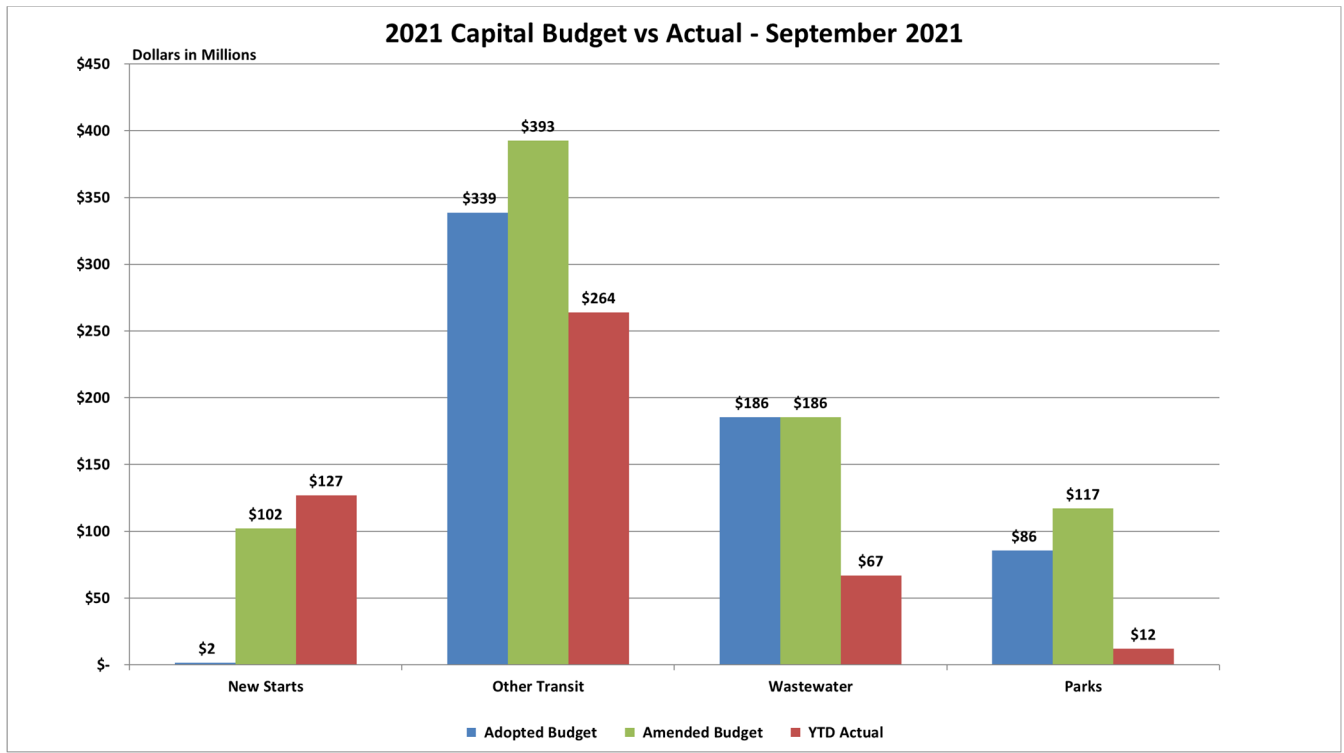
Capital Program (Excluding Pre-2021 Expenditures)

The capital program (excluding pre-2021 expenditures) increased by \$98 million or 1.7% for amendments through September 2021. The authorized portion of the capital program (the ACP) is up \$310 or 24.4% through September 2021. 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 vs Actual



The adopted 2021 Capital Budget was \$611 million. Amendments through September 2021 increased the amended 2021 Capital Budget to \$797 million. Actual 2021 capital expenditures total 77% of the adopted budget and 59% percent of the amended budget. Actual expenditures as a percent of the amended budget were 79% for transit projects, 36% for wastewater projects and 10% for parks projects.

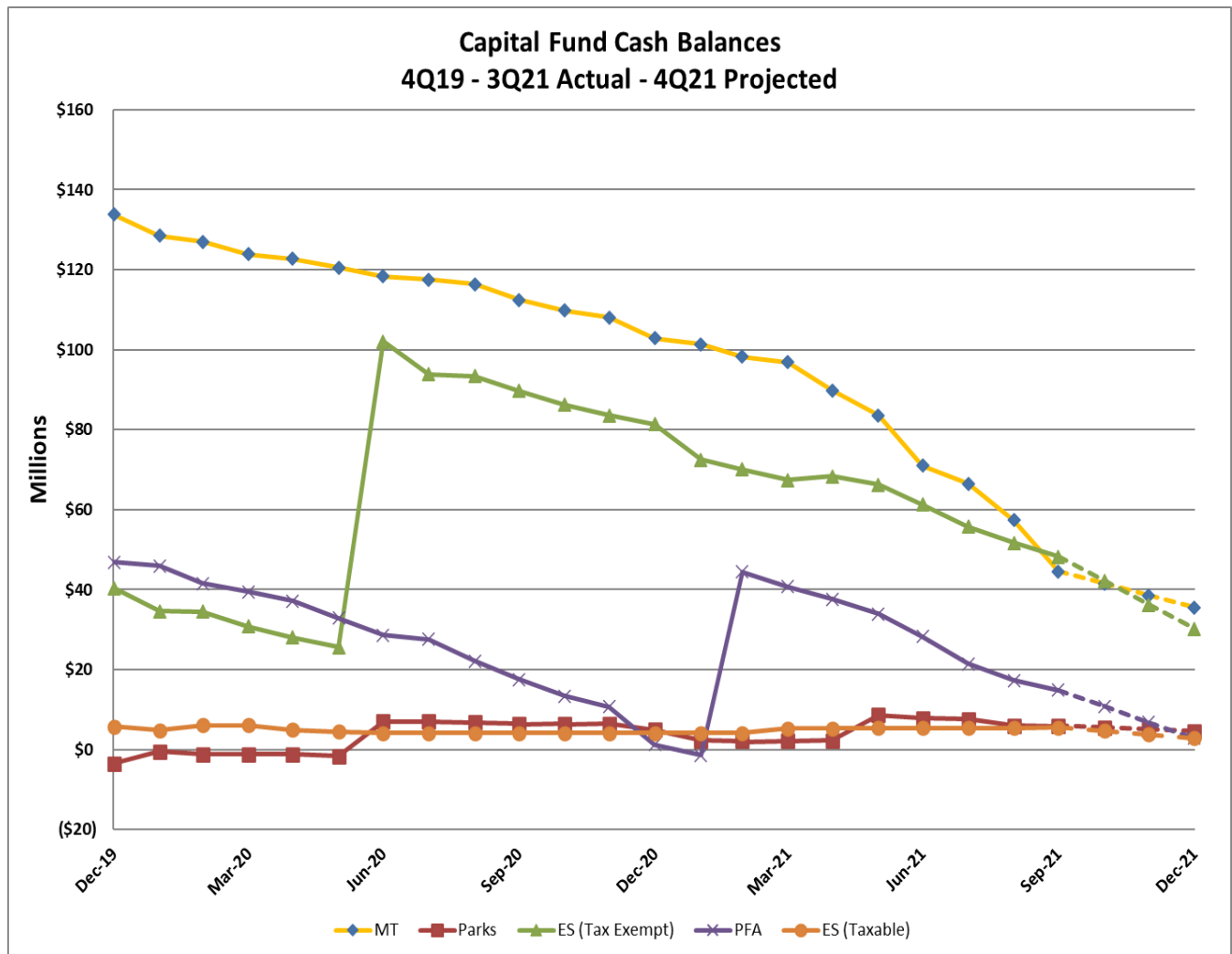
Financial Management Report

CAPITAL FUND CASH BALANCES

The General Obligation capital bond fund spending for Transit (MT) stayed mostly flat compared with the previous quarter, with an average spend of \$8.8M per month for 3Q21. This brings their year-to-date monthly spending average to \$6.5M. Environmental Services (ES) General Obligation capital bond fund spending increased slightly from the previous quarter, to average just over \$4M per month for 3Q21, bringing their year-to-date monthly spending average to \$3.6M. The 2021A PFA loan closed in January of 2021 and has had an average draw of \$4.4M per month for 3Q21.

The \$6M of 2021 Parks bonds, together with remaining balances from prior bonds, are expected to be spent within 12-18 months. There was \$1.8M spent during the quarter.

We realized significant future interest costs savings by refunding bonds in 2020 and 2021 and we continue to monitor the debt portfolio for future refunding opportunities.



STATEMENT OF REVENUES AND EXPENSES
General Fund
September 30, 2021
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Property Taxes	7,980,779	15,308,979	15,308,979	-
Investment Earnings	454,342	605,789	561,222	44,567
Chargebacks - MAC	144,416	192,555	-	192,555
Other Revenue	833,297	1,000,000	305,000	695,000
Total Revenues	9,412,834	17,107,323	16,175,201	932,122
<u>EXPENSES</u>				
Salary and Benefits	34,295,885	52,385,792	52,914,941	529,149
Consulting & Contractual Services	12,791,233	25,248,968	25,948,968	700,000
Rent & Utilities	4,260,930	5,925,556	5,925,556	-
Printing	1,319	20,000	56,035	36,035
Travel & Professional Development	194,456	350,000	907,200	557,200
Insurance	428,568	600,000	48,000	(552,000)
Other Operating Expense	2,174,521	2,104,520	3,504,520	1,400,000
Total Expenses	54,146,912	86,634,836	89,305,220	2,670,384
<u>TRANSFERS</u>				
Transfer In	48,808,596	76,336,276	76,336,276	-
Transfer Out	(2,543,152)	(6,722,214)	(6,722,214)	-
Total Transfers	46,265,444	69,614,062	69,614,062	-
Change in Reserve Balance	1,531,366	86,549	(3,515,957)	3,602,506
Beginning Fund Balance		25,498,754		
Assigned/Committed		(5,387,500)		
Ending Unassigned Reserve Balance		20,197,803		
2021 Target Balance (10%)		8,930,522		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Municipal Wastewater Charges	180,256,500	240,342,000	240,342,000	-
Industrial Charges	10,013,728	15,506,000	15,506,000	-
State Appropriations Revenue	758,733	1,786,000	1,326,031	459,969
Investment Earnings	196,443	250,000	1,250,000	(1,000,000)
Other Revenue	(870,917)	827,526	499,000	328,526
Total Revenues	190,354,487	258,711,526	258,923,031	(211,505)
<u>EXPENSES</u>				
Salary and Benefits	48,796,892	72,599,661	74,179,547	1,579,886
Consulting & Contractual Services	12,299,368	18,518,886	19,184,669	665,783
Rent & Utilities	14,023,394	19,453,802	18,543,372	(910,430)
Travel	179,386	412,929	563,355	150,426
Materials & Supplies	8,532,614	11,978,328	9,409,858	(2,568,470)
Chemicals	6,763,312	9,520,710	9,754,850	234,140
Capital Outlay	1,028,885	1,954,547	1,824,165	(130,382)
I&I, Storm water, CWF, WOMP Grant Expens	284,211	292,104	66,000	(226,104)
Other Operating Expense	805,941	1,134,233	3,308,010	2,173,777
Total Expenses	92,714,003	135,865,200	136,833,826	968,626
<u>TRANSFERS</u>				
SAC Transfer	43,380,750	57,841,000	57,841,000	-
Transfers In	168,971	200,000	200,000	-
Transfer - OPEB	4,000,000	4,000,000	4,000,000	-
Debt Service	(117,750,000)	(157,000,000)	(157,000,000)	-
Transfer Out - RA Expense Allocation	(11,521,825)	(17,750,923)	(18,491,456)	740,533
Transfers Out	(8,900,658.00)	(11,668,000)	(11,668,000)	-
Total Transfers	(90,622,762)	(124,377,923)	(125,118,456)	740,533
Change in Reserve Balance	7,017,722	(1,531,597)	(3,029,251)	1,497,654
Beginning Reserve Balance		31,575,410		
Ending Unassigned Reserve Balance		<u>30,043,813</u>		*
2021 Target Balance (10%)		13,683,383		

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

STATEMENT OF REVENUES AND EXPENSES
Housing and Redevelopment Authority (HRA)
September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>					
Federal Revenue	58,458,417	77,131,172	78,147,000	(1,015,828)	53,201,017
State Revenue	1,395,547	1,479,782	1,880,000	(400,218)	1,312,031
Investment Earnings	(34,859)	(50,402)	-	(50,402)	
Other Revenue	2,714,739	3,696,429	3,465,475	230,954	
Total Revenues	62,533,844	82,256,981	83,492,475	(1,235,494)	54,513,048
<u>EXPENSES</u>					
Salary and Benefits	3,121,277	4,679,941	4,879,832	199,891	
Consulting & Contractual Services	638,275	890,410	1,087,000	196,590	
Rent & Utilities	103,940	141,587	141,587	-	
Housing Expenses	55,421,691	74,425,386	77,350,500	2,925,114	54,351,211
Travel	9,265	12,353	67,000	54,647	
Insurance	104,900	106,000	90,000	(16,000)	
Other Operating Expense	379,764	573,903	673,730	99,827	-
Total Expenses	59,779,112	80,829,580	84,289,649	3,460,069	54,351,211
<u>TRANSFERS</u>					
Transfer Out - RA Expense Allocation	(715,140)	(1,206,962)	(1,206,962)	-	-
Transfer In - Allocation	-	-	150,000	(150,000)	-
Total Transfers	(715,140)	(1,206,962)	(1,056,962)	(150,000)	-
Change in Reserve Balance	2,039,592	220,439	(1,854,136)	2,074,575	161,837
Beginning Reserve Balance:					
Operating		12,999,038			
Federal Passthrough (HAP Assistance)		1,915,630			
Total Beginning Balance		14,914,668			
Change in Reserve Balance:					
Total Change in Reserve Balance		220,439			
Ending Reserve Balance		15,135,107			
2021 Target Balance (8.3%)		7,083,769			

STATEMENT OF REVENUES AND EXPENSES

Metro Transit - Bus Operations

September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	15,191,417	21,475,689	26,102,805	(4,627,116)
Auxiliary Transit Revenue	1,048,949	1,418,480	2,520,000	(1,101,520)
State Appropriations	125,000	250,000	250,000	-
State Revenue - MVST	123,884,620	165,179,491	165,179,491	-
Federal Grants	5,989,052	13,040,678	14,000,000	(959,322)
Investment Earnings	511,637	732,183	50,000	682,183
Other Revenue			5,341,109	(5,341,109)
Total Revenues	146,750,675	202,096,521	213,443,405	(11,346,884)
<u>EXPENSES</u>				
Salary and Benefits	176,328,068	251,455,859	272,795,749	21,339,890
Consulting & Contractual Services	6,485,932	13,221,851	15,324,302	2,102,451
Fuel	7,588,518	11,489,289	14,056,603	2,567,314
Materials & Supplies	15,035,736	21,549,404	22,587,088	1,037,684
Utilities	2,402,079	3,202,772	3,328,889	126,117
Other Operating Expense	4,984,845	1,225,162	5,630,783	4,405,621
Total Expenses	212,825,178	302,144,337	333,723,414	31,579,077
<u>TRANSFERS</u>				
Transfer In - Transit Allocations	10,512,357	14,048,972	14,720,924	(671,952)
Transfer Out - RA Expense Allocation	(28,455,779)	(43,278,168)	(43,278,168)	-
Total Transfers	(17,943,422)	(29,229,196)	(28,557,244)	(671,952)
Change in Reserve Balance	(84,017,925)	(129,277,012)	(148,837,253)	19,560,241
Beginning Reserve Balance		185,114,849		
Ending Reserve Balance		55,837,837		*
2021 Target Balance (8.3 - 12.5%)		30,069,295		

* Includes TOD fund balance of \$1.034M

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Light Rail Operations
September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	4,957,678	7,344,984	10,027,535	(2,682,551)
Auxiliary Transit Revenue	343,544	458,060	850,000	(391,940)
State Revenue - GF Appropriation	21,182,311	28,243,081	28,243,081	-
Local Revenue *	20,599,857	28,596,617	28,596,617	-
Investment Earnings	-	12,498	50,000	(37,502)
Other Revenue	7,613,144	15,820,271	18,388,422	(2,568,151)
Total Revenues	54,696,534	80,475,511	86,155,655	(5,680,144)
<u>EXPENSES</u>				
Salary and Benefits	34,847,791	48,478,104	54,446,363	5,968,259
Consulting & Contractual Services	1,764,910	2,287,918	3,079,344	791,426
Fuel	22,167	29,556	47,508	17,952
Materials & Supplies	3,813,821	5,453,855	5,858,534	404,679
Utilities	4,501,988	6,502,654	6,004,067	(498,587)
Other Operating Expense *	1,152,017	1,535,847	52,607	(1,483,240)
Total Expenses	46,102,694	64,287,934	69,488,423	5,200,489
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(9,675,204)	(14,005,275)	(14,520,925)	515,650
Transfer Out - RA Expense Allocation	(2,880,855)	(3,923,883)	(3,923,883)	-
Total Transfers	(12,556,059)	(17,929,158)	(18,444,808)	515,650
Change in Reserve Balance	(3,962,219)	(1,741,581)	(1,777,576)	35,995
Beginning Reserve Balance		11,248,255		
Ending Reserve Balance		9,506,674		
2021 Target Balance (8.3 - 12.5%)		7,298,458		

* includes refunds to funding partners

STATEMENT OF REVENUES AND EXPENSES
Metro Transit - Commuter Rail Operations
September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	100,793	129,371	402,627	(273,256)
State Revenue - MVST	2,697,138	4,286,275	4,286,275	-
Local Revenue - Counties / MNDOT *	3,732,291	3,915,009	4,286,275	(371,266)
Investment Earnings	15,554	625,244	2,438,765	(1,813,521)
Total Revenues	6,545,776	8,955,899	11,413,942	(2,458,043)
<u>EXPENSES</u>				
Salary and Benefits	2,134,734	2,969,523	4,551,686	1,582,163
Consulting & Contractual Services	287,114	1,278,848	2,949,690	1,670,842
Fuel	319,970	430,855	460,457	29,602
Materials & Supplies	245,153	435,131	563,035	127,904
Utilities	340,903	481,038	400,000	(81,038)
Other Operating Expense	1,850,503	2,462,710	1,865,149	(597,561)
Total Expenses	5,178,377	8,058,105	10,790,017	2,731,912
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(427,524)	(205,576)	(200,000)	(5,576)
Transfer Out - RA Expense Allocation	(415,356)	(600,861)	(600,864)	3
Total Transfers	(842,880)	(806,437)	(800,864)	(5,573)
Change in Reserve Balance	524,519	91,357	(176,939)	268,296
Beginning Reserve Balance		7,788,169		
Ending Reserve Balance		7,879,526		
2021 Target Balance (8.3 - 12.5%)		962,043		

* includes refunds to funding partners

STATEMENT OF REVENUES AND EXPENSES
MTS -Transportation Planning
September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	3,715,360.00	6,302,236	6,302,236	-
State Revenue - MVST	1,158,621.00	1,544,828	1,544,828	-
Investment Earnings	17,883.00	23,903	-	23,903
Chargebacks from MAC	89,276.00	132,000	132,000	-
Total Revenues	4,981,140	8,002,967	7,979,064	23,903
<u>EXPENSES</u>				
Salary and Benefits	2,146,333	3,208,914	3,473,798	264,884
Consulting & Contractual Services	1,011,585	3,522,898	4,110,138	587,240
Rent & Utilities	112,833	151,135	151,135	-
Travel	3,448	5,000	55,000	50,000
Other Operating Expense	90,146	164,960	195,800	30,840
Total Expenses	3,364,345	7,052,907	7,985,871	932,964
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,487,596)	(2,402,472)	(2,402,472)	-
Total Transfers	(1,487,596)	(2,402,472)	(2,402,472)	-
Change in Reserve Balance	129,199	(1,452,412)	(2,409,279)	956,867
Beginning Reserve Balance		8,278,660		
Ending Reserve Balance		6,826,248		
2021 Target Balance (Combined 15%, 31.5% TP Fund)		3,272,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Metro Mobility
September 30, 2021
Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenue	4,481,431	6,081,027	5,773,000	308,027
Federal Revenue	1,710,800	1,710,800	1,710,800	-
State Appropriations	49,187,000	63,291,000	63,291,000	-
Investment Earnings	124,875	170,580	-	170,580
Total Revenues	55,504,106	71,253,407	70,774,800	478,607
<u>EXPENSES</u>				
Salary and Benefits	1,550,080.00	2,309,198	2,365,839	56,641
Consulting & Contractual Services	55,305,072.00	75,415,416	78,614,036	3,198,620
Fuel	4,886,863.00	7,436,863	8,618,107	1,181,244
Rent & Utilities	69,779.00	93,039	126,491	33,452
Other Operating Expense	192,285.00	585,020	731,380	146,360
Total Expenses	62,004,079	85,839,536	90,455,853	4,616,317
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,833,378)	(2,977,858)	(2,977,858)	-
Total Transfers	(1,833,378)	(2,977,858)	(2,977,858)	-
Change in Reserve Balance	(8,333,351)	(17,563,987)	(22,658,911)	5,094,924
Beginning Reserve Balance - Regular Operations		38,946,071		
Ending Reserve Balance		21,382,084		
2021 Target Balance (10%)		9,343,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Contracted Service
September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	857,510	1,142,878	991,171	151,707
Federal Revenue	2,464,553	3,338,435	2,338,435	1,000,000
State Revenue - MVST	12,351,932	15,953,138	16,953,138	(1,000,000)
Investment Earnings	55,092	82,638	-	82,638
Total Revenues	15,729,087	20,517,089	20,282,744	234,345
<u>EXPENSES</u>				
Salary and Benefits	618,945.00	920,528	916,776	(3,752)
Consulting & Contractual Services	17,901,762.00	24,240,886	25,060,730	819,844
Rent & Utilities	41,059.00	54,746	109,669	54,923
Travel			12,500	12,500
Other Operating Expense	54,704.00	144,277	244,660	100,383
Total Expenses	18,616,470	25,360,437	26,344,335	983,898
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(648,530)	(1,047,634)	(1,047,634)	-
Total Transfers	(648,530)	(1,047,634)	(1,047,634)	-
Change in Reserve Balance	(3,535,913)	(5,890,982)	(7,109,225)	1,218,243
Beginning Reserve Balance		23,245,112		
Ending Reserve Balance		17,354,130		
2021 Target Balance (Combined 15%, 10% Cont Svc Funds)		2,739,000		

STATEMENT OF REVENUES AND EXPENSES
MTS - Federal Pass Through
September 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	157,533	10,971,310	10,971,310	-
Total Revenues	157,533	10,971,310	10,971,310	-
<u>EXPENSES</u>				
Grants	157,553	10,971,310	10,971,310	-
Total Expenses	157,553	10,971,310	10,971,310	-

MTS - Passthrough

Revenues and expenses are forecasted to come in on budget by year end. The Q2 amendment added \$9,956,310 in CRRSAA Federal Relief funding to be passed through to regional providers via grant agreements.