

Management Committee

Meeting date: February 10, 2021

For the Metropolitan Council meeting of February 24, 2021

Subject: 2021 February 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 authorizes the 2021 Unified Budget as amended and in accordance with the attached tables.

Background

This budget amendment is for changes in the drawdown schedule of the CARES Act funding and carry forward items that were authorized in the 2020 budget but not expended in 2020. This amendment uses those available reserve to fund the 2021 expenses.

These proposed amendments were reviewed and approved by the Transportation Committee on February 8, 2021.

Operating Component of the 2021 Unified Budget

Regional Administration

Change in Revenues: \$1,123,000 Expenditures: \$1,123,000 Reserves: \$0

Council-wide IS Capital Outlays Carry Forward

- \$675,000 Enterprise Building Access System Replacement
- \$448,000 VMWare server refresh

Funding for these activities will come from Metro Transit share coming from their capital account and the remaining amount from the operational funds of the divisions. There is sufficient general fund year-end 2020 reserves available above target reserve balances to fund these expenses.

Change in Revenues: \$412,300 Expenditures: \$412,300 Reserves: \$0

This amendment recognizes four IS positions; one 2-year temporary and three permanent FTEs. They include a Technical Support Specialist supporting Environmental Services, a Project Manager to support FTA compliance requirements, and two staff members to support the Business Process Systems Integration (BPSI) project. This will increase the salaries and benefits expense in the IS budget by \$412,300 and will be supported by an increase in the Interdivisional Cost Allocation of \$412,300 to the divisional budgets. The additional cost for the operating divisions for those positions will be absorbed within their existing budget.

Transportation Division

Metro Transit

Change in Revenues: (\$132,325,000); Expenditures: \$1,950,000; Reserves: (\$134,275,000)

This amendment reduces CARES Act funds (\$39,844,000) and increases use of reserves (\$39,844,000). CARES Act funds were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the bus operating reserves. Bus Operating Reserves will therefore be used in the 2021 Operating Budget.

This amendment also reduces MVST (Motor Vehicle Sales Tax) revenues (\$94,250,000) and increases the use of reserves by the same amount. Metro Transit would plan to use these funds in the Capital Program for bus, light rail and commuter rail for required maintenance to its vehicles and support facility assets.

This amendment also recognizes a federal 2021 Pathway to Policing Reimbursement Grants Award. The Metro Transit Police Department submitted a grant application in July 2020. We recently received notification of a \$49,000 award with no local match requirement. The award will be used to supplement the salary and training of two Community Service Officers (CSO).

This amendment recognizes a pass-through grant to Ramsey County in the amount for the Rush Line FTA TOD (Transit Oriented Development) Pilot Program grant. This project will enhance land use around stations, improve multi-modal access to jobs and affordable housing, and turn this multijurisdictional transit investment into a catalyst for economic growth and resiliency. This includes \$1,250,000 in FTA funding and a \$479,000 local match for a total project of \$1,729,000.

This amendment also recognizes a carry forward from 2020 for two contracts with remaining balances, Title VI Service Analysis Master Contract (\$154,000) and Scheduling Support Master Contract (\$17,000).

Metropolitan Transportation Services

Change in Revenues Change in Revenues: \$(4,977,000); Expenditures: \$0 Reserves: \$4,977,000

Metro Mobility Operating:

This amendment will authorize \$1,710,000 of unprogrammed CARES Act funds into the Metro Mobility 2021 Operating Budget and reduces the use of reserves by the same amount. This amendment also reduces CARES Act revenues of \$6,688,000 that were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the MTS operating reserves and increases the use of reserves in 2021 by the same amount.

Change in Revenues: \$(2,558,000); Expenditures: \$0 Reserves: \$2,558,000

Transit Link:

This amendment also reduces the use of CARES Act funds in 2021 and increases the use of reserves. CARES Act funds of \$2,558,000 were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the MTS operating reserves.

Change in Revenues: \$(1,623,000); Expenditures: \$0 Reserves: \$1,623,000

Fixed Route Operating:

This amendment also reduces the use of CARES Act funds in 2021 and increases the use of reserves. CARES Act funds of \$1,623,000 were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the MTS operating reserves.

Capital Component of the 2021 Unified Budget

Transportation

Metro Transit will use an additional \$94,250,000 in MVST in the capital budget for bus, light rail and commuter rail for required maintenance to its vehicles and support facility assets.

Change in Authorized Capital Program (ACP): \$94,250,000

Additions: \$94,250,000

Reductions \$0

Change in Capital Improvement Plan (CIP): \$0

Additions: \$0

Reductions: \$0

Change in Capital Program (ACP+CIP): \$94,250,000

Change in 2021 Capital Budget: \$70,000,000

Rationale

The proposed amendment programs available federal, state, other, and regional funds to the Unified Budget to allow the Council to carry out its work plan and its long-term capital program.

Thrive Lens Analysis

Stewardship

- This budget amendment demonstrates commitment toward asset preservation and also supports the Thrive outcomes of stewardship by assessing the future needs, responsible planning and management of resources for Metro Transit and Metropolitan Transportation Services. This amendment provides funding for deferred maintenance that has been deferred due to the lack of funding and absence of a funding source.

Prosperity

- The budget amendment adds funding that reflects strategic investment in regional infrastructure that will promote economic competitiveness and create prosperity for the region. This amendment provides immediate cash flow funding to projects that have been deferred which will allow these projects to be completed earlier and maintain a state of good repair which will in turn contribute towards the economic recovery in the region.

Equity

- This budget amendment provides an additional \$94.250M of funding towards required deferred maintenance and will provide additional opportunity for contracting with Disadvantaged Businesses. This amendment also provides ADA Improvements to both Customer and Support Facilities.

Funding

The operating budget amendment is funded with end of year 2020 available reserves.

The capital budget amendment is funded with federal and regional bond proceeds.

The following table summarizes the regional transit bonding authority committed to authorized projects.

The remaining authority will be committed to planned projects in future amendments.

Fiscal Impact

The operating budget amendment shifts \$350,000 in expenses from 2020 to 2021. The proposed amendments have no impact on regional taxpayers beyond those presented in the 2021 Unified Budget.

The capital budget has no impact on regional taxpayers.

Known Support / Opposition

None

Attachments

Table 2: 2021 Summary Budget – Amended February 24, 2021

Table 3: 2021 Operations Budget – Amended February 24, 2021

Table A-1: 2021 Regional Administration Operating Budget – Amended February 24, 2021

Table C-1: 2021 Transportation Operating Budget – Amended February 24, 2021

Table Appendix E: 2021 Operating Capital – Amended February 24, 2021

Table 9: 2021 Transportation Capital Program – Amended February 24, 2021

Transportation Committee Business Item – February 8, 2021



**METROPOLITAN COUNCIL
SUMMARY BUDGET
OPERATIONS, PASS-THROUGH AND DEBT SERVICE
FY2021**

TABLE 2

(\$ in 000s)

	Council Operations	Pass-through Grants & Loans	Debt Service Funds	Other Post Employment Benefits (OPEB)	Total
Revenues					
Property Tax	16,139	17,668	54,932	-	88,739
Federal Revenues	61,233	73,565	-	-	134,798
State Revenues	274,115	49,575	-	-	323,690
Local Revenues	33,342	-	-	-	33,342
Municipal Wastewater Charges	138,350	-	101,992	-	240,342
Industrial Wastewater Charges	14,839	-	667	-	15,506
Passenger Fares, Contract & Special Events	46,668	-	-	-	46,668
Investment Earnings	1,911	-	235	17,984	20,130
Other Revenues	7,851	-	-	-	7,851
Total Revenues	594,448	140,808	157,826	17,984	911,066
Other Sources					
MVST Transfers In	19,351	-	-	-	19,351
SAC Transfers In	7,500	-	50,341	-	57,841
Total Other Sources	26,851	-	50,341	-	77,192
Total Revenues and Other Sources	621,299	140,808	208,167	17,984	988,258
Expenses					
Salaries & Benefits	476,104	-	-	-	476,104
OPEB Benefit Payments	-	-	-	13,663	13,663
Consulting & Contractual Services	68,550	-	-	-	68,550
Materials & Supplies	39,540	-	-	-	39,540
Fuel	23,459	-	-	-	23,459
Chemicals	9,756	-	-	-	9,756
Rent & Utilities	34,955	-	-	-	34,955
Printing	790	-	-	-	790
Travel	2,149	-	-	-	2,149
Insurance	7,085	-	-	-	7,085
Transit Programs	101,244	-	-	-	101,244
Operating Capital	2,192	-	-	-	2,192
Governmental Grants	3,636	-	-	-	3,636
Other Expenses	7,850	-	-	-	7,850
Passthrough Grants & Loans	1,729	156,912	-	-	158,641
Debt Service Obligations	-	-	205,354	-	205,354
Total Expenses	779,039	156,912	205,354	13,663	1,154,968
Other Sources and (Uses)					
Net Interbudget Transfers	(1,000)	1,105	4,000	(4,000)	105
Transfer to Capital	(11,000)	-	-	-	(11,000)
Total Other Sources and (Uses)	(12,000)	1,105	4,000	(4,000)	(10,895)
Total Expenses and Other Sources and (Uses)	791,039	155,807	201,354	17,663	1,165,863
Change in Fund Balance	(169,740)	(14,999)	6,813	321	(177,605)



METROPOLITAN COUNCIL

SUMMARY BUDGET OPERATIONS BY FUND FY2021

Table 3

(\$ in 000's)

	General Fund			Transportation										Transportation Total	Memo Total	
	Regional Administration	Community Development	General Fund Total	Metropolitan Transportation Services					Metro Transit							
				HRA & FAHP	Environmental Services	Metro Mobility	Contracted Services	Transportation Planning	MTS Total	Bus	Light Rail	Commuter Rail	Metro Transit Total			
Revenues:																
Property Tax	3,934	11,375	15,309	830	-	-	-	-	-	-	-	-	-	-	-	16,139
Federal Revenues	-	-	-	5,597	-	1,711	887	6,302	8,900	25,736	18,397	2,603	46,736	55,636	61,233	61,233
State Revenues	-	-	-	125	1,326	63,291	18,405	1,545	83,241	156,079	29,058	4,286	189,423	272,664	274,115	
Local Revenues	-	-	-	-	-	-	-	132	132	470	28,289	4,451	33,210	33,342	33,342	
Municipal Wastewater Charges	-	-	-	-	138,350	-	-	-	-	-	-	-	-	-	-	138,350
Industrial Wastewater Charges	-	-	-	-	14,839	-	-	-	-	-	-	-	-	-	-	14,839
Passenger Fares	-	-	-	-	-	5,773	991	-	6,764	27,503	10,428	403	38,334	45,098	45,098	
Contract & Special Event Revenues	-	-	-	-	-	-	-	-	-	1,120	450	-	1,570	1,570	1,570	
Investment Earnings	561	-	561	-	1,250	-	-	-	-	50	50	-	100	100	1,911	
Other Revenues	200	105	305	2,635	499	-	-	-	-	3,282	1,130	-	4,412	4,412	7,851	
Total Revenues	4,695	11,480	16,175	9,187	156,264	70,775	20,283	7,979	99,037	214,240	87,802	11,743	313,785	412,822	594,448	
Expenses:																
Salaries & Benefits	44,835	6,070	50,905	4,715	72,357	2,286	886	3,356	6,528	288,325	48,346	4,928	341,599	348,127	476,104	
Consulting & Contractual Services	21,943	2,406	24,349	1,844	17,796	1,947	444	4,103	6,494	11,117	3,914	3,036	18,067	24,561	68,550	
Material & Supplies	534	6	540	47	9,294	485	140	25	650	22,587	5,859	563	29,009	29,659	39,540	
Fuel	-	-	-	-	276	8,618	-	-	8,618	14,057	48	460	14,565	23,183	23,459	
Chemicals	-	-	-	-	9,755	-	-	-	-	1	-	-	1	1	9,756	
Rent & Utilities	5,765	161	5,926	141	18,543	126	110	151	387	3,537	6,012	409	9,958	10,345	34,955	
Printing	36	20	56	5	29	35	5	7	47	652	-	1	653	700	790	
Travel	757	152	909	67	563	30	12	55	97	382	109	22	513	610	2,149	
Insurance	48	-	48	90	1,730	-	-	-	-	3,824	(315)	1,708	5,217	5,217	7,085	
Transit Programs	-	-	-	-	-	76,632	24,612	-	101,244	-	-	-	-	101,244	101,244	
Operating Capital	560	79	639	60	1,251	130	38	74	242	-	-	-	-	242	2,192	
Governmental Grants	-	1,400	1,400	-	66	-	-	-	-	2,170	-	-	2,170	2,170	3,636	
Pass-Through Grants	-	-	-	-	-	-	-	-	-	1,729	-	-	1,729	1,729	1,729	
Other Expenses	656	268	924	1,050	5,335	87	66	97	250	487	250	(446)	291	541	7,850	
Total Expenses	75,134	10,562	85,696	8,019	136,995	90,376	26,313	7,868	124,557	348,868	64,223	10,681	423,772	548,329	779,039	
Other Sources and (Uses):																
Interdivisional Cost Allocation	74,573	(2,136)	72,437	(1,182)	(18,129)	(2,926)	(1,030)	(2,362)	(6,318)	(42,366)	(3,841)	(601)	(46,808)	(53,126)	-	
Modal Allocation	-	-	-	-	-	-	-	-	-	14,721	(14,521)	(200)	-	-	-	
A-87 Allocation	-	-	-	-	-	-	-	-	-	5,478	(5,217)	(261)	-	-	-	
MVST Transfers In	-	-	-	-	-	-	-	-	-	19,351	-	-	19,351	19,351	19,351	
Transfer from SAC	-	-	-	-	7,500	-	-	-	-	-	-	-	-	-	7,500	
Transfer To Passthrough	-	(1,000)	(1,000)	-	-	-	-	-	-	-	-	-	-	-	(1,000)	
Transfer To Capital	-	-	-	-	(11,000)	-	-	-	-	-	-	-	-	-	(11,000)	
Net Operating Transfers	(200)	-	(200)	150	200	-	-	-	-	(150)	-	-	(150)	(150)	-	
Net Other Sources and (Uses)	74,373	(3,136)	71,237	(1,032)	(21,429)	(2,926)	(1,030)	(2,362)	(6,318)	(2,966)	(23,579)	(1,062)	(27,607)	(33,925)	14,851	
Change in Fund Balance	3,934	(2,218)	1,716	136	(2,160)	(22,527)	(7,060)	(2,251)	(31,838)	(137,594)	-	-	(137,594)	(169,432)	(169,740)	



METROPOLITAN COUNCIL SUMMARY BUDGET REGIONAL ADMINISTRATION FY21

(\$ IN 000's)

Table A-1

	Reg Admin & Chair's Office	General Counsel	Government Affairs	Equal Opportunity	Program Evaluation & Audit	Communications	Enterprise Content Mgmt	Human Resources	Information Services	Finance & Budget	Contracts & Procurements	Risk Management	RA Org Wide	Memo Total
Revenues:														
Net Property Tax	-	-	-	-	-	-	-	-	-	-	-	-	3,934	3,934
Investment Earnings	-	-	-	-	-	-	-	-	-	561	-	-	-	561
Other Revenues	-	-	-	-	-	-	-	-	-	-	-	-	200	200
Total Revenues	-	-	-	-	-	-	-	-	-	561	-	-	4,134	4,695
Expenses:														
Salaries & Benefits	1,308	1,451	328	2,161	1,084	2,479	1,317	7,013	16,673	6,451	3,306	1,814	(550)	44,835
Consulting & Contractual Services	70	665	285	130	121	90	136	2,130	17,384	920	-	12	-	21,943
Materials & Supplies	-	6	-	6	8	-	1	137	256	94	24	2	-	534
Rent & Utilities	59	88	31	28	49	129	49	145	4,754	290	94	49	-	5,765
Printing	1	-	-	2	-	17	-	12	-	4	-	-	-	36
Travel	48	4	20	21	20	15	10	243	196	134	36	10	-	757
Insurance	-	-	-	-	-	-	-	-	-	-	-	48	-	48
Operating Capital	47	14	5	21	16	29	16	87	209	69	32	15	-	560
Other Expenses	33	65	-	38	7	72	-	230	12	185	-	14	-	656
Total Expenses	1,566	2,293	669	2,407	1,305	2,831	1,529	9,997	39,484	8,147	3,492	1,964	(550)	75,134
Other Sources and (Uses):														
Interdivisional Cost Allocation MCES	439	506	187	619	94	602	255	1,382	9,910	2,914	1,279	75	(133)	18,129
Interdivisional Cost Allocation MT	814	1,591	348	1,714	1,145	280	1,229	8,289	24,691	3,335	1,833	1,887	(348)	46,808
Interdivisional Cost Allocation MTS	125	57	54	37	66	1,148	15	123	3,752	601	380	1	(41)	6,318
Interdivisional Cost Allocation CD	94	86	40	37	-	719	15	123	661	379	-	1	(19)	2,136
Interdivisional Cost Allocation HRA	94	53	40	-	-	82	15	80	470	357	-	-	(9)	1,182
Transfer to ES Operations	-	-	-	-	-	-	-	-	-	-	-	-	(200)	(200)
Transfer to Passthrough	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Operating Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Other Sources and (Uses)	1,566	2,293	669	2,407	1,305	2,831	1,529	9,997	39,484	7,586	3,492	1,964	(750)	74,373
Change in Fund Balance	-	-	-	-	-	-	-	-	-	-	-	-	3,934	3,934



**METROPOLITAN COUNCIL
SUMMARY BUDGET
TRANSPORTATION DIVISION
FY21**

Table C-1

(\$ in 000s)

	Metro Mobility	Transit Link	Fixed Route	Transportation Planning	Total Metropolitan Transportation Services	Bus	Light Rail	Commuter Rail	Transit Capital Funded	Total Metro Transit	Total Operating	Debt Service	Suburban Transit Providers Pass-Through	Highway Right of Way Pass-Through	Memo Total	MVST Reserves
Revenues:																
Motor Vehicle Sales Tax	-	3,668	14,737	1,545	19,950	155,829	-	-	-	155,829	175,779	-	38,680	-	214,459	14,212
State Appropriations	63,291	-	-	-	63,291	-	28,243	3,596	815	32,654	95,945	-	-	-	95,945	-
Other State Revenues	-	-	-	-	-	-	-	690	-	690	690	-	-	-	690	-
Total State Revenues	63,291	3,668	14,737	1,545	83,241	155,829	28,243	4,286	815	189,173	272,414	-	38,680	-	311,094	14,212
Net Property Tax	-	-	-	-	-	-	-	-	-	-	-	53,132	-	-	53,132	-
Federal Revenues	1,711	797	90	6,302	8,900	5,299	18,388	2,439	20,610	46,736	55,636	-	1,015	-	56,651	-
Local Revenues	-	-	-	132	132	470	27,466	4,286	988	33,210	33,342	-	-	-	33,342	-
Passenger Fares	5,773	441	550	-	6,764	27,503	10,428	403	-	38,334	45,098	-	-	-	45,098	-
Contract & Special Event Revenues	-	-	-	-	-	1,120	450	-	-	1,570	1,570	-	-	-	1,570	-
Investment Earnings	-	-	-	-	-	50	50	-	-	100	100	180	-	-	280	-
Other Revenues	-	-	-	-	-	3,282	1,130	-	-	4,412	4,412	-	-	-	4,412	-
Total Other Revenues	7,484	1,238	640	6,434	15,796	37,724	57,912	7,128	21,598	124,362	140,158	53,312	1,015	-	194,485	-
Total Revenues	70,775	4,906	15,377	7,979	99,037	193,553	86,155	11,414	22,413	313,535	412,572	53,312	39,695	-	505,579	14,212
Expenses:																
Salaries & Benefits	2,286	248	638	3,356	6,528	270,630	47,628	4,715	18,626	341,599	348,127	-	-	-	348,127	-
Consulting & Contractual Services	1,947	215	229	4,103	6,494	11,117	3,079	2,949	922	18,067	24,561	-	-	-	24,561	-
Materials & Supplies	485	85	55	25	650	22,587	5,859	563	-	29,009	29,659	-	-	-	29,659	-
Fuel	8,618	-	-	-	8,618	14,057	48	460	-	14,565	23,183	-	-	-	23,183	-
Chemicals	-	-	-	-	-	1	-	-	-	1	1	-	-	-	1	-
Rent & Utilities	126	35	75	151	387	3,537	6,012	409	-	9,958	10,345	-	-	-	10,345	-
Printing	35	5	-	7	47	652	-	1	-	653	700	-	-	-	700	-
Travel	30	5	7	55	97	382	109	22	-	513	610	-	-	-	610	-
Insurance	-	-	-	-	-	3,824	(315)	1,708	-	5,217	5,217	-	-	-	5,217	-
Transit Programs	76,632	7,124	17,488	-	101,244	-	-	-	-	-	101,244	-	-	-	101,244	-
Operating Capital	130	-	38	74	242	-	-	-	-	-	242	-	-	-	242	-
Governmental Grants	-	-	-	-	-	2,170	-	-	-	2,170	2,170	-	-	-	2,170	-
Other Expenses	87	10	56	97	250	487	250	(446)	-	291	541	-	-	-	541	-
Passthrough Grants	-	-	-	-	-	1,729	-	-	-	1,729	1,729	-	39,800	-	41,529	-
Debt Service Obligations	-	-	-	-	-	-	-	-	-	-	-	39,244	-	-	39,244	-
Total Expenses	90,376	7,727	18,586	7,868	124,557	331,173	62,670	10,381	19,548	423,772	548,329	39,244	39,800	-	627,373	-
Other Sources and (Uses):																
Interdivisional Cost Allocation	(2,885)	(263)	(767)	(2,362)	(6,277)	(42,166)	(3,841)	(601)	-	(46,608)	(52,885)	-	-	-	(52,885)	-
Modal Allocation	-	-	-	-	-	14,721	(14,521)	(200)	-	-	-	-	-	-	-	-
A-87 Cost Allocation	-	-	-	-	-	8,220	(5,123)	(232)	(2,865)	-	-	-	-	-	-	-
MVST Transfers In	-	-	-	-	-	19,351	-	-	-	19,351	19,351	-	105	-	19,456	(19,351)
Transfers From Other Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers To Operating Capital	-	-	-	-	-	(150)	-	-	-	(150)	(150)	-	-	-	(150)	-
Net Other Sources and (Uses)	(2,885)	(263)	(767)	(2,362)	(6,277)	(24)	(23,485)	(1,033)	(2,865)	(27,407)	(33,684)	-	105	-	(33,579)	(19,351)
Change in Fund Balance	(22,486)	(3,084)	(3,976)	(2,251)	(31,797)	(137,644)	-	-	-	(137,644)	(169,441)	14,068	-	-	(155,373)	(5,139)

Appendix E
(\$ in 000s)

	Capital Outlay	Rent	Total
SOURCES OF FUNDS			
Environmental Services	1,468	363	1,831
Metro Transit Bus (Metro Transit Capital Budget)	2,272	-	2,272
Blue Line (Metro Transit Capital Budget)	157	-	157
Green Line (Metro Transit Capital Budget)	111	-	111
Northstar Commuter Rail (Metro Transit Capital Budget)	18	-	18
Metropolitan Transportation Services	394	293	687
Housing & Redevelopment Authority	72	139	211
Community Development	92	161	253
Regional Administration	627	1,489	2,116
Transfers From Building Fund 257	4	-	4
TOTAL SOURCES OF FUNDS	5,215	2,445	7,660
USES OF FUNDS			
REGIONAL ADMINISTRATION			
Desktop Replacement	89	-	89
Laptop Replacement	44	-	44
Printer Replacement	3	-	3
Monitor Refresh	38	-	38
iPhones and iPads	22	-	22
Small standard hardware/software (RA/CD/MTS)	125	-	125
Subtotal Regional Administration	321	-	321
ENTERPRISE CAPITAL PROJECTS			
Server Refresh	411	-	411
Network	733	-	733
Telephone/Mobile Devices/Video Conferencing Impr	267	-	267
Security Improvements: Network Monitor	108	-	108
Enterprise/CD Projects: SharePoint, Project Server, SQL full test cluster, Application extender, Business Intelligence/Data Integration, Yearly Microsoft Office True Up	300	-	300
Web technology	25	-	25
Emerging Technologies	75	-	75
Storage New	50	-	50
Telephone/Video Conf - New	120	-	120
Application performance: Citrix, Netscalers, AppXtender, Cloud Solutions	200	-	200
Hyper V Appliances	160	-	160
Enterprise Building Access System Replacement	675	-	675
VMWare server refresh	448	-	448
CAMPS	1,322	-	1,322
Subtotal Enterprise Capital Projects	4,894	-	3,771
ROBERT STREET BUILDING FUND			
Consulting & Contractual Services	-	573	573
Materials & Supplies	-	196	196
Rent & Utilities	-	645	645
Other Expenses	-	1,031	1,031
Subtotal Robert St. Building Fund	-	2,445	2,445
TOTAL USES OF FUNDS	5,215	2,445	6,537
CHANGE IN FUND BALANCE	-	-	1,123
TOTAL CAPITAL OUTLAY	5,215		6,537
LESS: DIRECTLY CHARGED TO CAPITAL PROGRAM	(3,212)		(2,558)
NET OPERATING BUDGET EXPENDITURES	2,003		3,979

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2021 Current	Changes	2021 Amended	2021	2022	2023	2024	2025	2026	Total	
METRO TRANSIT											
Fleet Modernization											
Big Buses	213,593	1,000	214,593	11,543	88,166	120,939	92,527	60,912	62,304	436,390	650,983
Bus Tire Leasing	21,167	-	21,167	3,071	3,154	3,299	3,453	3,578	3,753	20,309	41,476
Commuter Rail Projects	2,250	-	2,250	-	-	1,750	1,750	-	1,250	4,750	7,000
Light Rail Vehicles	31,024	-	31,024	14,788	10,373	3,850	2,350	-	-	31,361	62,385
Non-Revenue Vehicles	130	-	130	2,658	263	198	147	140	80	3,486	3,616
Other Capital Equipment	-	-	-	-	60	-	-	-	-	60	60
TOTAL Fleet Modernization	268,165	1,000	269,165	32,061	102,016	130,036	100,227	64,630	67,387	496,356	765,521
Support Facilities											
Bus System Customer Facility	-	-	-	550	1,000	1,750	1,000	1,000	1,000	6,300	6,300
Commuter Rail Projects	2,700	-	2,700	-	-	300	-	-	-	300	3,000
Heywood Garage	148,420	-	148,420	6,000	-	-	-	-	-	6,000	154,420
Light Rail Projects	950	14,155	15,105	200	-	350	350	-	-	900	16,005
Metro Blue Line (Hiawatha Corridor)	-	-	-	125	-	-	-	-	-	125	125
Metro Green Line (Central Corridor)	-	-	-	150	-	500	-	-	-	650	650
Police Facility	27,500	-	27,500	-	-	-	-	-	-	-	27,500
Support Facility	100,138	1,465	101,603	16,608	9,019	5,481	4,845	3,111	3,996	43,059	144,662
TOTAL Support Facilities	279,709	15,620	295,329	23,633	10,019	8,381	6,195	4,111	4,996	57,334	352,663
Customer Facilities											
Bus System Customer Facility	61,604	1,250	62,854	3,163	2,611	4,221	3,431	2,892	3,052	19,369	82,223
Customer Facilities Rail	6,800	-	6,800	250	-	-	-	-	-	250	7,050
Support Facility	-	-	-	100	100	100	100	100	100	600	600
Transitways	1,300	-	1,300	250	250	250	250	250	250	1,500	2,800
TOTAL Customer Facilities	69,704	1,250	70,954	3,763	2,961	4,571	3,781	3,242	3,402	21,719	92,673
Technology Improvements											
Light Rail Vehicles	1,400	-	1,400	-	-	-	-	-	-	-	1,400
Metro Blue Line (Hiawatha Corridor)	609	-	609	300	300	300	300	300	300	1,800	2,409
Technology Investments	45,518	5,435	50,953	10,009	14,788	6,691	7,717	6,823	7,436	53,464	104,416
TOTAL Technology Improvements	47,527	5,435	52,962	10,309	15,088	6,991	8,017	7,123	7,736	55,264	108,226
Other Capital Equipment											
Light Rail Vehicles	2,921	2,300	5,221	-	-	-	-	-	-	-	5,221
Northstar Commuter Rail	350	-	350	-	-	-	-	-	-	-	350
Other Capital Equipment	63,658	-	63,658	4,664	6,960	6,793	5,758	4,973	4,508	33,655	97,313
Repairs, Equipment and Technology	390	-	390	-	-	300	-	-	-	300	690
TOTAL Other Capital Equipment	67,319	2,300	69,619	4,664	6,960	7,093	5,758	4,973	4,508	33,955	103,574
Transitways - Non New Starts											
Arterial Bus Rapid Transit (ABRT)	117,673	-	117,673	25,610	9,950	8,700	150	150	150	44,710	162,383
Commuter Rail Projects	2,214	-	2,214	500	500	500	500	500	500	3,000	5,214
Highway Bus Rapid Transit (HBRT)	255,540	-	255,540	300,000	50,000	50,000	14,215	-	-	414,215	669,755
Light Rail Projects	127,800	68,645	196,445	3,050	500	5,450	824	7,432	941	18,197	214,642
Metro Blue Line (Hiawatha Corridor)	7,450	-	7,450	20,600	15,350	100	100	100	100	36,350	43,800
Metro Green Line (Central Corridor)	-	-	-	250	-	-	467	-	-	717	717
Other Capital Equipment	217	-	217	-	-	-	-	-	-	-	217
TOTAL Transitways - Non New Starts	510,894	68,645	579,539	350,010	76,300	64,750	16,256	8,182	1,691	517,189	1,096,728
Federal New Starts Rail Projects											
Metro Blue Line (Bottineau Boulevard)	196,113	-	196,113	1,409,707	-	-	-	-	-	1,409,707	1,605,820

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2021 Current	Changes	2021 Amended	2021	2022	2023	2024	2025	2026	Total	
Metro Blue Line (Hiawatha Corridor)	831	-	831	274	282	291	299	308	318	1,772	2,603
Metro Green Line (Central Corridor)	41,900	-	41,900	-	-	-	-	-	-	-	41,900
Metro Green Line (Southwest Corridor)	2,002,906	-	2,002,906	994,138	-	-	-	-	-	994,138	2,997,044
Northstar Commuter Rail	10,327	-	10,327	-	-	-	-	-	-	-	10,327
TOTAL Federal New Starts Rail Projects	2,252,077	-	2,252,077	2,404,119	282	291	299	308	318	2,405,617	4,657,694
Total METRO TRANSIT Capital Program	3,495,394	94,250	3,589,644	2,828,560	213,625	222,112	140,532	92,568	90,038	3,587,434	7,177,078

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2021 Current	Changes	2021 Amended	2021	2022	2023	2024	2025	2026	Total	
METROPOLITAN TRANSPORTATION SERVICES											
Fleet Modernization											
Big Buses	78,575	-	78,575	19,618	11,250	12,014	27,063	41,474	37,035	148,455	227,030
Non-Revenue Vehicles	136	-	136	100	100	100	100	100	100	600	736
Repairs, Equipment and Technology	7,554	-	7,554	3,000	3,000	3,000	3,000	3,000	3,000	18,000	25,554
Small Buses	57,858	-	57,858	11,712	16,278	14,484	22,468	16,111	47,871	128,925	186,782
TOTAL Fleet Modernization	144,122	-	144,122	34,431	30,628	29,597	52,632	60,686	88,006	295,980	440,102
Support Facilities											
Support Facility	-	-	-	3,500	-	-	-	-	-	3,500	3,500
TOTAL Support Facilities	-	-	-	3,500	-	-	-	-	-	3,500	3,500
Technology Improvements											
Repairs, Equipment and Technology	-	-	-	845	929	1,017	1,110	1,207	1,310	6,419	6,419
Technology Investments	16,266	-	16,266	5,930	6,609	5,809	5,309	10,667	12,570	46,894	63,160
TOTAL Technology Improvements	16,266	-	16,266	6,775	7,538	6,826	6,419	11,875	13,879	53,313	69,579
Other Regional Providers - Non Fleet											
Maple Grove Transit	2,731	-	2,731	328	335	343	350	358	366	2,080	4,811
Minnesota Valley Transit Authority	10,454	-	10,454	1,654	1,690	1,727	1,765	1,804	1,844	10,485	20,939
Plymouth Transit	4,786	-	4,786	321	328	336	343	351	358	2,038	6,823
SouthWest Transit	2,013	-	2,013	683	698	713	729	745	761	4,328	6,340
University of Minnesota Transit	850	-	850	2,231	300	307	313	320	327	3,798	4,648
TOTAL Other Regional Providers - Non Fleet	20,833	-	20,833	5,217	3,352	3,425	3,501	3,578	3,656	22,729	43,562
Transitways - Non New Starts											
Transitways	8,068	-	8,068	-	-	-	-	-	-	-	8,068
TOTAL Transitways - Non New Starts	8,068	-	8,068	-	-	-	-	-	-	-	8,068
Total MTS Capital Program	189,290	-	189,290	49,923	41,518	39,849	62,551	76,138	105,542	375,521	564,812
COMBINED											
Fleet Modernization	412,287	1,000	413,287	66,492	132,644	159,633	152,858	125,315	155,393	792,336	1,205,623
Support Facilities	279,709	15,620	295,329	27,133	10,019	8,381	6,195	4,111	4,996	60,834	356,163
Customer Facilities	69,704	1,250	70,954	3,763	2,961	4,571	3,781	3,242	3,402	21,719	92,673
Technology Improvements	63,793	5,435	69,228	17,084	22,626	13,817	14,436	18,998	21,615	108,576	177,805
Other Regional Providers - Non Fleet	20,833	-	20,833	5,217	3,352	3,425	3,501	3,578	3,656	22,729	43,562
Other Capital Equipment	67,319	2,300	69,619	4,664	6,960	7,093	5,758	4,973	4,508	33,955	103,574
Transitways - Non New Starts	518,962	68,645	587,607	350,010	76,300	64,750	16,256	8,182	1,691	517,189	1,104,796
Federal New Starts Rail Projects	2,252,077	-	2,252,077	2,404,119	282	291	299	308	318	2,405,617	4,657,694
TOTAL TRANSPORTATION	3,684,684	94,250	3,778,934	2,878,483	255,143	261,961	203,083	168,705	195,580	3,962,955	7,741,889

Transportation Committee

Meeting date: February 8, 2021

Management Committee date: February 10, 2021

For the Metropolitan Council meeting of February 24, 2021

Subject: 2021 Budget Amendment – February Budget Amendment

District(s), Member(s): All

Policy/Legal Reference: 2021 Unified Budget; Mn Statutes Section 473.13, Subd. 1 – Council Budget Requirements

Staff Prepared/Presented: Nick Thompson, Director, MTS 651-602-1754; Wes Kooistra, General Manager, Metro Transit 612-349-7510; Edwin D. Petrie, Director of Finance, Metro Transit 612-349-7624; Heather Aagesen-Huebner, Director of Finance and Administration, MTS 651-602-1728; Nick Hendrikson, Budget Manager, MTS 651-602-1340.

Division/Department: Transportation / Metropolitan Transportation Services

Proposed Action

That the Metropolitan Council authorizes the 2021 Unified Budget as indicated and in accordance with the attached tables.

Background

That the Metropolitan Council amend the 2021 Unified Budget – Capital Program (annual appropriation) and Authorized Capital Program (multi-year authorization) as indicated and in accordance with the Capital Program – Attachment #1 (Program Level).

That the Metropolitan Council amend the 2021 Unified Budget – Operating Budget as indicated and in accordance with the spreadsheet in Operating Budget – Attachment #2.

Capital Program – Attachment #3 (Project Level) is included for reference and informational purposes only.

Capital Program:

Metro Transit

Administrative Adjustments / Reallocating Existing Funding:

New Minneapolis Bus Garage – Project #62312

Renewable Energy Initiatives – Project #69216

This administrative adjustment transfers (\$1,357,471) in Federal Funding and (\$339,365.29) in RTC Funding from The New Minneapolis Bus Garage, project 62312, to the Renewable Energy Initiatives Project 69216. These projects are identified in the CIP.

Closing Projects / Reallocate Authorized Funding: - None

Authorize New Projects, Increase Authorization and Reduce Authorization:

Bus and Rail Capital Maintenance Requirements

This amendment provides \$94,250,000 in MVST funding for bus and rail capital maintenance requirements to maintain its vehicles and support facility assets in a state of good repair based on a condition assessment performed on the Metro

Transit assets for reporting to the FTA. These projects have been deferred due to the absence of a funding source. These funds will be included in the following projects:

Bus Capital Maintenance Requirements:

M21020	Security and Safety Camera Preservation	\$245,000
68800e	TransitMaster Mobile HW Replace/Migration	\$1,390,000
M21018	Real Time Sign & Annunciator Replacement Parts & Equipment	\$500,000
M21008	Support Facilities Electrical Switchgear Replacements	\$3,005,000
M21019	RTS Transit Technology Systems	\$1,710,000
New	Bus Repair Associated Capital Maintenance - MVST	\$1,000,000
M21005	Support Facilities HVAC Rebuild- (Nic/South)	\$7,550,000
New 21/26	Campus Camera System Replacement	\$440,000
M20004	ADA Improvements to Support Facilities	\$600,000
M21016	ADA Improvements to Customer Facilities	\$1,250,000
63800e	Heywood Office Building System Replacement	\$1,465,000
Bus Total:		\$19,155,000

Rail Capital Maintenance Requirements:

M21031	Special trackwork Replacements	\$10,250,000
NEW	Green Line Floating Slab Track	\$ 2,300,000
M20028/M20027	LRT Blue State of Good Repair Phase 3	\$55,745,000
NR-MT-17-010	LRT O&M Roof Replacement	\$3,000,000
M21029	LRT Green Line Axel Counter Placement	\$2,650,000
68717e	LRT-Blue – Replace Station Variable Message Signs	\$1,150,000
Rail Total		\$75,095,000

Total Bus and Rail Capital Maintenance Requirements:	\$94,250,000
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Metropolitan Transportation Services

Administrative Adjustments / Reallocating Existing Funding: None

Closing Projects / Reallocate Authorized Funding: None

Authorize New Projects, Increase Authorization and Reduce Authorization: None

Changes to Current Year Expenditures:

Based on projected expenditures for the proposed amendments, the 2021 capital budget is proposed to increase by \$70,000,000 for Metro Transit and \$0 for Metropolitan Transportation Services.

Operating Budget:

Metro Transit

Change in Revenues: (\$132,325,274); Expenditures: \$1,950,354; Reserves: (\$134,275,628)

- A. This amendment reduces CARES Funds by (\$39,844,926) and increases use of reserves by (\$39,844,926). CARES Funds were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the bus operating reserves. Bus Operating Reserves will therefore be used in the 2021 Operating Budget.

- B. This amendment reduces MVST (Motor Vehicle Sales Tax) revenues by (\$94,250,000). Metro Transit would plan to use these funds in the Capital Program for Bus, Light Rail and Commuter Rail to maintain its vehicles and support facility assets in a state of good repair based on a condition assessment performed on the Metro Transit assets for reporting to the FTA.
- C. 2021 Pathway to Policing Reimbursement Grants Award - The Metro Transit Police Department submitted a Pathway to Policing Reimbursement grant application in July 2020. We recently received notification of our award: \$49,331 with no local match requirement. The award will be used to supplement the salary and training of two Community Service Officers (CSO).
- D. Rush Line BRT/FTA TOD Pilot Grant - This amendment recognizes a pass-through grant to Ramsey County in the amount for the FTA TOD Pilot Program grant. This project will enhance land use around stations, improve multi-modal access to jobs and affordable housing, and turn this multijurisdictional transit investment into a catalyst for economic growth and resiliency. This includes \$1,250,000 in FTA funding and a \$479,321 local match for a total funding package of \$1,729,321. The local cash match of \$312,500 (20%) is from the Ramsey County Regional Rail Authority. The in-kind match of \$166,821 is from Ramsey County Public Works (\$106,553), Maplewood (\$24,000), Vadnais Heights (\$7,500), Metropolitan Council (\$19,768) and Metro Transit (\$9,000).
- E. Service Development - This amendment recognized a carryforward from 2020 for two contracts with remaining balances, Title VI Service Analysis Master Contract \$154,702 and Scheduling Support Master Contract for \$17,000.

Metropolitan Transportation Services

Change in Revenues Change in Revenues: \$(4,977,347); Expenditures: \$0 Reserves: \$4,977,347
Metro Mobility Operating:

The 2021 adopted budget includes \$6,688,147 of Federal Cares Act revenue. This amendment will authorize \$1,710,800 of unprogrammed CARES Funds into the Metro Mobility 2021 Operating Budget. This amendment also reduces CARES Funds and increases use of reserves. CARES Funds were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the MTS operating reserves. \$4.9M in reserves will therefore be used in the 2021 Operating Budget to replace (\$4.9M) in Federal CARES Act Funding that was drawn in 2020.

Change in Revenues: \$(2,558,413); Expenditures: \$0 Reserves: \$2,558,413

Transit Link:

This amendment also reduces CARES Funds and increases use of reserves. CARES Funds were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the MTS operating reserves. \$2.5M in reserves will replace (\$2.5M) in Federal CARES Act Funding.

Change in Revenues: \$(1,623,110); Expenditures: \$0 Reserves: \$1,623,110

Fixed Route Operating:

This amendment also reduces CARES Funds and increases use of reserves. CARES Funds were planned in the 2021 Operating Budget and were actually drawn as of 12/31/2020 and put into the MTS operating reserves. \$1.6M in reserves will replace (\$1.6M) in Federal CARES Act Funding.

Rationale

The proposed amendment programs available federal, state, other, and regional funds to the Unified Budget to allow the Council to carry out its work plan and its long-term capital program.

Thrive Lens Analysis

Stewardship

- This budget amendment demonstrates commitment toward asset preservation and also supports the Thrive outcomes of stewardship by assessing the future needs, responsible planning and management of resources for Metro Transit and Metropolitan Transportation Services. This amendment provides funding for deferred maintenance that has been deferred due to the lack of funding and absence of a funding source.

Prosperity

- The budget amendment adds funding that reflects strategic investment in regional infrastructure that will promote economic competitiveness and create prosperity for the region. This amendment provides immediate cash flow funding to projects that have been deferred which will allow these projects to be completed earlier and maintain a state of good repair which will in turn contribute towards the economic recovery in the region.

Equity

- This budget amendment provides an additional \$94.250M of funding towards deferred maintenance and will provide additional opportunity for contracting with Disadvantaged Businesses. This amendment also provides ADA Improvements to both Customer and Support Facilities.

Funding

Capital Program:

This amendment increases the Transportation Division federal revenues by \$0, increases State revenues by \$94,250,000, increases Other revenues by \$0, and increases RTC revenues by \$0.

Known Support / Opposition

No known opposition.

Attachments:

1. Capital Program – Attachment #1 (Program Level) (Table 9)
2. Operating – Attachment #2 (Table C-1)
3. Capital Program – Attachment #3 (Project Level)