

People

Transportation

Housing

Bikes

Planning

Financial Condition

Future

Bus

Parks

Cars

Sustainability

Efficient

2nd QUARTER FINANCIAL REPORT

Prosperity

Train

Growth

Light Rail

August 25, 2021

Livability

Light Rail

Diversity

Trails

Treatment

Equity

Airplane

Communities

Wastewater & Water

Lakes

Treatment

Regional

Economic

Roads



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OPERATING FUNDS-STATEMENT OF REVENUES & EXPENSES

OPERATING FUNDS
STATEMENT OF REVENUES AND EXPENSES
2021 - Mid-Year 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	925	6%	16,414	16,175	239	125,513	48%	258,681	258,923	(242)	40,459	48%	82,726	83,492	(766)
Expenses	35,946	42%	85,043	85,284	241	57,867	42%	138,005	136,834	(1,171)	39,893	47%	82,338	84,125	1,787
Transfers	30,410	43%	70,824	70,824	0	(62,502)	50%	(124,088)	(124,088)	0	(453)	44%	(1,032)	(1,032)	0
Change in Reserve Balance	(4,611)		2,195	1,715	480	5,144		(3,412)	(1,999)	(1,413)	113		(644)	(1,665)	1,021
Beginning Reserve Balance			25,499					31,575					14,915		
Assigned/Committed			(5,388)												
Ending Reserve Balance			21,781					28,163					14,271		
Target Balance			8,528					13,683					7,068		

	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	99,928	47%	209,025	213,194	(4,169)	38,977	45%	83,463	86,153	(2,690)	4,354	38%	11,149	11,414	(265)
Expenses	141,228	44%	307,610	323,248	15,638	31,179	46%	65,280	67,791	2,511	4,513	43%	9,773	10,613	840
Transfers	(11,860)	43%	(27,175)	(27,445)	270	(8,089)	44%	(18,148)	(18,362)	214	(434)	54%	(738)	(801)	63
Change in Reserve Balance	(53,160)		(125,760)	(137,499)	11,739	(291)		35	0	35	(593)		638	0	638
Beginning Reserve Balance			187,635					13,007					7,543		
Ending Reserve Balance			61,875					13,042					8,181		
Target Balance			29,108					7,151					947		

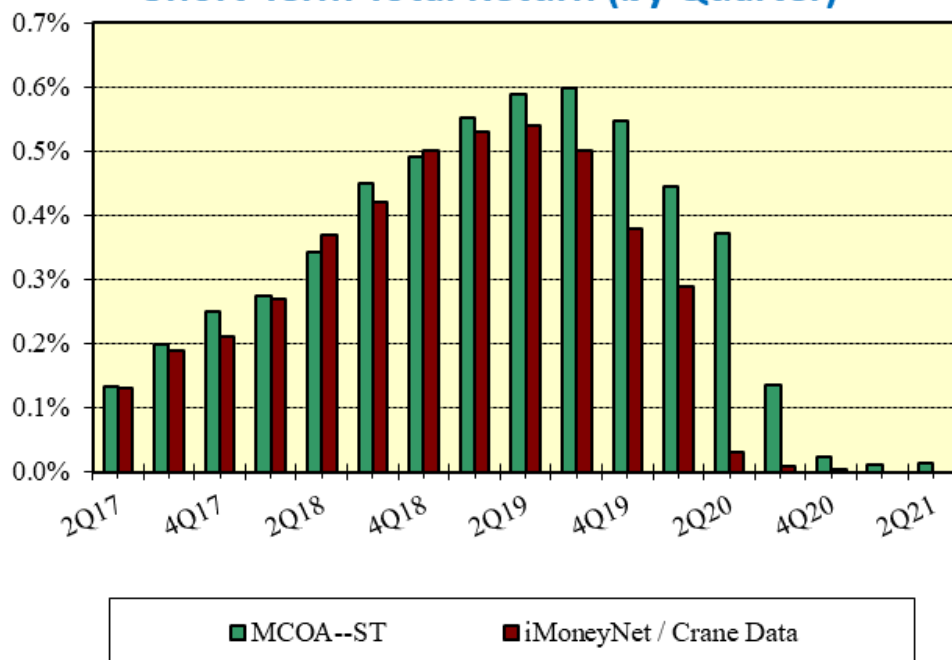
	MTS - Transportation Planning					MTS - Metro Mobility					MTS - Contracted Service				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*	YTD Results	% Budget	Projected Year-End	2021 Budget	Variance*
Revenues	2,939	37%	8,005	7,979	26	39,731	56%	70,937	70,775	162	10,403	51%	20,370	20,283	87
Expenses	1,822	23%	6,976	7,868	892	42,178	47%	87,194	90,376	3,182	12,176	46%	25,313	26,313	1,000
Transfers	(1,028)	44%	(2,362)	(2,362)	0	(1,265)	43%	(2,926)	(2,926)	0	(448)	43%	(1,030)	(1,030)	0
Change in Reserve Balance	89		(1,333)	(2,251)	918	(3,712)		(19,183)	(22,527)	3,344	(2,221)		(5,973)	(7,060)	1,087
Beginning Reserve Balance			8,279					38,946					23,245		
Ending Reserve Balance			6,946					19,763					17,272		
Target Balance			3,222					9,330					2,734		

*Variance = Favorable / (Unfavorable)

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE — SHORT-TERM PORTFOLIO

Short-Term Total Return (by Quarter)



2Q21 Short-Term Portfolio Investment Results

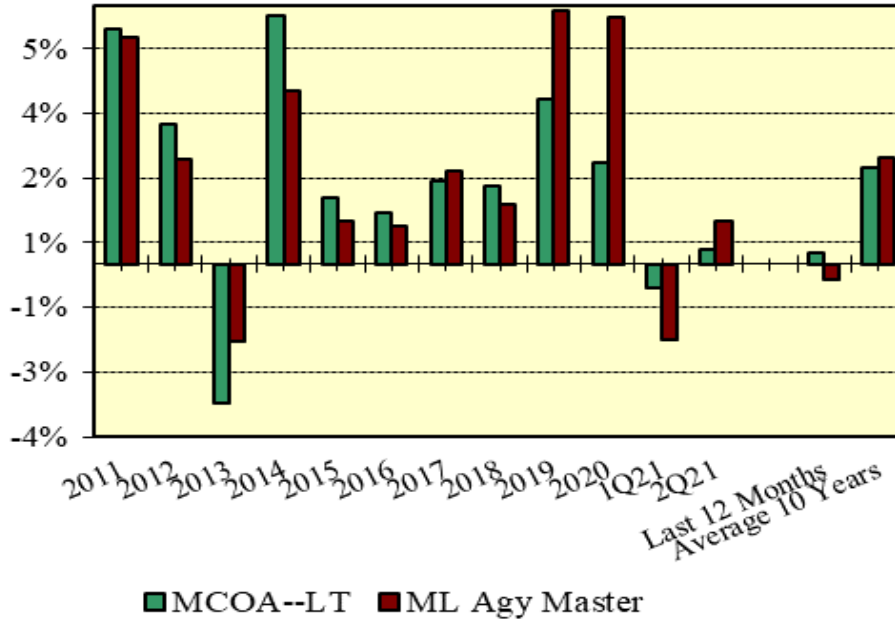
Assets under Management: \$1.08 Billion

The Short-term portfolio outperformed its benchmark during the second quarter with a total return of 0.009%, compared to its benchmark total return of 0.001%. The portfolio has outperformed its benchmark by an average of .04% over the past 12 months. At the end of the second quarter, the \$1.08 billion portfolio was invested in U.S. Treasury Bills (\$325 million, 30%), government money market funds (\$518 million, 48%), and U.S. Government Agency Discount Notes (\$240 million, 22%). The average yield of the portfolio has dropped steadily over the past 12 months and is now at .04%, down from .05% in the previous quarter. Earnings in this portfolio continue to be hurt by extremely low short-term interest rates. The Federal Reserve sets short-term interest rates, and their current target rate is 0%.

Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE — LONG-TERM PORTFOLIO

Total Return Long-Term



2Q21 Long-Term Portfolio Investment Results

Assets under Management: \$477 Million

The Long-term portfolio underperformed its benchmark during the second quarter. Portfolio total return was .343%, compared to its benchmark total return of .997%. The portfolio has outperformed its benchmark by +62 bps over the past 12 months. The portfolio was invested in U.S. Government Agency securities (\$318 million, 67%), municipal bonds (\$56 million, 12%), U.S. Treasury Notes (\$69 million, 14%), government money market funds (\$15 million, 3%), Certificate of Deposits with local community banks (\$18 million, 3%), and less than 1% in mortgage-backed securities.

Underperformance was due to the portfolio having a shorter duration than the benchmark, as interest declined during the quarter the portfolio did not realize as much price appreciation as the longer duration index. Duration at the end of the quarter was 2.37 years compared to 1.99 years last quarter. The benchmark has a duration of 4.00 years, so the portfolio has a defensive position against rising interest rates. The duration of the portfolio was extended slightly during the quarter to take advantage of higher yields available in the 3-7 year area, the steepest part of the yield curve.

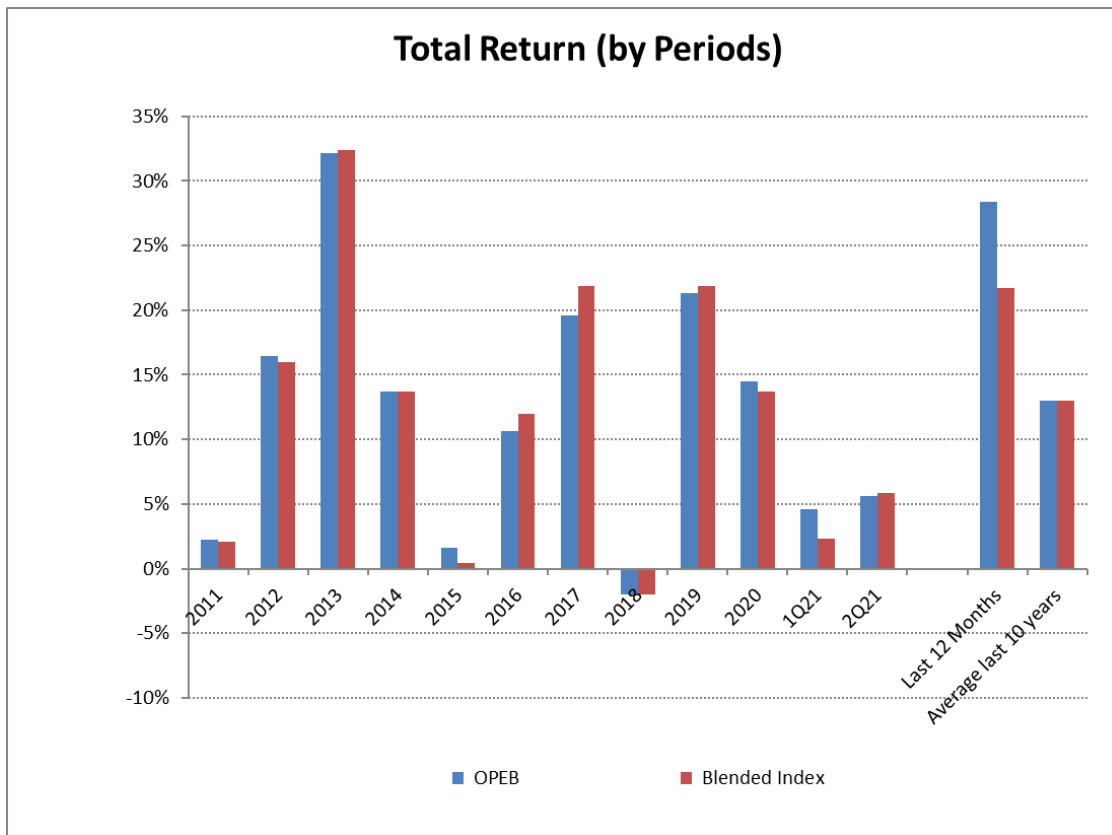
Financial Management Report

METROPOLITAN COUNCIL INVESTMENT PERFORMANCE — OPEB TRUST

Assets under Management: \$348.9 Million

The OPEB Trust continues to be managed by the State Board of Investment with direction from the Council. The OPEB Trust slightly underperformed its benchmark during the quarter, returning 5.61% versus 5.86% for its benchmark. The average annual return is 13.91% over the last five years. The value of the trust increased from \$330.4 to \$348.9 million during the quarter, an increase of \$18.5 million. The trust was invested 64% in an S&P 500 Index pool, 32% in U.S. Treasury and Agency securities, and 4% in a money market pool. This is roughly the same allocation as the end of the first quarter.

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 available in the equity markets over the long run. This exposure may increase volatility and the trust may experience positive and negative movements. The Council may reduce allocation to the equity index pool as OPEB liability funding becomes stronger.



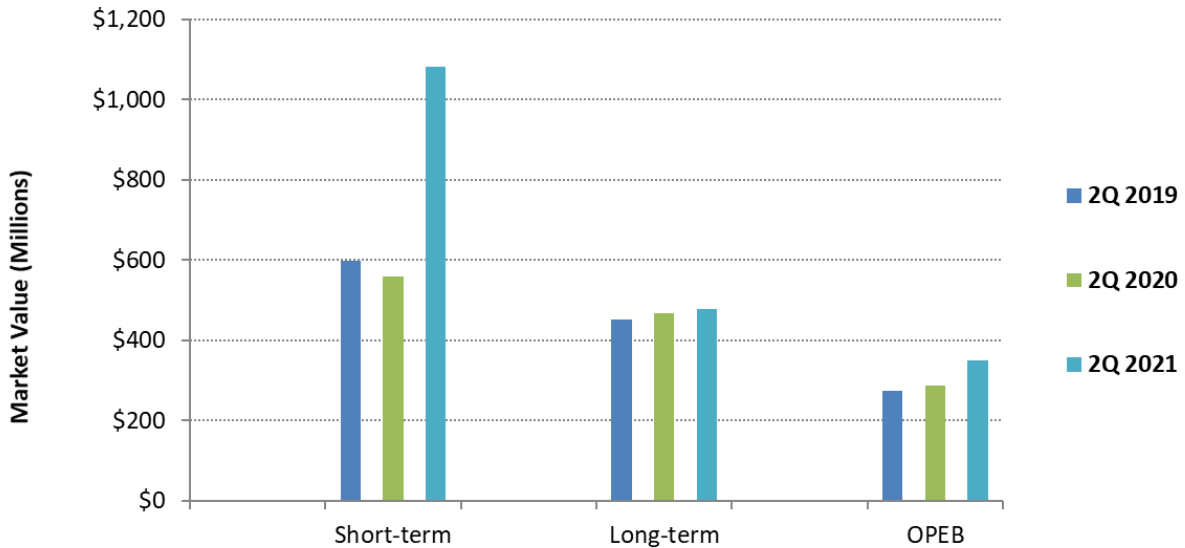
Financial Management Report

INVESTMENT PORTFOLIO BALANCES

Investment Portfolio Balances Market Value (Millions)

	2Q 2019	2Q 2020	2Q 2021
Short-term	\$ 597.5	\$ 558.3	\$ 1,082.8
Long-term	453.1	466.7	477.2
OPEB	274.7	287.8	349.0
Total	<u>1,325.2</u>	<u>1,312.8</u>	<u>1,909.0</u>

Investment Portfolio Balances



Financial Management Report

GENERAL FUND

Unaudited - dollars in thousands

2021 2nd Quarter Financial Report General Fund Unaudited - dollars in thousands

	General Fund				
	2021 YTD		Projected		Variance
	Results	% Budget	Year-End	2021 Budget	
Revenues	925	6%	16,414	16,175	239
Expenses	35,946	42%	85,043	85,284	241
Transfers	30,410	43%	70,824	70,824	0
Change in Reserve Balance	(4,611)		2,195	1,715	480
Beginning Fund Balance			25,499		
Assigned/Committed			(5,388)		
Ending Unassigned Reserve Balance			<u>21,781</u>		
Target Balance (10%)			8,528		

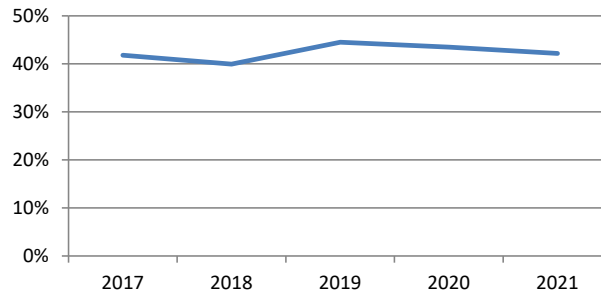
General Fund

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 42% of its annual budgeted operating expenses. Most operating expenses categories are expected to track at or near budget through the year. Expenses do not come in evenly during the year. Currently, the 2020 General Fund budget approved by the Council reflects a \$1.7 million addition of General Fund reserves. This is the mainly due to the property tax for one time targeted initiatives.

The projected year-end available reserve balance is \$21.8 million.

General Fund % of Budget Spent - Mid-Year



Environmental Services

Unaudited - dollars in thousands

2021 2nd Quarter Financial Report Environmental Services Unaudited - dollars in thousands

	Environmental Services				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	125,513	48%	258,681	258,923	(242)
Expenses	57,867	42%	138,005	136,834	(1,171)
Transfers	(62,502)	50%	(124,088)	(124,088)	0
Change in Reserve Balance	5,144		(3,412)	(1,999)	(1,413)
Beginning Reserve Balance			31,575		
Ending Unassigned Reserve Balance			<u>28,163</u>		
Target Balance			13,683		

Environmental Services

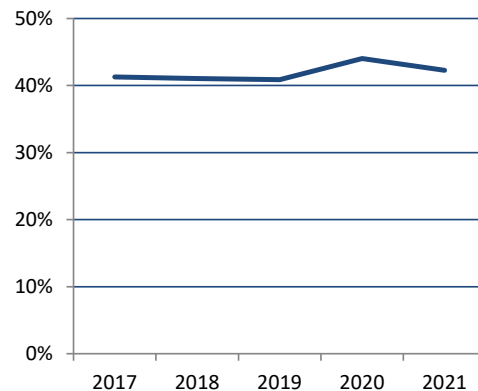
Revenues are expected to be under budget by \$.2M. Environmental Services is projecting to run \$1M under budget in investment earnings, which is driven by lower interest rates impacting our short-term and long-term investments. This is offset by an expected overrun in State Appropriations for \$.5M,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

Operating expenses are expected to be \$1.2M over budget. This is driven by Materials and Supplies which is expected to be \$2.5M over budget due to inflationary trends and material costs. This is offset by an expected \$1.3M underrun in salaries and benefits, which are lower due to higher vacancies, and lower medical costs. Other variances are offsetting, and largely due to line-item shifts within the budget for centralized projects. MCES will submit a budget amendment request after the 3Q forecast if still needed.

Considering the above forecasted variances, operating reserves are projected to decrease by \$3.4M (compared to a \$2M budgeted decrease). The estimated \$3.4M deficit will decrease the operating fund balance to \$28.2M, which is well above the year-end target balance of \$13.7M.

**Please note that budget adjustments for BI 2021-143 will be included in the 3rd quarter forecast*

Environmental Services % of Budget Spent - Mid-Year



Financial Management Report

HOUSING AND REDEVELOPMENT FUND

Unaudited - dollars in thousands

2021 2nd Quarter Financial Report Housing and Redevelopment Fund Unaudited - dollars in thousands

	Housing and Redevelopment Authority				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	40,459	48%	82,726	83,492	(766)
Expenses	39,893	47%	82,338	84,125	1,787
Transfers	(453)	44%	(1,032)	(1,032)	0
Change in Reserve Balance	113		(644)	(1,665)	1,021
Beginning Reserve Balance			14,915		
Ending Reserve Balance			<u>14,271</u>		
Target Balance			7,068		

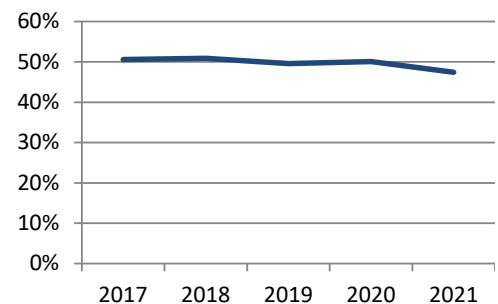
Housing and Redevelopment Authority

HRA revenues are projected to be \$0.8M under budget. The unfavorable variance is from lower federal housing voucher revenue than budgeted (\$1.2M) as result of fewer vouchers issued and slower growth in rental rates. This variance is partially offset by the receipt of service fees for the upcoming Emergency Housing Voucher (EHV) program. This program awarded the HRA 218 additional housing vouchers. EHV revenue will be amended into the budget later in 2021.

Expenses are projected to be favorable to budget by \$1.8M. The primary driver for the favorable variance is lower estimated housing voucher payments (\$1.2M). Decreased contracted service and travel expenses, due to COVID-19, also contribute to the favorable variance. Additional EHV expenses will be amended into the budget later in 2021.

The projected reserve balance for HRA is \$14.3M, which is above the Council's minimum reserve target balance of \$7.1M.

HRA % of Budget Spent - Mid-Year



Financial Management Report

METRO TRANSIT-BUS

Unaudited - dollars in thousands

2021 2nd Quarter Financial Report Metro Transit - Bus Unaudited - dollars in thousands

	Metro Transit - Bus				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	99,928	47%	209,025	213,194	(4,169)
Expenses	141,228	44%	307,610	323,248	15,638
Transfers	(11,860)	43%	(27,175)	(27,445)	270
Change in Reserve Balance	(53,160)		(125,760)	(137,499)	11,739
Beginning Reserve Balance			187,635		
Ending Reserve Balance			<u>61,875</u>		
Target Balance			29,108		

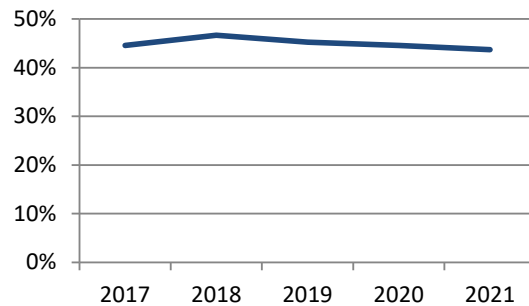
Metro Transit Bus

Passenger fares are expected to be \$3.6M below the revised budget number due to decreased ridership with improvements noted the past couple months. Advertising is expected to be below budget by \$1.6M. Operating expenses are at an amended budget of \$323M and are expected to be below budget by \$15.6M.

These savings are due to reduced service and open operator, mechanic and administration positions. Labor and benefits under budget by \$11.5M. Professional and technical services are expected to be \$2.6M below budget. Fuel savings are expected to be \$1.6M 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 \$137.5M. The current forecast is to use \$125.7M. We plan to amend this in 3rd Quarter with the inclusion of Federal Relief Funds.

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



Financial Management Report

METRO TRANSIT-LIGHT RAIL

Unaudited - dollars in thousands

2021 2nd 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	38,977	45%	83,463	86,153	(2,690)
Expenses	31,179	46%	65,279	67,791	2,512
Transfers	(8,089)	44%	(18,148)	(18,362)	214
Change in Reserve Balance	(291)		36	0	36
Beginning Reserve Balance			13,007		
Ending Reserve Balance			<u>13,043</u>		
Target Balance			7,151		

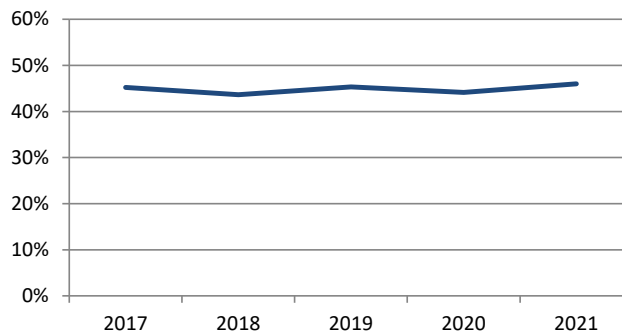
Metro Transit Light Rail

Passenger fares are expected to be down \$2.3M due to ridership with improvements noted the past couple months.

Operating expenses are \$2.5M below the budgeted level: Labor and benefits should be under budget by \$4.073M due to open positions. Materials and supplies are expected to be \$1.2M over budget because of additional delayed maintenance work being completed. Other operating expenses are mostly on budget.

This should result in an addition of \$36K in fund balance. The CY 2021 amended budget for LRT is balanced.

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



Financial Management Report

METRO TRANSIT-COMMUTER RAIL

Unaudited - dollars in thousands

2021 2nd 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	4,354	38%	11,149	11,414	(265)
Expenses	4,513	43%	9,773	10,613	840
Transfers	(434)	54%	(738)	(801)	63
Change in Reserve Balance	(593)		638	0	638
Beginning Reserve Balance			7,543		
Ending Reserve Balance			<u>8,181</u>		
Target Balance			947		

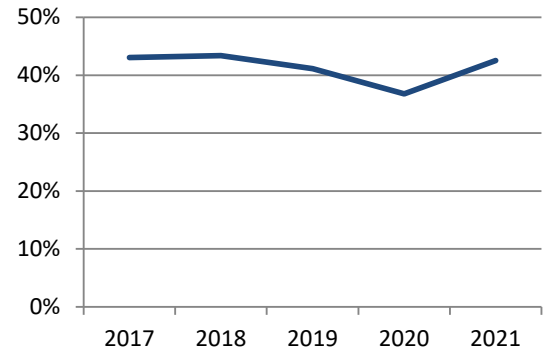
Metro Transit - Commuter Rail

Passenger fares are expected to be \$276K under budget due to decrease in ridership.

Labor and benefits are forecast to be \$1.3M under budget due reduced service. Consulting expenses (which include BNSF services) are expected to be \$242K below budget due to service reductions. Fuel and Utilities and supplies are expected to be close to the budgeted levels.

The result is that Commuter rail will add \$267K to its fund balance, after refunds to funding partners in CY 2021. Commuter Rail has an amended balance budget.

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



Financial Management Report

MTS-Transportation Planning

Unaudited - dollars in thousands

2021 2nd 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	2,939	37%	8,005	7,979	26
Expenses	1,822	23%	6,976	7,868	892
Transfers	(1,028)	44%	(2,362)	(2,362)	0
Change in Reserve Balance	89		(1,333)	(2,251)	918
Beginning Reserve Balance			8,279		
Ending Reserve Balance			<u>6,946</u>		
Target Balance			3,222		

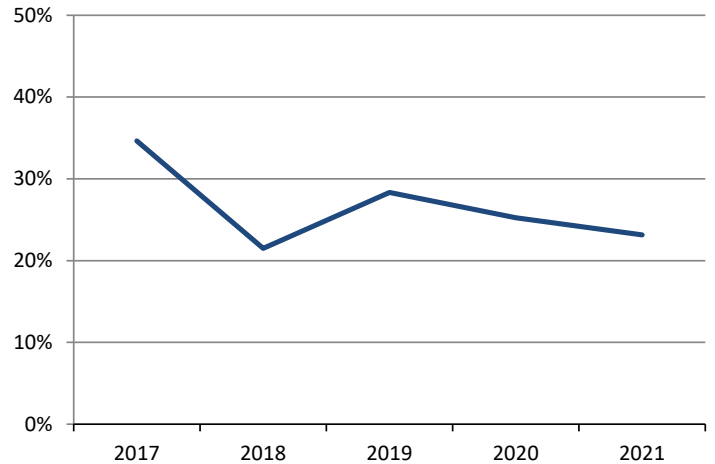
MTS - Transportation Planning

Transportation Planning revenues are projected to be slightly favorable to budget by \$26K as a result of interest earnings.

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

The projected ending reserve balance is \$6.9M for 2021, which is above the Council's minimum reserve target balance of \$3.2M.

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



Financial Management Report

MTS-METRO MOBILITY

Unaudited - dollars in thousands

2021 2nd Quarter Financial Report Metropolitan Transportation Services - Metro Mobility Unaudited - dollars in thousands

	MTS - Metro Mobility				
	2021 YTD		Projected		Variance
	Results	% Budget	Year-End	2021 Budget	
Revenues	39,731	56%	70,937	70,775	162
Expenses	42,178	47%	87,194	90,376	3,182
Transfers	(1,265)	43%	(2,926)	(2,926)	0
Change in Reserve Balance	(3,712)		(19,183)	(22,527)	3,344
Beginning Reserve Balance			38,946		
Ending Reserve Balance			<u>19,763</u>		
Target Balance			9,330		

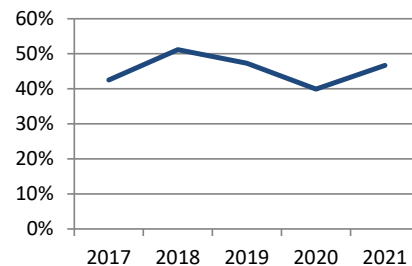
MTS - Metro Mobility

Metro Mobility revenues are projected to be slightly favorable to budget. Passenger fare revenue is projected to be on budget while interest earnings are forecasted to be favorable by \$162K. Additional Federal covid relief revenue will be amended into the Metro Mobility budget later in 2021.

Total expenses for Metro Mobility are projected to come in favorable to budget by about \$3.2M mainly due to lower contracted service and fuel costs than budgeted for the year. Contracted service expenses are favorable to budget as a result of lower supplemental service costs, such as taxi services, than budgeted; demand and agency contract hours are projected to end the year on budget.

The projected ending reserve balance is \$19.8M for 2021, which is above the Council's minimum reserve target balance of \$9.3M.

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



Financial Management Report

MTS-CONTRACTED SERVICES

Unaudited - dollars in thousands

2021 2nd Quarter Financial Report Metropolitan Transportation Services - Contracted Service Unaudited - dollars in thousands

	MTS - Contracted Service				
	2021 YTD Results	% Budget	Projected Year-End	2021 Budget	Variance
Revenues	10,403	51%	20,370	20,283	87
Expenses	12,176	46%	25,313	26,313	1,000
Transfers	(448)	43%	(1,030)	(1,030)	0
Change in Reserve Balance	(2,221)		(5,973)	(7,060)	1,087
Beginning Reserve Balance			23,245		
Ending Reserve Balance			<u>17,272</u>		
Target Balance			2,734		

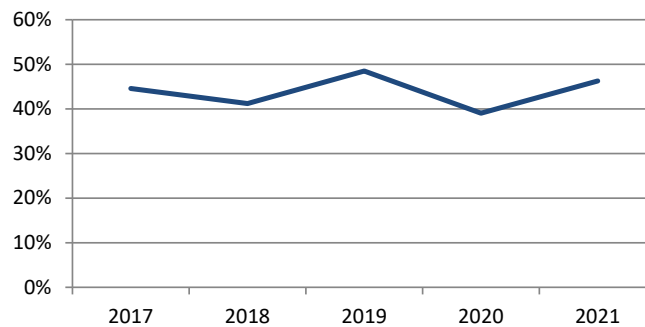
MTS - Contracted Service

Contracted Services revenues are projected to be slightly favorable to budget. Passenger fare revenue is projected to be on budget while interest earnings are forecasted to be favorable by \$87K. Additional Federal covid relief revenue will be amended into the Contracted Services program later in 2021.

Total expenses for Contracted Services are projected to be favorable to budget by \$1.0M. Expense savings in service contracts and fuel are driven by Covid-19. Service levels have been reduced on many routes due to lower than budgeted ridership.

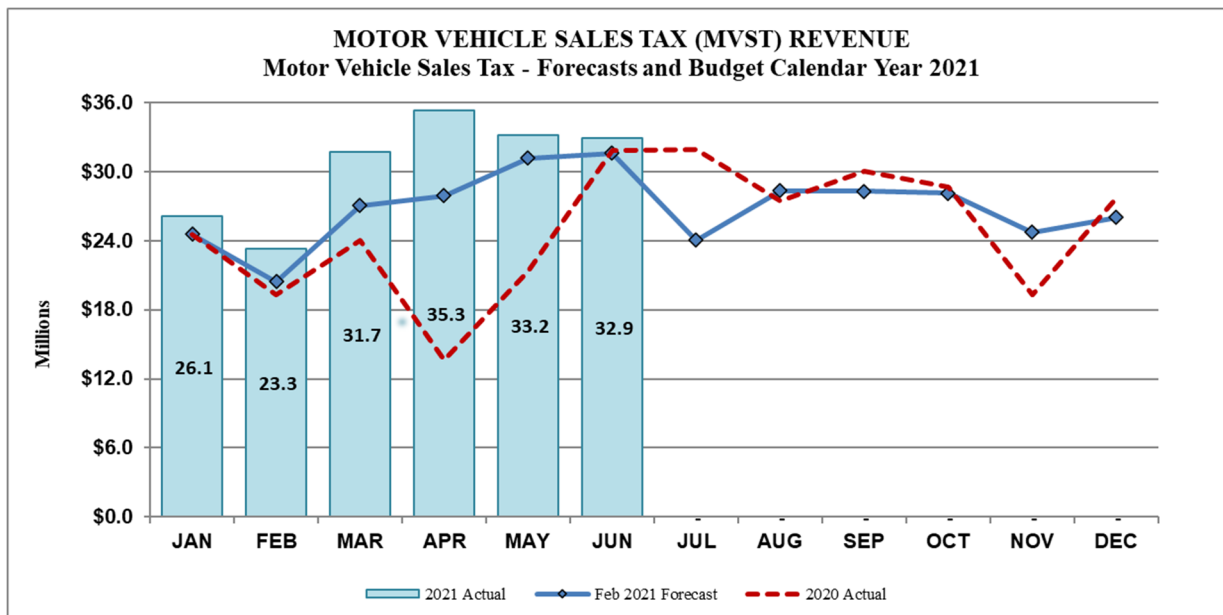
The projected ending reserve balance is \$17.3M for 2021, which is above the Council's minimum reserve target balance of \$2.7M.

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

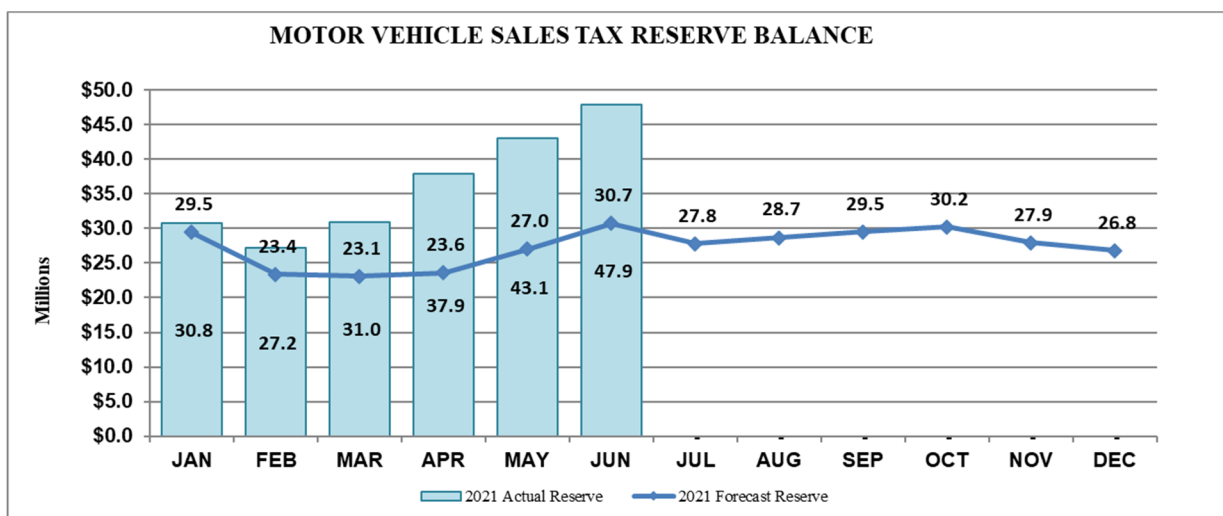


Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES



Motor vehicle sales tax receipts for 2021 thru June totaled around \$182.5 million, 112.2% of February 2021 forecast thru June. MVST reserves were \$47.9 million at the end of June.



Financial Management Report

MOTOR VEHICLE SALES TAX (MVST) REVENUES FORECASTS & BUDGET

Dollars in millions

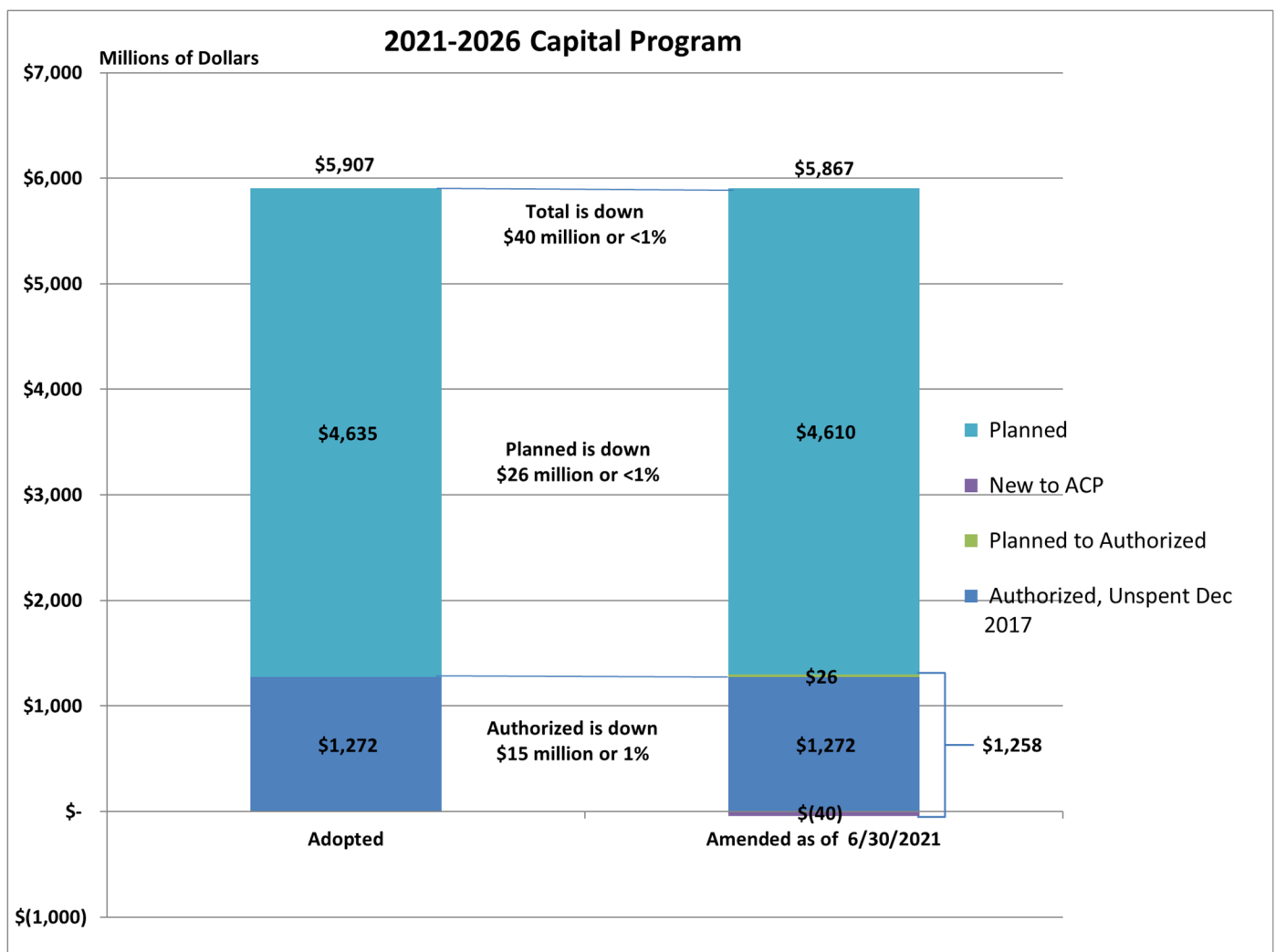
MOTOR VEHICLE SALES TAX – FORECASTS AND BUDGET CALENDAR YEAR 2021

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	182.5	182.5	0.0
November 2020 Forecast	322.9	163.0	159.9
YTD Actuals	182.5	182.5	0.0
% of February 2021 Forecast	56.6%	112.2%	0.0%
% of November 2020 Forecast	56.5%	111.9%	0.0%

2021-2026 CAPITAL IMPROVEMENT PROGRAM

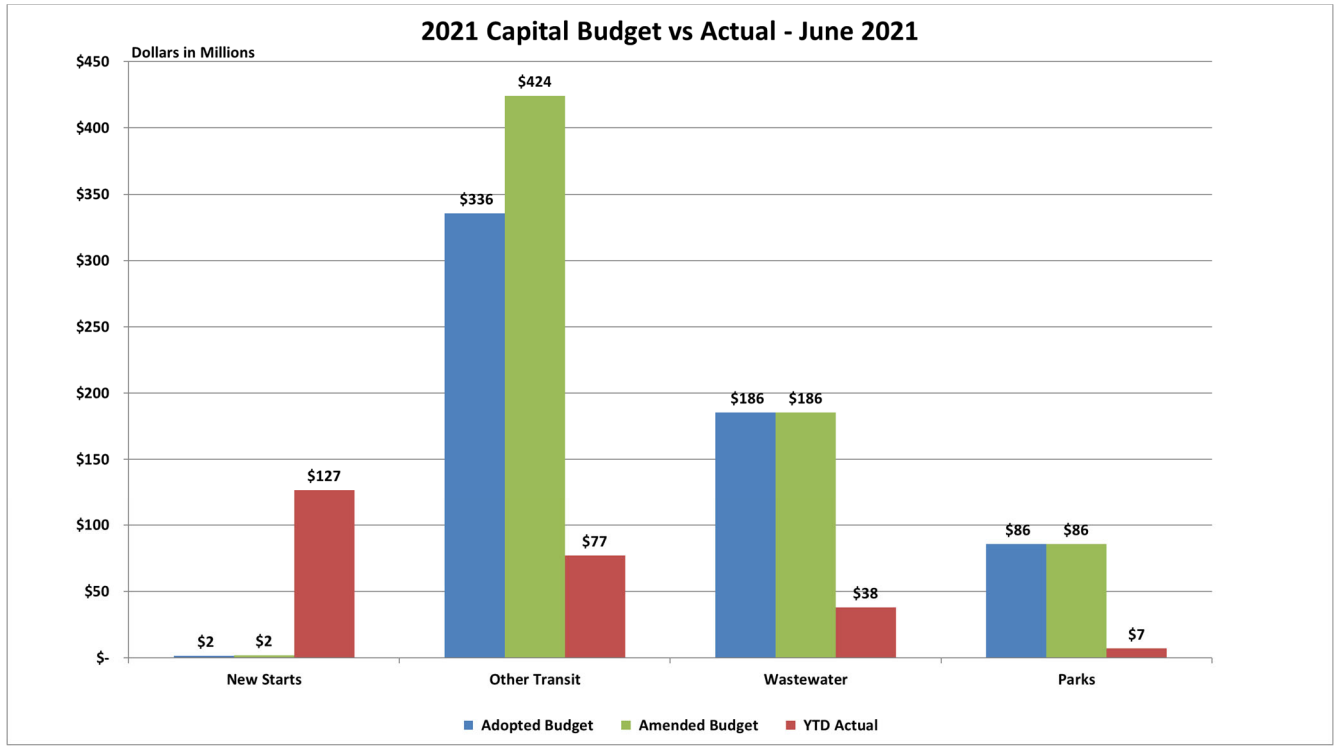
Capital Program (Excluding Pre-2017 Expenditures)

The capital program (excluding pre-2017 expenditures) decreased by \$40 million or .7% for amendments through June 2021. The authorized portion of the capital program (the ACP) is down \$15 million or 1.1% through June 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



The adopted 2021 Capital Budget was \$608 million. Amendments through June 2021 increased the amended 2021 Capital Budget to \$698 million. Actual 2021 capital expenditures total 41% of the adopted budget and 36% percent of the amended budget. Actual expenditures as a percent of the amended budget were 48% for transit projects, 20% for wastewater projects and 8% for parks projects.

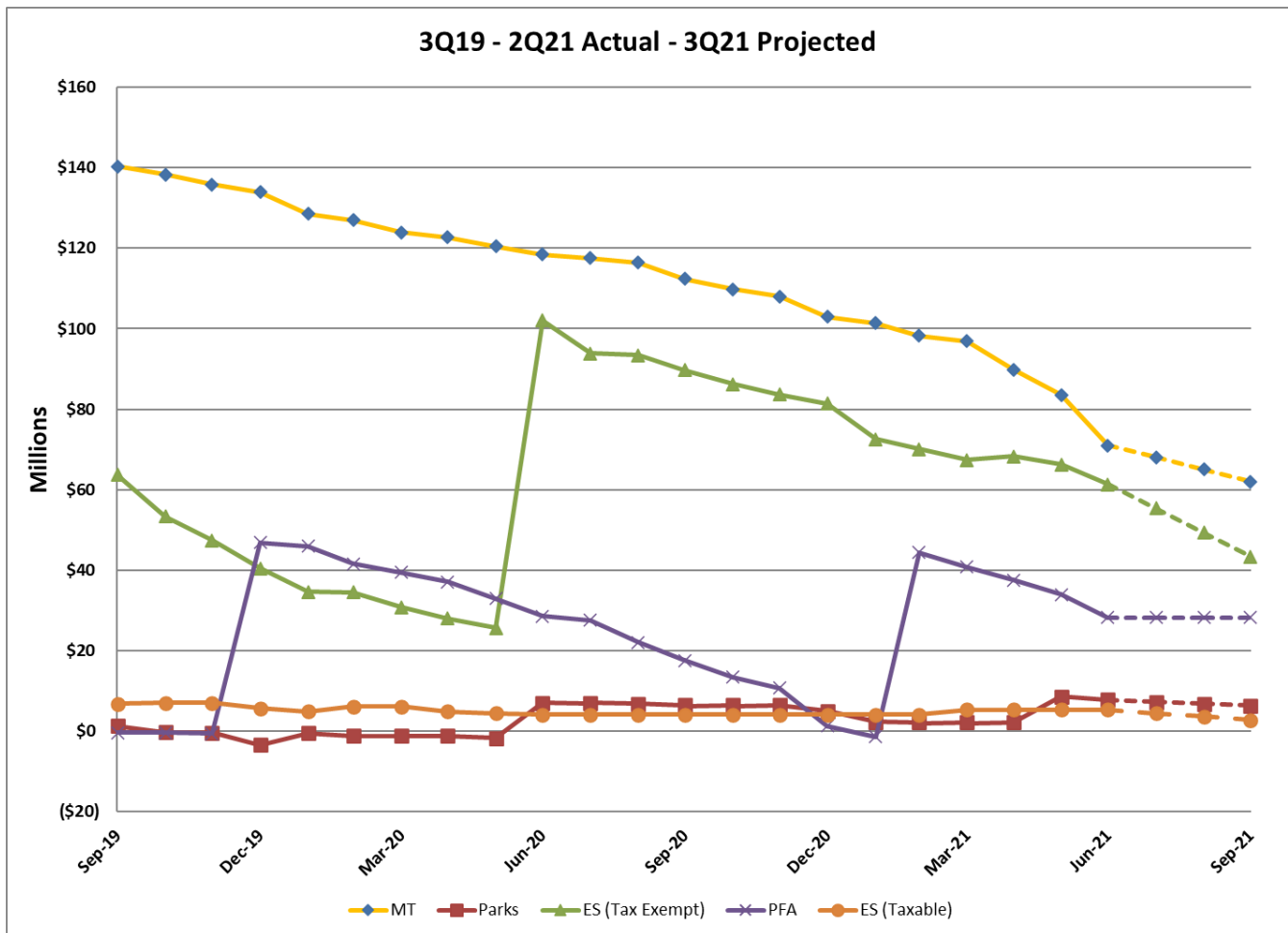
Financial Management Report

CAPITAL FUND CASH BALANCES

The GO capital bond fund for Transit continued its upward trend in spending over the previous quarter, with an average spend of just under \$8.6M per month during the quarter, up from an average of \$2M per month in the previous quarter. This brings their year-to-date monthly spending average to \$5.3M. Environmental Services (ES) GO capital bond funds spent just over \$2M per month for 2Q21, bringing their year-to-date average to \$3.3M per month. The 2021A PFA loan closed in January of 2021 and has an average draw of \$4.2M per month for 2Q21.

New money debt for Parks was sold in April with the proceeds received in May. This year, Parks issued one tax exempt bond and one taxable bond due to restrictions on the use of tax-exempt bond proceeds. The total amount of the bonds issued was \$6.12M. The 2021 new money Parks bonds, together with remaining balances from prior bonds, are expected to be spent within 12-18 months.

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
June 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Property Taxes	383,461	15,308,979	15,308,979	-
Investment Earnings	310,004	600,000	561,222	38,778
Chargebacks - MAC	93,761	200,000	-	200,000
Other Revenue	137,717	305,000	305,000	-
Total Revenues	924,943	16,413,979	16,175,201	238,778
<u>EXPENSES</u>				
Salary and Benefits	23,056,518	50,586,492	50,586,492	-
Consulting & Contractual Services	8,109,231	23,605,968	24,255,968	650,000
Rent & Utilities	2,755,541	5,925,556	5,925,556	-
Printing	1,074	20,000	56,035	36,035
Travel & Professional Development	144,734	800,000	907,200	107,200
Insurance	420,507	600,000	48,000	(552,000)
Other Operating Expense	1,458,133	3,504,520	3,504,520	-
Total Expenses	35,945,738	85,042,536	85,283,771	241,235
<u>TRANSFERS</u>				
Transfer In	32,436,522	74,161,276	74,161,276	-
Transfer Out	(2,027,016)	(3,337,032)	(3,337,032)	-
Total Transfers	30,409,506	70,824,244	70,824,244	-
Change in Reserve Balance	(4,611,289)	2,195,687	1,715,674	480,013
Beginning Fund Balance		25,498,754		
Assigned/Committed		(5,387,500)		
Carry Over		(524,950)		
Ending Unassigned Reserve Balance		21,781,991		
2021 Target Balance (10%)		8,528,377		

STATEMENT OF REVENUES AND EXPENSES
Environmental Services
June 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Municipal Wastewater Charges	120,053,872	240,342,000	240,342,000	-
Industrial Charges	6,286,214	15,506,000	15,506,000	-
State Appropriations Revenue	141,952	1,786,000	1,326,031	459,969
Investment Earnings	104,858	250,000	1,250,000	(1,000,000)
Other Revenue	(1,073,716)	797,356	499,000	298,356
Total Revenues	125,513,180	258,681,356	258,923,031	(241,675)
<u>EXPENSES</u>				
Salary and Benefits	32,707,197	72,867,663	74,179,547	1,311,884
Consulting & Contractual Services	5,997,549	21,676,611	19,236,669	(2,439,942)
Rent & Utilities	7,970,005	18,397,919	18,543,372	145,453
Travel	127,142	529,877	563,355	33,478
Materials & Supplies	5,503,866	12,114,029	9,594,858	(2,519,171)
Chemicals	4,065,684	8,986,386	9,754,850	768,464
Capital Outlay	798,259	1,958,977	1,164,911	(794,066)
I&I, Storm water, CWF, WOMP Grant Expens	143,743	253,000	66,000	(187,000)
Other Operating Expense	553,059	1,220,527	3,730,264	2,509,737
Total Expenses	57,866,504	138,004,989	136,833,826	(1,171,163)
<u>TRANSFERS</u>				
SAC Transfer	28,920,500	57,841,000	57,841,000	-
Transfers In	107,308	200,000	200,000	-
Transfer - OPEB	0	4,000,000	4,000,000	-
Debt Service	(78,500,000)	(157,000,000)	(157,000,000)	-
Transfer Out - RA Expense Allocation	(7,530,225)	(18,128,737)	(18,128,737)	-
Transfers Out	(5,500,000)	(11,000,000)	(11,000,000)	-
Total Transfers	(62,502,417)	(124,087,737)	(124,087,737)	-
Change in Reserve Balance	5,144,259	(3,411,370)	(1,998,532)	(1,412,838)
Beginning Reserve Balance		31,575,410		
Ending Unassigned Reserve Balance		<u>28,164,040</u>		*
2021 Target Balance (10%)		13,683,383		

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

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	YTD ACTUAL PASS THROUGH
<u>REVENUES</u>					
Federal Revenue	38,029,414	77,422,000	78,147,000	(725,000)	34,379,241
State Revenue	922,373	1,613,291	1,880,000	(266,709)	883,658
Investment Earnings	(45,742)	(45,742)	-	(45,742)	-
Other Revenue	1,553,202	3,736,169	3,465,475	270,694	-
Total Revenues	40,459,247	82,725,718	83,492,475	(766,757)	35,262,899
<u>EXPENSES</u>					
Salary and Benefits	2,017,466	4,645,926	4,714,807	68,881	-
Consulting & Contractual Services	418,777	887,264	1,087,000	199,736	-
Rent & Utilities	69,293	141,587	141,587	-	-
Housing Expenses	36,981,986	75,938,221	77,350,500	1,412,279	36,309,158
Travel	2,810	20,000	67,000	47,000	-
Insurance	103,940	105,000	90,000	(15,000)	-
Other Operating Expense	298,291	600,000	673,730	73,730	-
Total Expenses	39,892,563	82,337,998	84,124,624	1,786,626	36,309,158
<u>TRANSFERS</u>					
Transfer Out - RA Expense Allocation	(453,364)	(1,182,333)	(1,182,333)	-	-
Transfer In - Allocation	-	150,000	150,000	-	-
Total Transfers	(453,364)	(1,032,333)	(1,032,333)	-	-
Change in Reserve Balance	113,320	(644,613)	(1,664,482)	1,019,869	(1,046,259)
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		(644,613)			
Ending Reserve Balance		14,270,055			
2021 Target Balance (8.3%)		7,068,027			

STATEMENT OF REVENUES AND EXPENSES

Metro Transit - Bus Operations

June 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	9,967,302	24,991,074	28,623,397	(3,632,323)
Auxiliary Transit Revenue	118,430	736,860	2,302,632	(1,565,772)
State Revenue - MVST	87,589,744	175,179,490	175,179,490	-
Federal Grants	5,787	3,999,996	3,999,996	-
Investment Earnings	399,094	798,188	50,004	748,184
Other Revenue	1,847,195	3,319,393	3,038,478	280,915
Total Revenues	99,927,552	209,025,001	213,193,997	(4,168,996)
<u>EXPENSES</u>				
Salary and Benefits	119,026,190	251,199,227	262,715,047	11,515,820
Consulting & Contractual Services	4,106,814	13,060,422	15,668,523	2,608,101
Fuel	4,988,949	12,436,814	14,056,608	1,619,794
Materials & Supplies	10,019,644	21,540,247	22,587,084	1,046,837
Utilities	1,661,364	3,322,734	3,328,884	6,150
Other Operating Expense	1,425,041	6,050,878	4,892,194	(1,158,684)
Total Expenses	141,228,002	307,610,322	323,248,340	15,638,018
<u>TRANSFERS</u>				
Transfer In - Transit Allocations	7,179,228	14,991,092	14,720,928	270,164
Transfer Out - RA Expense Allocation	(19,039,498)	(42,166,068)	(42,166,068)	-
Total Transfers	(11,860,270)	(27,174,976)	(27,445,140)	270,164
Change in Reserve Balance	(53,160,720)	(125,760,297)	(137,499,483)	11,739,186
Beginning Reserve Balance		187,634,839		
Ending Reserve Balance		61,874,542		
2021 Target Balance (8.3 - 12.5%)		29,107,559		

STATEMENT OF REVENUES AND EXPENSES

Metro Transit - Light Rail Operations

June 30, 2021

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	3,450,106	8,959,635	10,477,225	(1,517,590)
Auxiliary Transit Revenue	58,165	366,330	1,107,481	(741,151)
State Revenue - GF Appropriation	14,528,909	28,243,081	28,243,081	-
Local Revenue *	13,733,238	27,466,476	27,466,476	-
Investment Earnings	(869)	24,996	49,993	(24,997)
Other Revenue	7,207,523	18,402,838	18,808,882	(406,044)
Total Revenues	38,977,072	83,463,356	86,153,138	(2,689,782)
<u>EXPENSES</u>				
Salary and Benefits	23,613,973	48,675,150	52,748,998	4,073,848
Consulting & Contractual Services	817,013	1,572,262	3,079,343	1,507,081
Fuel	18,698	37,396	47,508	10,112
Materials & Supplies	3,206,739	7,100,705	5,858,531	(1,242,174)
Utilities	2,698,275	6,246,558	6,004,086	(242,472)
Other Operating Expense *	824,341	1,648,651	52,607	(1,596,044)
Total Expenses	31,179,039	65,280,722	67,791,073	2,510,351
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(6,601,063)	(14,307,128)	(14,520,925)	213,797
Transfer Out - RA Expense Allocation	(1,488,177)	(3,841,140)	(3,841,140)	-
Total Transfers	(8,089,240)	(18,148,268)	(18,362,065)	213,797
Change in Reserve Balance	(291,207)	34,366	-	34,366
Beginning Reserve Balance		<u>13,007,360</u>		
Ending Reserve Balance		13,041,726		
2021 Target Balance (8.3 - 12.5%)		7,150,710		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	53,419	125,707	402,627	(276,920)
State Revenue - MVST	1,798,092	3,596,184	3,596,184	-
Local Revenue - Counties / MNDOT *	2,488,194	4,976,388	4,976,388	-
Federal Revenues	2,000	2,438,760	2,438,760	-
Investment Earnings	12,457	12,457	-	12,457
Total Revenues	4,354,162	11,149,496	11,413,959	(264,463)
<u>EXPENSES</u>				
Salary and Benefits	1,439,107	3,094,990	4,421,556	1,326,566
Consulting & Contractual Services	1,147,054	2,707,263	2,949,684	242,421
Fuel	238,235	468,461	460,452	(8,009)
Materials & Supplies	146,718	401,475	563,040	161,565
Utilities	257,705	541,910	399,996	(141,914)
Other Operating Expense	1,284,390	2,559,342	1,818,363	(740,979)
Total Expenses	4,513,209	9,773,441	10,613,091	839,650
<u>TRANSFERS</u>				
Transfer Out - Transit Allocations	(168,606)	(137,212)	(200,004)	62,792
Transfer Out - RA Expense Allocation	(265,140)	(600,864)	(600,864)	-
Total Transfers	(433,746)	(738,076)	(800,868)	62,792
Change in Reserve Balance	(592,793)	637,979	-	637,979
Beginning Reserve Balance		7,543,071		
Ending Reserve Balance		8,181,050		
2021 Target Balance (8.3 - 12.5%)		947,359		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue	2,132,998	6,302,236	6,302,236	-
State Revenue - MVST	772,414	1,544,828	1,544,828	-
Investment Earnings	10,653	25,572	-	25,572
Chargebacks from MAC	22,554	132,000	132,000	-
Total Revenues	2,938,619	8,004,636	7,979,064	25,572
<u>EXPENSES</u>				
Salary and Benefits	1,448,856	3,263,189	3,356,325	93,136
Consulting & Contractual Services	244,635	3,396,899	4,110,138	713,239
Rent & Utilities	75,211	151,135	151,135	-
Travel	1,800	15,000	55,000	40,000
Other Operating Expense	51,252	150,000	195,800	45,800
Total Expenses	1,821,754	6,976,223	7,868,398	892,175
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,028,419)	(2,361,523)	(2,361,523)	-
Total Transfers	(1,028,419)	(2,361,523)	(2,361,523)	-
Change in Reserve Balance	88,446	(1,333,110)	(2,250,857)	917,747
Beginning Reserve Balance		<u>8,278,660</u>		
Ending Reserve Balance		6,945,550		
2021 Target Balance (Combined 15%, 31.5% TP Fund)		3,222,000		

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

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenue	2,855,998	5,773,000	5,773,000	-
Federal Revenue	1,710,800	1,710,797	1,710,797	-
State Appropriations	35,083,000	63,291,000	63,291,000	-
Investment Earnings	80,934	161,868	-	161,868
Total Revenues	39,730,732	70,936,665	70,774,797	161,868
<u>EXPENSES</u>				
Salary and Benefits	1,036,811	2,285,834	2,285,834	-
Consulting & Contractual Services	37,758,109	76,138,468	78,614,036	2,475,568
Fuel	3,191,323	7,961,311	8,618,107	656,796
Rent & Utilities	47,128	126,491	126,491	-
Other Operating Expense	144,575	681,888	731,380	49,492
Total Expenses	42,177,946	87,193,992	90,375,848	3,181,856
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(1,264,931)	(2,926,470)	(2,926,470)	-
Total Transfers	(1,264,931)	(2,926,470)	(2,926,470)	-
Change in Reserve Balance	(3,712,145)	(19,183,797)	(22,527,521)	3,343,724
Beginning Reserve Balance - Regular Operations		38,946,071		
Ending Reserve Balance		19,762,274		
2021 Target Balance (10%)		9,330,000		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Passenger Revenues	542,558	991,171	991,171	-
Federal Revenue	1,988,596	2,283,435	2,283,435	-
State Revenue - MVST	7,835,741	17,008,138	17,008,138	-
Investment Earnings	36,234	86,964	-	86,964
Total Revenues	10,403,129	20,369,708	20,282,744	86,964
<u>EXPENSES</u>				
Salary and Benefits	422,345	885,774	885,774	-
Consulting & Contractual Services	11,694,425	24,060,730	25,060,730	1,000,000
Rent & Utilities	27,392	109,669	109,669	-
Travel	0	12,500	12,500	-
Other Operating Expense	31,394	244,660	244,660	-
Total Expenses	12,175,556	25,313,333	26,313,333	1,000,000
<u>TRANSFERS</u>				
Transfer Out - RA Expense Allocation	(448,407)	(1,029,777)	(1,029,777)	-
Total Transfers	(448,407)	(1,029,777)	(1,029,777)	-
Change in Reserve Balance	(2,220,834)	(5,973,402)	(7,060,366)	1,086,964
Beginning Reserve Balance		23,245,112		
Ending Reserve Balance		17,271,710		
2021 Target Balance (Combined 15%, 10% Cont Svc Funds)		2,734,000		

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

Unaudited

	YTD ACTUALS	YEAR-END PROJECTIONS	2021 BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>				
Federal Revenue				-
State Revenue - MVST	210,495	1,015,000	1,015,000	-
Total Revenues	210,495	1,015,000	1,015,000	-
<u>EXPENSES</u>				
Grants	210,495	1,015,000	1,015,000	-
Total Expenses	210,495	1,015,000	1,015,000	-

MTS - Passthrough

Revenues and expenses are forecasted to come in on budget by year end. An additional \$9,956,310 CRRSAA Federal Relief Funding will be amended into the Suburban Transit Provider passthrough account in the second quarter budget amendment and will be passed through to regional providers via grant agreements.