

## Joint Report of the Management and Transportation Committees

For the Metropolitan Council meeting of August 28, 2013

**Subject:** Authorization to Amend the 2013 Unified Operating Budget

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### **Proposed Action**

That the Metropolitan Council authorize the amendment of the 2013 Unified Operating Budget as indicated and in accordance with the attached tables.

### **Summary of Committee Discussion/Questions**

The proposed amendment was reviewed and approved by the Transportation Committee at its August 12 meeting. There were no issues or concerns.

The proposed amendment was reviewed and approved by the Management Committee at its August 14 meeting. There were no issues or concerns.



## Management Committee

Meeting date: August 14, 2013

For the Metropolitan Council meeting of August 28, 2013

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**Subject:** Authorization to Amend the 2013 Unified Operating Budget

**District(s), Member(s):** All

**Policy/Legal Reference:** MN Statutes Section 473.13, Subd. 1

**Staff Prepared/Presented:** Paul Conery, Director of Budget/Operations (651-602-1374)

**Division/Department:** Transportation

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### **Proposed Action**

That the Metropolitan Council authorize the amendment of the 2013 Unified Operating Budget as indicated and in accordance with the attached tables.

### **Background**

The Metropolitan Council received more SFY 2014 transit general fund appropriations than anticipated when the 2013 budget was adopted, a portion of which should be recognized in 2013. Staff recommends the following revisions to the 2013 Operating Budget for the Transportation.

### **Transportation/Metropolitan Transportation Services**

**Change in Revenues: \$3,000,000; Expenditures: \$0; Reserves: \$3,000,000**

When the 2013 budget was adopted, the statutory base transit appropriation for SFY 2014 was \$64,889,000, of which 50 percent or \$32,444,500 was budgeted in 2013. The 2013 Legislature appropriated \$70,889,000 in SFY 2014, or \$6,000,000 more than the base appropriation. Staff is proposing that the \$3,000,000 in additional state appropriations that will be received in calendar year 2013 be budgeted in Metro Mobility. Because the expense budget for Metro Mobility is not being increased, the additional revenue will result in year-end 2013 Metro Mobility fund balances to be \$3,000,000 higher.

### **Rationale**

This proposed amendment aligns the 2013 operating budget with current assumptions on Transportation Division funding sources and amounts.

### **Funding**

This amendment will add to fund balance reserves available at the end of 2013.

### **Known Support/Opposition**

None

	Adopted Budget	Previous Amendments	Proposed Amendment	Proposed Budget
<b>Revenues</b>				
Operating	\$ 555,840	(\$ 357)	\$ 3,000	\$ 558,483
Pass Through	112,944	( 2,500)	0	110,444
Debt Service	149,004	0	0	149,004
<b>Total Revenues</b>	<b>\$ 817,788</b>	<b>(\$ 2,857)</b>	<b>\$ 3,000</b>	<b>\$ 817,931</b>
<b>Expenditures</b>				
Operating	\$ 571,006	\$ 5,701	\$ 0	\$ 576,707
Pass Through	110,891	( 1,000)	0	109,891
Debt Service	145,882	0	0	145,882
<b>Total Expenditures</b>	<b>\$ 827,779</b>	<b>\$ 4,701</b>	<b>\$ 0</b>	<b>\$ 832,480</b>
<b>Change in Reserves</b>	<b>(\$9,991)</b>	<b>(\$7,558)</b>	<b>\$3,000</b>	<b>(\$ 14,549)</b>

(\$ in 000s)

**Attachments:**

2013 Annual Budget-Summary of Revisions Business Item 2013-219

Transportation Committee Business Item 2013-219

**Metropolitan Council**  
**2013 Annual Budget - Summary of Revisions**  
**Operating Budget Amendment - Business Item 2013-219**

(\$ in 000s)

	2013 Adopted Budget	2013 Amended Budget	Reg'l Admin.	Community Development	Total Reg'l Admin & Community Dev	HRA Programs	Total Transportation	Environmental Services	Capital	Net Change	2013 Revised Budget
<b>Revenues &amp; Other Sources</b>											
Property Tax (Net)	\$ 9,658	\$ 9,658	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,658
Federal	31,632	31,275	-	-	-	-	-	-	-	-	31,275
State	235,954	235,954	-	-	-	-	3,000	-	-	3,000	238,954
Municipal & Wastewater Charges	108,074	108,074	-	-	-	-	-	-	-	-	108,074
Industrial Waste Charges	13,977	13,977	-	-	-	-	-	-	-	-	13,977
Passenger Fares	100,530	100,530	-	-	-	-	-	-	-	-	100,530
Debt Service	149,004	149,004	-	-	-	-	-	-	-	-	149,004
Passthrough	112,944	110,444	-	-	-	-	-	-	-	-	110,444
Other Sources	56,015	56,015	-	-	-	-	-	-	-	-	56,015
<b>Total Revenues and Other Sources</b>	<b>\$ 817,788</b>	<b>\$ 814,931</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000</b>	<b>\$ 817,931</b>
<b>Expenses</b>											
Salaries & Benefits	\$ 349,140	\$ 349,716	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 349,716
Consultant / Contractual Services	45,679	50,400	-	-	-	-	-	-	-	-	50,400
Materials , Supplies & Chemicals	42,542	42,542	-	-	-	-	-	-	-	-	42,542
Rent, Utilities, & Insurance	32,163	32,163	-	-	-	-	-	-	-	-	32,163
Other Operating Expenses	30,770	30,770	-	-	-	-	-	-	-	-	30,770
Grants from Operating Accounts	585	585	-	-	-	-	-	-	-	-	585
Transit Assistance	65,306	65,306	-	-	-	-	-	-	-	-	65,306
Debt Service	145,882	145,882	-	-	-	-	-	-	-	-	145,882
Passthrough Grants & Loans	110,891	109,891	-	-	-	-	-	-	-	-	109,891
Capital Expenditures	4,821	5,225	-	-	-	-	-	-	-	-	5,225
<b>Total Expenses</b>	<b>\$ 827,779</b>	<b>\$ 832,480</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 832,480</b>
<b>Other Uses</b>											
Interdivisional Expense Allocation	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
A-87 Charges/Planning Chargebacks	-	-	-	-	-	-	-	-	-	-	-
Transfers (From) To Other Funds	-	-	-	-	-	-	-	-	-	-	-
<b>Total Other Uses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenses and Other Uses</b>	<b>\$ 827,779</b>	<b>\$ 832,480</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 832,480</b>
<b>Surplus/(Deficit)</b>	<b>\$ (9,991)</b>	<b>\$ (17,549)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000</b>	<b>\$ (14,549)</b>

NOTES:

## Transportation Committee

Meeting date: August 12, 2013

For the Metropolitan Council meeting of August 28, 2013

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**Subject:** Authorization to Amend the 2013 Unified Operating Budget

**District(s), Member(s):** All

**Policy/Legal Reference:** MN Statutes Section 473.13, Subd. 1 – Council Budget Requirements

**Staff Prepared/Presented:**

Arlene McCarthy, Director, MTS, (651) 602-1754

Amy Vennewitz, Deputy Director, MTS, (651) 602-1058

Sean Pfeiffer, Principal Financial Analyst, MTS, (651) 602-1887

**Division/Department:** Transportation/Metropolitan Transportation Services

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### Proposed Action

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### Background

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### Rationale

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### Funding

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### Known Support / Opposition

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	Adopted Budget	Previous Amendments	Proposed Amendment	Proposed Budget
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(\$ in 000s)

**Attachments:**

2013 Annual Budget-Summary of Revisions Business Item 2013-219

## Metropolitan Council - Transportation Division 2013 Annual Budget - Summary of Revisions Operating Budget Amendment - Business Item 2013-219

	2013 Adopted Budget	2013 Amended Budget	Metro Transit Bus	Metro Transit Rail	Metro Transit Northstar	Total Metro Transit	Metro Mobility	Contracted Services	Transporation Planning	Total Metropolitan Transportation Services	2013 Revised Budget
<b>Revenues</b>											
<b>State Revenues</b>											
Motor Vehicle Sales Taxes	\$ 181,266,000	\$ 181,266,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 181,266,000
State Revenues	53,781,000	53,781,000	-	-	-	-	3,000,000	-	-	3,000,000	56,781,000
<b>Total State Revenues</b>	<b>\$ 235,047,000</b>	<b>\$ 235,047,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000,000</b>	<b>\$ 238,047,000</b>
<b>Other Revenues</b>											
Federal Revenues	25,360,000	25,360,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,360,000
Local Revenues	22,597,000	22,597,000	-	-	-	-	-	-	-	-	22,597,000
Investment Earnings	920,000	920,000	-	-	-	-	-	-	-	-	920,000
Other Revenues	4,025,000	4,025,000	-	-	-	-	-	-	-	-	4,025,000
Fares - Base	96,879,000	96,879,000	-	-	-	-	-	-	-	-	96,879,000
Contract & Special Event Revenue	3,651,000	3,651,000	-	-	-	-	-	-	-	-	3,651,000
Transfer in from other funds	24,110,000	24,110,000	-	-	-	-	-	-	-	-	24,110,000
<b>Total Revenues</b>	<b>\$ 412,589,000</b>	<b>\$ 412,589,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000,000</b>	<b>\$ 415,589,000</b>
<b>Expenses</b>											
Salaries & Benefits	\$ 253,312,000	\$ 253,063,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 253,063,000
Consulting & Contractual Services	14,996,000	15,295,000	-	-	-	-	-	-	-	-	15,295,000
Materials & Supplies	27,693,000	27,693,000	-	-	-	-	-	-	-	-	27,693,000
Rent & Utilities	8,196,000	8,196,000	-	-	-	-	-	-	-	-	8,196,000
Printing	457,000	457,000	-	-	-	-	-	-	-	-	457,000
Travel	224,000	224,000	-	-	-	-	-	-	-	-	224,000
Insurance	5,112,000	5,112,000	-	-	-	-	-	-	-	-	5,112,000
Transit Programs	65,306,000	65,306,000	-	-	-	-	-	-	-	-	65,306,000
Operating Capital	69,000	69,000	-	-	-	-	-	-	-	-	69,000
Grants - Governmental	585,000	585,000	-	-	-	-	-	-	-	-	585,000
Other Operating Expenses	26,751,000	26,751,000	-	-	-	-	-	-	-	-	26,751,000
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenses</b>	<b>\$ 402,701,000</b>	<b>\$ 402,751,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 402,751,000</b>
<b>Other Uses</b>											
Interdivisional Expense Alloc-MT & LRT	\$ 19,989,000	\$ 20,557,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,557,000
A-87- Metropolitan Transportation Services	2,532,000	2,532,000	-	-	-	-	-	-	-	-	2,532,000
Planning Chargeback Expense	(21,000)	(21,000)	-	-	-	-	-	-	-	-	(21,000)
<b>Total Other Uses</b>	<b>\$ 22,500,000</b>	<b>\$ 23,068,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 23,068,000</b>
MVST Transfers In	-	-	-	-	-	-	-	-	-	-	-
Transfers (To) / From Other Funds	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenses and Uses</b>	<b>\$ 425,201,000</b>	<b>\$ 425,819,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 425,819,000</b>
<b>Surplus/(Deficit)</b>	<b>\$ (12,612,000)</b>	<b>\$ (13,230,000)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,000,000</b>	<b>\$ (10,230,000)</b>