

Metropolitan Council

PRELIMINARY

2016 Unified Budget & Levies

August 12, 2015 Council Meeting



Timeline for Budget Development

- Aug 12 Council - Division Level Budget Presentation
- Aug 26 Council - Adopt Preliminary Budget & Levies
- Oct 28 Council - Adopt Public Comment Drafts
- Dec 9 Council - Adopt Final Budget & Levies

Council Action on August 26

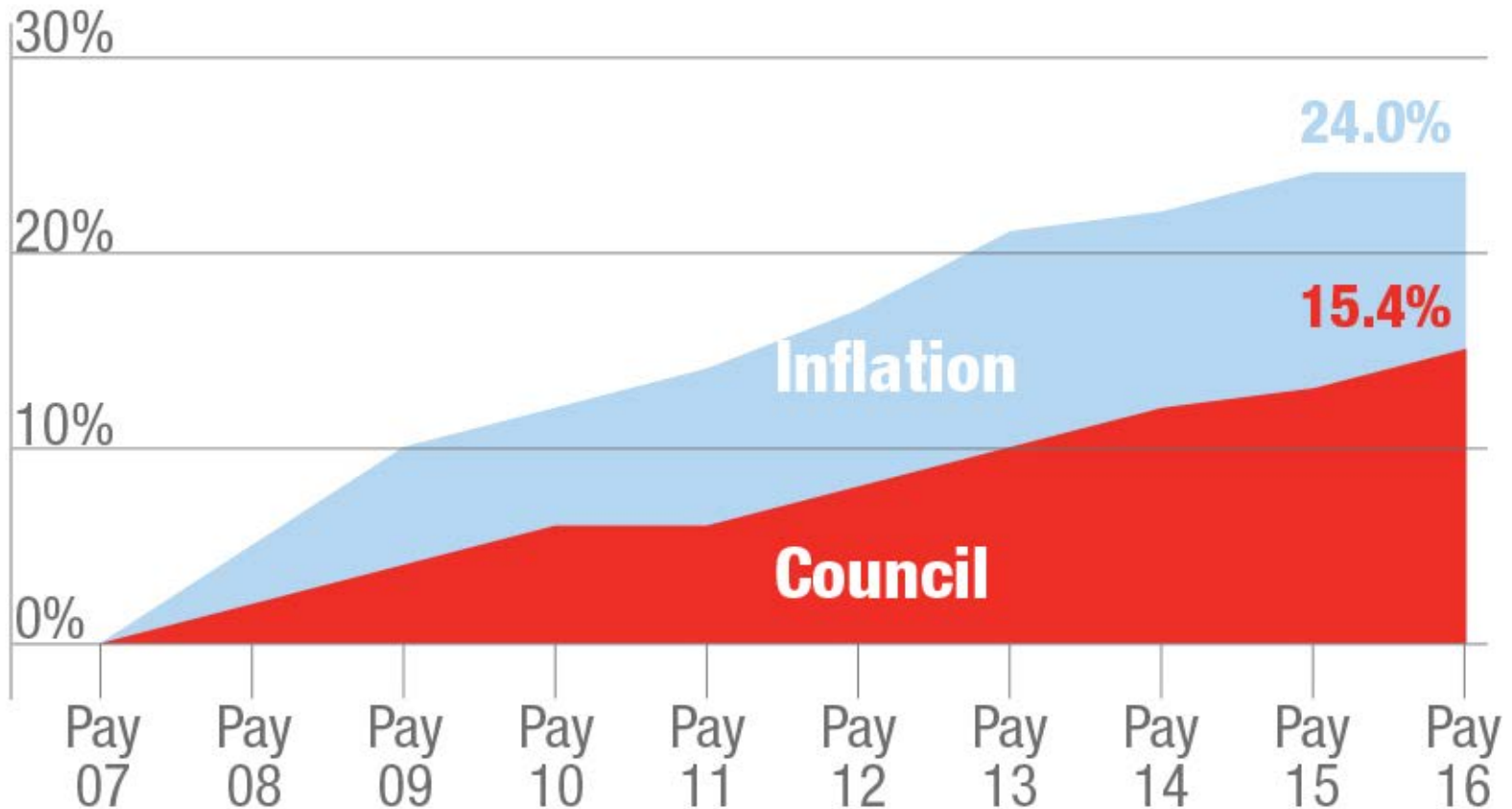
- Adopt Preliminary Operating Budget
- Set Maximum Property Tax Levy

Recommended Levies + 2.0%

	2015	2016	Limit	
<u>Non-Debt Service Levies</u>				
General Purposes	\$ 14.451	\$ 14.451	\$ 14.451	
Highway Right of Way	-	-	3.884	
Livable Communities:				
- Demonstration Acct	11.342	11.343	11.343	
- Tax Base Revitalization	5.000	5.000	5.000	
Total Non-Debt Levies	\$ 30.793	\$ 30.794	\$ 34.678	88.8%
<u>Debt Service Levies</u>				
Parks	\$ 6.401	\$ 6.558		
Transit	43.237	44.687		
Total Debt Levies	\$ 49.638	\$ 51.245		
Total All Levies	\$ 80.431	\$ 82.039		
	0.5%	2.0%		
	<u>Change</u>			
Implicit Price Deflator:	0.0036%			



Change in Council's Property Tax Levies Compared to Inflation



Council's Property Tax Levies Compared to Other Taxing Authorities



Impact on the Taxpayer



\$250,000

Transit Tax Communities

Inside

\$59.71

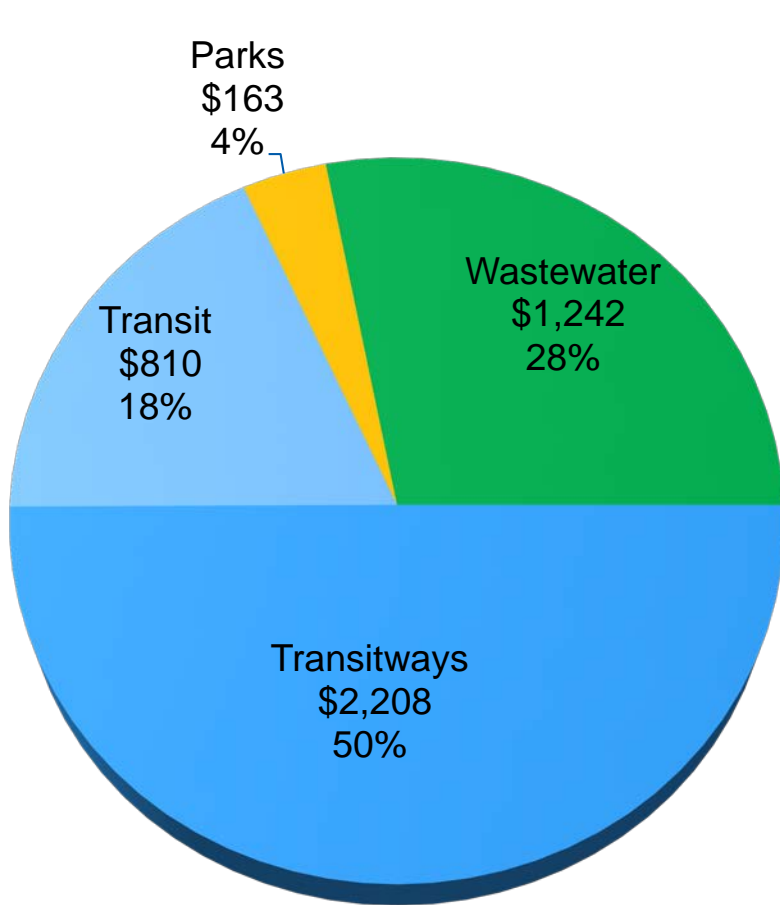
+\$1.30

Outside

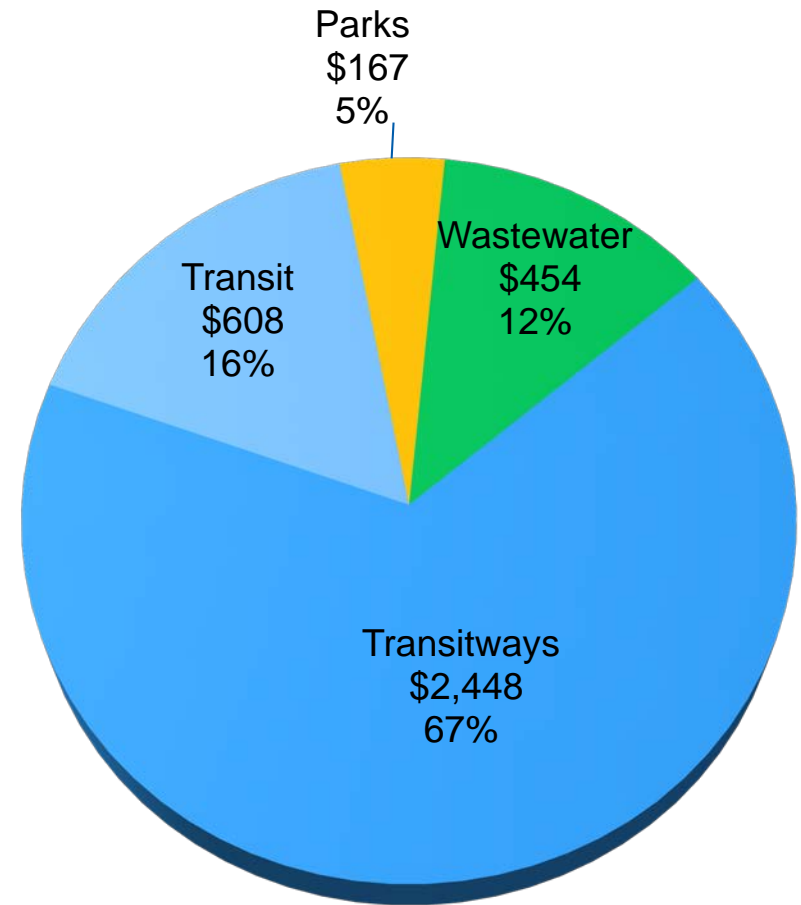
\$23.19

+\$0.11

Unified Capital Program - \$8.1B



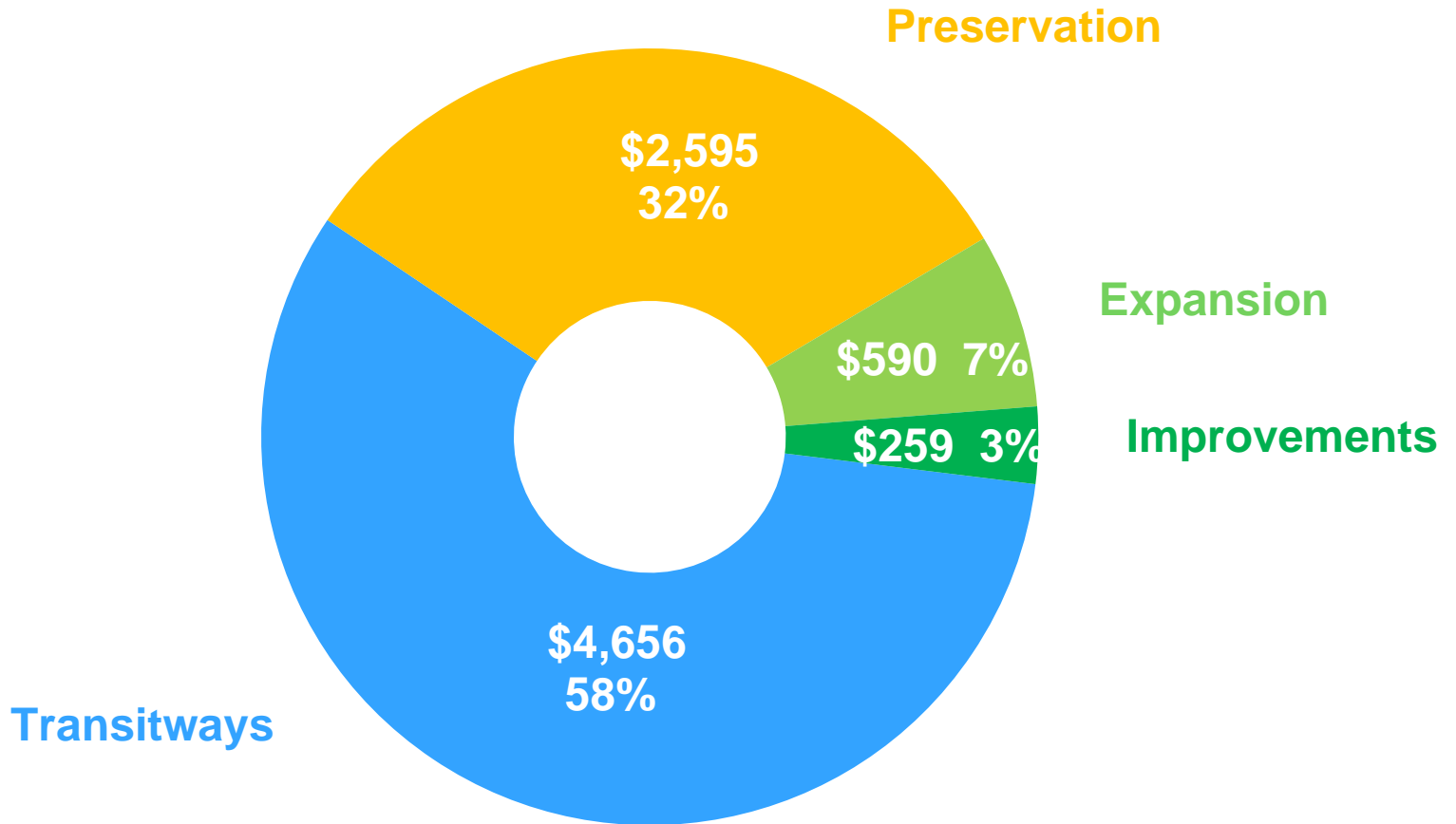
Authorized Projects - \$4.4B



Planned Projects - \$3.7B

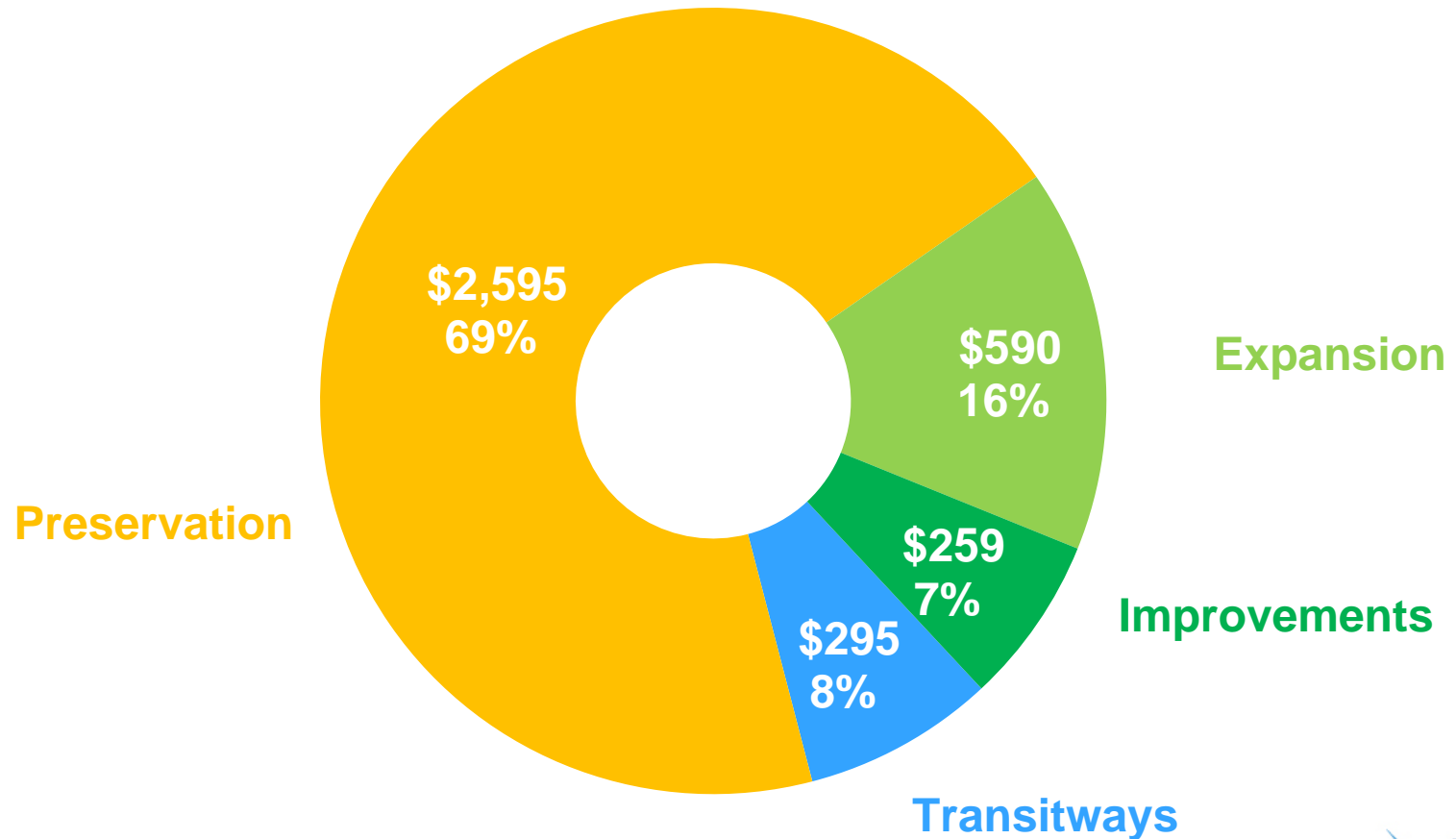
Dollars in millions

Unified Capital Program – Projects By Category – \$8.1 B



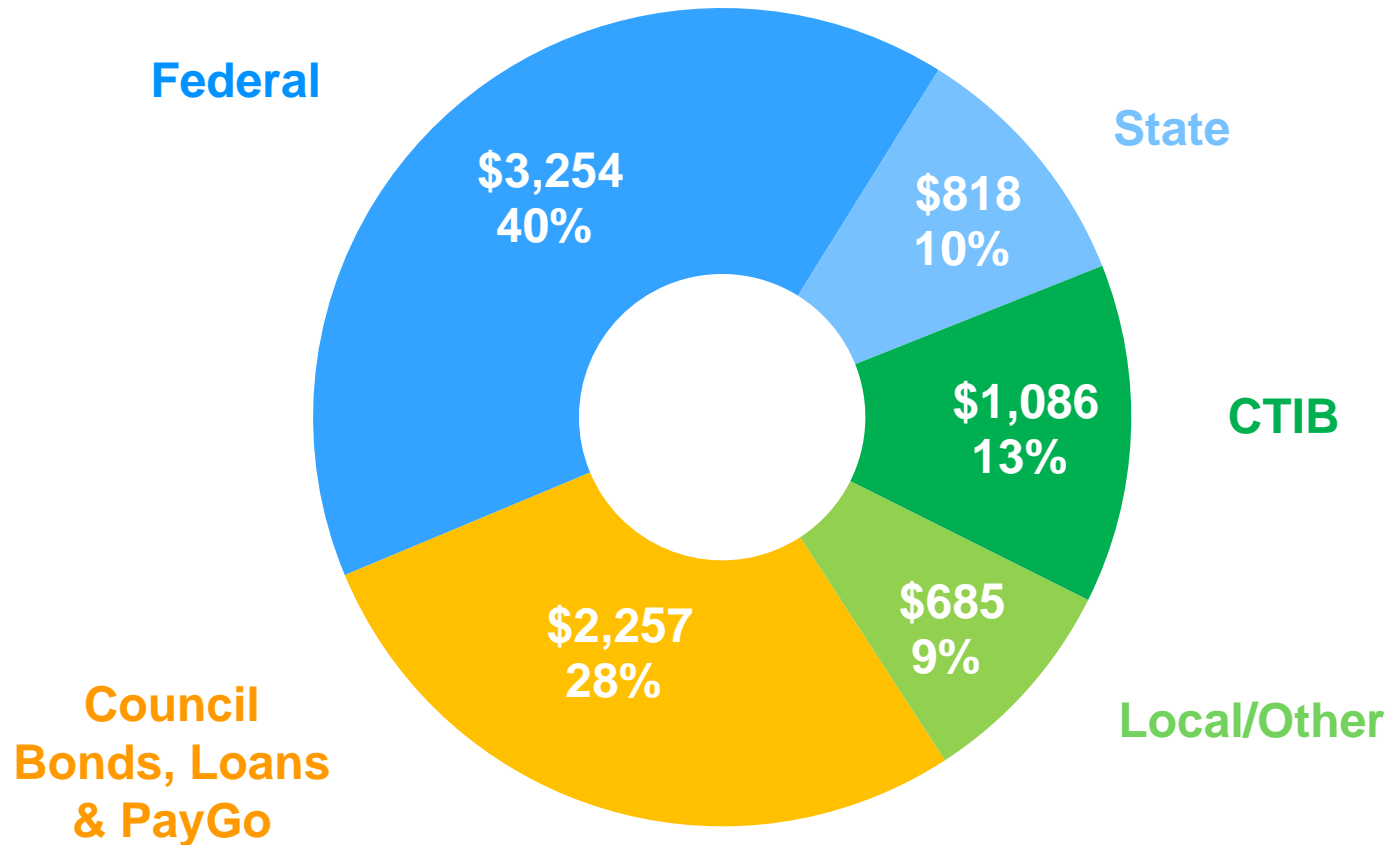
Dollars in
millions

Unified Capital Program – Excluding New Starts Rail Projects – \$3.7 B



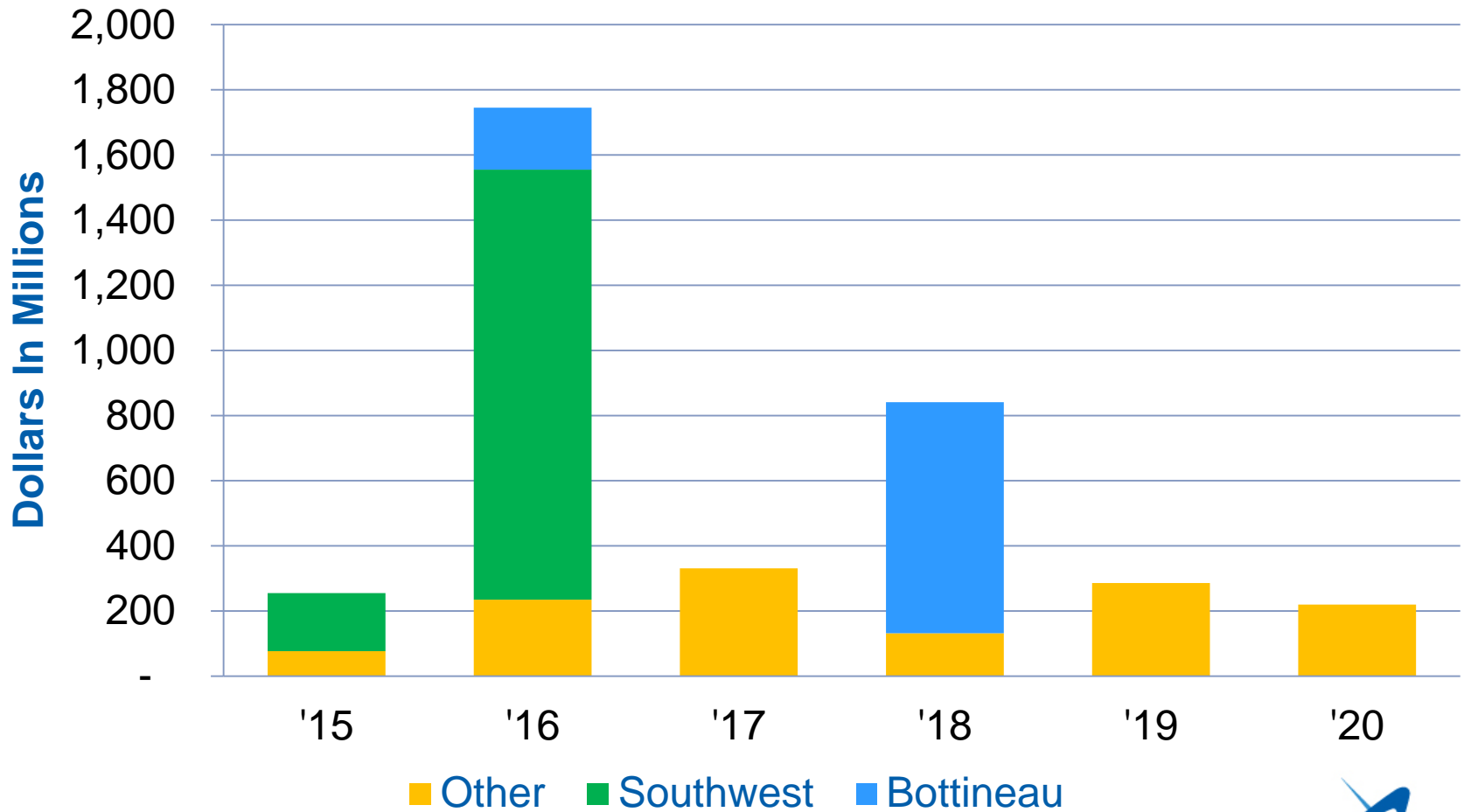
Dollars in
millions

Unified Capital Program – Sources of Funding – \$8.1 B



Dollars in
millions

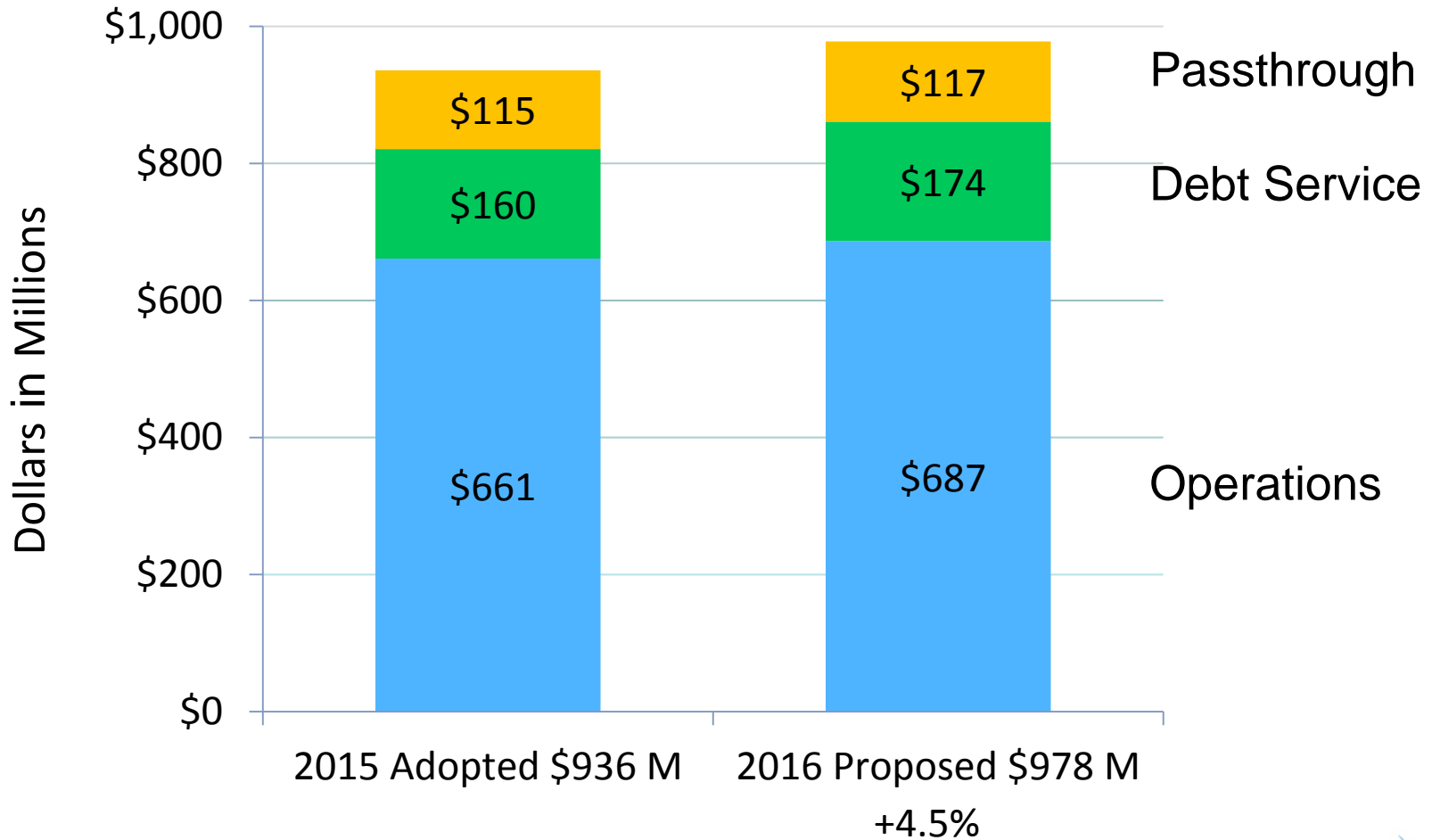
Unified Capital Improvement Plan Planned Projects - \$3.7 B



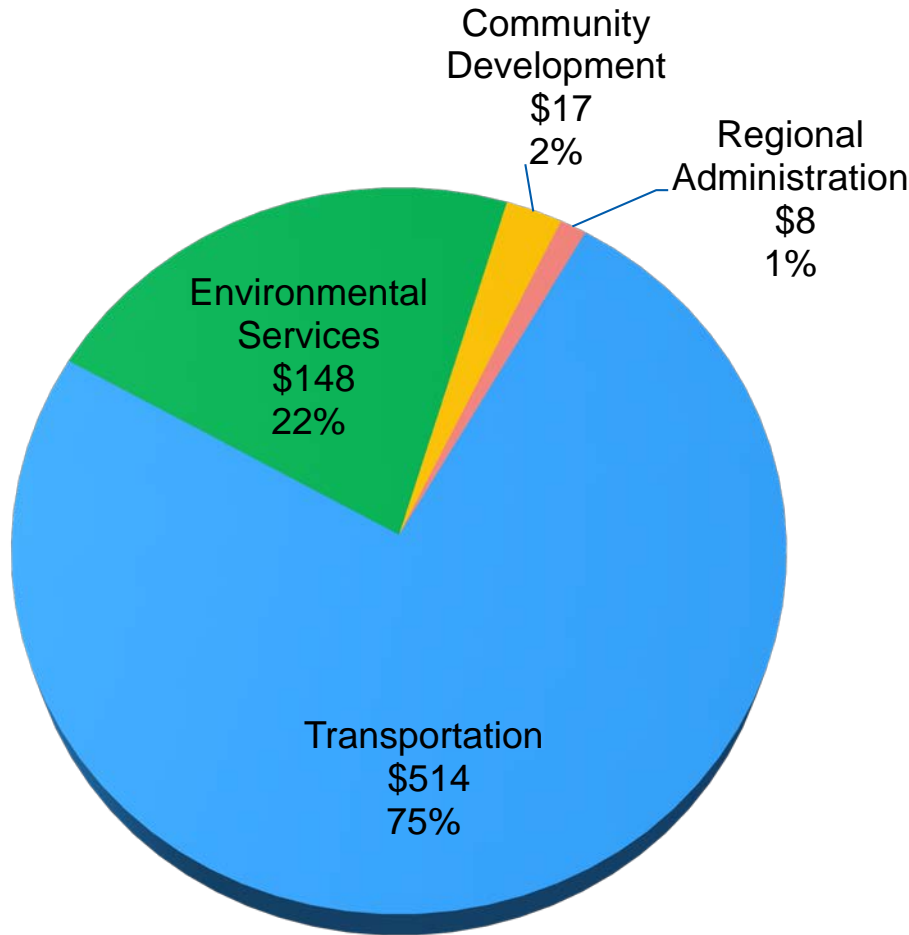
Transitioning the Capital Program from 2015 to 2016

- **August**
 - Current 2015 Capital Program
 - Discussion of Proposed Changes
- **September - October**
 - Opportunity to Continue Committee Discussion
- **October**
 - Summary of Proposed Changes
 - Proposed 2016 Capital Program Tables
- **December**
 - Amendment Reconciling 2015 To 2016
 - Final 2016 Capital Program Tables

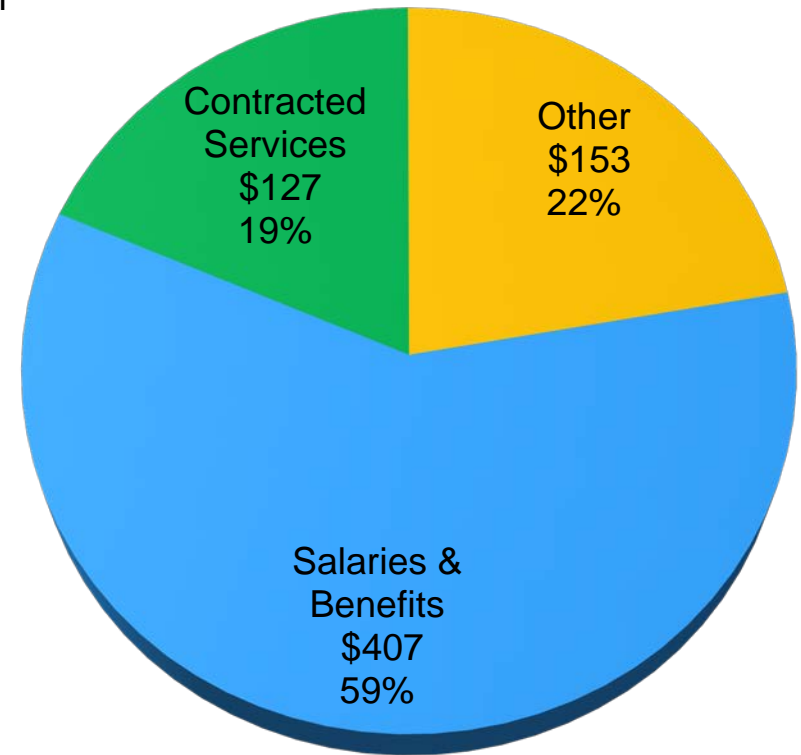
Proposed 2016 Operating Budget



2016 Operations Budget – \$687 M



Uses By Division

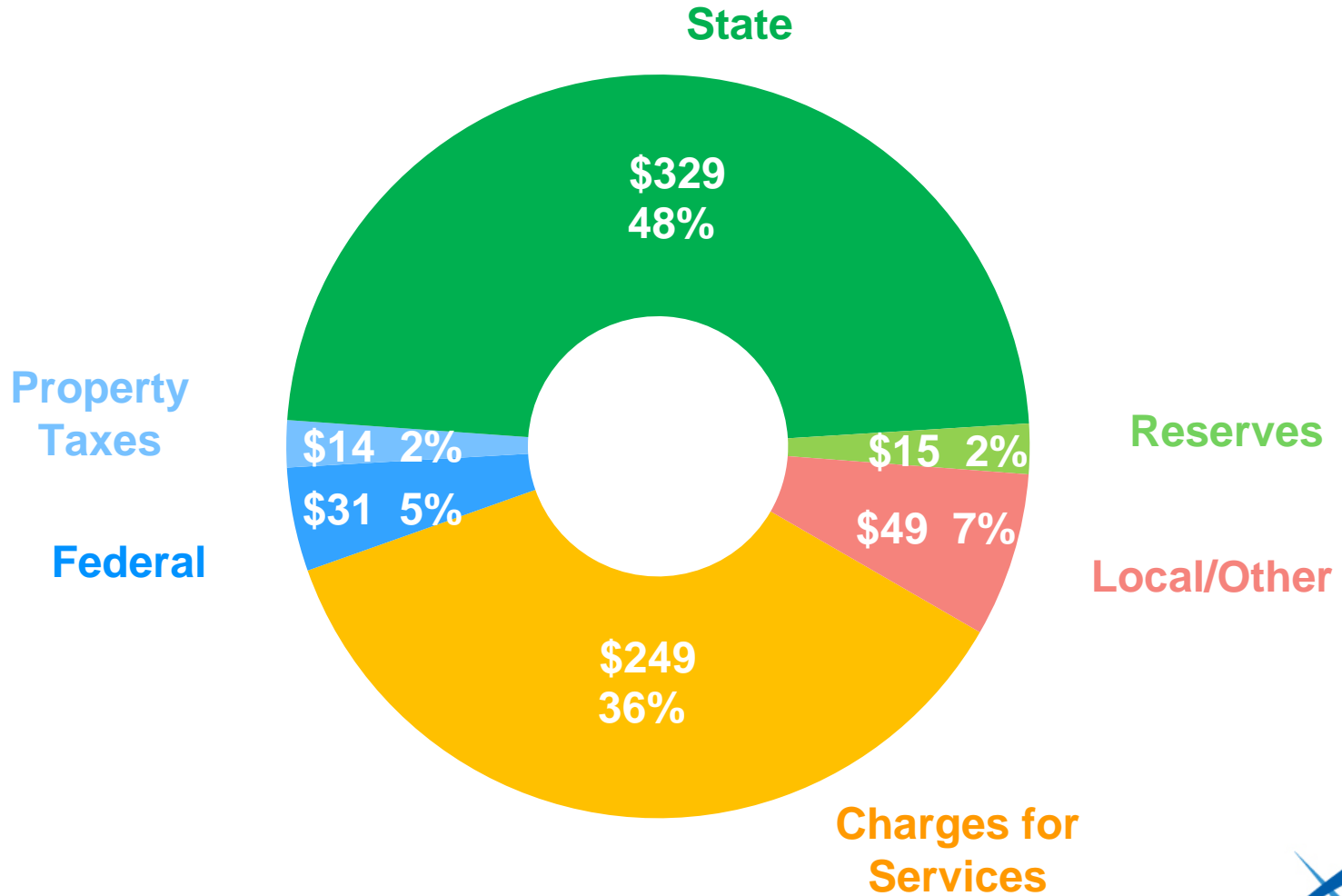


Uses By Category

Dollars in millions

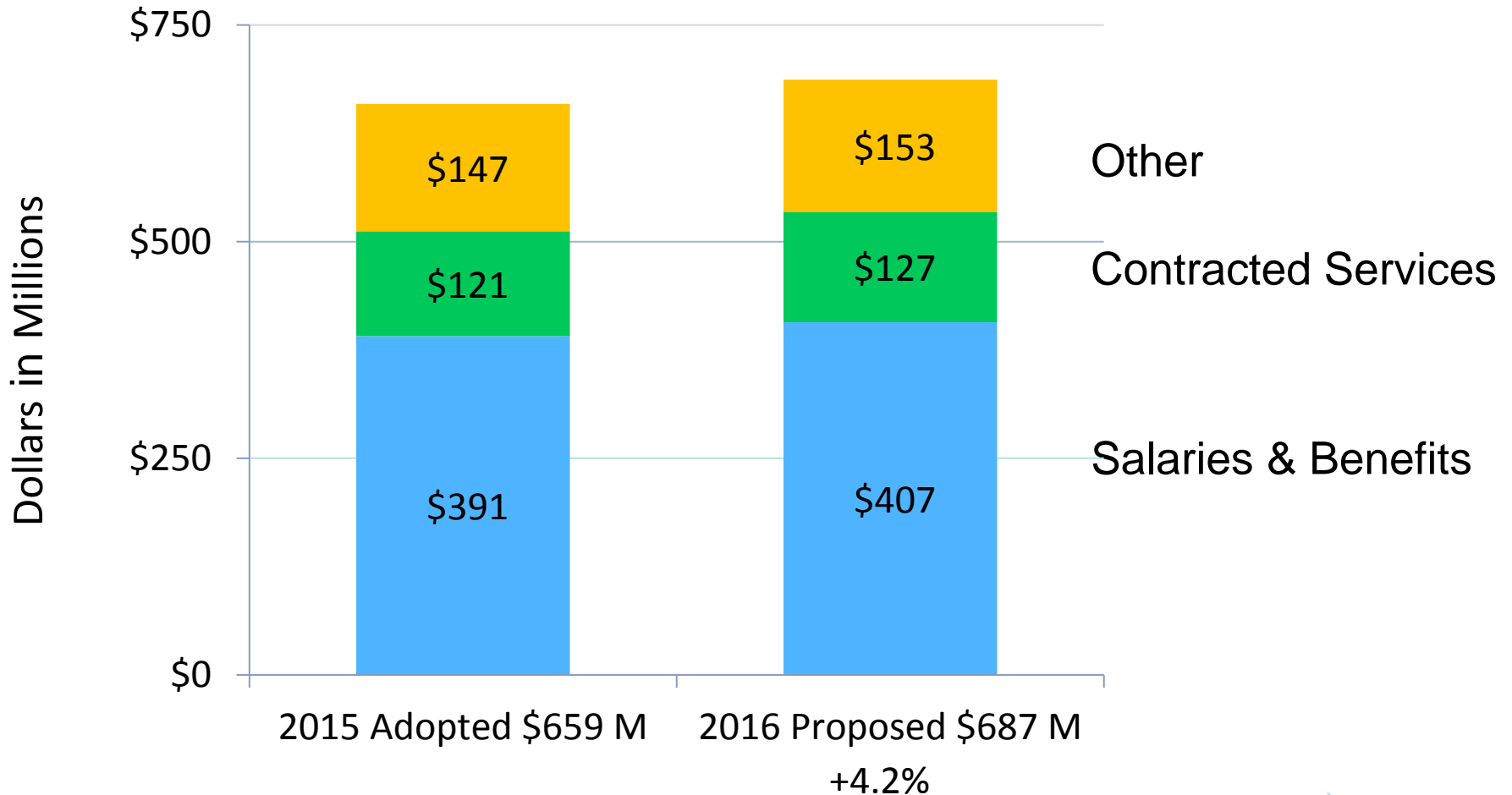
2016 Operations Budget – \$687 M

Revenues & Sources

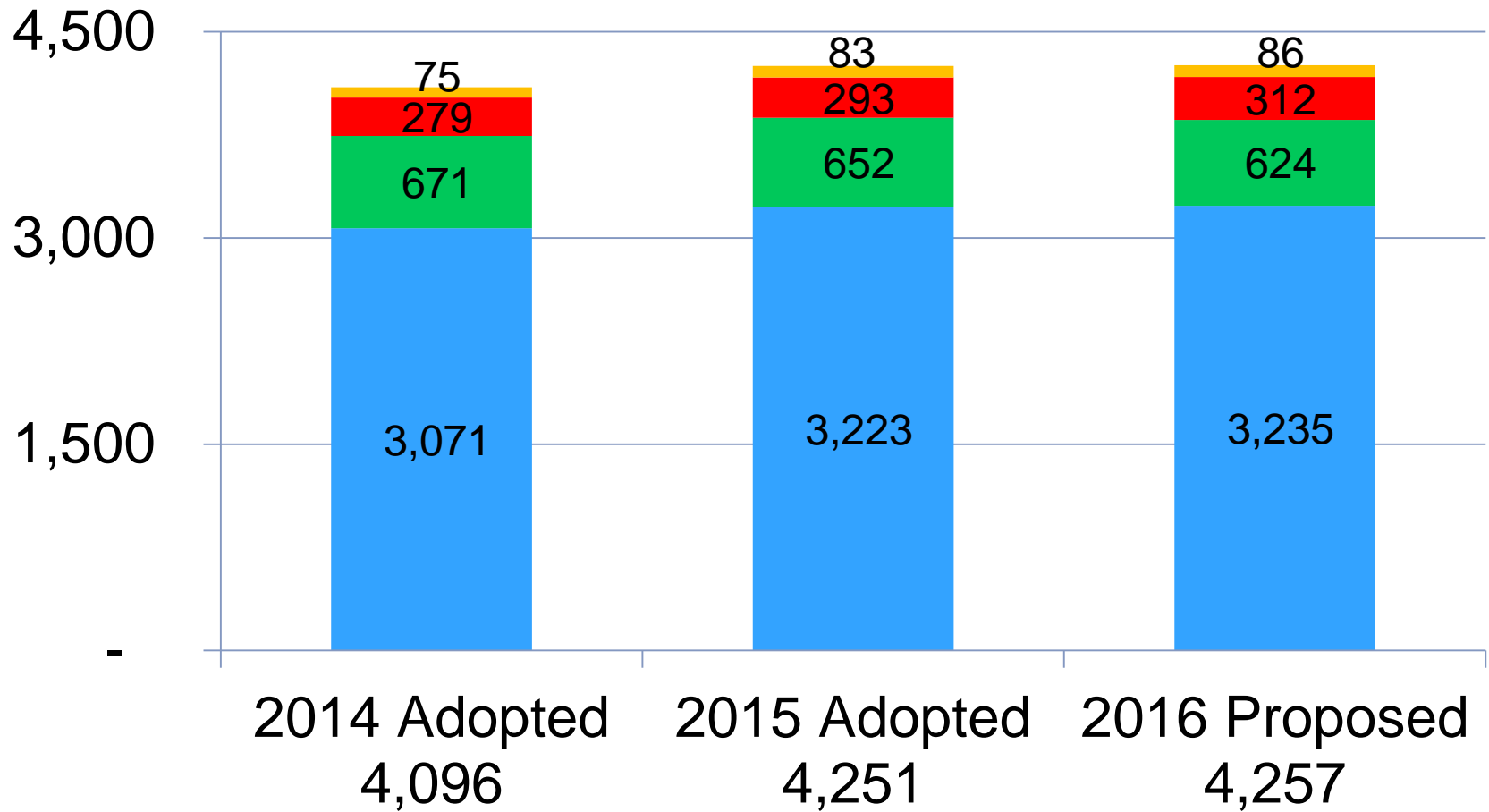


Dollars in millions

Proposed 2016 Operations Budget

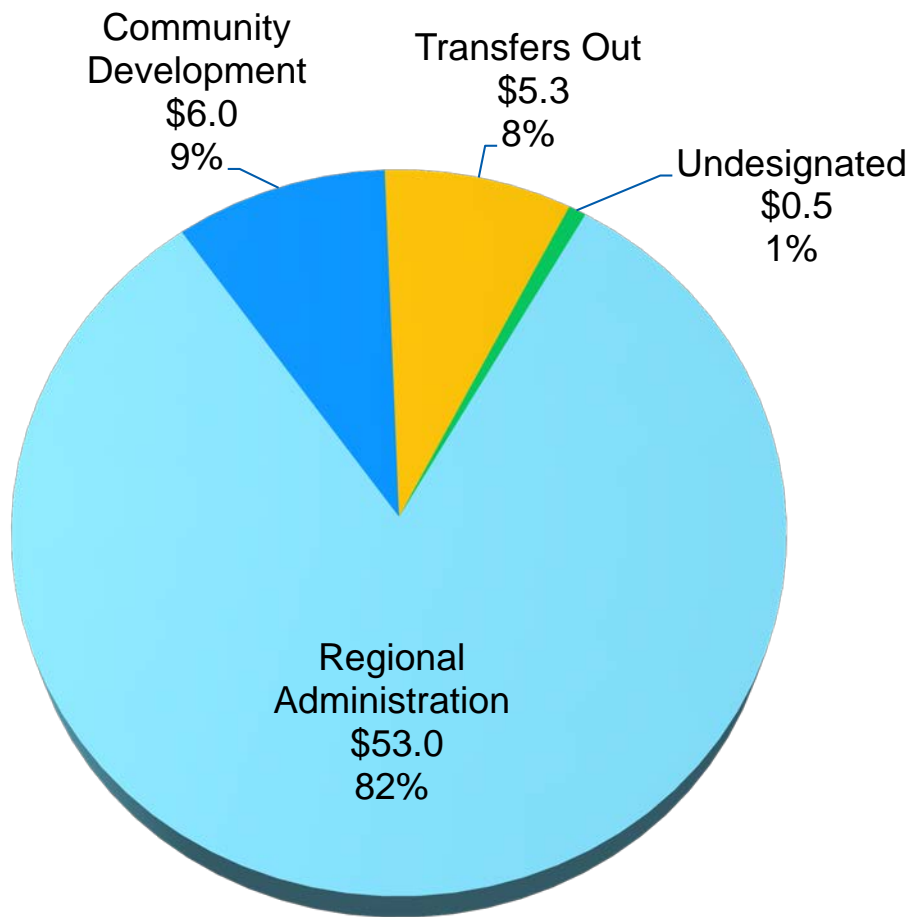


Proposed 2016 FTEs

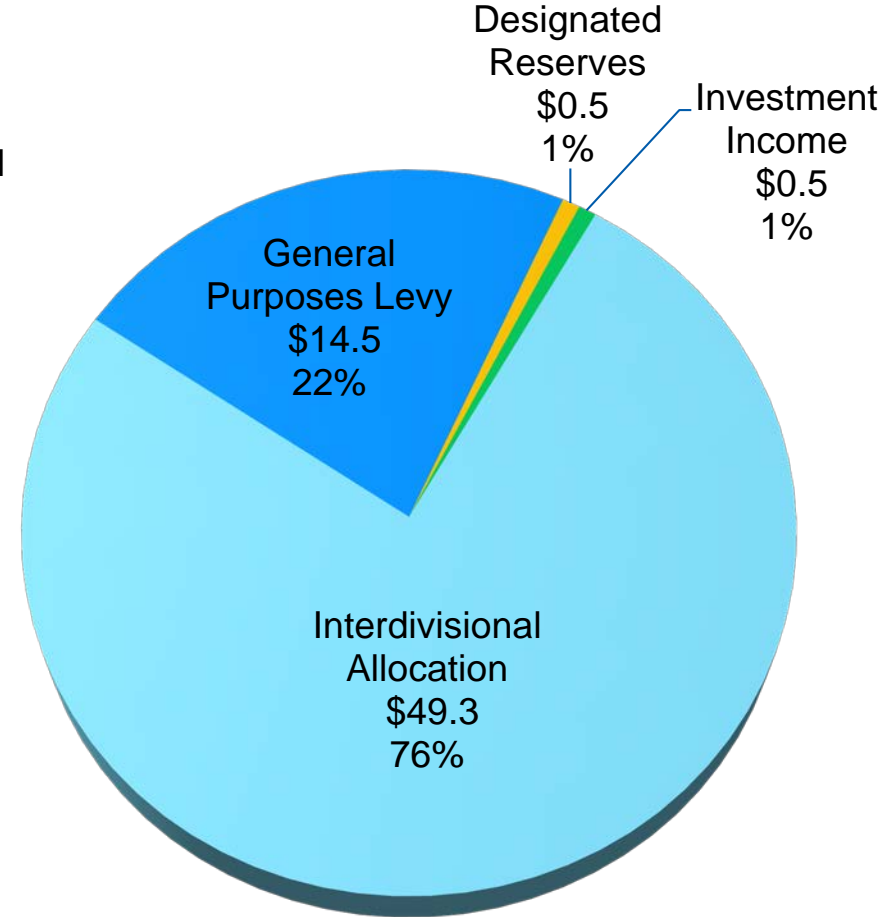


■ Trans ■ ES ■ RA ■ CD

2016 General Fund Operations Budget – \$64.8 M



Uses By Division



Sources

Dollars in millions

Thrive in Motion

- Community Outreach



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Thrive in Motion

- Equity Convening Groups



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability

Thrive in Motion

- Workforce Development



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

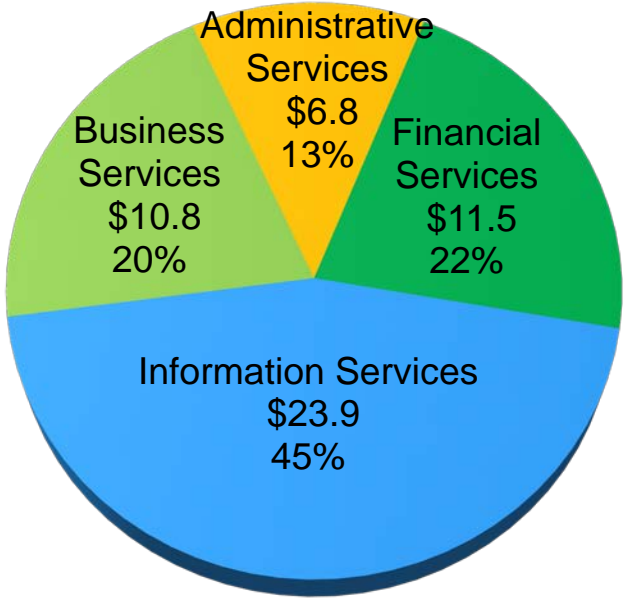
Collaboration

Accountability

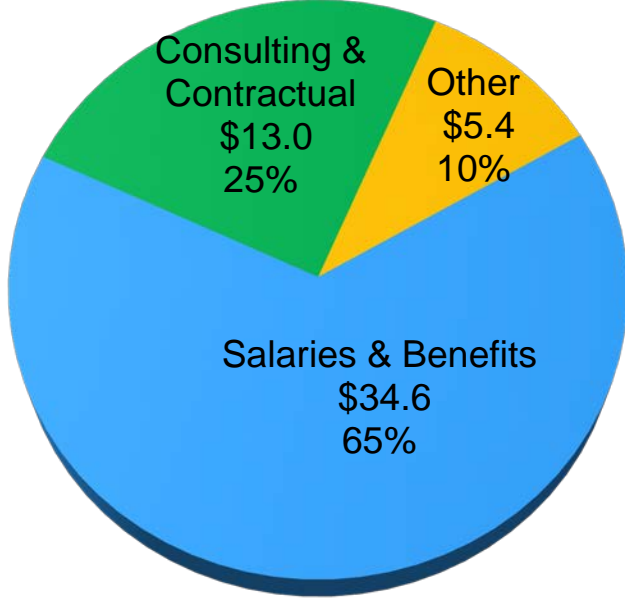


2016 Regional Administration Budget – \$53 M

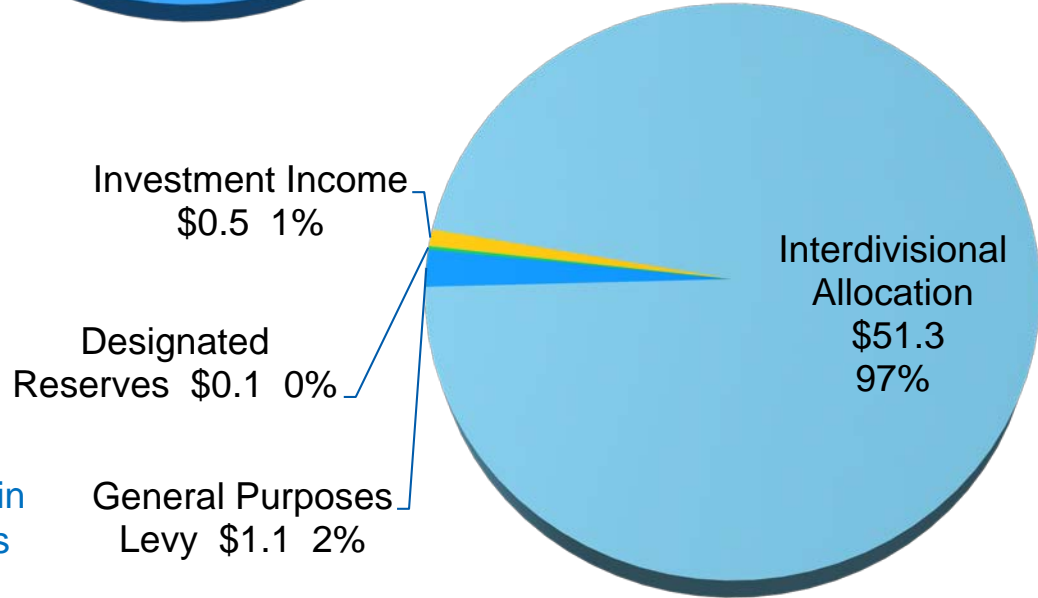
Uses by Department



Uses by Category



Sources



Dollars in millions





COMMUNITY DEVELOPMENT

Beth Reetz, Director



Thrive in Motion

- Housing Choice



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Thrive in Motion

- Climate Change Resiliency



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

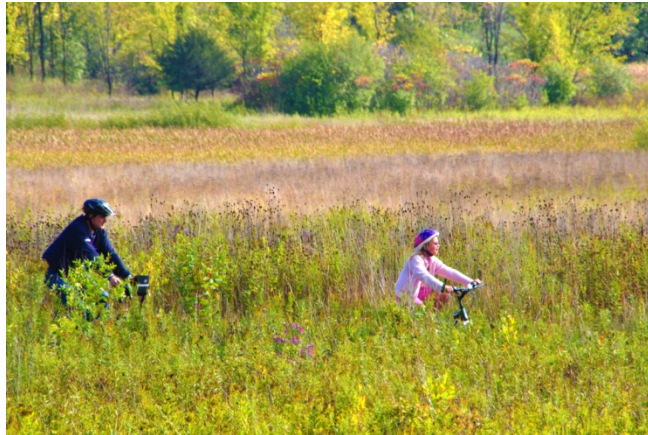
Collaboration

Accountability



Thrive in Motion

- Equitable Usage of Regional Parks



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

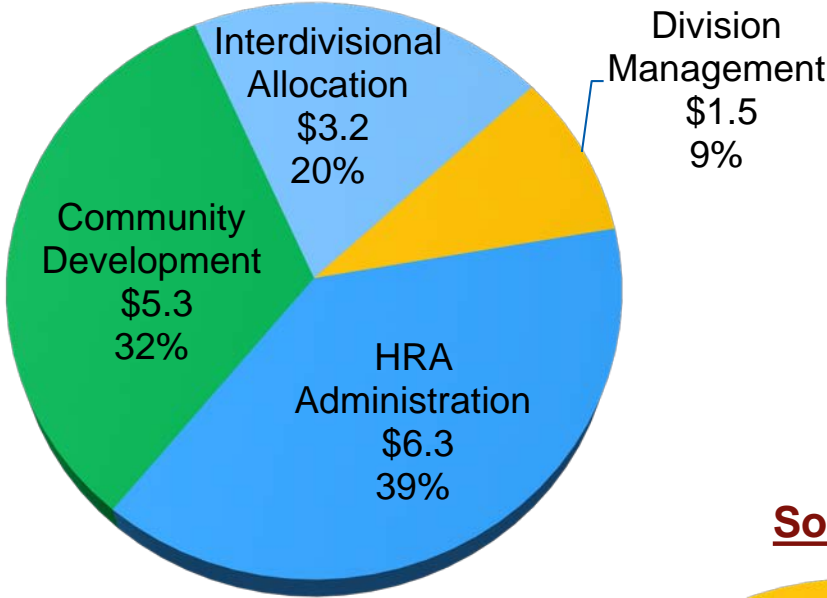
Collaboration

Accountability

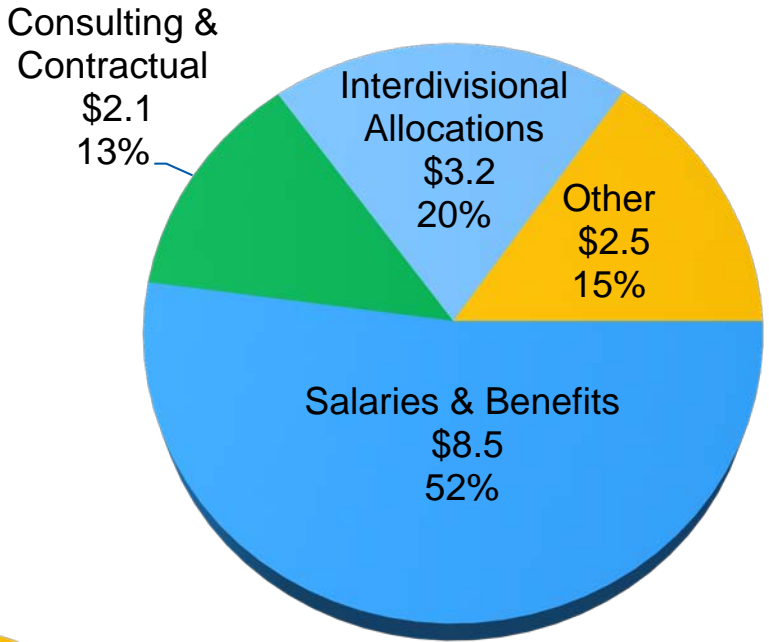


CD General Fund & HRA Operations \$17M

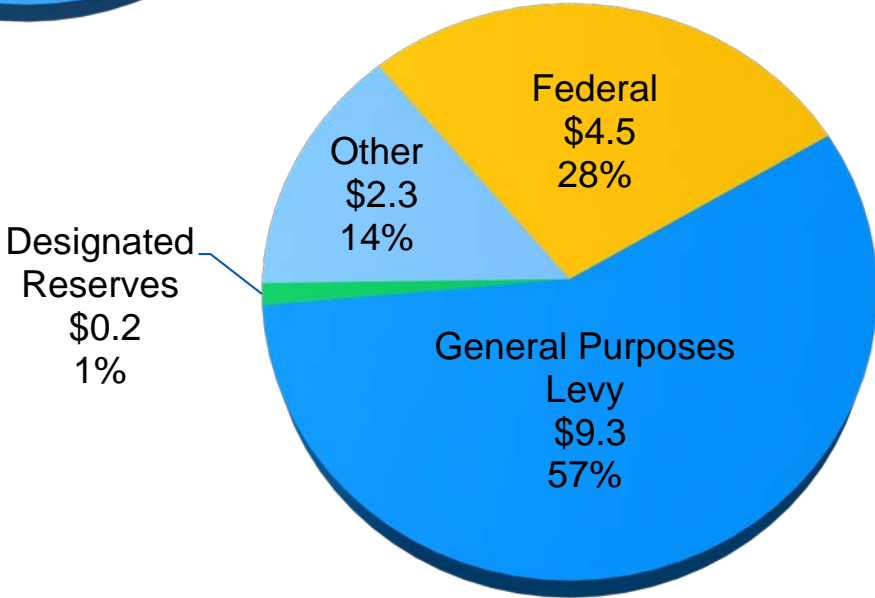
Uses by Department



Uses by Category



Sources

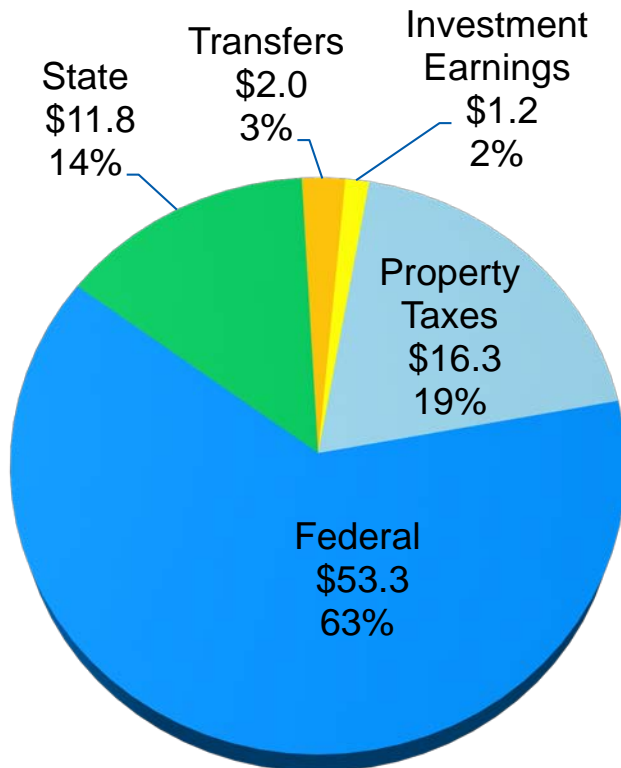


Dollars in millions

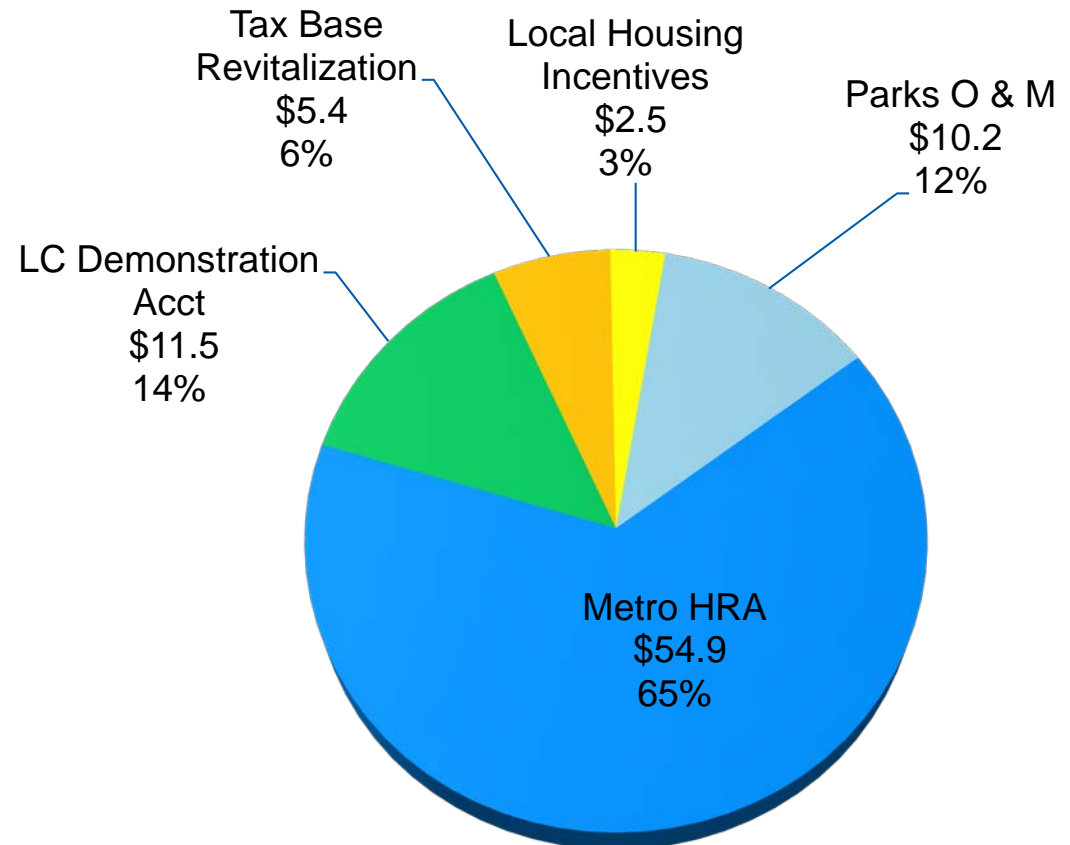


CD Passthrough Programs – \$84.5 M

Sources

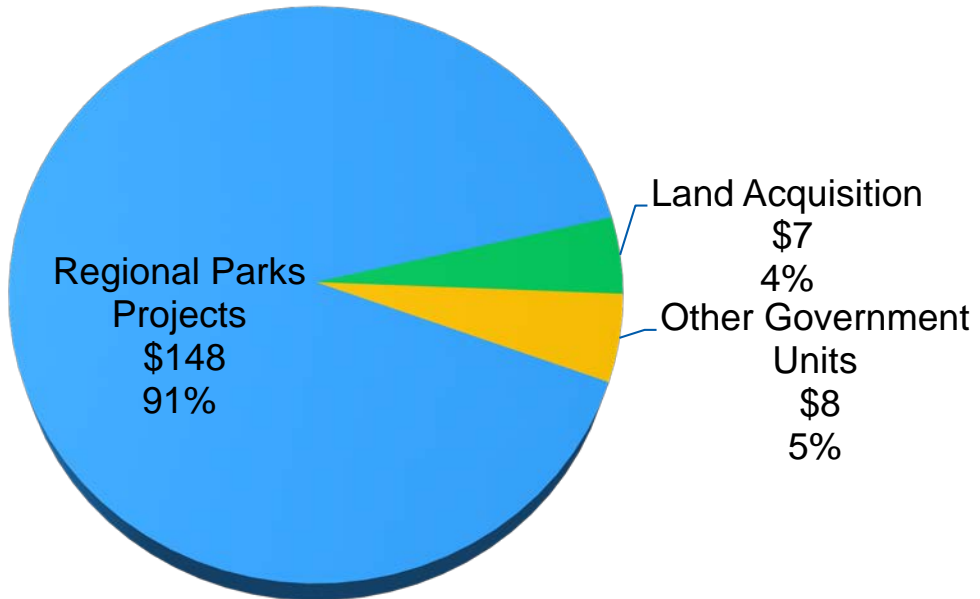


Uses

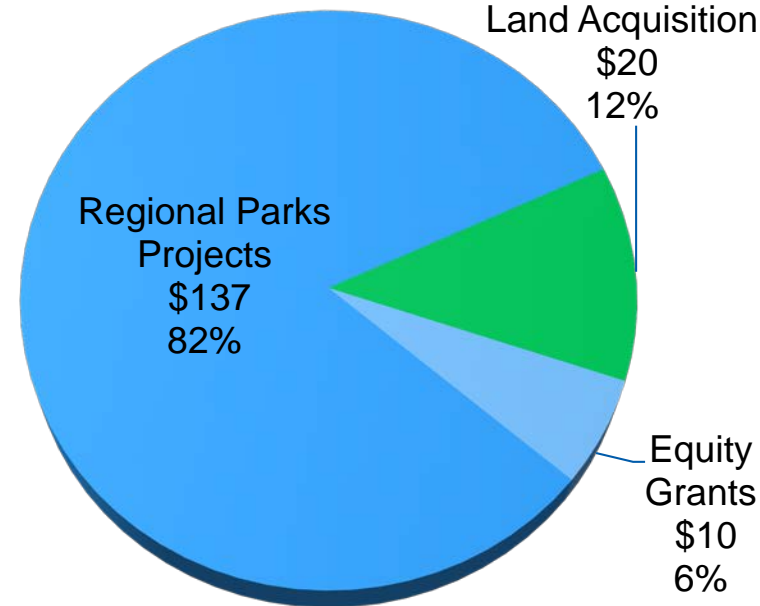


Dollars in millions

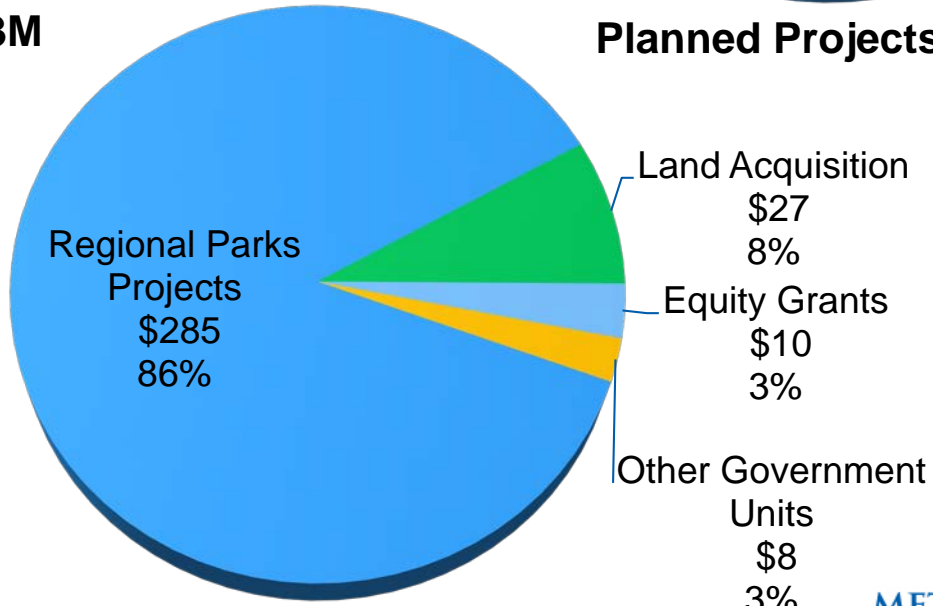
Parks & Open Spaces 2015 Capital Program - \$330 M



Authorized Projects - \$163M



Planned Projects - \$167M

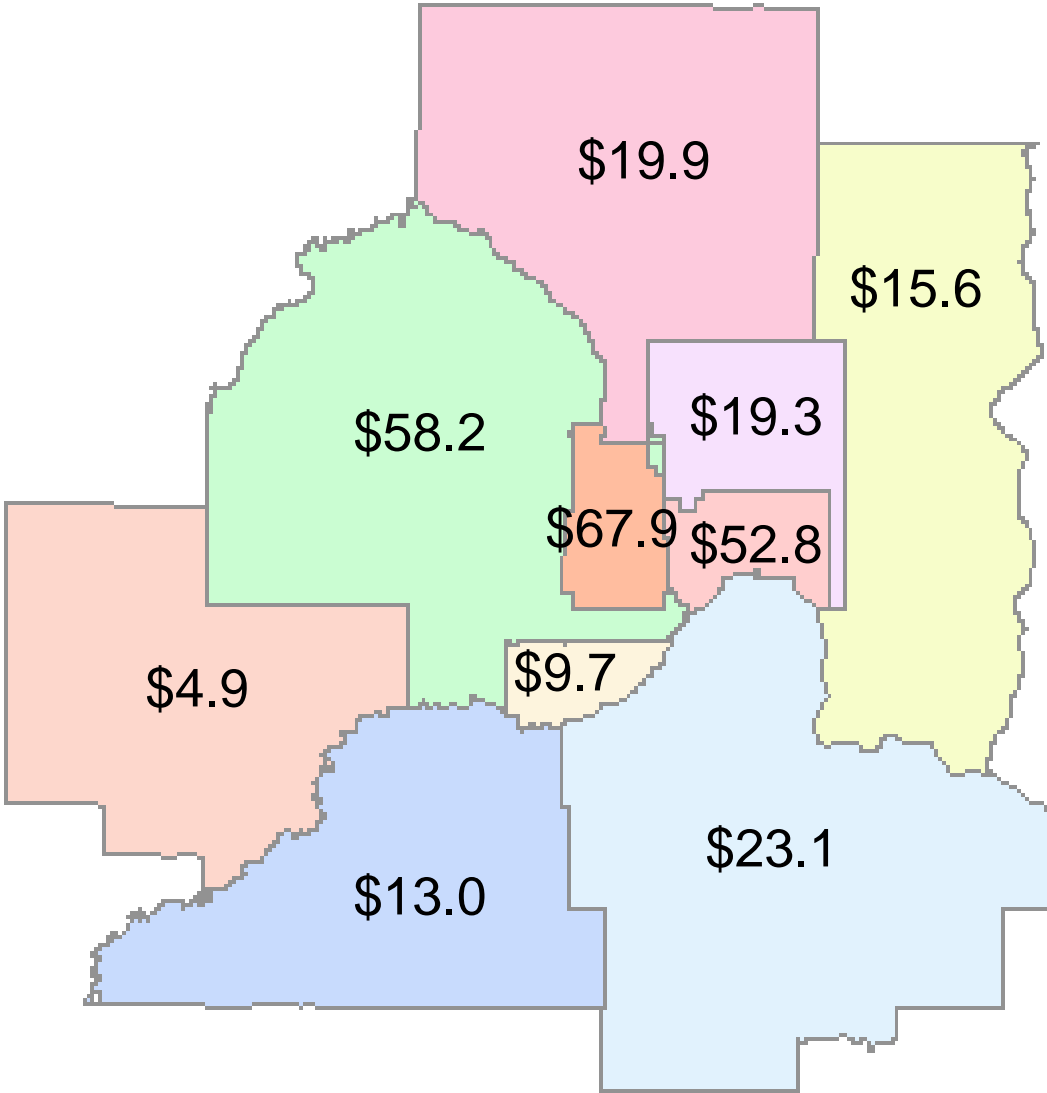


Projects By Category - \$330M

Dollars in millions



CIP By Park Implementing Agency

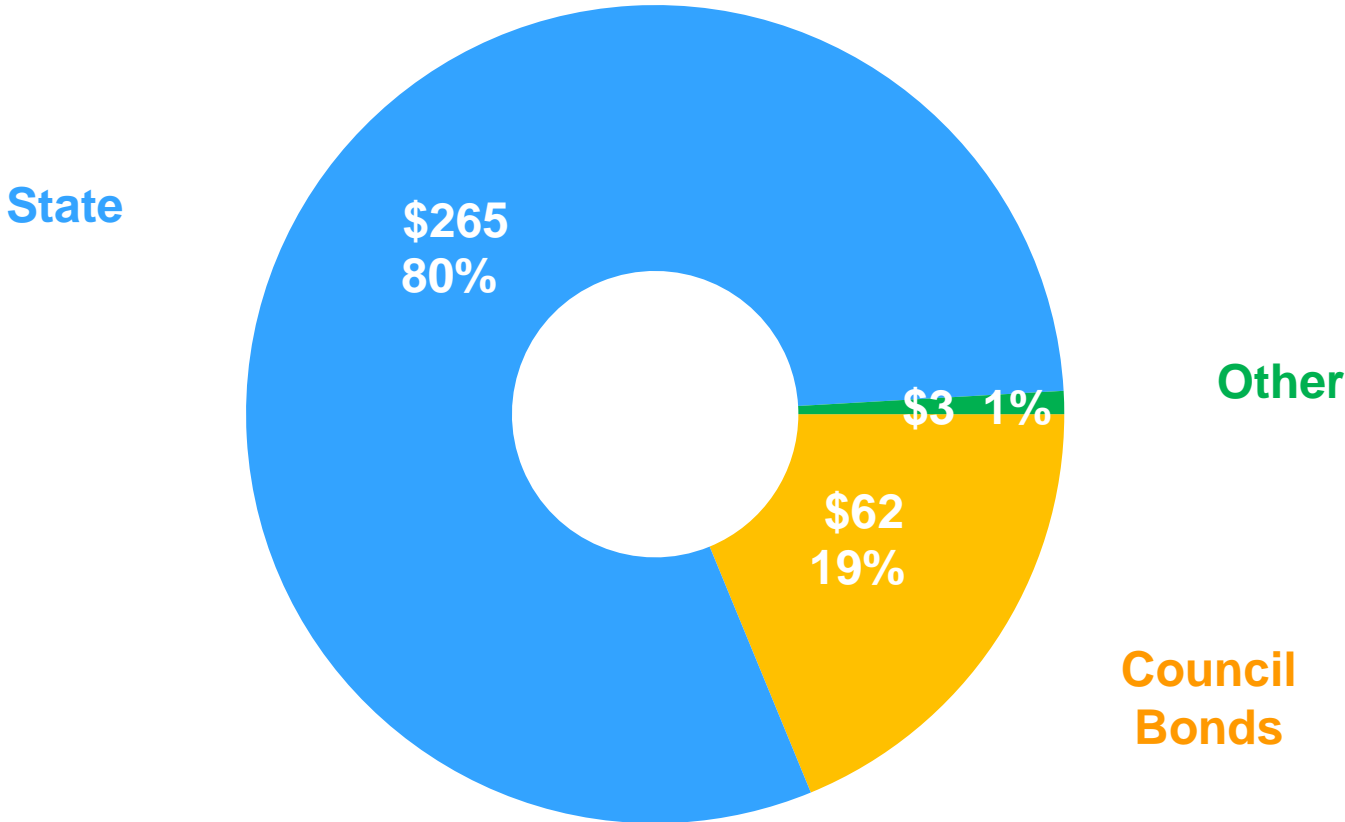


Unallocated
Acquisition Pool,
Equity Grants and
Other Units of
Government
\$45.4M

Dollars in
millions



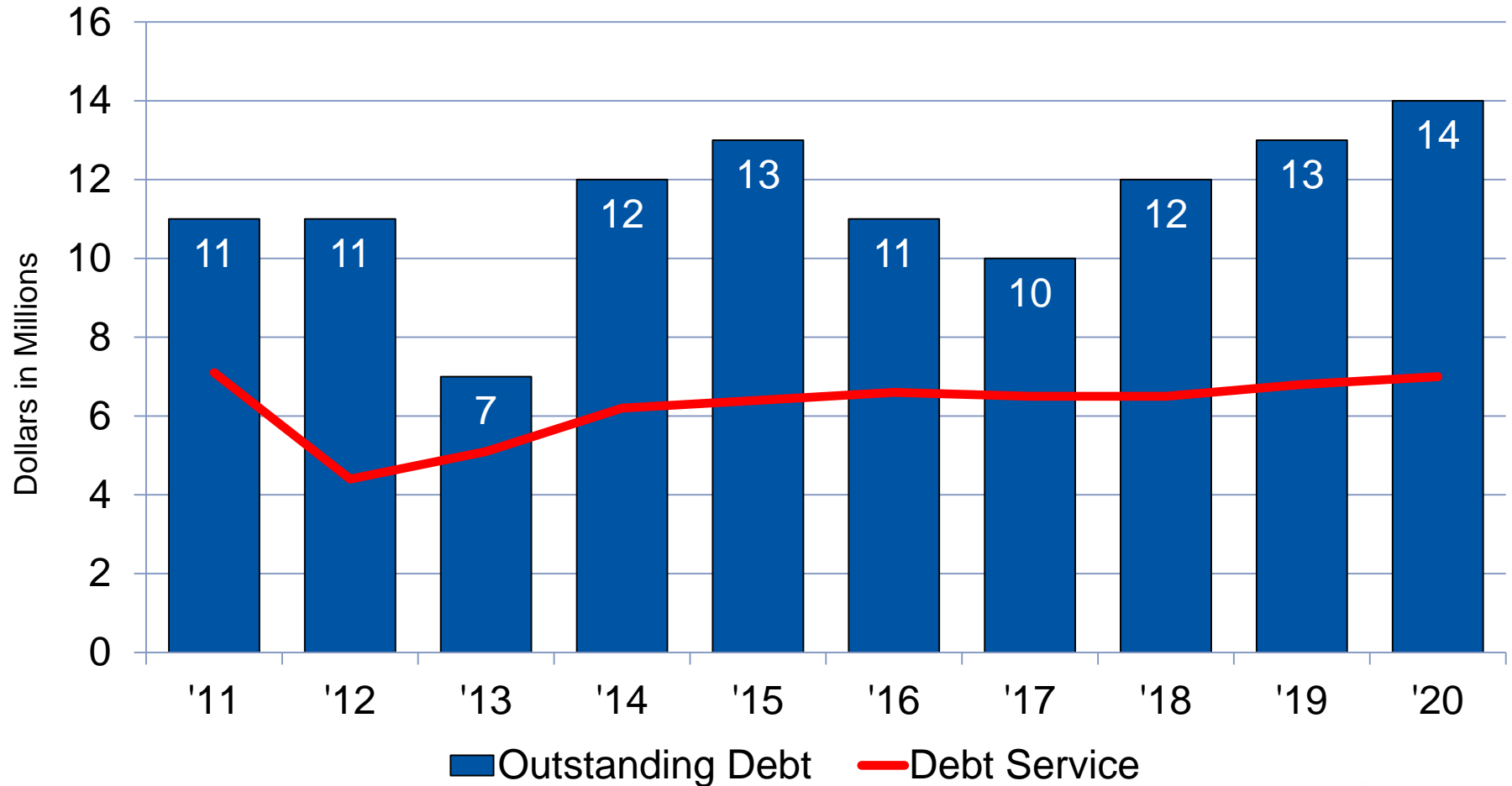
Parks & Open Spaces 2015 Capital Program – Sources of Funding – \$330 M



Dollars in millions



Parks Debt Service & Bonds Outstanding



Proposed Changes For The 2016 Capital Program

- **No changes to existing projects**
- **Add planned projects to 2021**
 - ❑ Regional Parks Projects
 - ❑ Land Acquisition Grants
- **Preliminary 2016 Capital Budget - \$36 M**

Environmental Services

Leisa Thompson, General Manager



Thrive in Motion

- Stormwater/Reuse Grants



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Thrive in Motion

- Sustainability – Energy Conservation



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Thrive in Motion

- Sustainability – Water



Metro Plant
Effluent
Discharge

East Bethel
Reclaimed Water
Distribution
System



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability

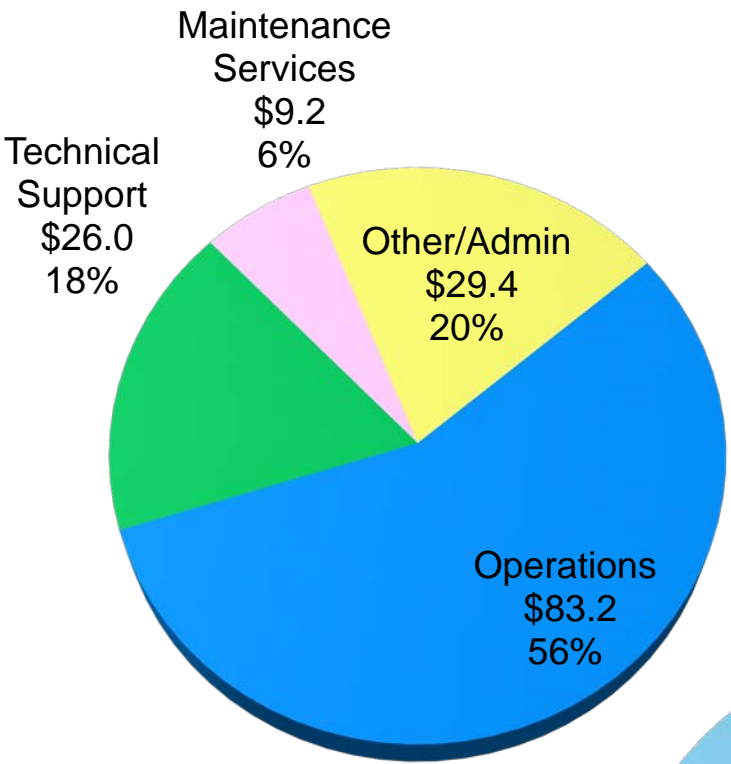


Operating Budget Highlights

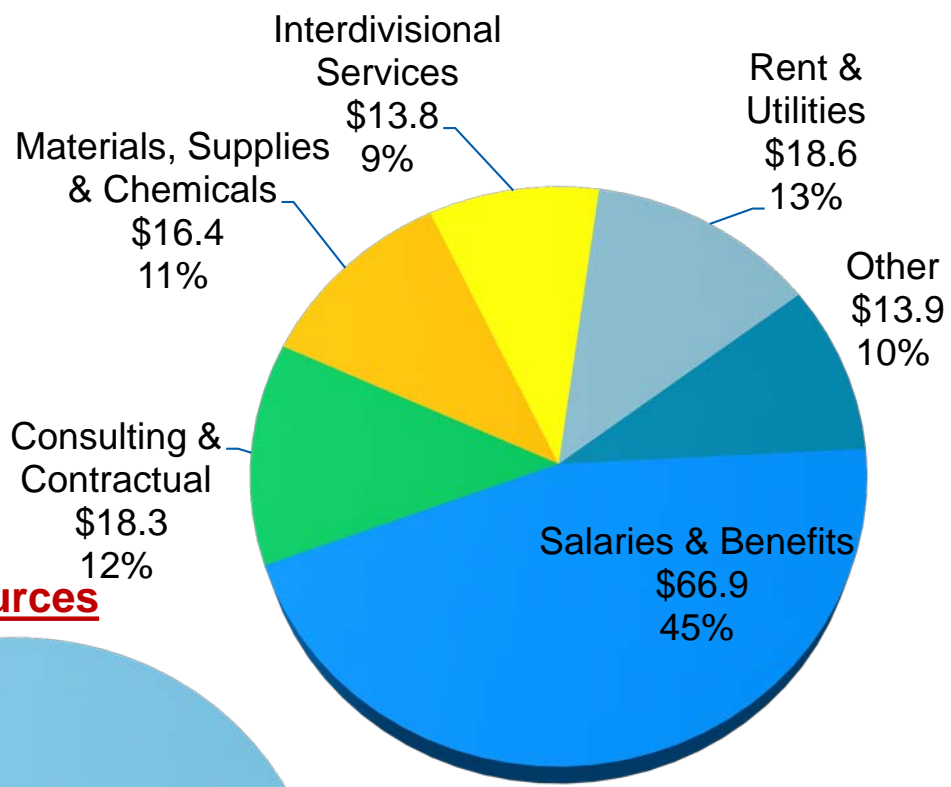
- Municipal Wastewater Charge: +5.4%
- Sewer Access Charge: No Change
- Industrial Waste Strength Charge: +7.4%
- Industrial Waste Permit Fees: +10.4%

Environmental Services Operations: \$148M

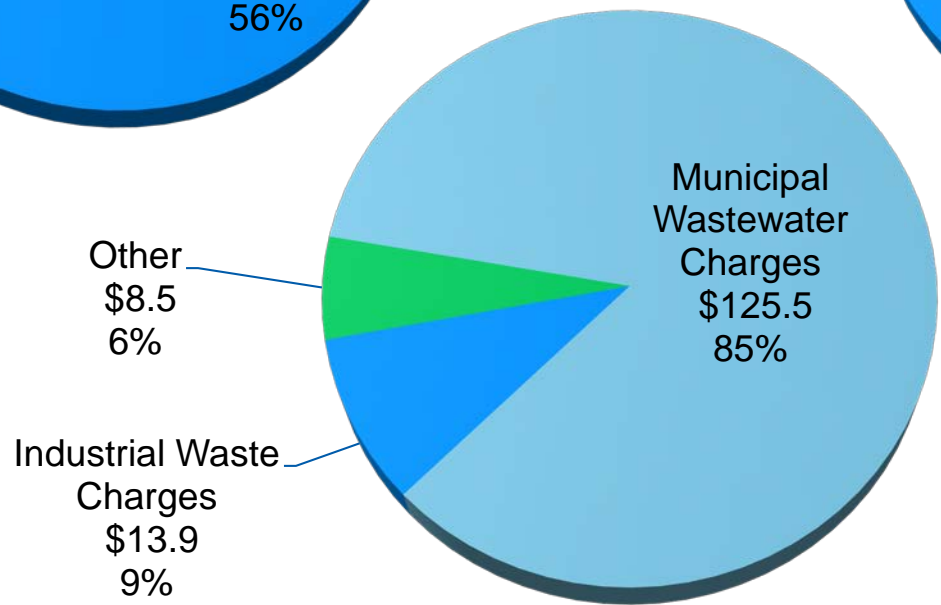
Uses by Department



Uses by Category



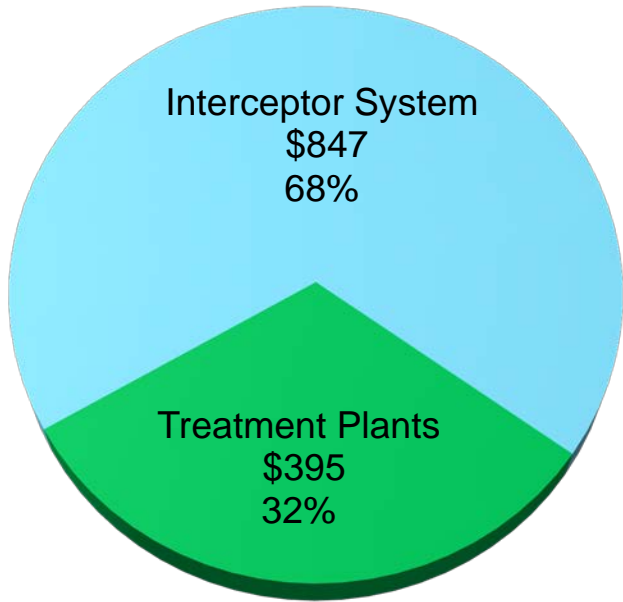
Sources



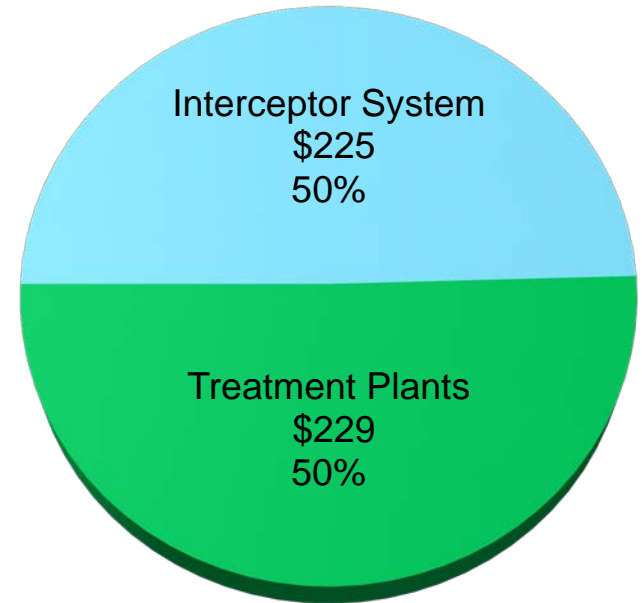
Dollars in millions



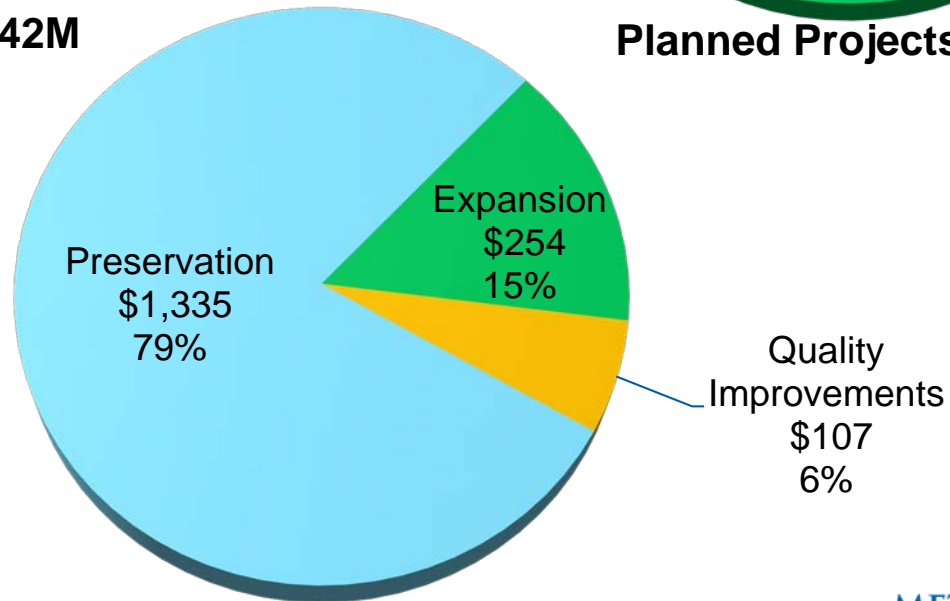
Environmental Services 2015 Capital Program - \$1.7B



Authorized Projects - \$1,242M



Planned Projects - \$454M

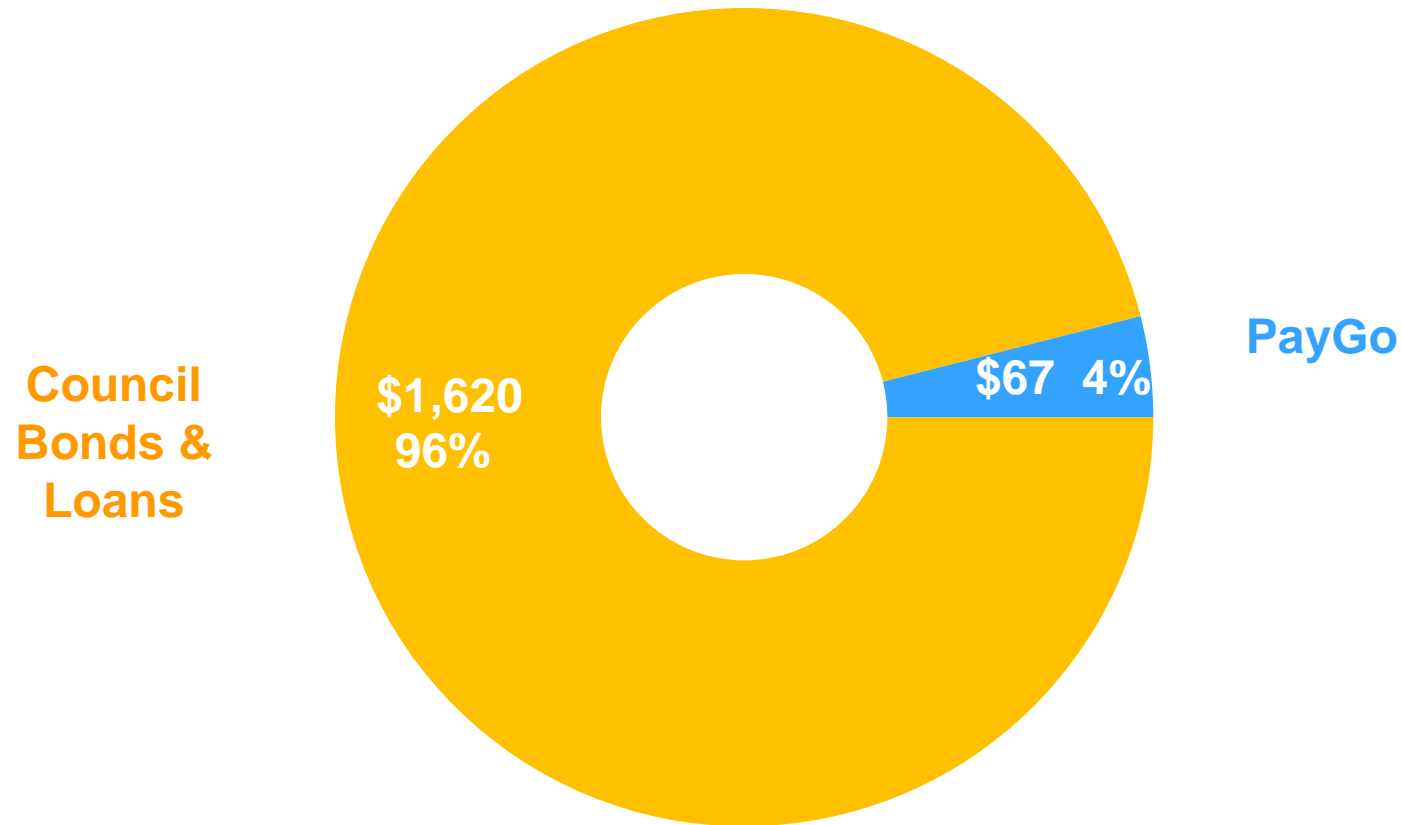


Projects By Category – \$1.7B

Dollars in millions



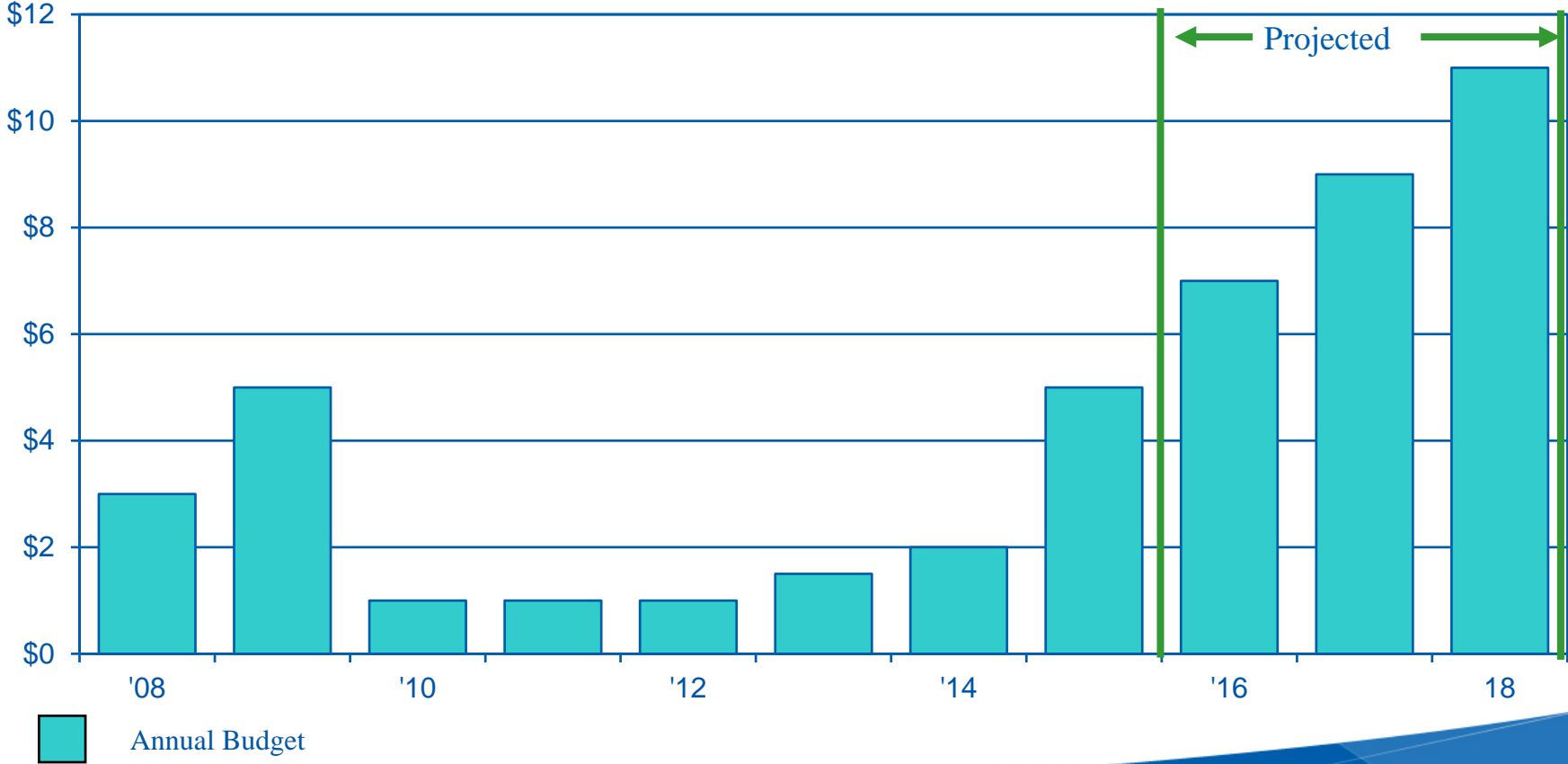
Environmental Services 2015 Capital Program – Sources of Funding – \$1.7 B



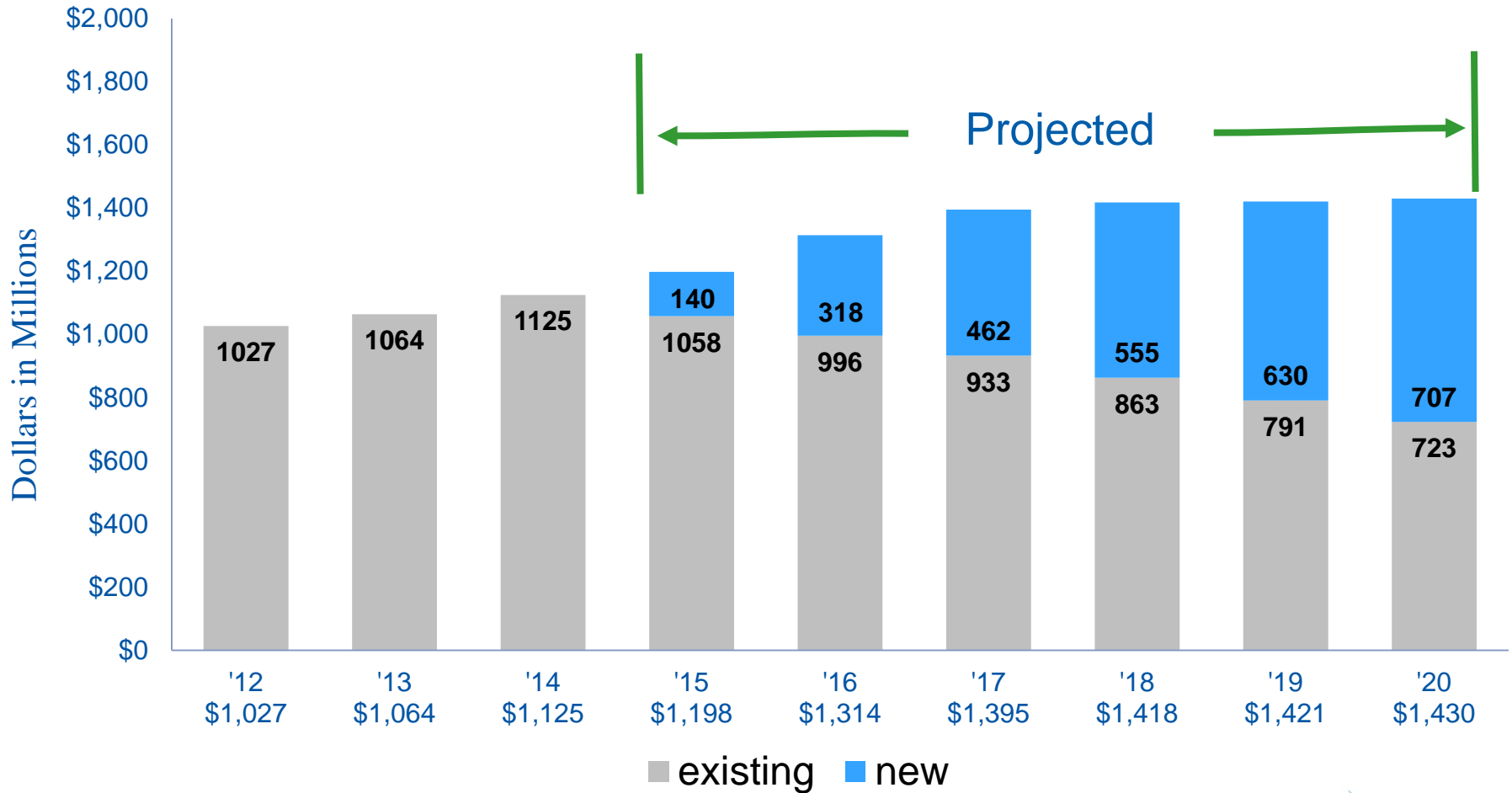
Dollars in
millions

Pay-As-You-Go

(millions)



Wastewater Outstanding Debt



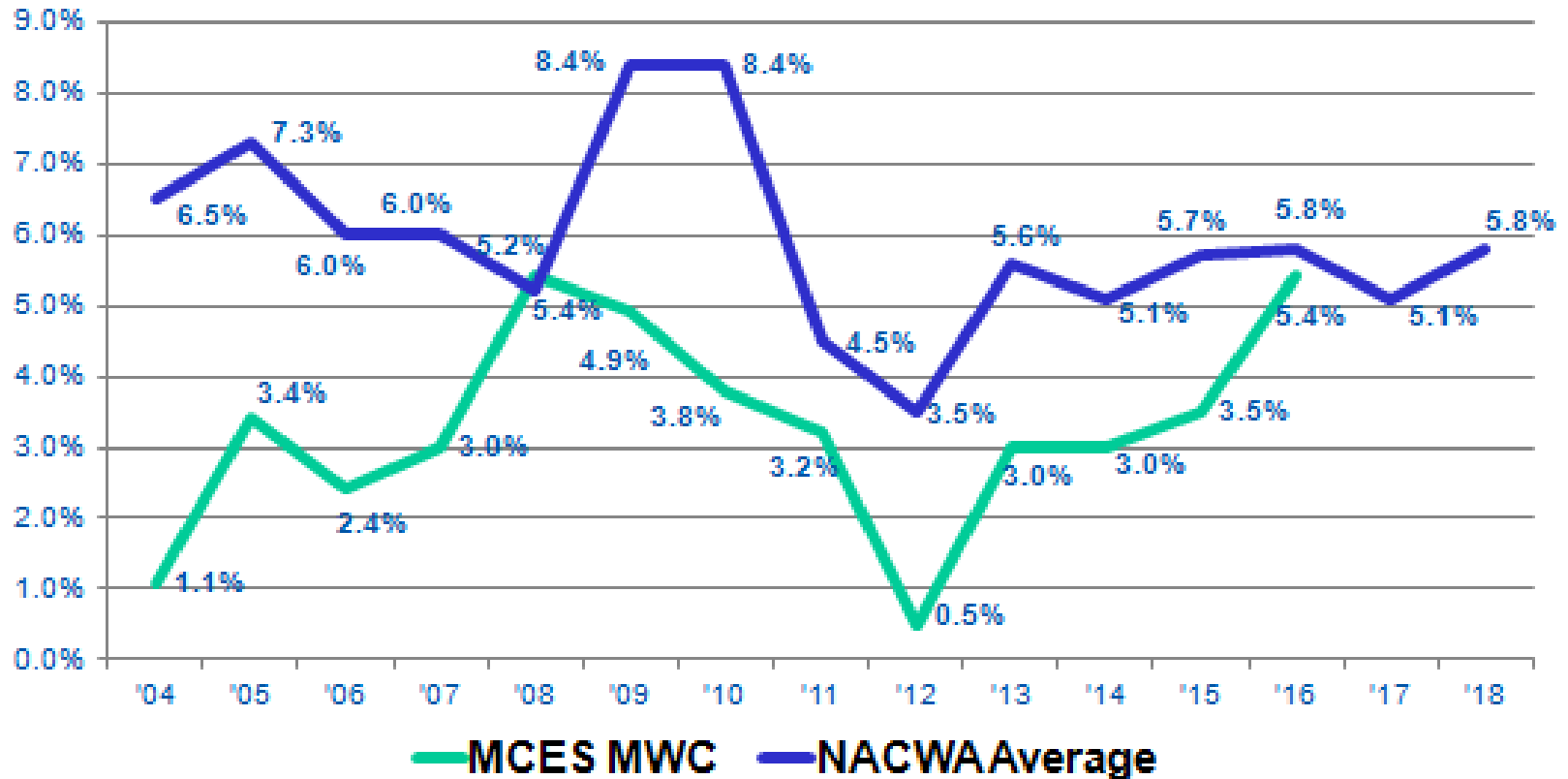
(Average 3.1% Increase)



Proposed Changes For The 2016 Capital Program

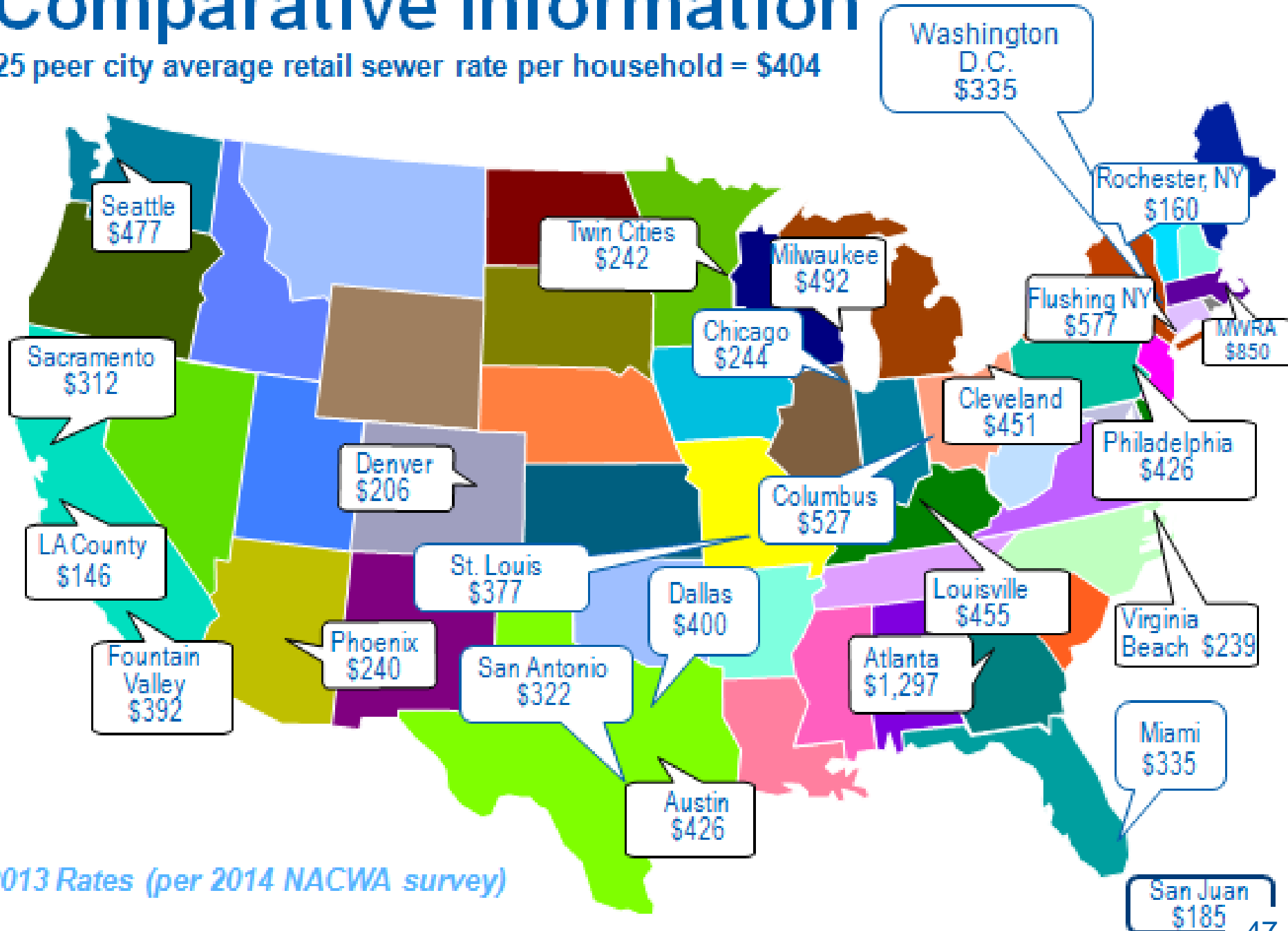
- **Add three new projects**
 - ❑ MWWTP Asset Renewal
 - ❑ Wastewater Reclamation Facilities
 - ❑ Mpls. Interceptor 1-MN-340 Rehabilitation
- **Adjustments to ACP**
 - \$113 M Increase for Existing Projects
 - \$ 11 M Increase for New Projects
 - \$ 91 M Decrease for Completed Projects
 - \$ 33 M Net Increase in Authorizations
- **Adjustments to CIP**
 - \$126 M Decrease in Planned Authorizations
- **2016 Capital Budget - \$190 M**

MWC Increases Compared to NACWA Average



Comparative Information

25 peer city average retail sewer rate per household = \$404



2013 Rates (per 2014 NACWA survey)

Transportation

Ed Petrie
Director, Metro Transit Finance

Heather Agesen-Huebner
Manager, MTS Administration



Thrive in Motion

- A-Line Construction



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Thrive in Motion

- A-Line Operations



- Opening 2016
- 10-mile line with
- 20 enhanced stations
- Specialized vehicles
- Pre-boarding fare payment
- Transit signal priority
- Faster trip

Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

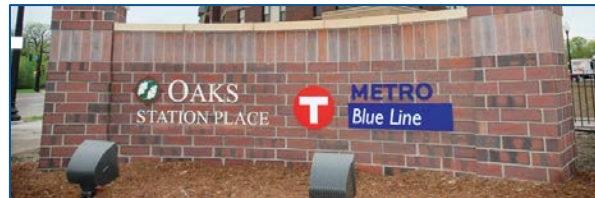
Collaboration

Accountability



Thrive in Motion

- Transit Oriented Development



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Thrive in Motion

- Bus Shelters



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

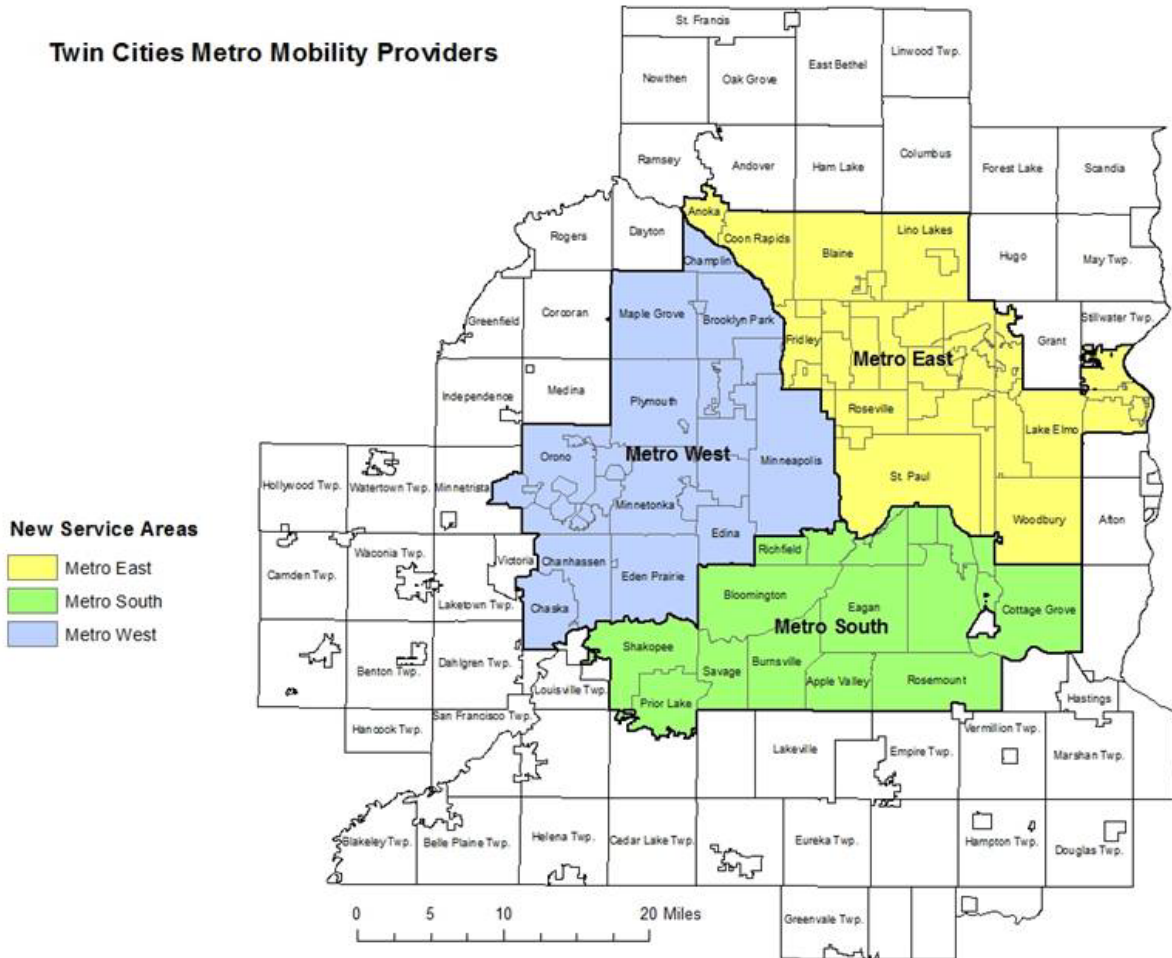
Accountability



Thrive in Motion

- Metro Mobility

Twin Cities Metro Mobility Providers



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Thrive in Motion

- Equity Workshops



Stewardship

Prosperity

Equity

Livability

Sustainability

Integration

Collaboration

Accountability



Budget Assumptions

- No Regional Fare Increase
- Regional Ridership remains stable
- Metro Mobility Ridership growth – 8%
- Operations
 - Begin A-Line Operations
 - Red Line CMAQ Grant expires
 - Maintain 2015 Service Levels
 - Type 1 LRV Overhaul Program #2
- Green Line Extension FFGA Application

Stewardship

Prosperity

Equity

Livability

Sustainability

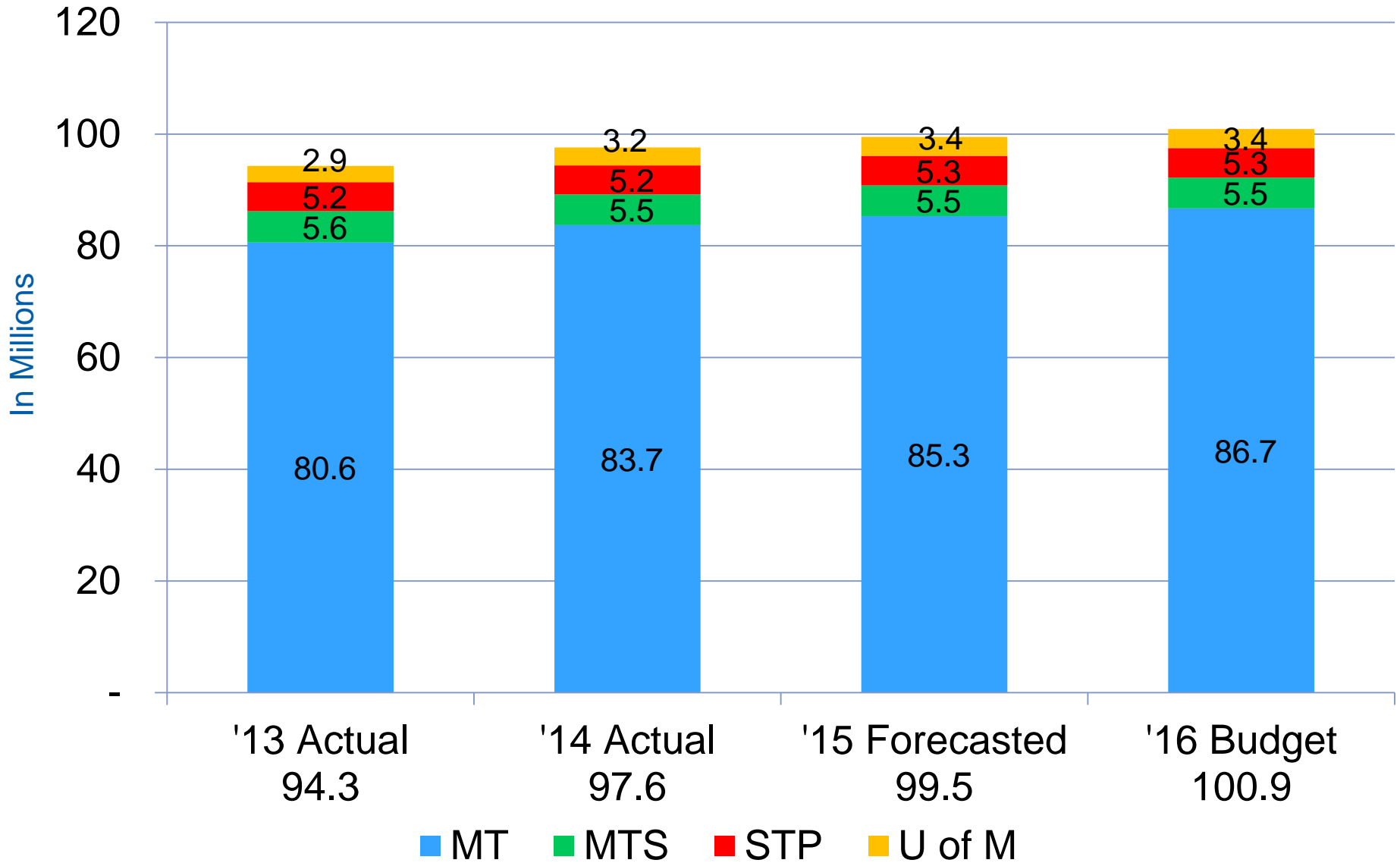
Integration

Collaboration

Accountability

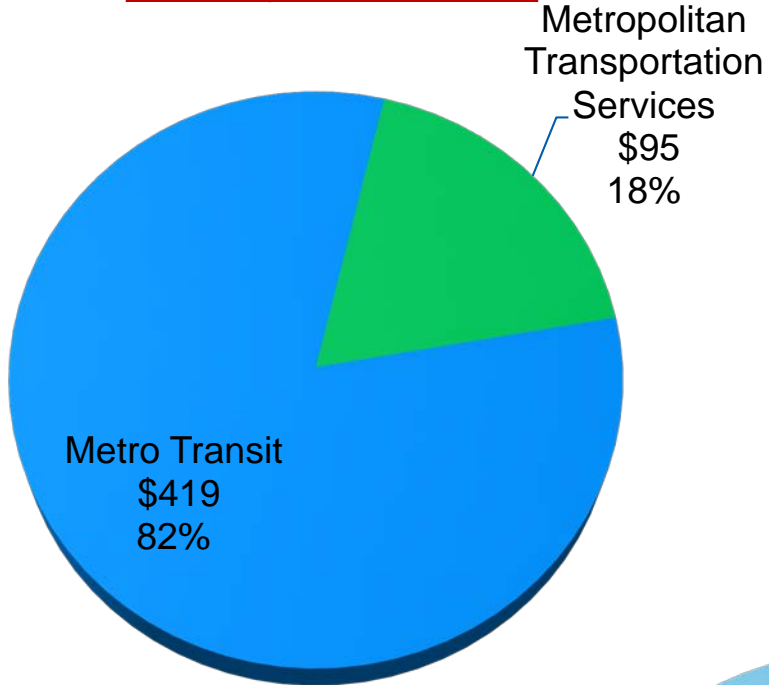


Regional Ridership

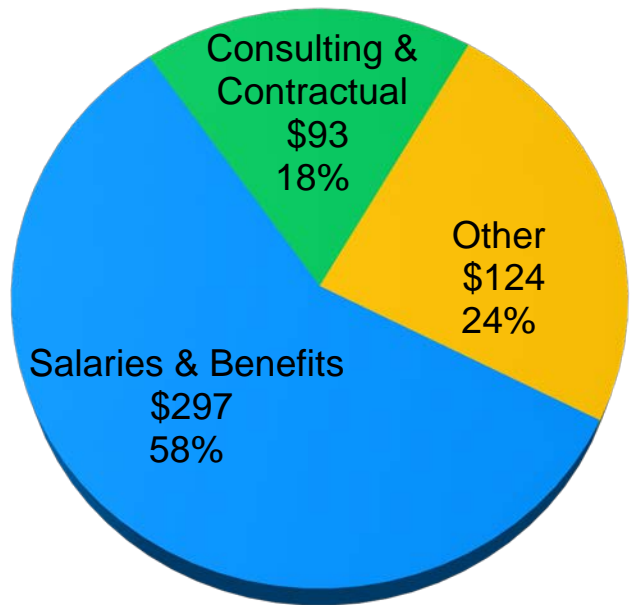


Transportation Operation: \$514 M

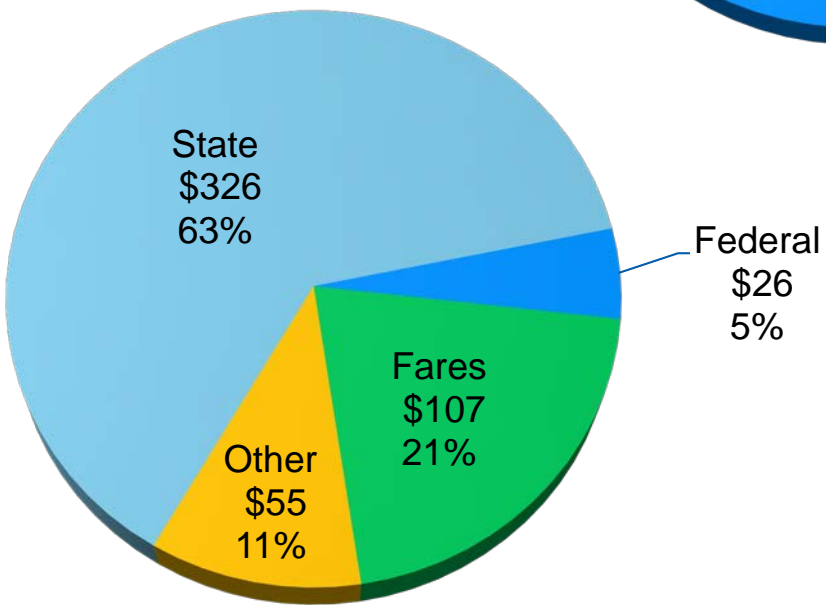
Uses by Department



Uses by Category



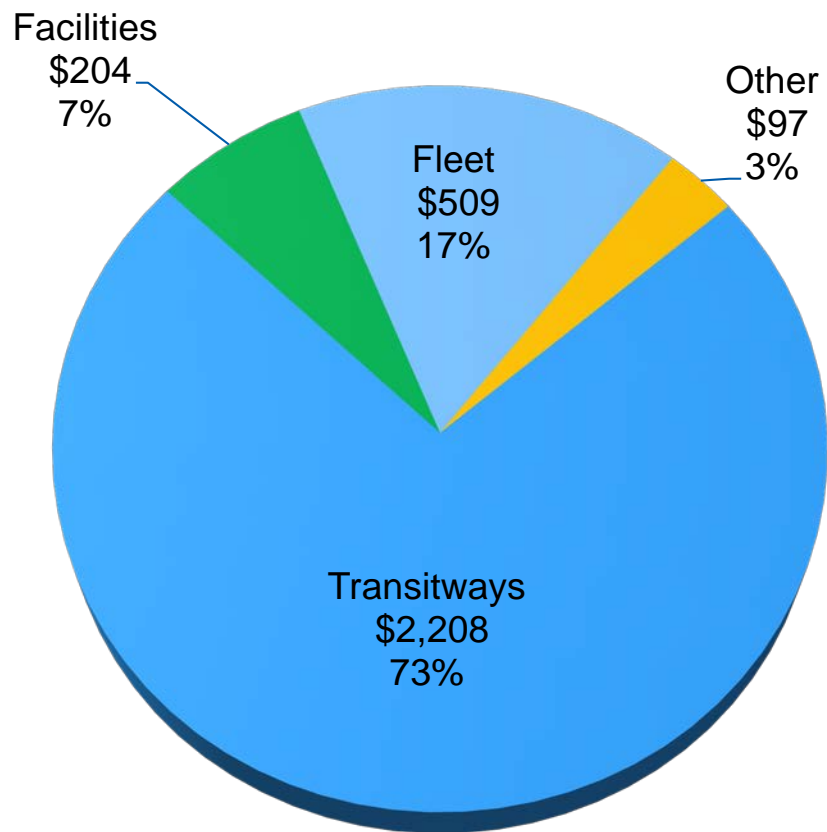
Sources



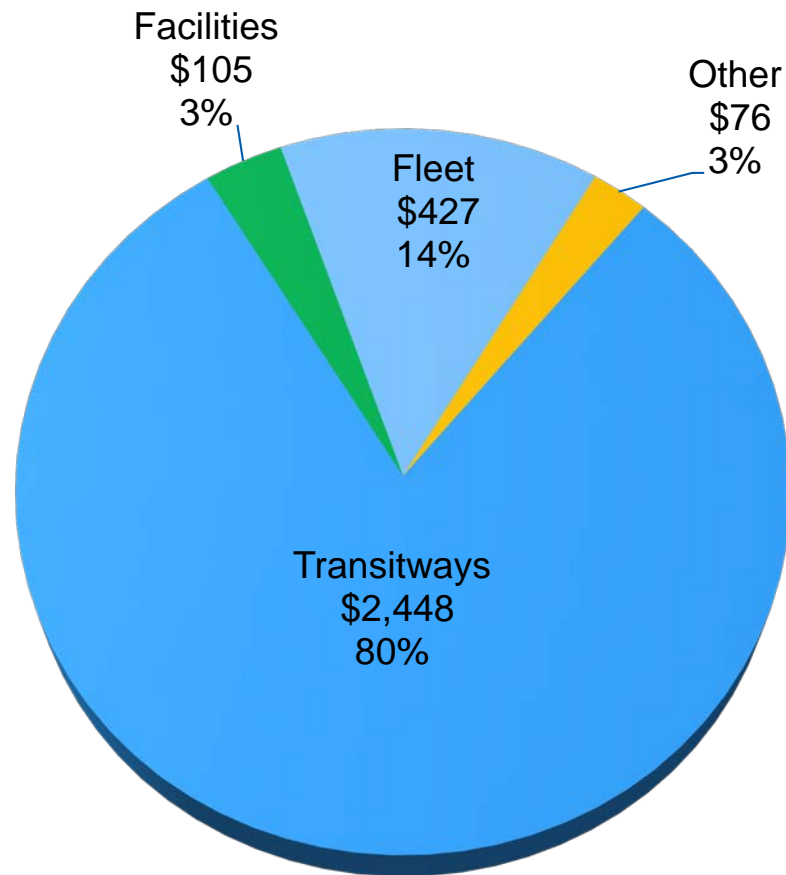
Dollars in millions



Transportation 2015 Capital Program – \$6.1 B



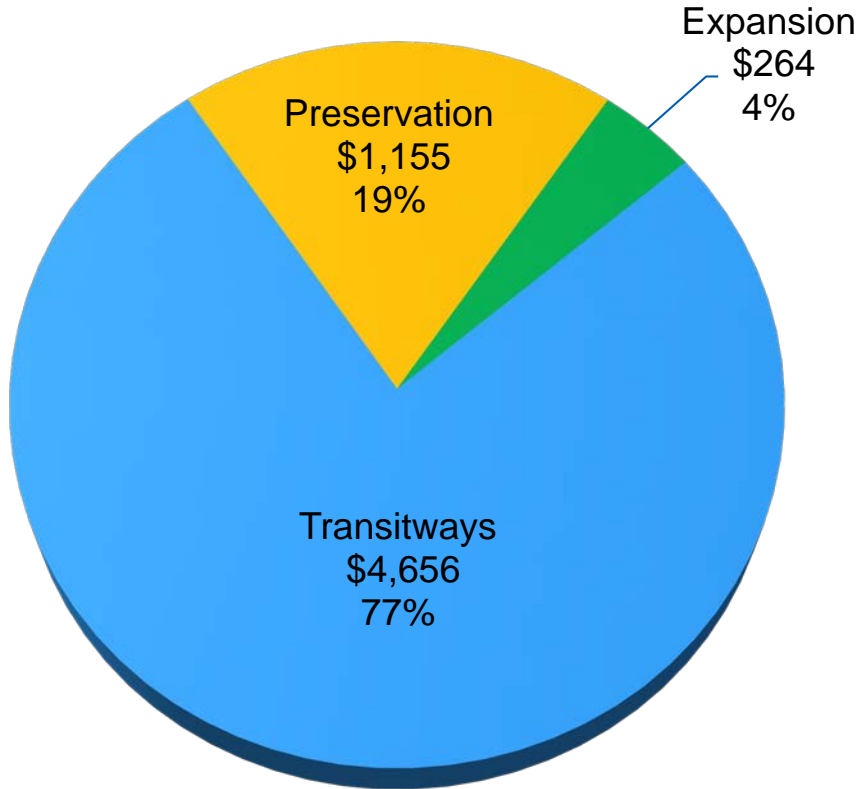
Authorized Projects - \$3.0B



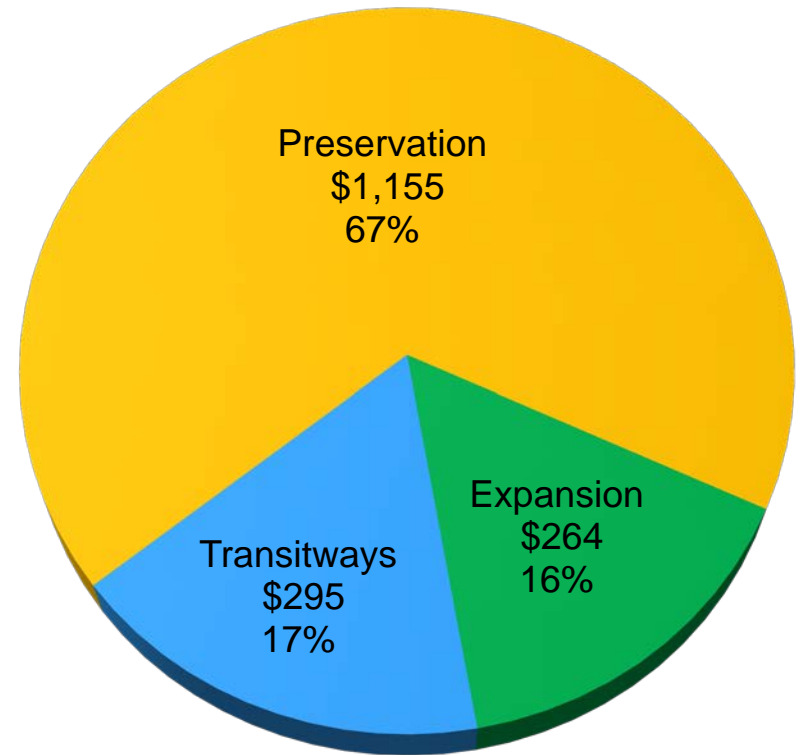
Planned Projects - \$3.1B

Dollars in millions

Transportation 2015 Capital Program – By Category



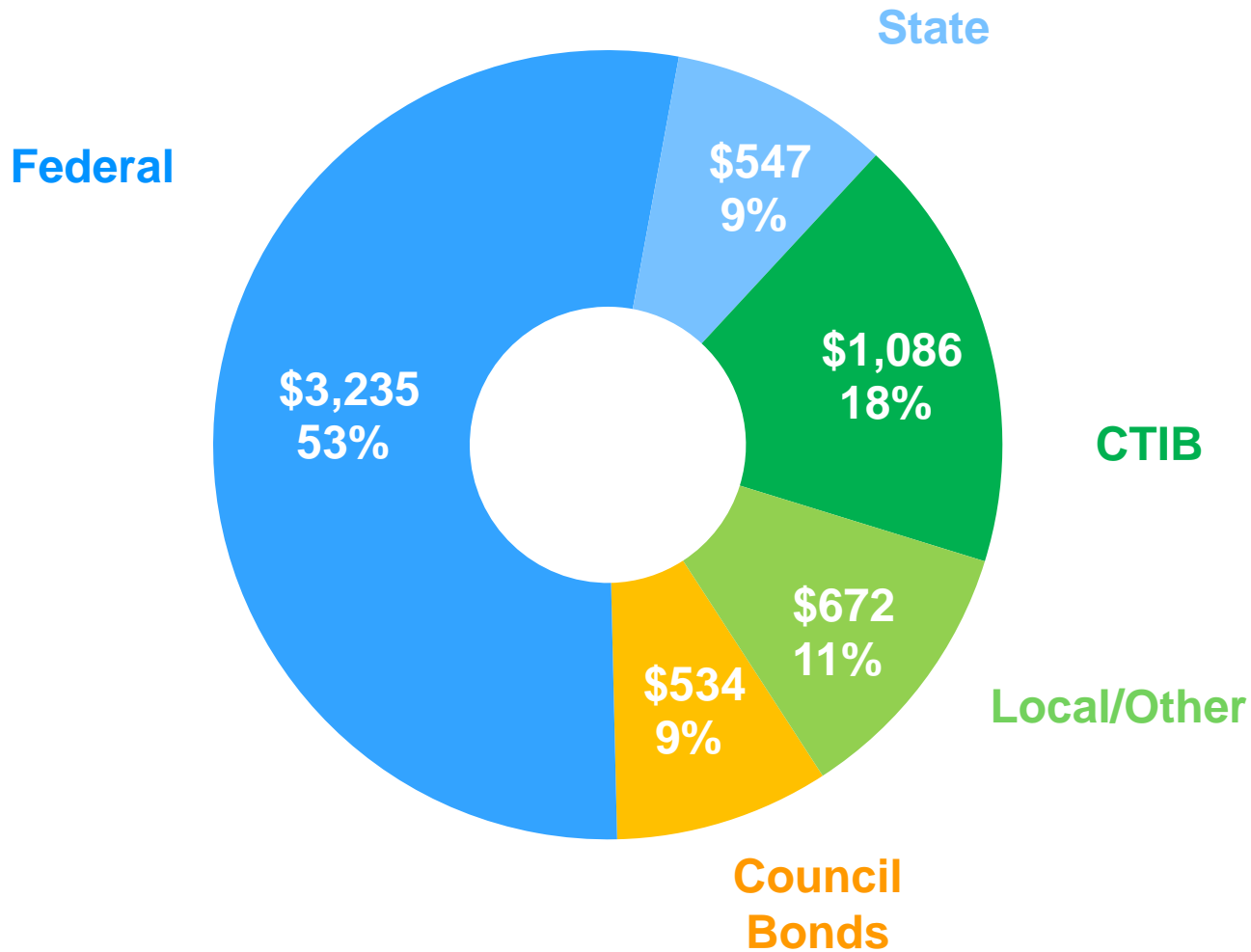
Total - \$6.1B



W/O New Starts Rail - \$1.7B

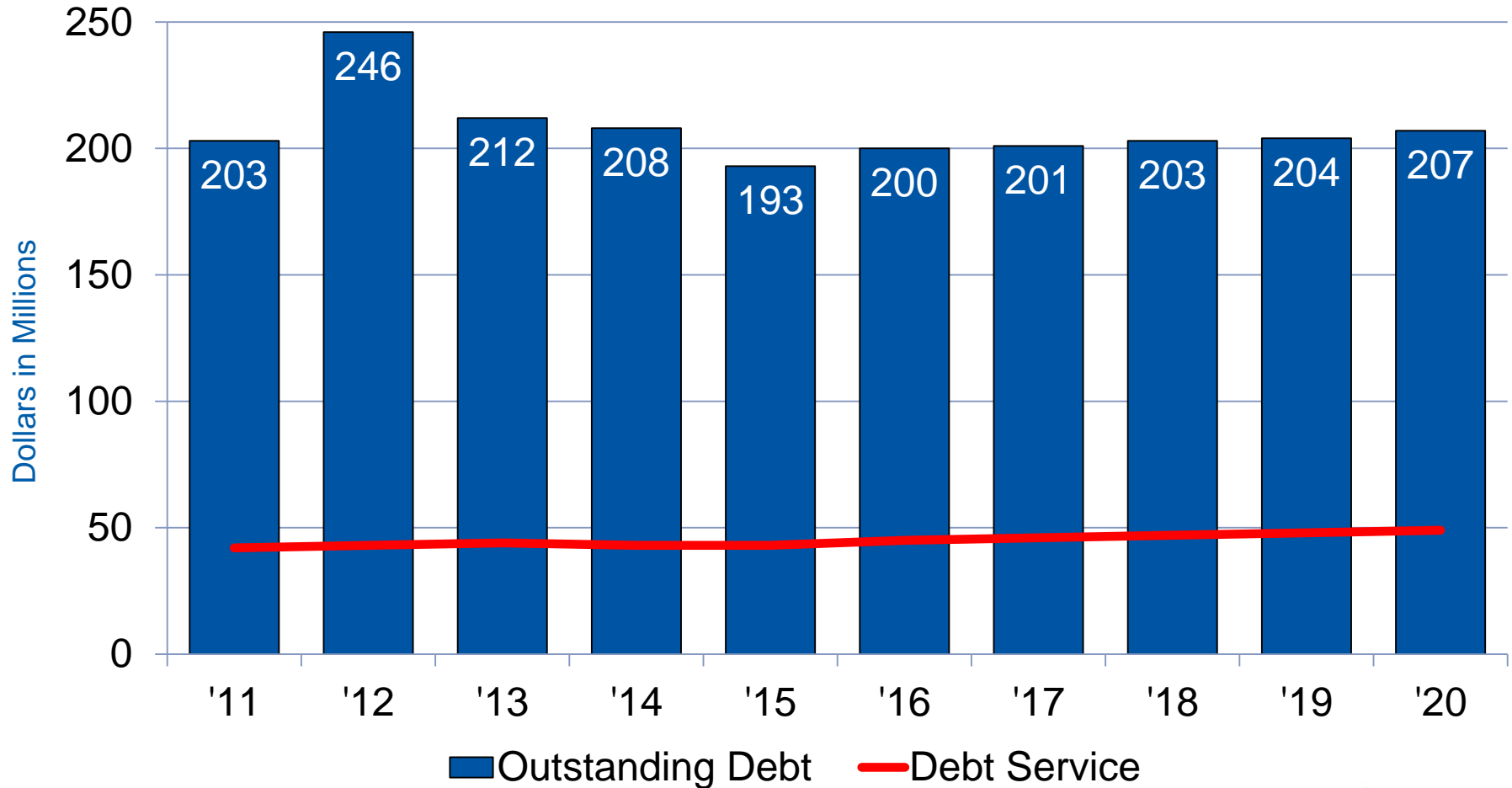
Dollars in
millions

Transportation 2015 Capital Program – Sources of Funding \$6.1B



Dollars in
millions

Debt Service & Bonds Outstanding



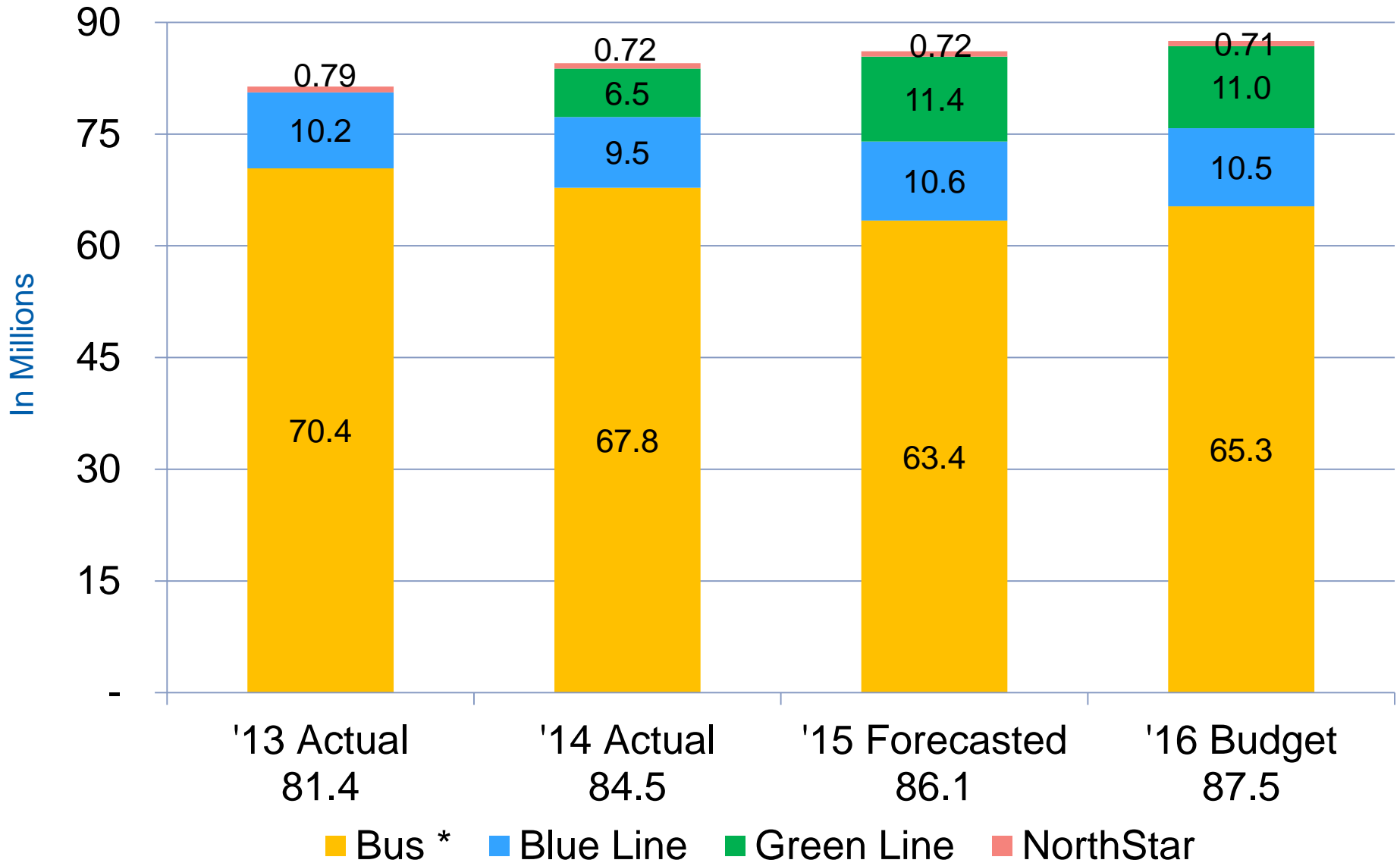
Proposed Changes For The 2016 Capital Program

- **Add planned projects to 2021**
 - Preservation of Fleet and Facilities
 - Building Major Transitways
 - CMAQ and Suburban Transit Provider Projects
- **Metro Mobility fleet expansion needs are under review**
- **Preliminary 2016 Capital Budget - \$607 M**

Metro Transit

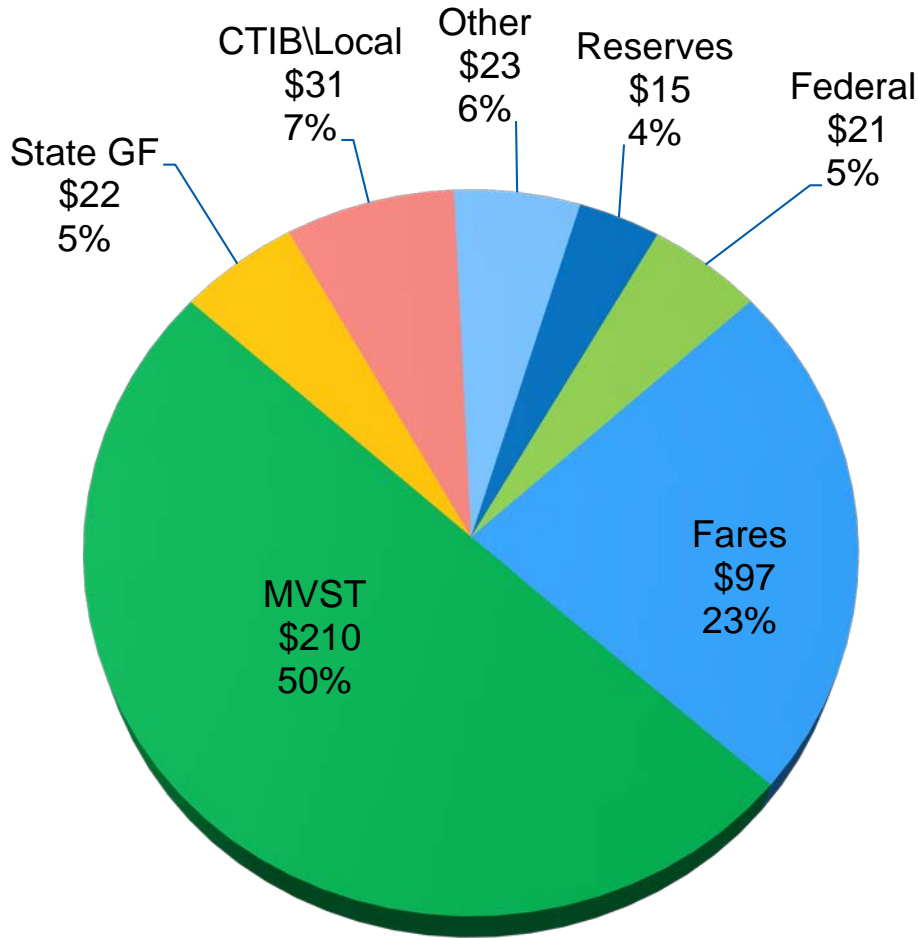


Metro Transit Ridership

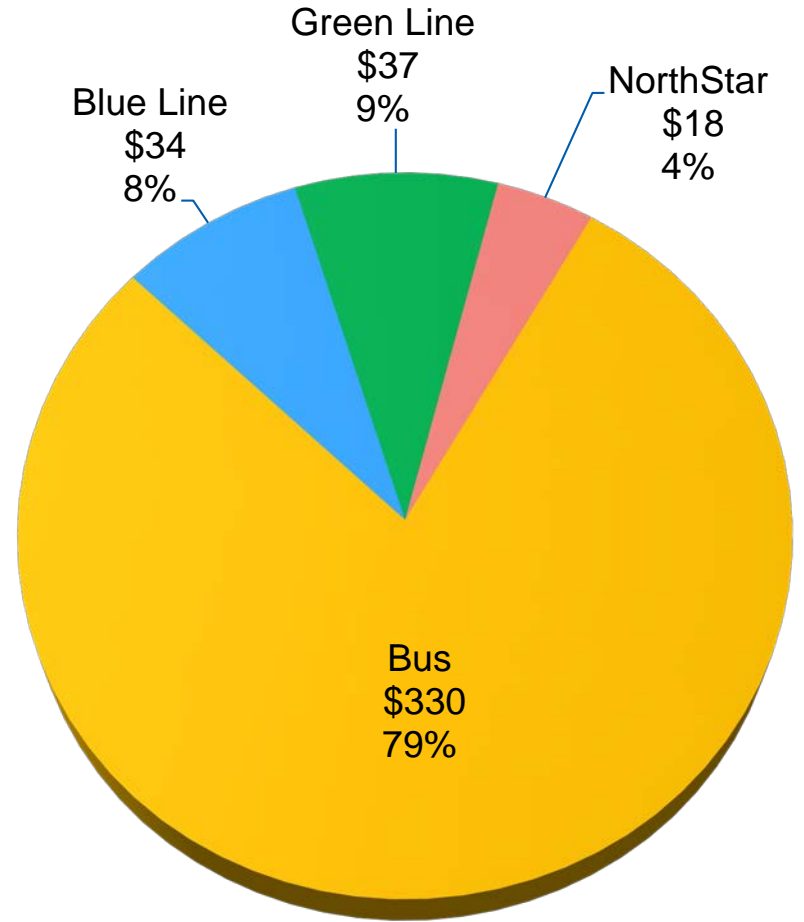


* Includes Maple Grove contracted service

2016 Metro Transit Operations – \$419 M



Sources



Uses

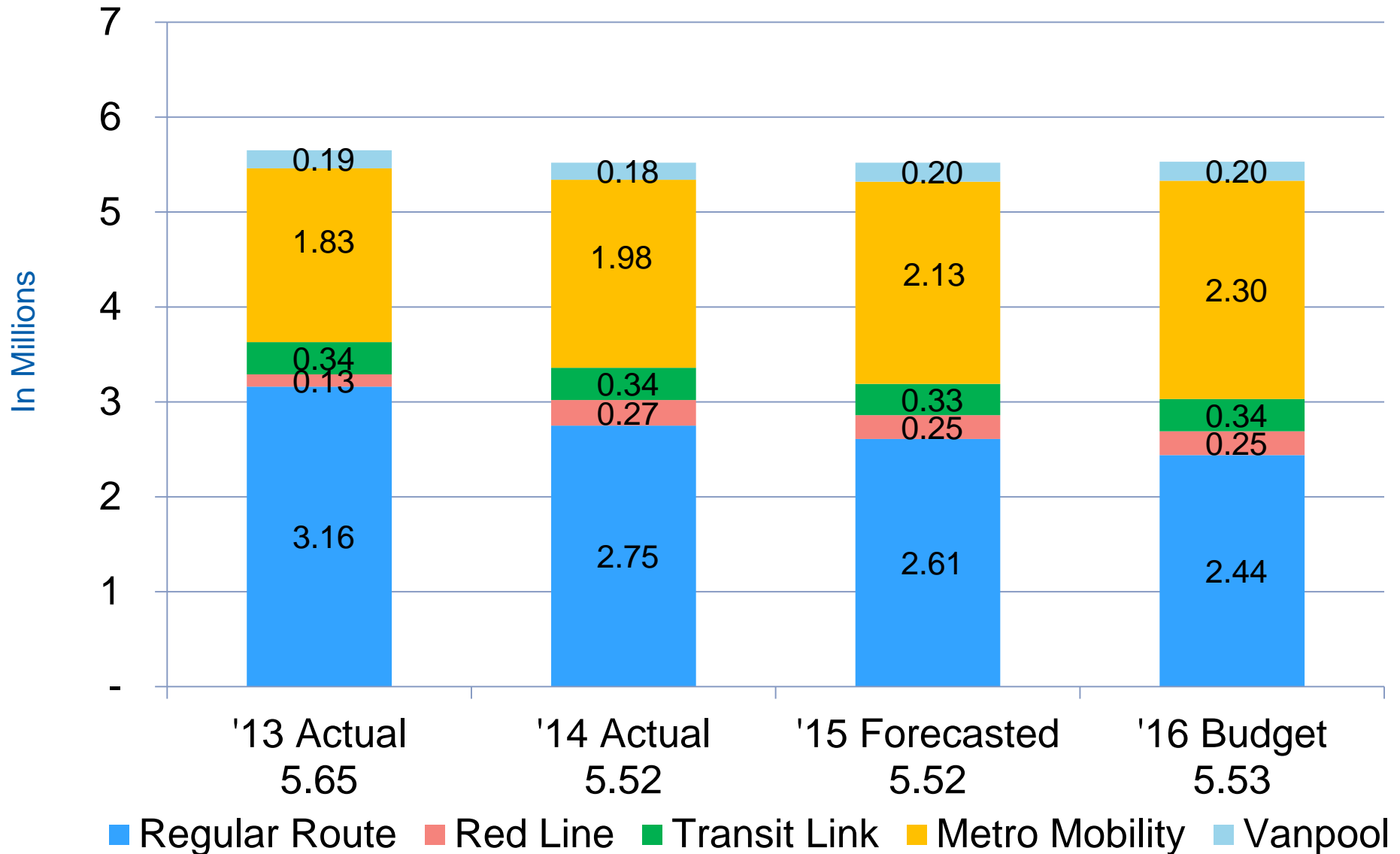
Dollars in millions



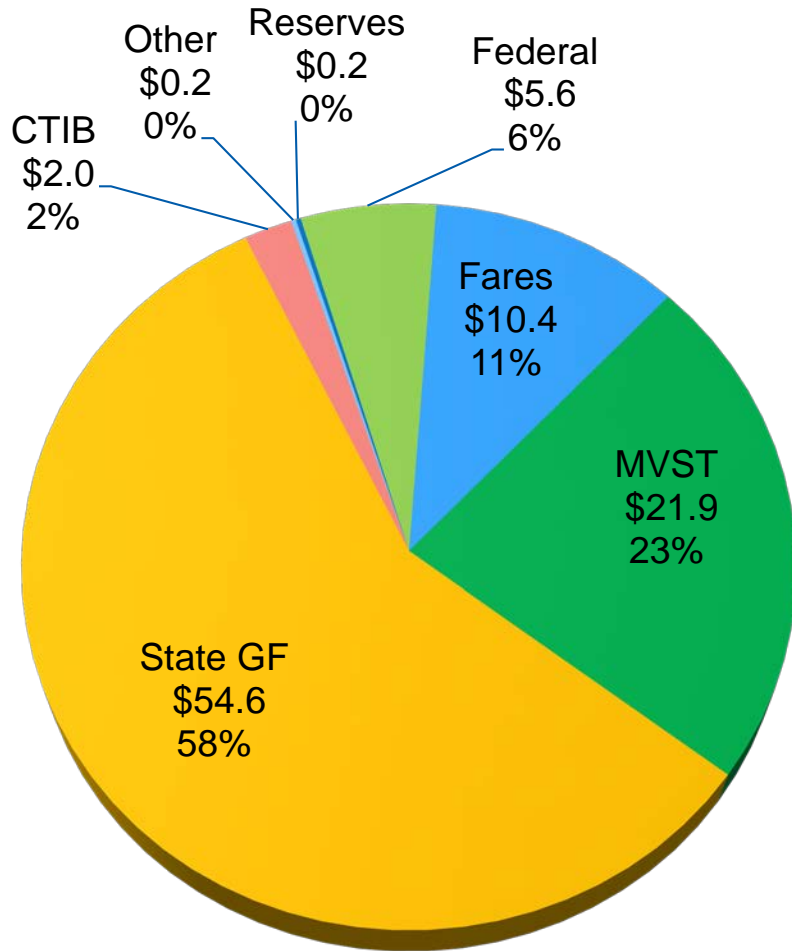
Metropolitan Transportation Services



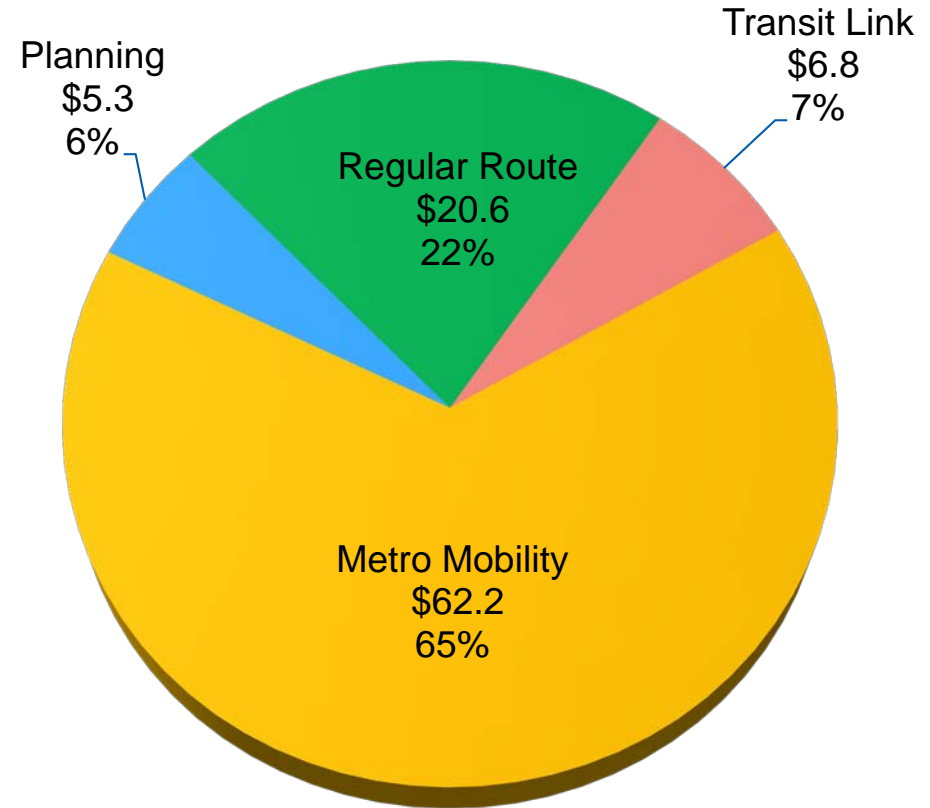
Metropolitan Transportation Svcs Ridership



2016 Metropolitan Trans Svcs Operations – \$95 M



Sources



Uses

Dollars in millions

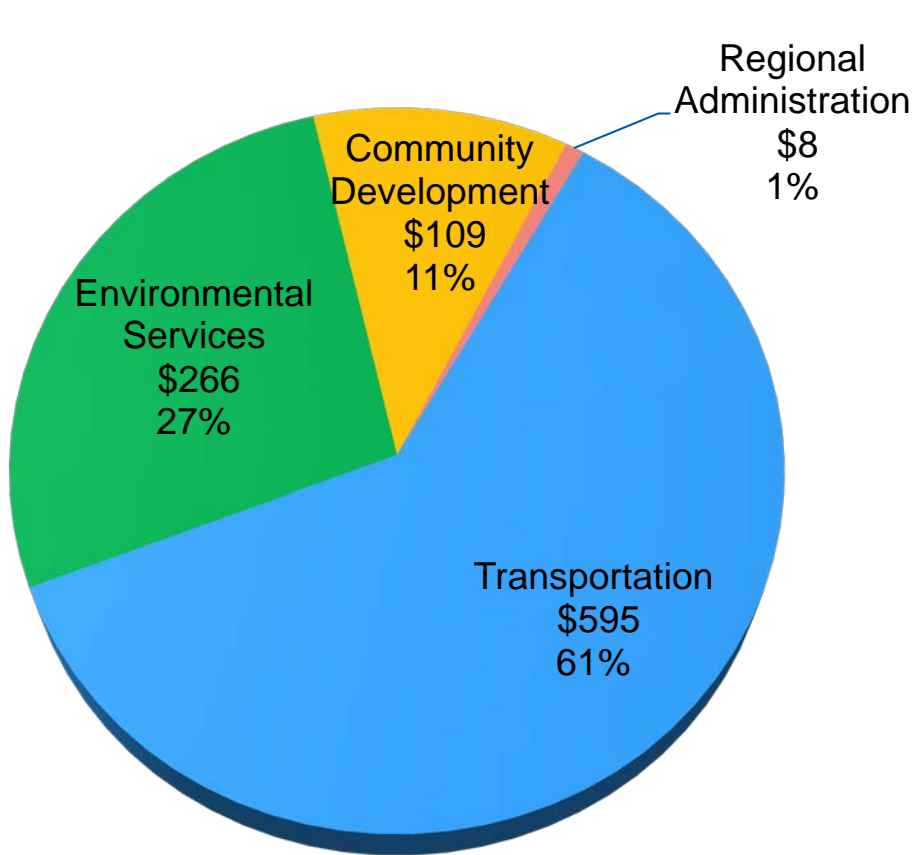
MTS Pass-Through Program ~ \$30 M

- **Statutory and Regionally Allocated MVST**
- **Suburban Transit Provider Assumptions**
 - **MVTA and SWT will receive RA-MVST**
 - **Maple Grove and Plymouth will use reserves over regional targets**

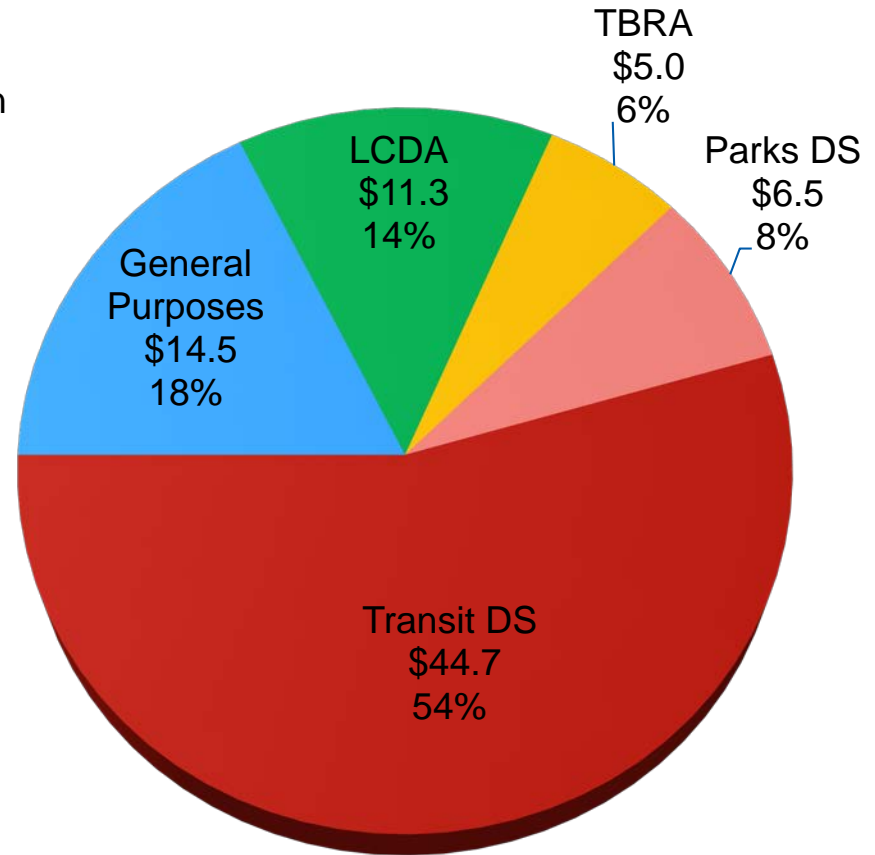
Timeline for Budget Development

- Aug 13 Council - Division Level Budget Presentation
- Aug 27 Council - Adopt Preliminary Budget & Levies
- Oct Council - Adopt Public Comment Drafts
- Dec 10 Council - Adopt Final Budget & Levies

2016 Preliminary Operating Budget & Levies



Operating Budget – \$978 M



Property Tax Levies - \$82 M

Dollars in millions