

2021 Operating Budget Development

- Levy and Budget Pressures

Metropolitan Council – June 10, 2020



Budget Development Schedule

May-July	Staff - Budget Development Activities
Aug 12	Staff – Present Preliminary Budget/Levies
Aug 26 (before Sept1)	Council - Adopt Preliminary Budget/Levies
Oct 14	Staff – Present Capital Program
Oct 28	Council - Adopt Public Comment Draft Budget
Dec 9 (before Dec 20)	Council - Adopt Final Budget/Levies

Budget Pressures

- Transportation Funding – Pre COVID

- Fiscal Funding Cliff

	SFY 22	SFY23
BUS	\$31.4	\$28.3
Metro Mobility	35.3	42.6
Rail	4.3	6.2

- Transportation Funding - COVID Impacts

- MVST Forecast Loss

	SFY 20	SFY21
BUS	\$36.5	\$50.8

- Ridership/Fare Revenue Losses

- Down 75% across all modes
 - Future ridership assumptions

- Federal Cares Act



Budget Pressures

- State of Minnesota Budget Pressures
 - \$2.4B Deficit for SFY 20-21
 - MMB – 5% General Fund Reduction Scenario
 - (Parks and Transportation)
- Non-Transit - COVID Impacts
 - HRA – Increase income change requests (Federal Cares Act)
 - Councilwide – Increase expense cleaning/testing/PPE
- Emergency Declarations
 - Transit Service (potential insurance recovery)
 - Homeless encampment

Preliminary Levy Thoughts – 0% increase

	Certified 2020	Proposed 2021	Pct Chg	Levy Limit
<u>Non-Debt Service Levies</u>				
General Purposes	\$ 15.672	\$ 15.985	2.0%	\$ 15.985
Highway Right of Way	-	-	0.0%	5.052
Livable Communities:				
- Demonstration Acct	12.301	12.547	2.0%	12.547
- Tax Base Revitalization	5.000	5.000	0.0%	5.000
Total Non-Debt Levies	\$ 32.973	\$ 33.532	1.7%	\$ 38.584
Levy as Pct of Limit		86.9%		
<u>Debt Service Levies</u>				
Parks	\$ -	\$ 1.800		
Transit	55.766	53.407		
Total Debt Levies	\$ 55.766	\$ 55.207	-1.0%	
Total All Levies	\$ 88.739	\$ 88.739	0.0%	

