

Transportation Committee

For the Metropolitan Council meeting of November 10, 2021

Subject: Maple Grove Service Agreement

Proposed Action

That the Metropolitan Council authorize the Regional Administrator to execute a three-year service agreement with the City of Maple Grove for the service period of January 1, 2022 to December 31, 2024.

Summary of Committee Discussion/Questions

Metro Transit Finance Director Ed Petrie presented this item. Chair Barber asked if changes and adjustments to service are factored into the agreement. Petrie responded that the agreement is a base level of service we will operate but that they can give us a notice for service adjustments. Petrie added that at the beginning of the pandemic we had cut service and we've been slowly adjusting that over the 18 months and that there is a clause in the contract that allows us to work with Maple Grove to adjust service as needed.

Motion by Fredson, seconded by Ferguson. Motion carried, CONSENT to Council.

Transportation Committee

Meeting date: October 25, 2021

For the Metropolitan Council meeting of November 10, 2021

Subject: Maple Grove Service Agreement

District(s), Member(s): Judy Johnson

Policy/Legal Reference: Metropolitan Council Income/Grants Policy FM 15-1

Staff Prepared/Presented: Wes Kooistra, General Manager, (612-349-7510); Edwin D. Petrie, Director Finance, (612-349-7624)

Division/Department: Metro Transit

Proposed Action

That the Metropolitan Council authorize the Regional Administrator to execute a three-year service agreement with the City of Maple Grove for the service period of January 1, 2022 to December 31, 2024.

Background

- Council Policy FM 15-1 requires Council approval of income agreements exceeding \$500,000.
- The Maple Grove service agreement covers three years for an estimated gross revenue per year of \$3.0M for 2022; \$3.5M for 2023 and \$4.0M for 2024 for a total estimated gross revenue of \$10.5M.

Rationale

The City of Maple Grove has contracted service from Metro Transit since January 1990. This three-year agreement with the City of Maple Grove is for the service period of January 1, 2022 to December 31, 2024. The agreement is to operate service on routes 781, 785 and 789, and any mutually agreed upon routes in the future. The agreement includes contracted rates for 40-foot, articulated and coach buses.

Thrive Lens Analysis

Stewardship – Operating funding and payment for transit services demonstrates efficient and effective management of public financial resources of both the Metropolitan Council and the City of Maple Grove.

Funding

Operating funding of this service agreement will be included in each calendar year Metro Transit operating budget to be adopted by the Metropolitan Council and funded through Maple Grove's share of the State Transit Fund provided from the Motor Vehicles Sales Tax (MVST) as established by the Legislature.

Known Support / Opposition

No known opposition.