

Public Comment Budget Update and 2023 - 2028 Capital Program

Metropolitan Council

October 12 2022

metro council.org



Council Budget Development

Unified Budget

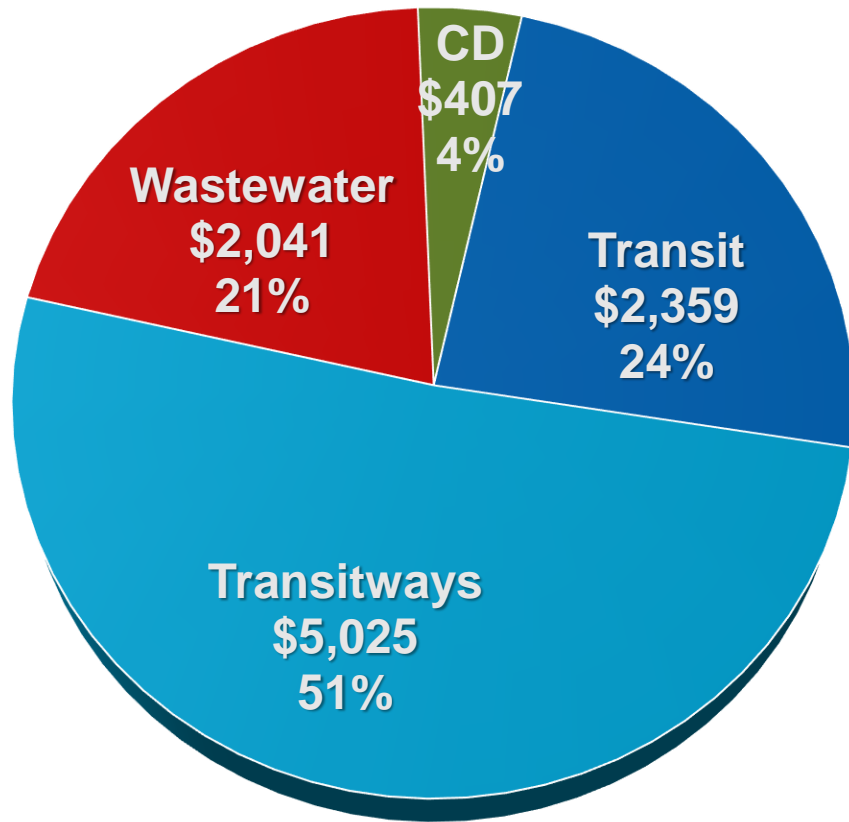


Changes to Public Comment Budget from Preliminary Budget (Operating)

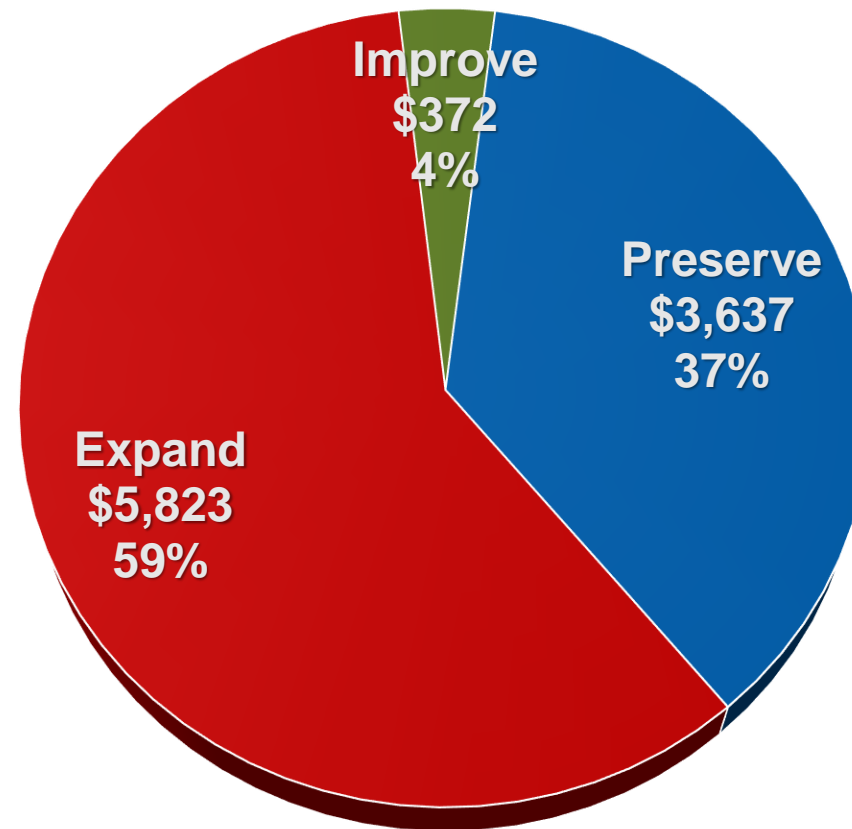
- Regional Administration
 - +1.2 FTE in Procurement (\$144K)
- Community Development
 - 41 new Housing Choice Vouchers (HCV) and 50 mainstream vouchers (\$2.6M)
 - HRA for housing subsidy payments; +1 FTE for HRA; FAHP expense (\$3.2M)
 - LHIA Passthrough (\$6M)
- Transportation
 - MT Operating expense reductions (-\$16.6M)
 - Federal CMAQ marketing and pandemic relief funds increased (\$28.4M), offset by reduced fare revenue (\$24.4M)
 - MTS Fixed Route expense increase (\$2.9M)
 - MTS Transportation Planning Federal Revenues (\$194K)
 - Metro Mobility and Transit Link expense increase (\$300K)

2023 Capital Program - \$9.83B

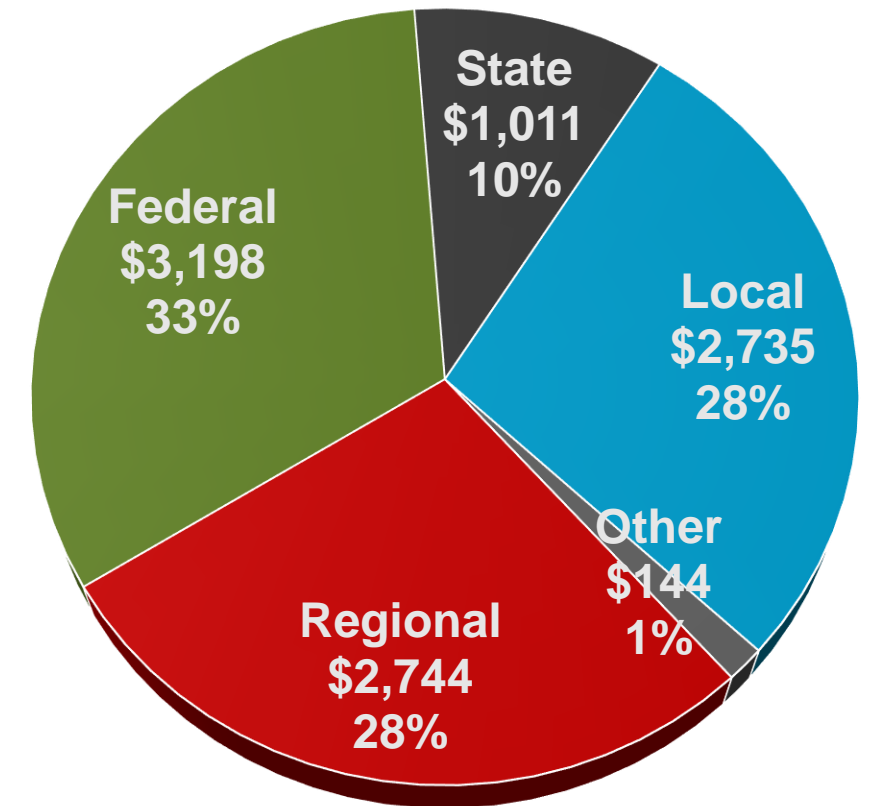
Uses by Department



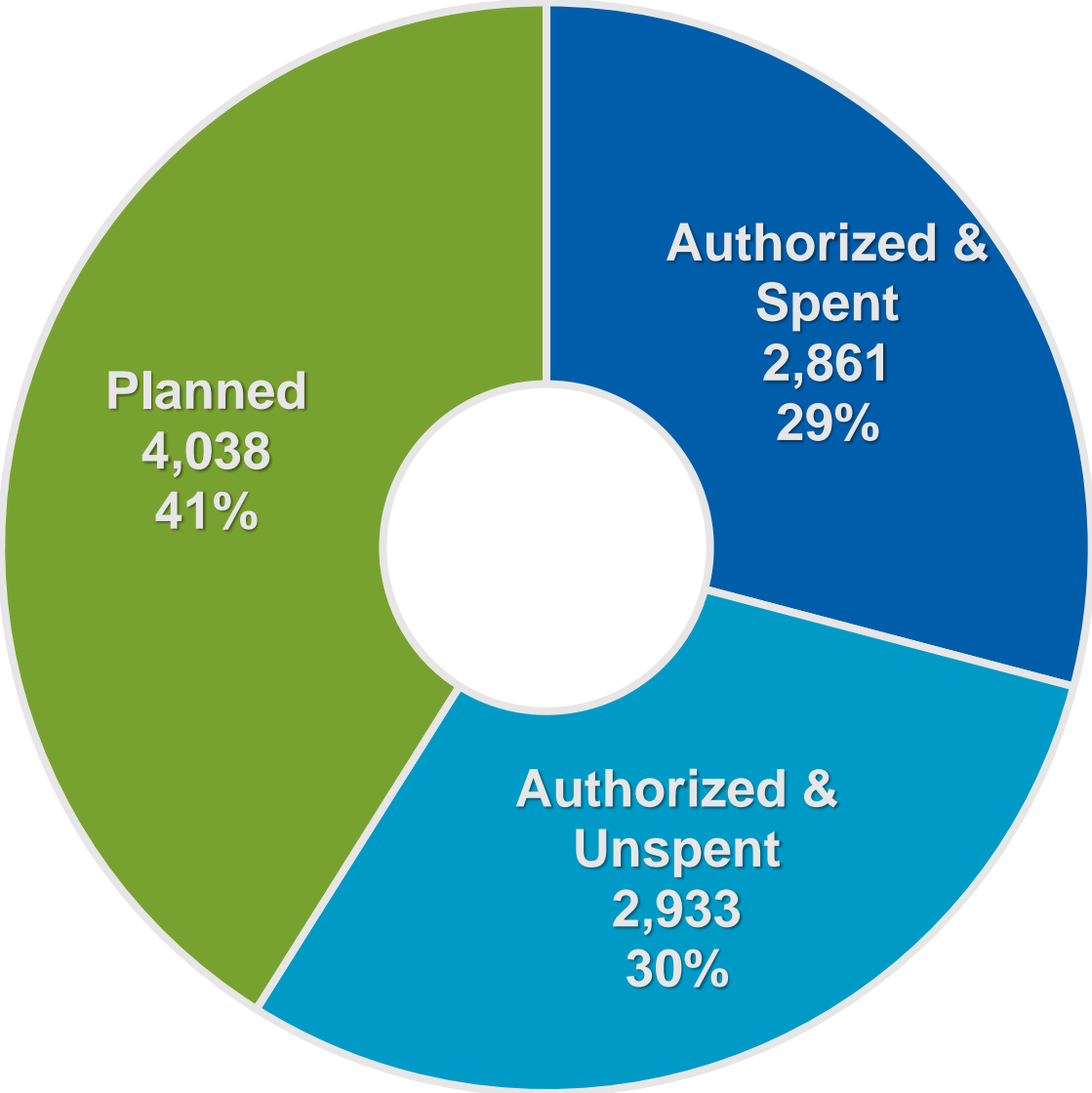
Uses by Category



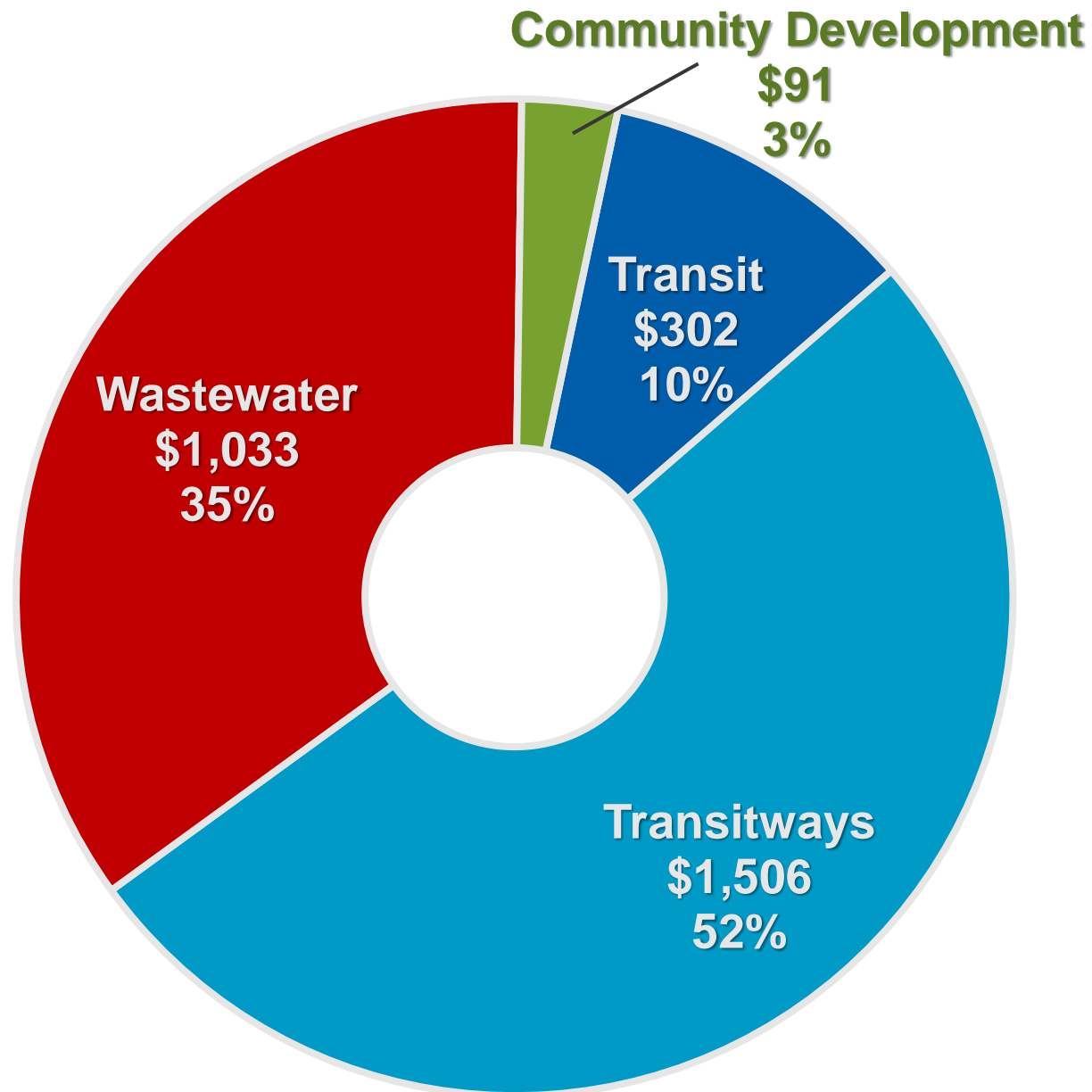
Sources



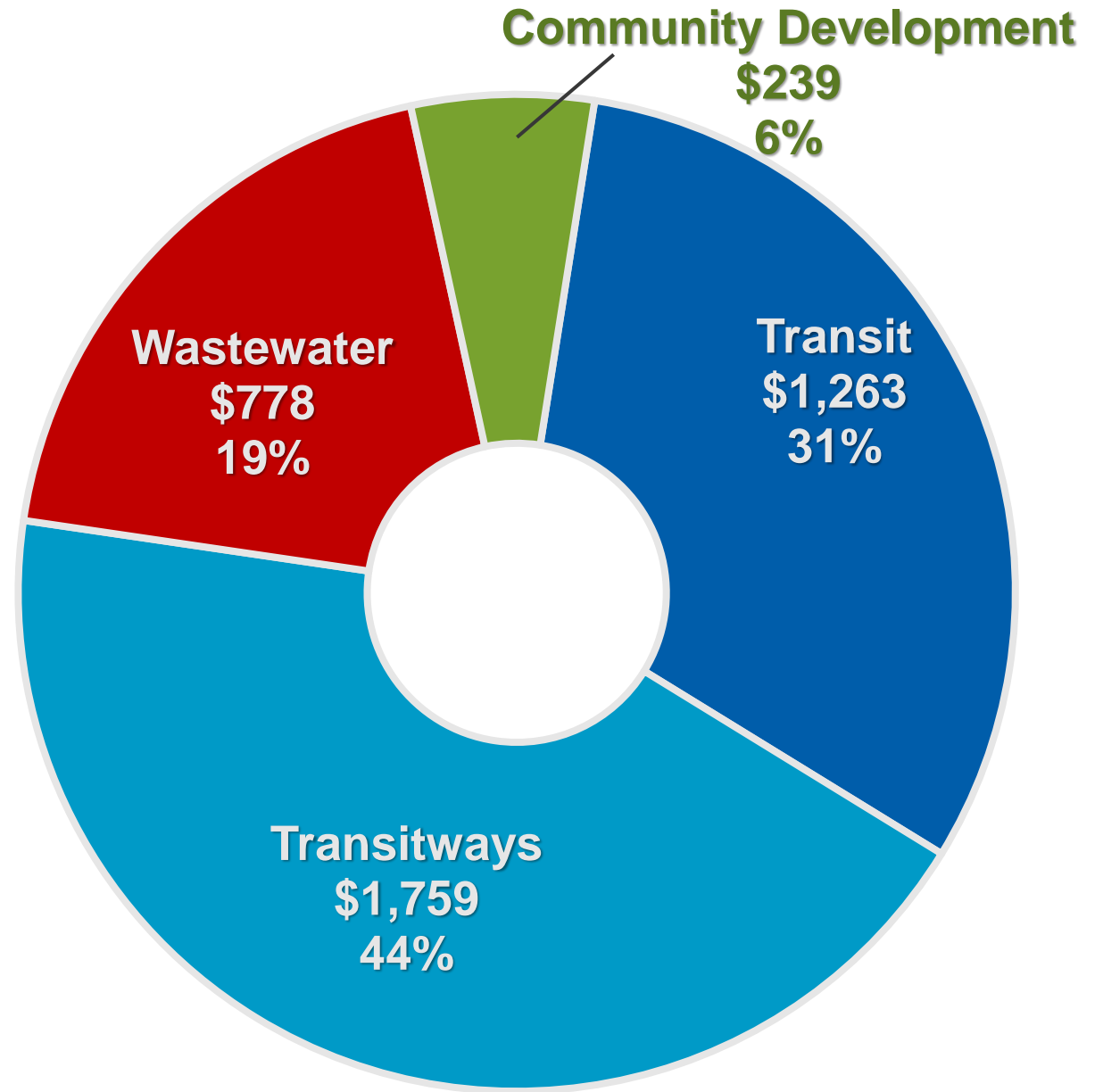
2023 Capital Program by Funding Status - \$9.83B



2023 Capital Program Future Spending - \$6.97B



Authorized - \$2.9B



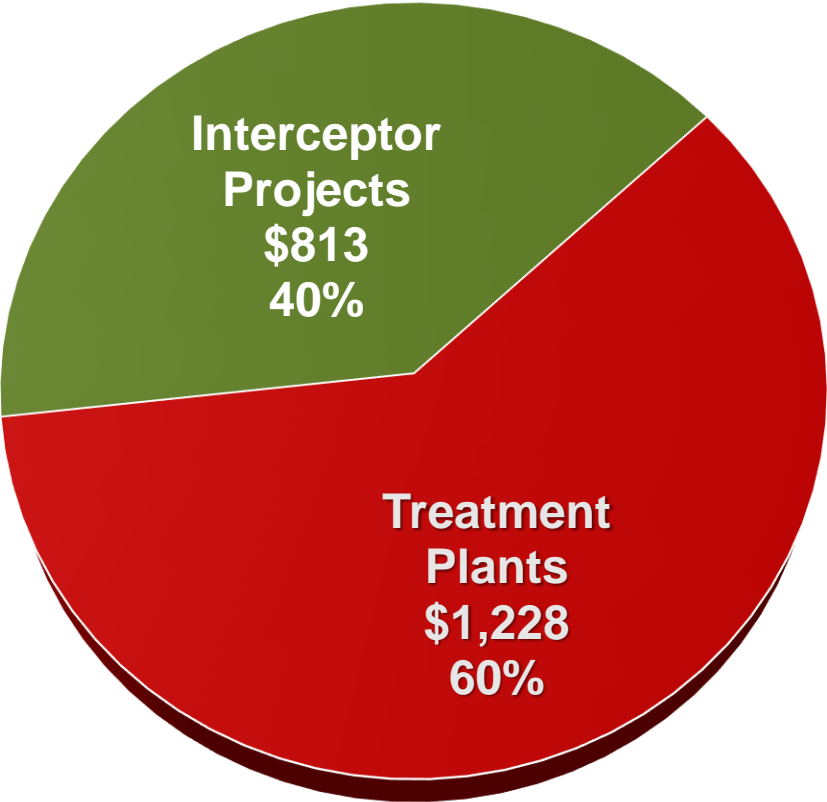
Planned - \$4.0B

Environmental Services

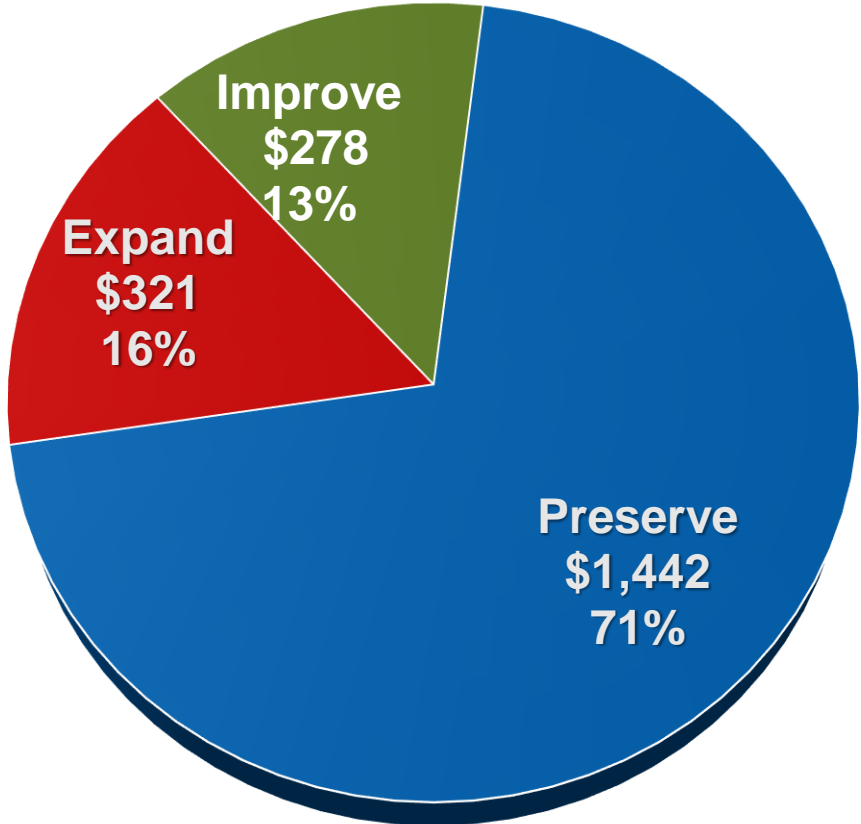


ES Capital Program - \$2.04B

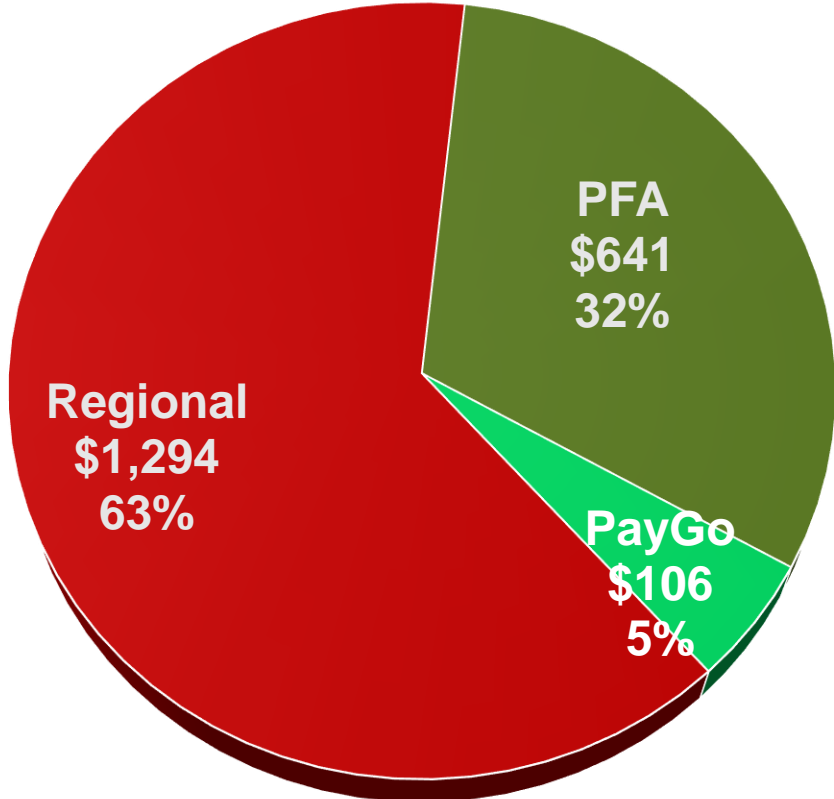
Uses by Department



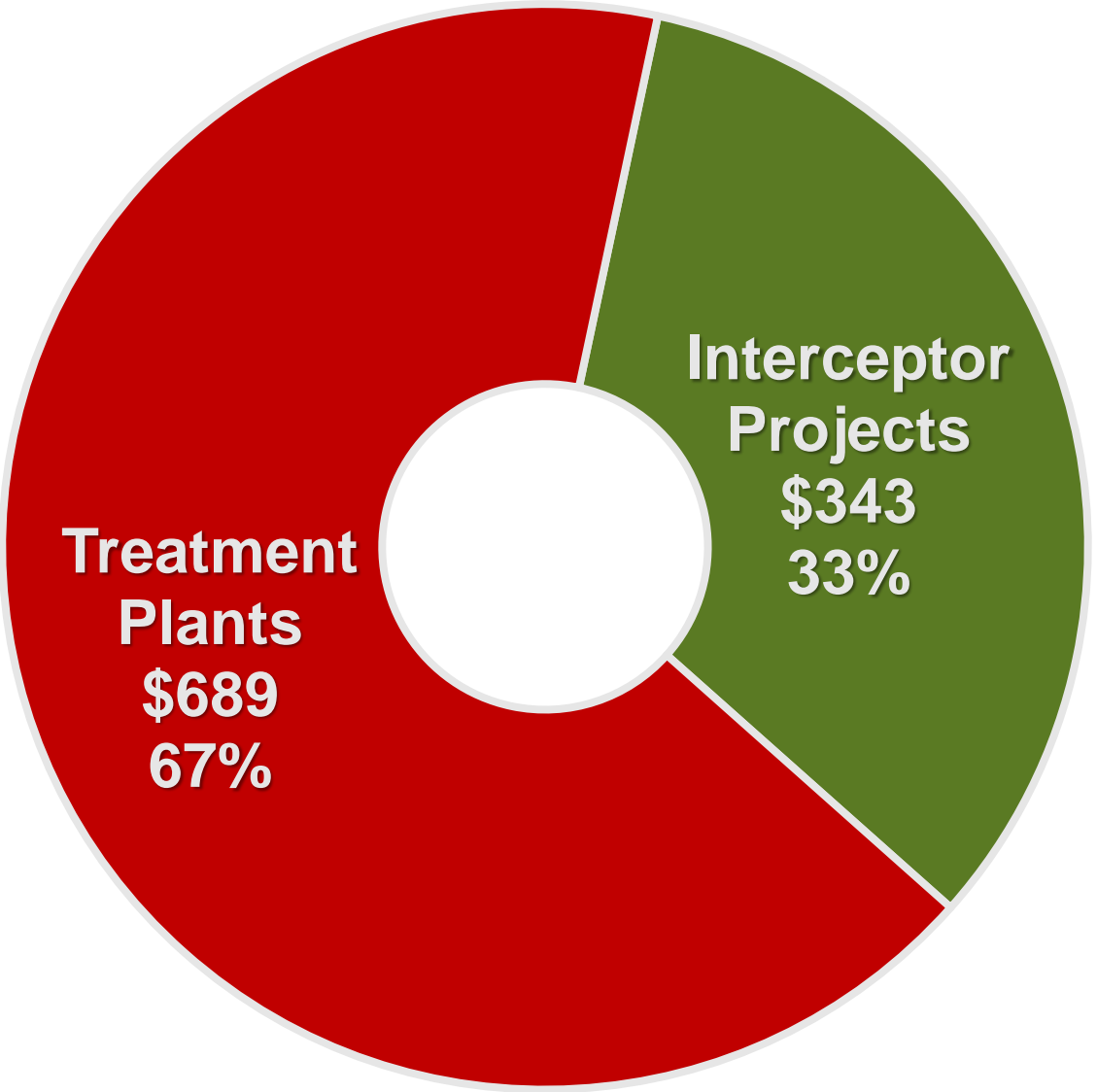
Uses by Category



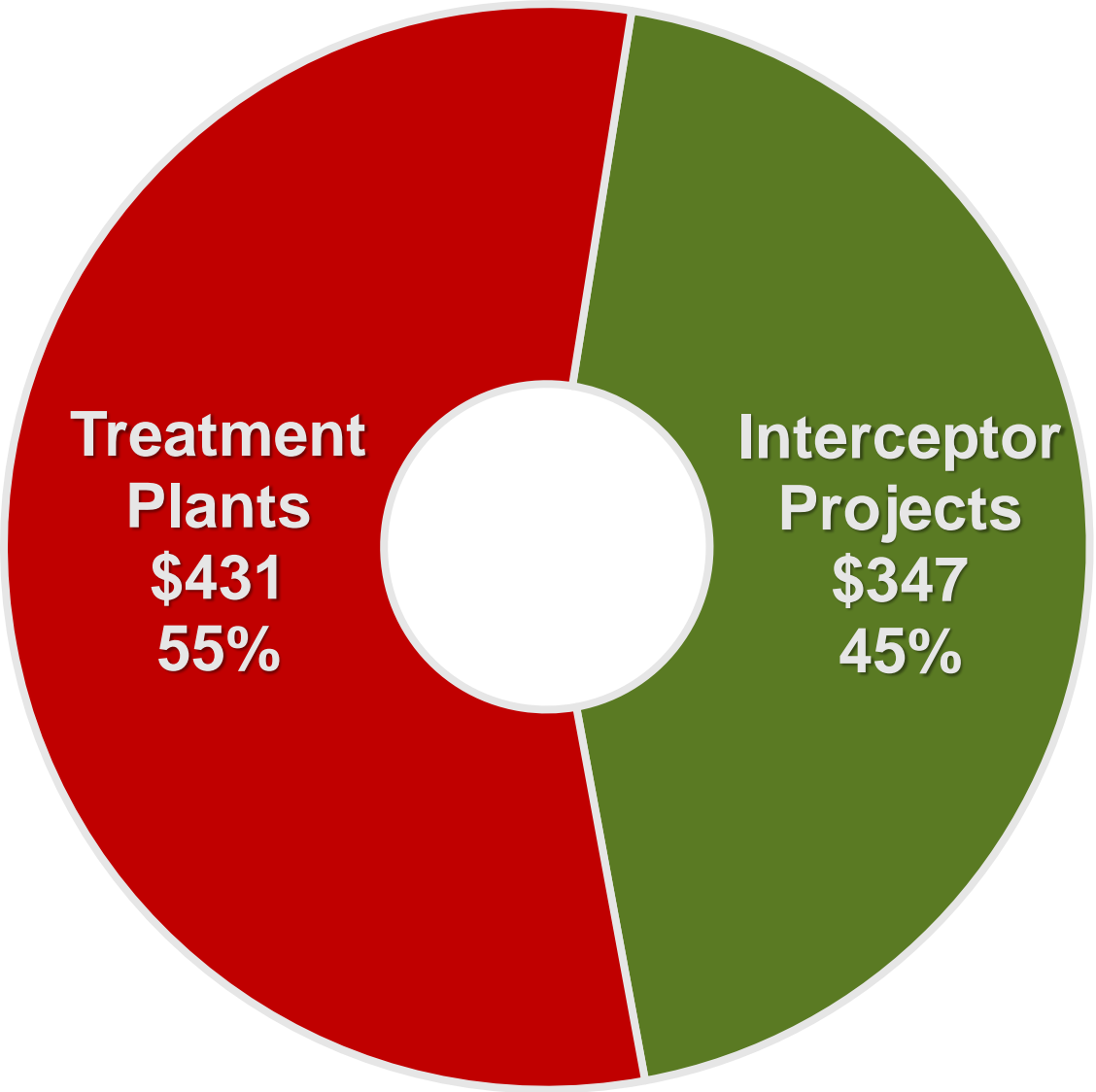
Sources



ES Future Spending - \$1.81B



Authorized - \$1.03B



Planned - \$778M

Capital Program ACP Objectives



Preserve Assets

Rehabilitate and replace assets to preserve value and performance



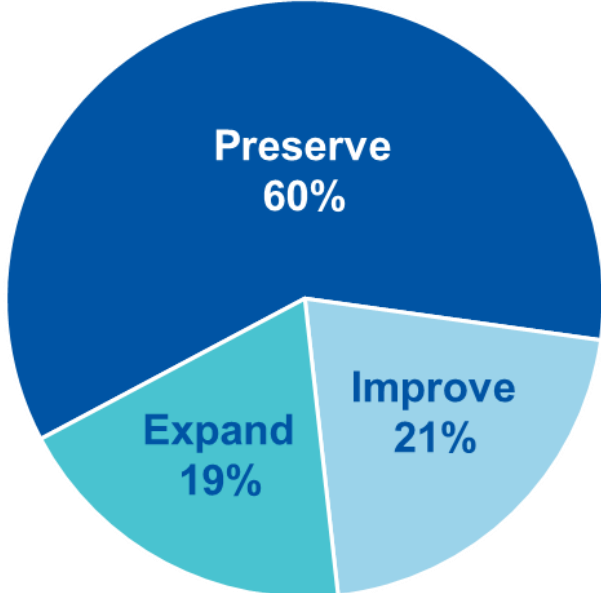
Meet Capacity Needs

Expand system capacity through plant expansions and interceptor extensions or improvements

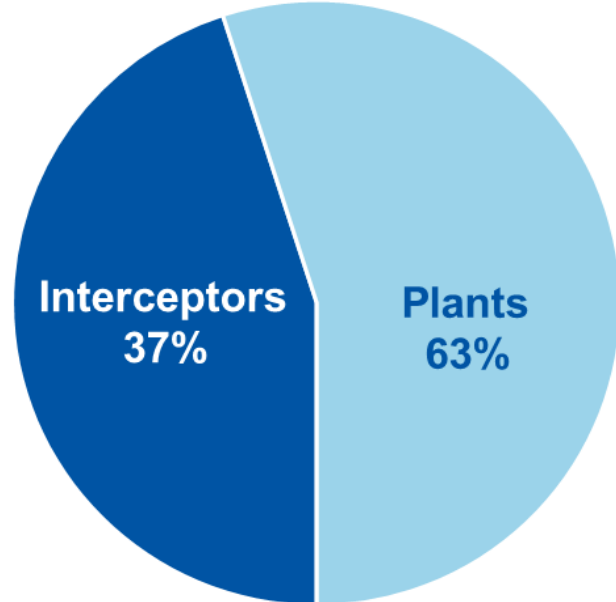


Improve Quality of service by responding to more stringent regulations, reusing wastewater, increasing system reliability, and conserving and generating energy

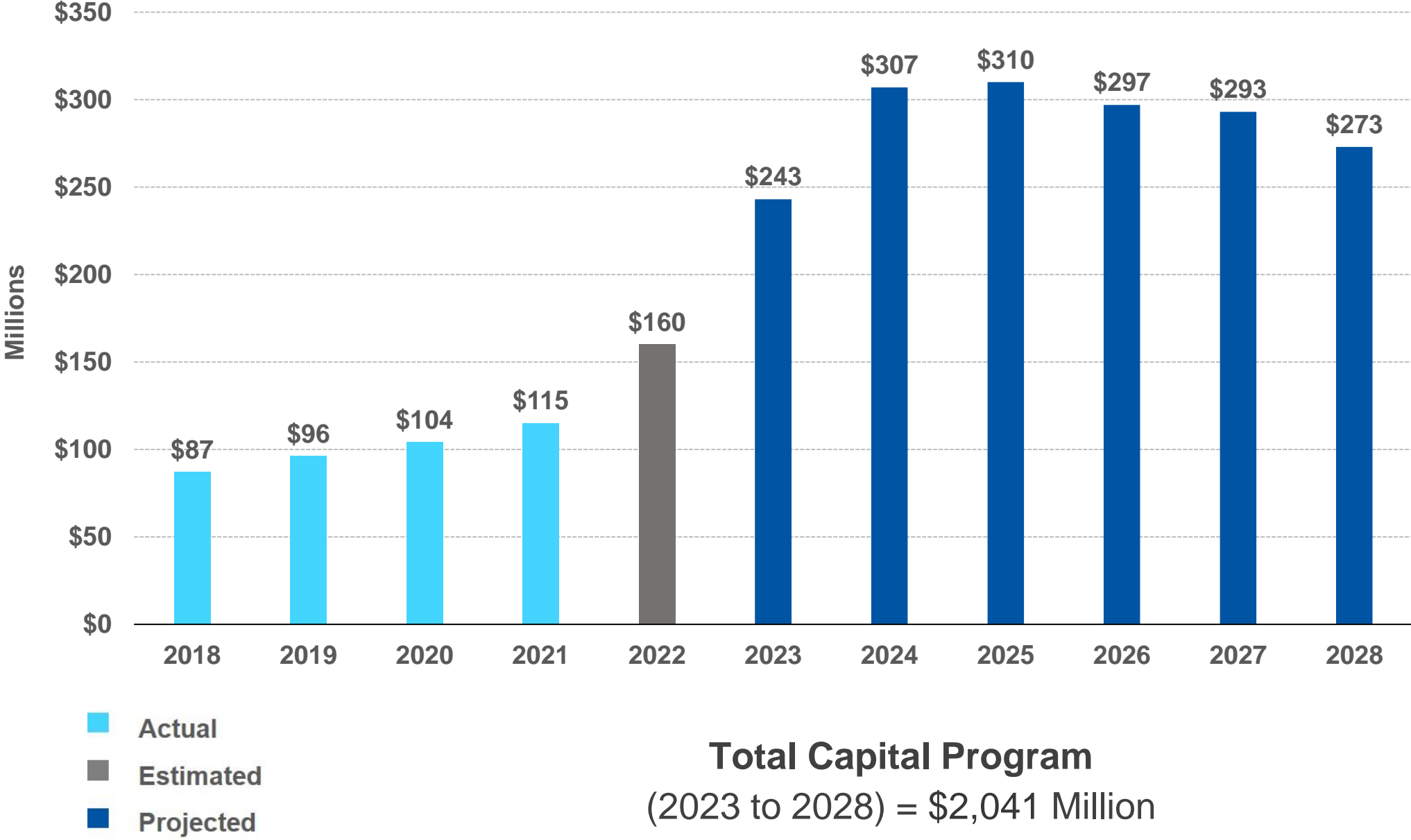
Objective



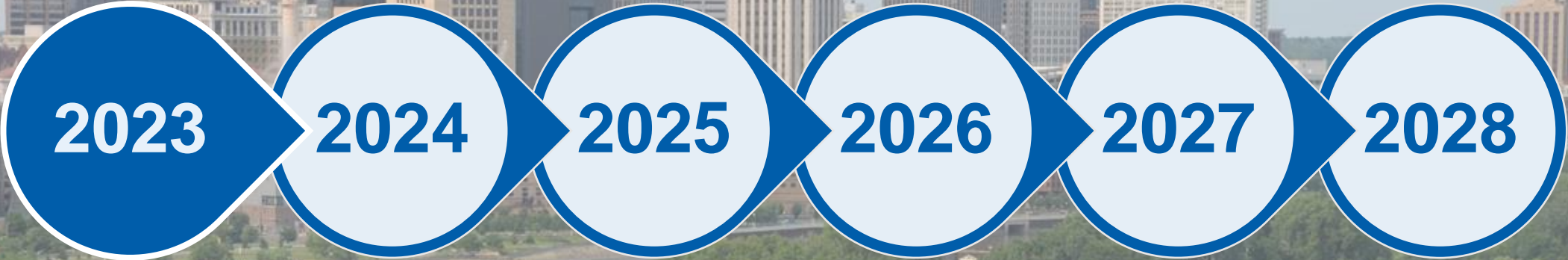
Type



Past Expenditures and Projected Program: 2018 to 2028



Proposed 2023 Capital Program



2023 Capital Budget:
First year of 6-year ACP
\$243 million

Capital Program: Sources of Funds



Public Facilities Authority (PFA) Loans

\$50 million annual loan and 1.0% interest rate discount

2023: Dependent on Legislature Passing Bonding Bill



Council General Obligation Bonds

The Council sells general obligation bonds. The Council has a AAA bond rating and receives low interest rates

2022: \$48 Million
2023: TBD



Pay-As-You-Go (PAYGO)

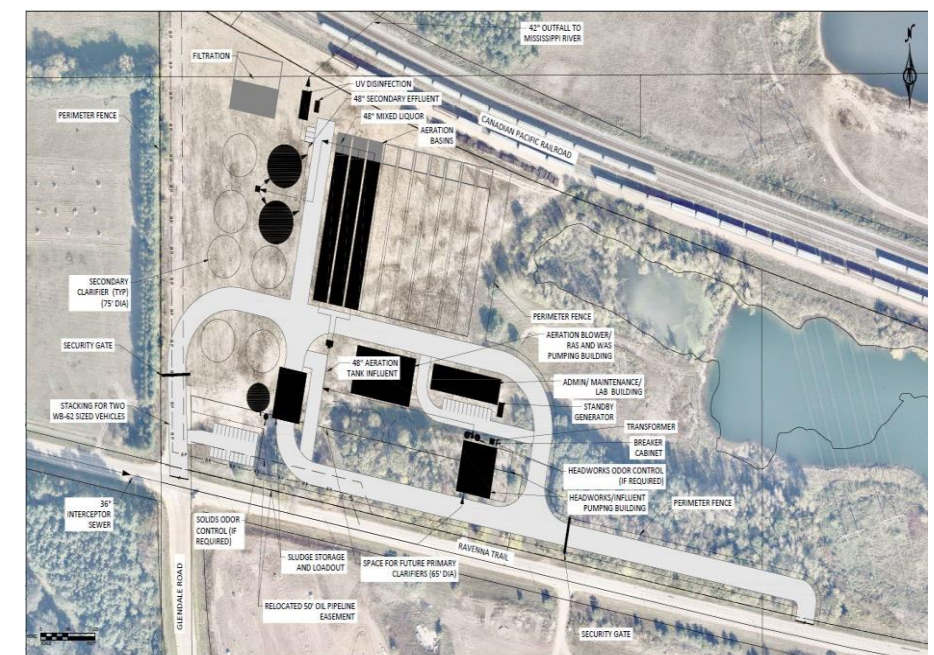
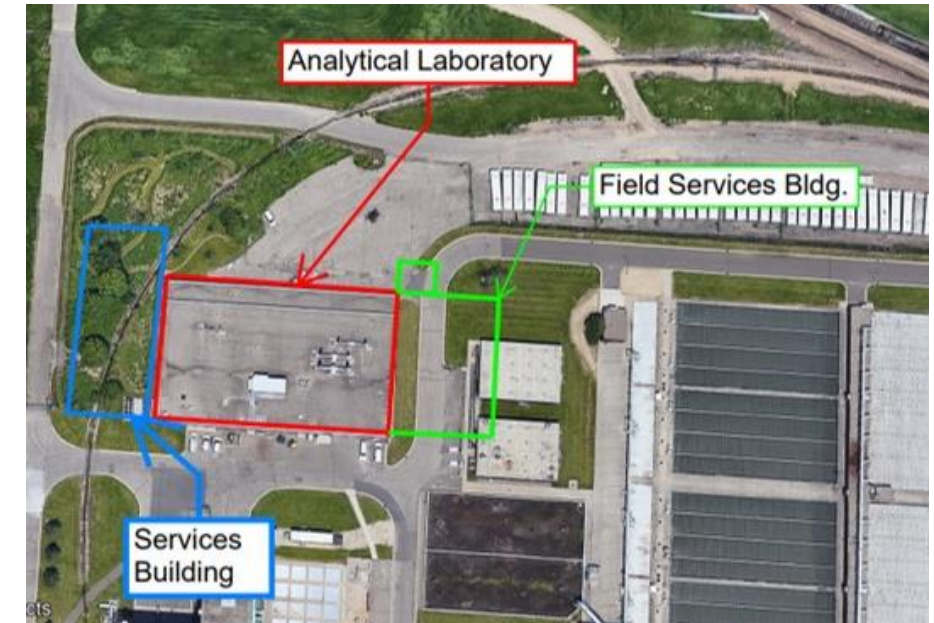
Funds dedicated to paying for some capital expenses with current revenue

2023: \$11 Million

Treatment Plant Program

Upcoming Projects

- Metro Plant Services Building & Site Improvements
- Metro Plant Fourth Incinerator
- Hastings Wastewater Treatment Plant
- Crow River Wastewater Treatment Plant
- Blue Lake Wastewater Treatment Plant Improvements Phase 1
- Programmable Logic Controller (PLC) Renewal



Interceptor Program

Upcoming Projects

- Excelsior Area Lift Station L20
- Coon Rapids 4-NS-525 Rehabilitation
- L48 Rehabilitation and 6-DH-645 Forcemain Replacement
- L46 and L49 Lift Station Improvements
- 1-MN-310 Rehabilitation between 23rd and 33rd Ave N.

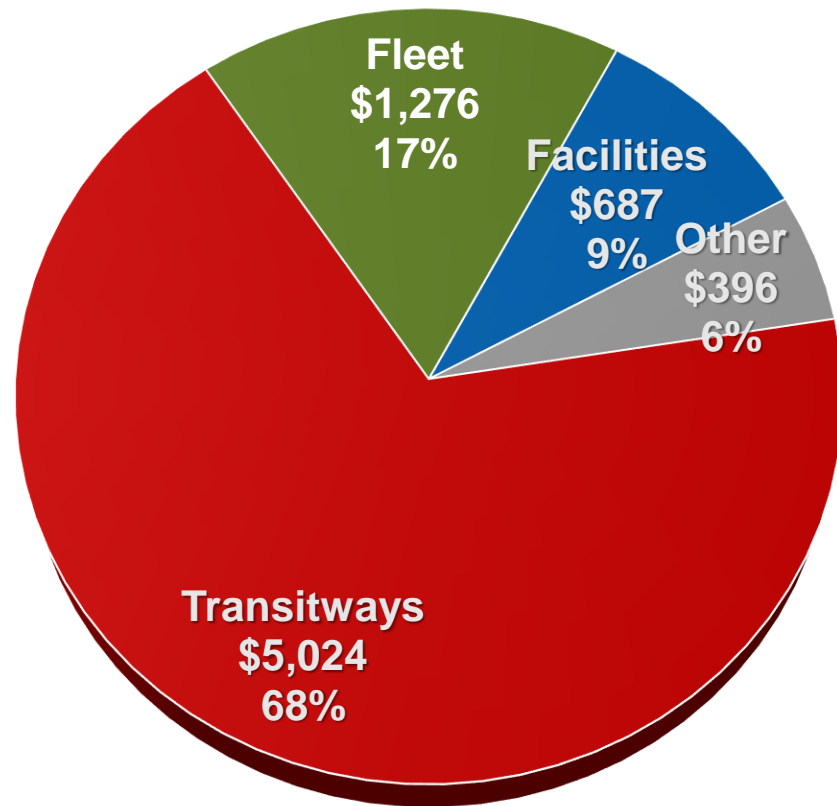


Transit

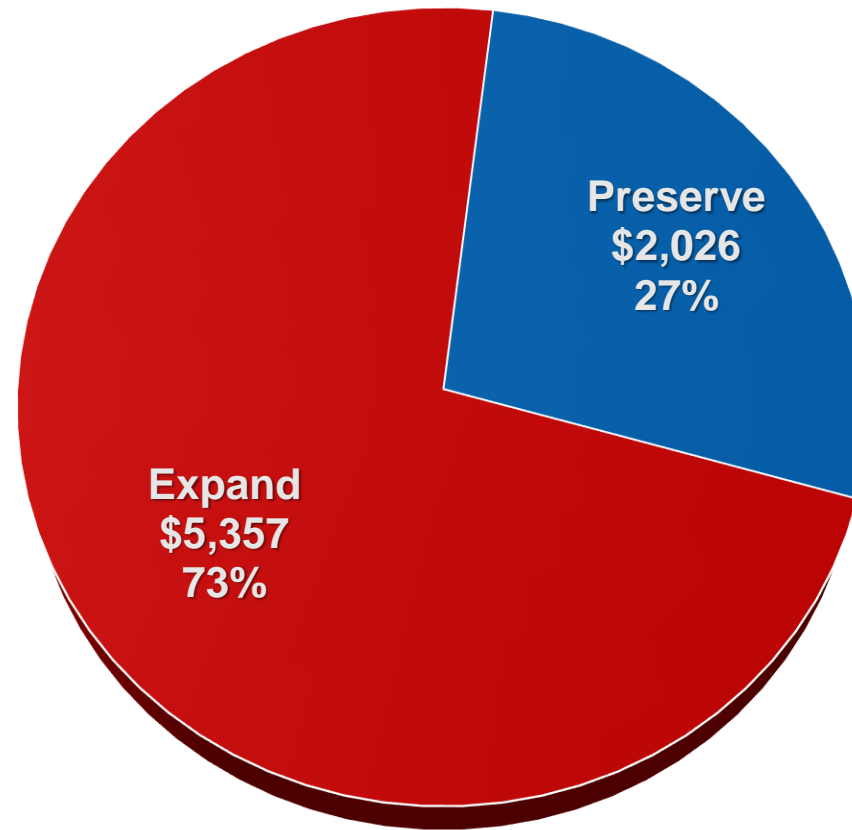


Transit Capital Program - \$7.38B

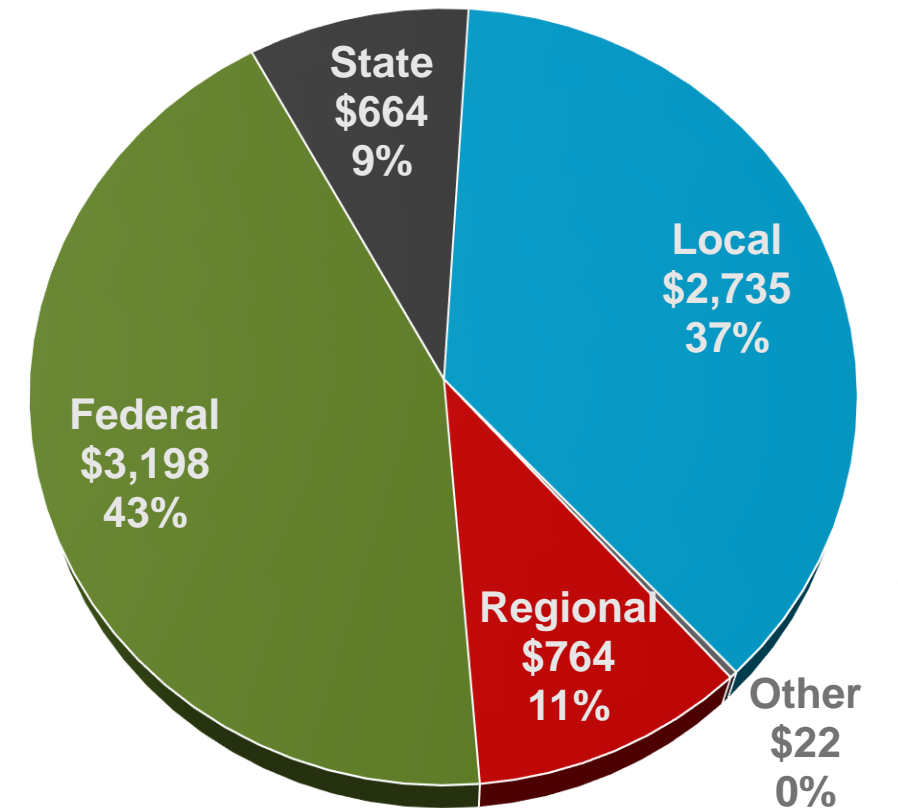
Uses by Department



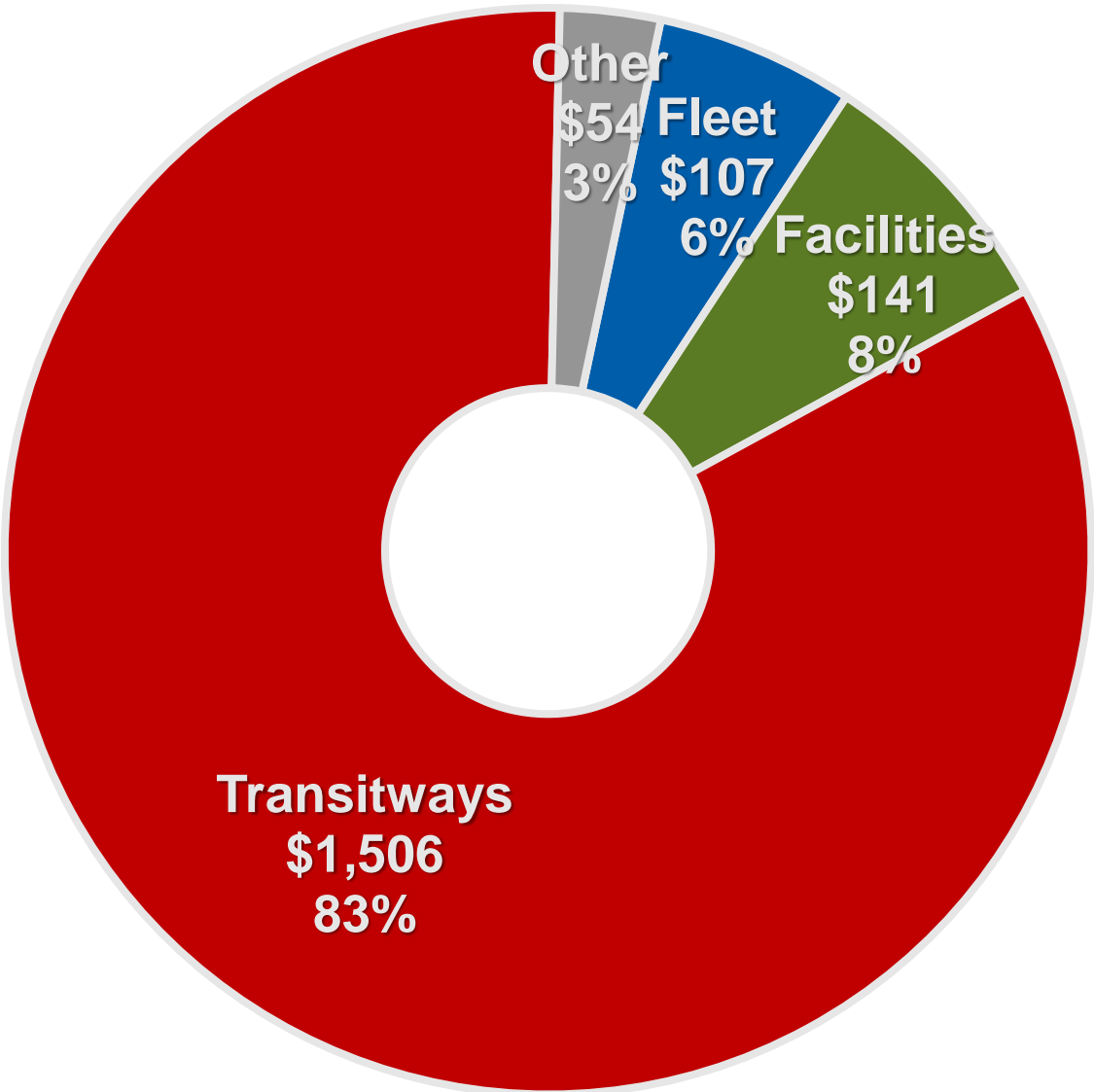
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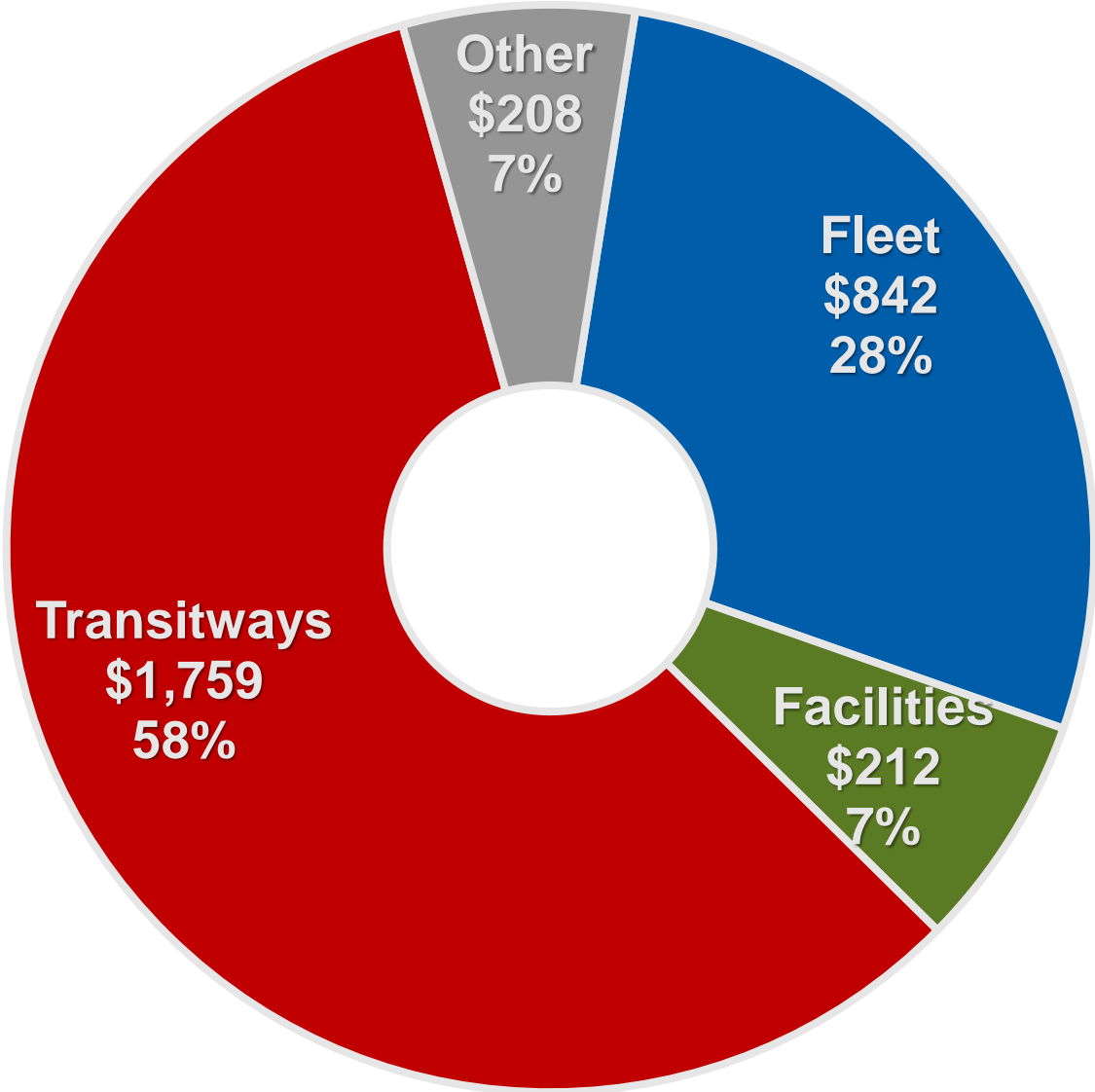
Sources



Transit Future Spending - \$4.83B



Authorized - \$1.81B



Planned - \$3.02B

Notable Modifications To The Program

Major Commitments

- Priority to State of Good Repair
- New North Loop Bus Garage
- Bus Electrification Program
- Maintain & Repair Existing Facilities
- Fare Collection Equipment
- Meet Metro Mobility Ridership Growth
- Capital Program Equity Priorities

Adjustments Made

- MT Buses 12 to 14 years
- Project timelines and costs reviewed
- Review Travel Behavior changes and workforce demand impacts with bus purchase assumptions, deliveries and operators

Transit Asset Management Plan

Metropolitan Council

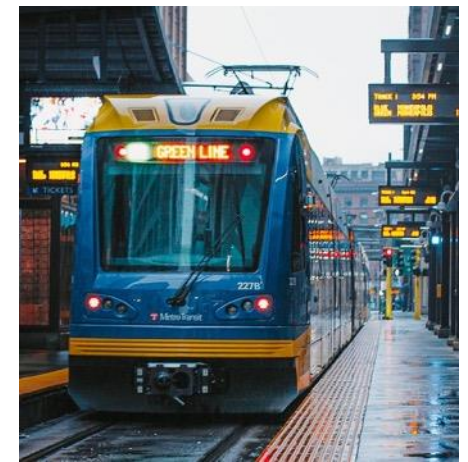
Fleet - \$949M

Authorized Future Spending- \$107M

- Maintain the Current System
- Replacements per Fleet Plan
- Non-Revenue Vehicles

Planned - \$842M

- Replacements per Fleet Plan
- Spare Factor FTA Analysis
- Meet Metro Mobility Demand
- MVTA Orange Line Connector (CMAQ)
- ABRT Bus Procurement (CMAQ)
 - B, D, E
- Zero Emission Fleet
- Overhaul of Rail Vehicles



Fleet – Service Vehicles

Purchases



Standard	55
Artic	185
Coach	17
Electric	83
	340

Small Bus	958
30’/40’/45’	192
Artic	11
Van/SUV	<u>61</u>
	1,222

Overhauls



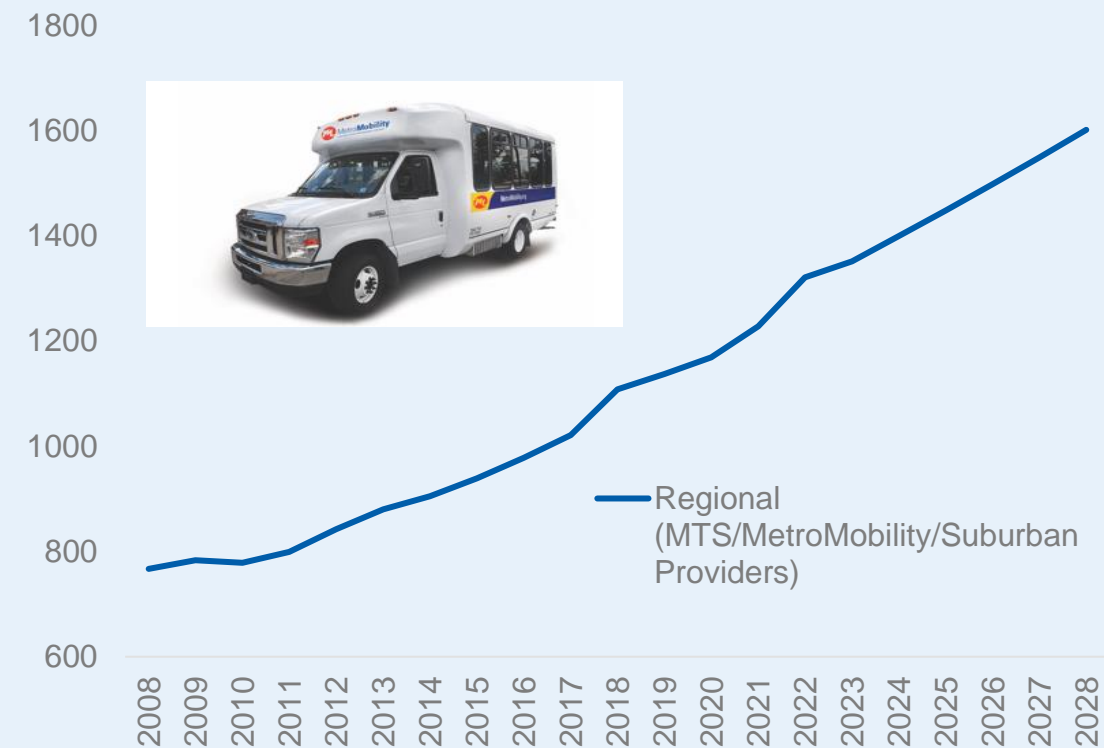
Blue Line	44
Green Line	47
NorthStar	18

Metro Mobility

State Appropriations

- Forecasted funding starts State Fiscal Year 2026
 - ‘...maintain the general existing condition of the special transportation service bus fleet, including bus maintenance and replacement...’
- Planning underway now
- New forecasted funding will be included in the Council 2024-2029 CIP

MTS Fleet Growth Driven by Metro Mobility



Facilities - \$355M (Customer & Support)

Authorized Future Spending- \$141 M

- Energy Enhancements
- Improvements, Repairs and Refurbishments
- Heywood Campus Administrative Renovation
- New North Loop Bus Garage

Planned - \$212M

- Bus Electrification Infrastructure
- Burnsville Bus Garage Modernization
- Hoist Replacements
- Improvements, Repairs and Refurbishments
- Investing in our Workplace: Support Space Renovations
- Capital Program Equity Priorities
- Enhancing Safety and Security with lighting, cameras, emergency call systems



Other - \$261M



Authorized Future Spending- \$54 M

- IS Capital Upgrades
- Support Equipment

Planned - \$208 M

- Replacement of GFI Fareboxes
- Upgrade Cubic Fare Collection System
- Replace CCTV System on LRT Fleet
- Communications, Message and Real Time Signage Replacements

Transitways - \$3.3B

Authorized Future Spending – \$1.5B



Also Partial Funding for BRT/ABRT's

Planned - \$1.8B

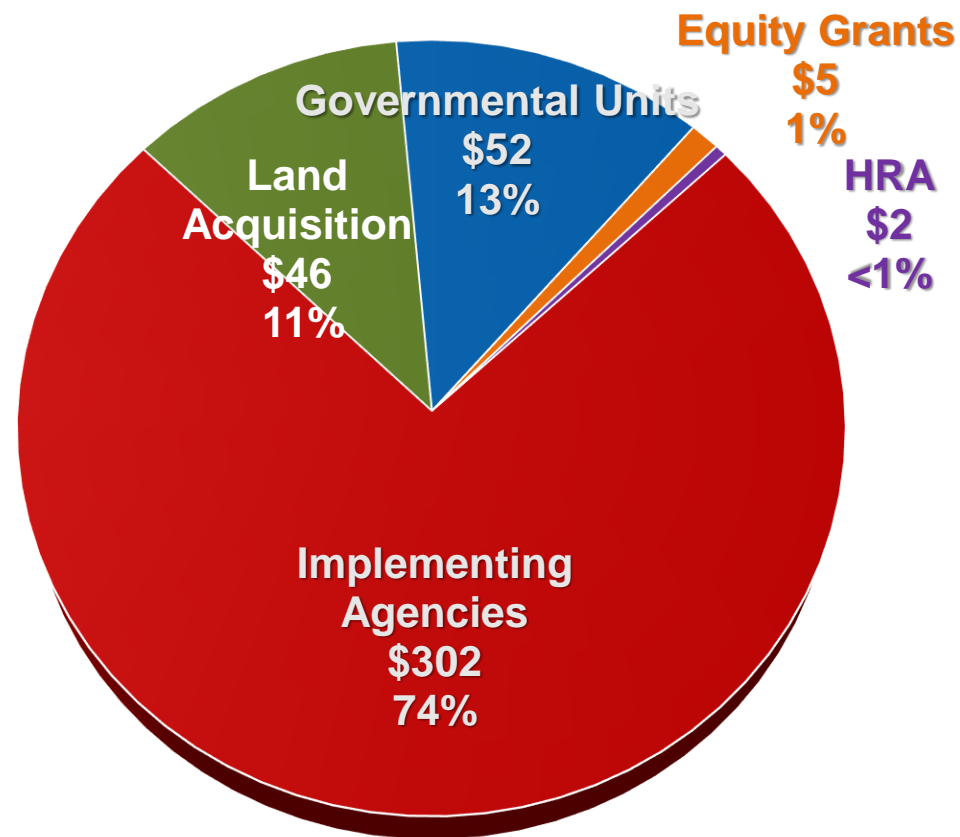
- Metro Green and Blue Line Extensions
- Complete and Partial Funding for BRT/ABRT
 - Gold and ABRTs (B, E, F, G, H)
- LRT Interlocking Projects
- LRT/Northstar ADA and Safety Improvements
- LRT Rail Replacement
- Maintaining Assets in a State of Good Repair

Community Development

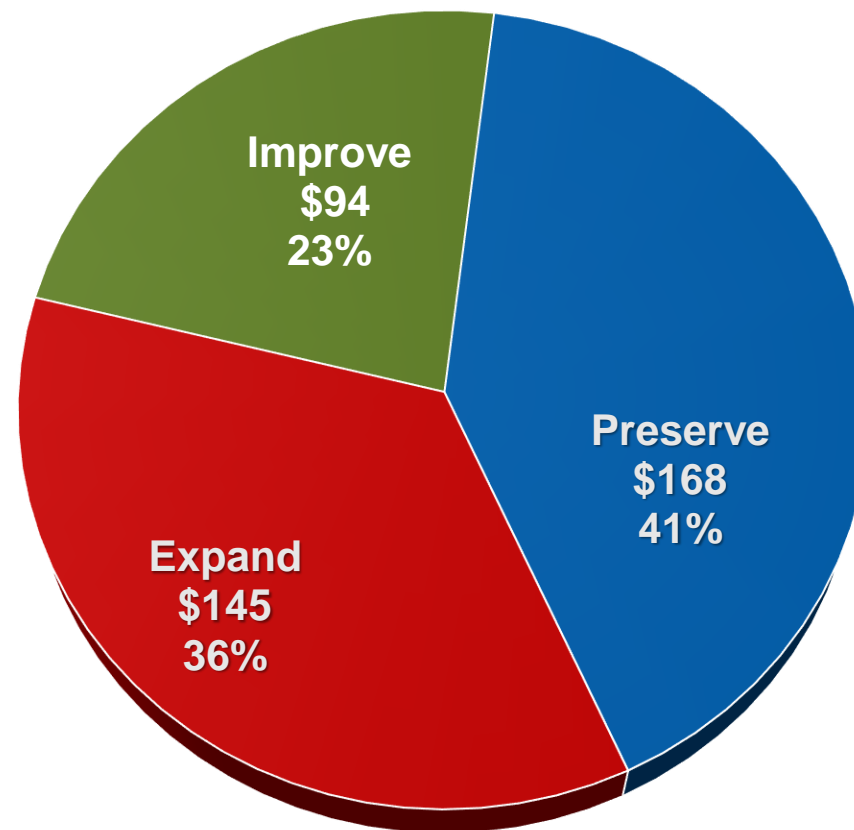


CD Capital Program - \$407M

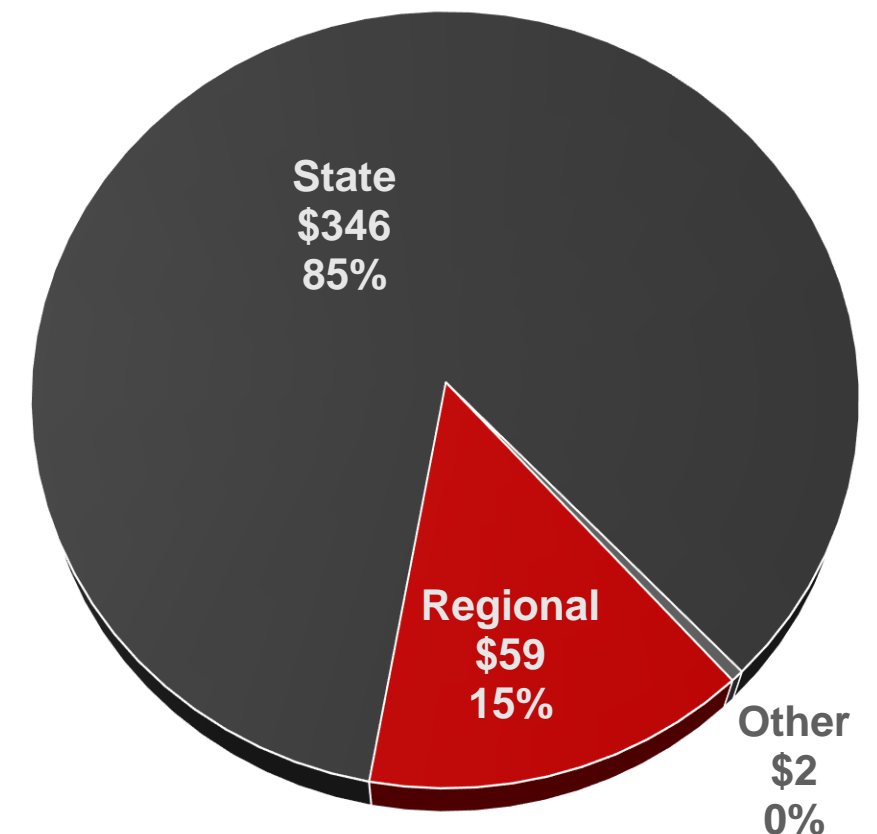
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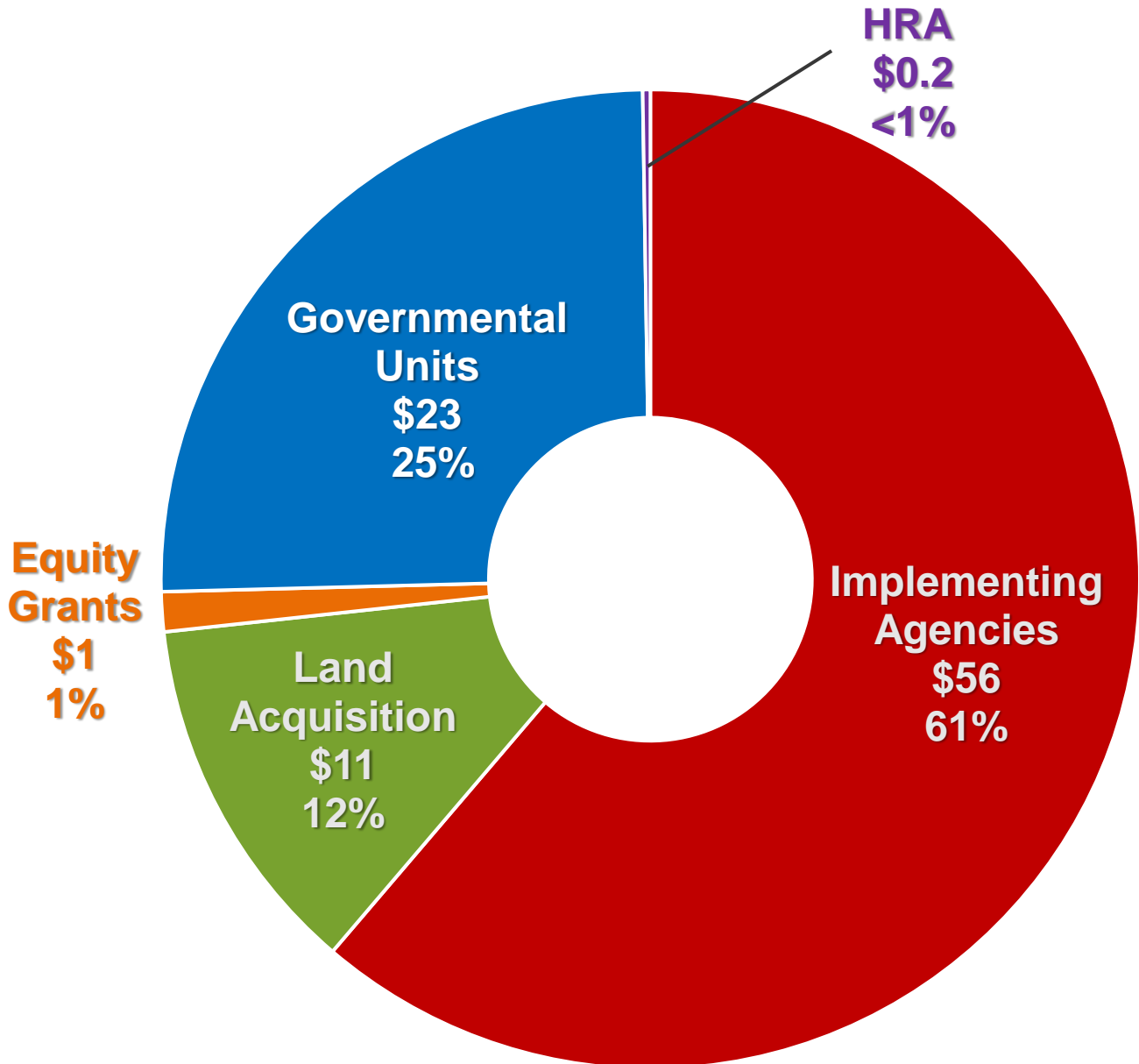
Uses by Category



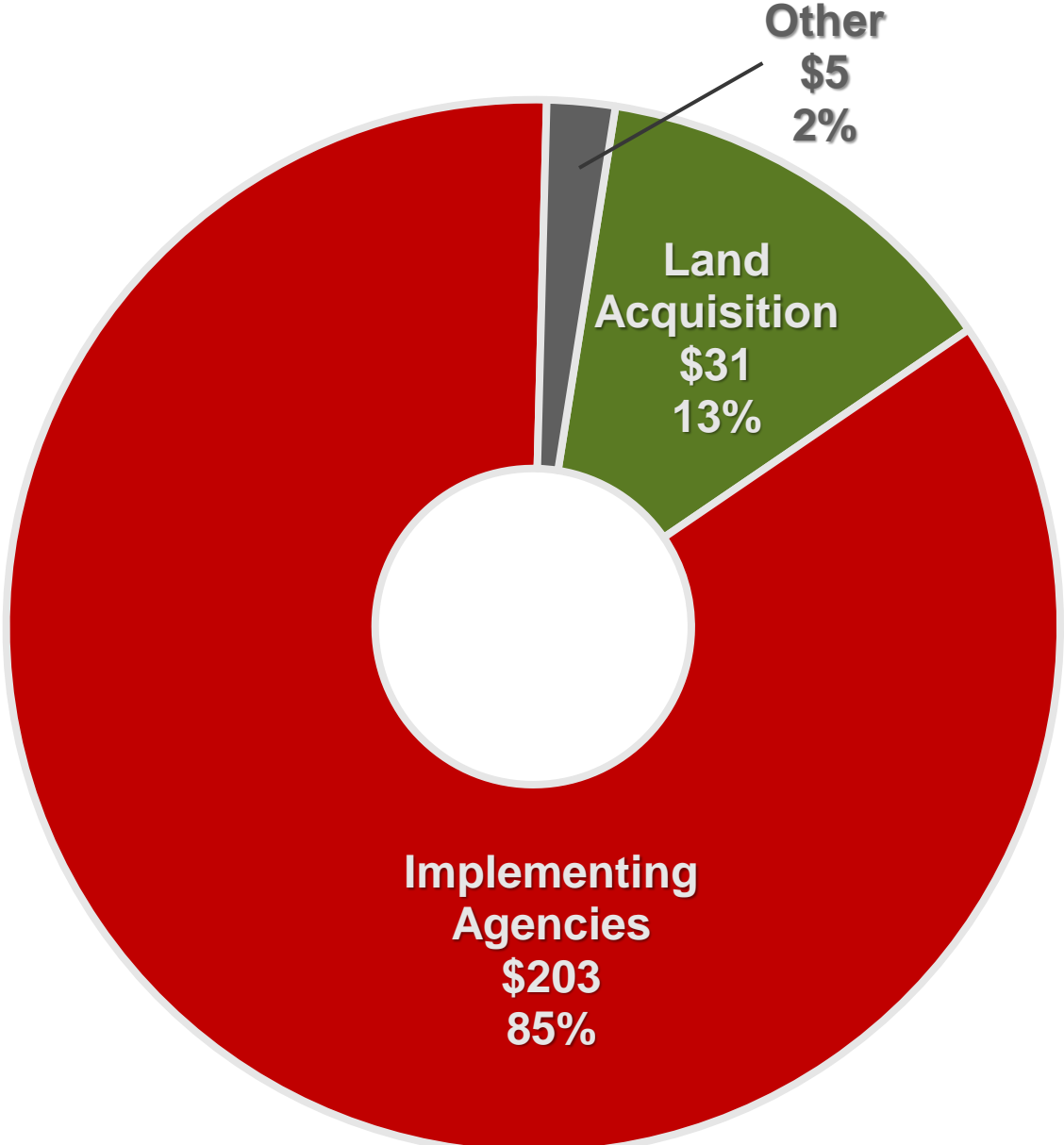
Sources



CD Future Spending - \$330M



Authorized - \$91M



Planned - \$239M

Parks and Open Space



Regional Parks System Serves

- 7-County Twin Cities Metro Area
- Over 64 million visitors in 2021

Commitment to Equity

- *Thrive MSP 2040*
- *2040 Regional Parks Policy Plan*
- Master Planning
- Project Development
- Regional Parks System Equity Grant Program

Notable Modifications To The Program



Major Commitments

- Council match to anticipated State of Minnesota parks & open space investments
- Regional Parks System Equity Grant Program

Adjustments Made

- Asset management of Council owned housing in capital program
- Programmed Council match to state parks & open space funding in 2028
- Programmed Regional Parks Equity Grant Program in 2028

Regional Parks Capital Funding

Program

- Funding Source
- Distribution Methodology

- Grant programs are funded by multiple state sources and Council bonds

Parks & Trails Legacy

- State
- Formula

- Council passes through 100% of state funding

Parks Acquisition (Legacy & ENRTF)

- State matched by Council bonds
- 1st come, 1st served

- Current portfolio is 195 active projects valued at ~ \$133M

Bonding

- State matched by Council bonds
- Formula

- \$237M in grants are programmed in the proposed Capital Improvement Program (2023-2028)

Equity

- Council bonds
- Competitive

Council Owned Housing Capital Program

History

- Family Affordable Housing Program established in 1999
- 150 units purchased between 2001 and 2004
- 3 additional units purchased in 2022 through partnership with City of Edina

Authorized - \$600K

- \$500K funded by General Purposes Levy
- \$100K funded by rental property Income

Planned - \$1.5M

- \$250K per year from 2023-2028
- Funded by rental property income