

## 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

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

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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 2013 Annual Budget – Summary of Revisions.

### 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/Metro Mobility

**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 than assumed in the adopted 2013 budget.

### 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

No known opposition

### Attachment:

Transportation Division - 2013 Annual Budget-Summary of Revisions – BI 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> |