



# Metropolitan Council Transportation Division 2019 Operating Budget Adopted 12.12.18

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## Transportation Committee

### March 11, 2019



# Budget Considerations & Pressures

- Metro Mobility
  - Ridership Growth
  - Taskforce
- Inflationary Growth
- MVST Performance
- Maintenance / Overhaul
- Initiatives
  - Transit Asset Management
  - Travel Behavior Inventory
- Regional Fare Policy Review
- Budget has been reviewed with all forecasts and financial plans
- Multi-year “toolbox”

## Budget Objectives:

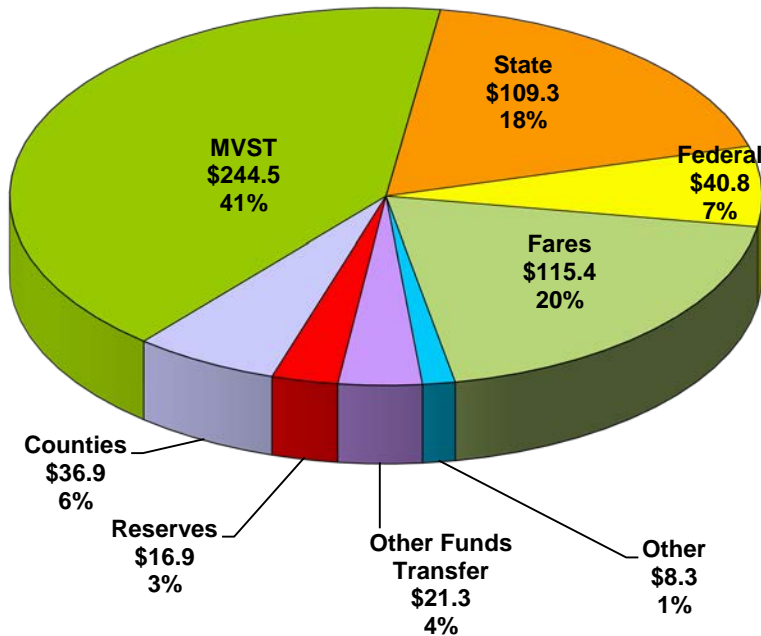
- Support implementation of
  - Thrive MSP 2040
  - Regional Transportation Policy Plan
- Thrive Lens
  - Preserve service while growing ridership & meeting needs across region
  - Prioritize structural solutions – mitigate structural gaps over time
  - Minimize impact on Council levies
  - Maintain reserves at policy levels

# Mitigating Revenue and Expense Volatility

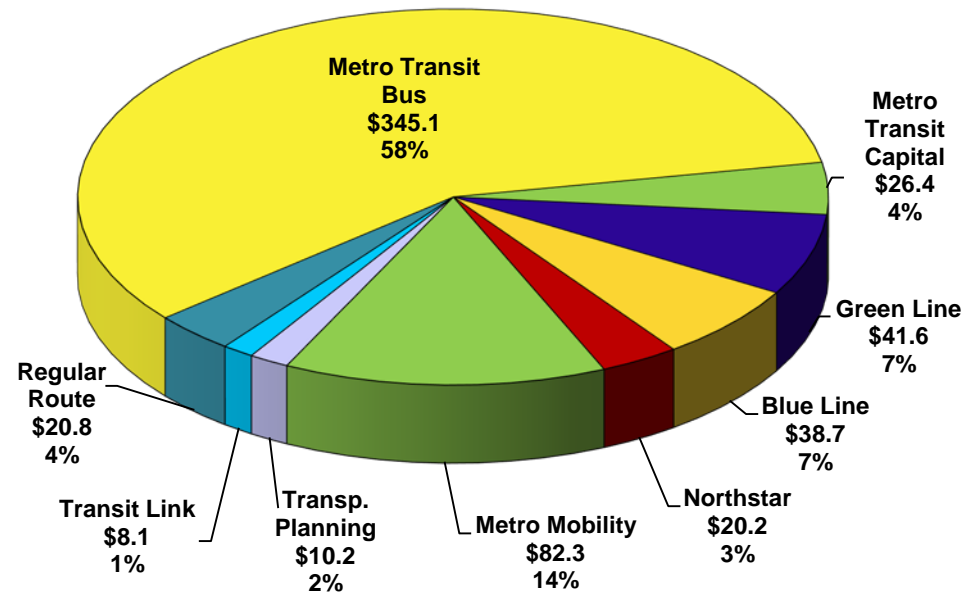
- Motor Vehicle Sales Tax
  - Budget 95% Motor Vehicle Sales Tax
  - Actual MVST receipts above 95% from prior year
- Fuel Price Hedging
- Operating Fund Reserve Targets
  - Address volatility in other revenues and expenses
  - Reserves partial solution for future biennium structural deficit

# 2019 Adopted Transportation Budget

Revenue  
\$593.4M



Expenses  
\$593.4M



# Fund Balances

(\$ in millions)

	2015 Actual	2016 Actual	2017 Actual	2018 Budget	2019 Budget	Council Target	
						\$	%
Metro Transit Bus	\$48.3	\$41.3	\$69.1	\$56.2	\$48.3	\$28.8	8.3%
Metro Transit LRT	\$13.5	\$18.8	\$9.8	\$9.8	\$9.8	\$6.7	8.3%
Metro Transit Northstar	\$4.4	\$5.9	\$3.7	\$3.7	\$3.7	\$1.7	8.3%
Metro Mobility	\$11.4	\$11.6	\$28.0	\$21.3	\$8.2	\$8.2	10.0%
Transportation Planning & Contracted Services	\$7.4	\$8.0	\$9.7	\$9.6	\$9.6	\$5.9	15.0%
<b>TOTAL</b>	<b>\$85.1</b>	<b>\$85.6</b>	<b>\$120.2</b>	<b>\$100.6</b>	<b>\$79.4</b>	<b>\$51.3</b>	



# Metro Transit



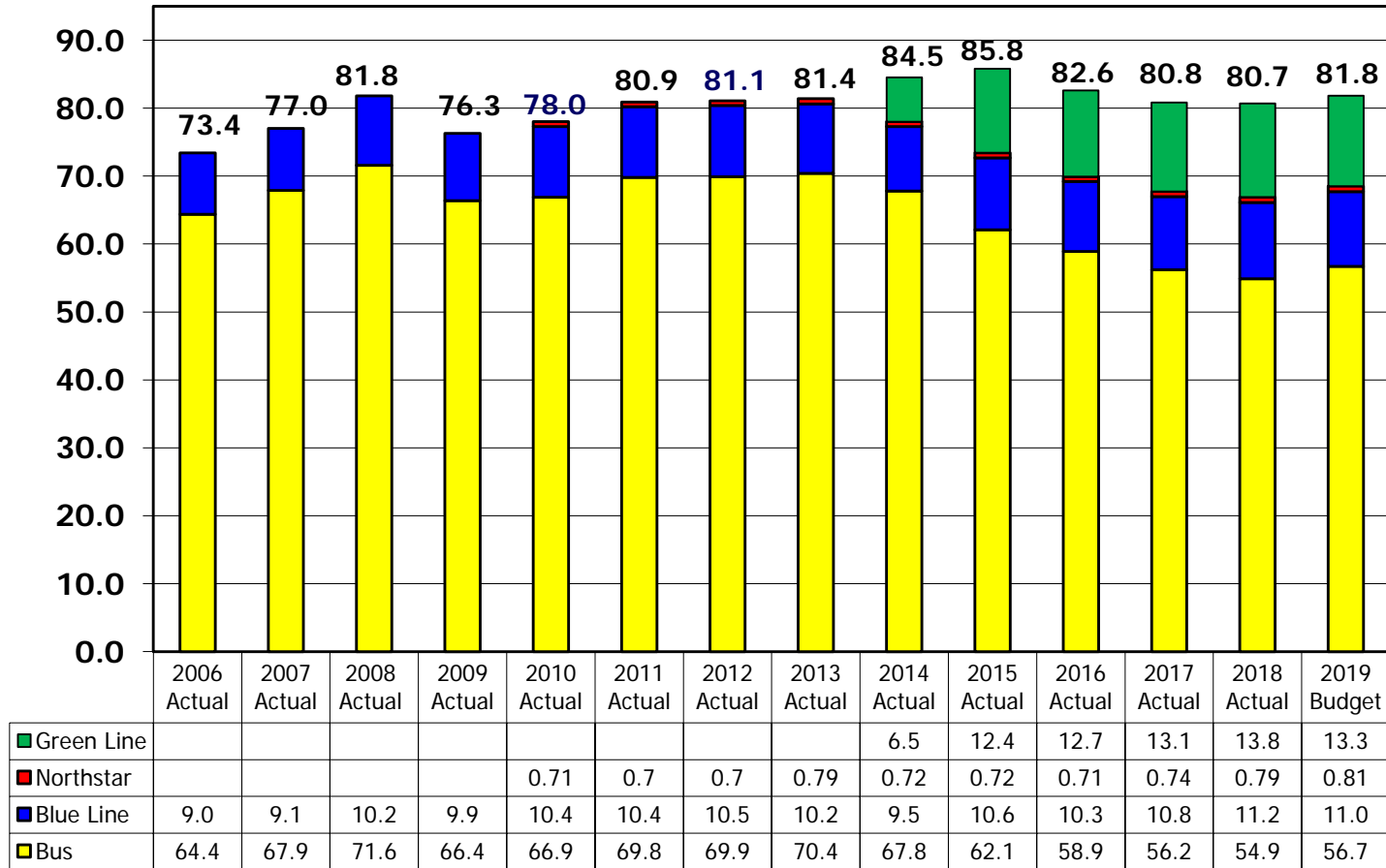
# Metro Transit Budget Assumptions

- Maintains 2018 service levels with the following adjustments:
  - Contingency for overloads & bus bridge support
  - Adjust operators, mechanics, fuel, parts to meet service plan
- Diesel fuel at \$1.84/gallon
- County funding for METRO Blue Line, METRO Green Line and Northstar
- Southwest light rail FFGA 2019
- C Line BRT operations in 2019
- I 35W construction



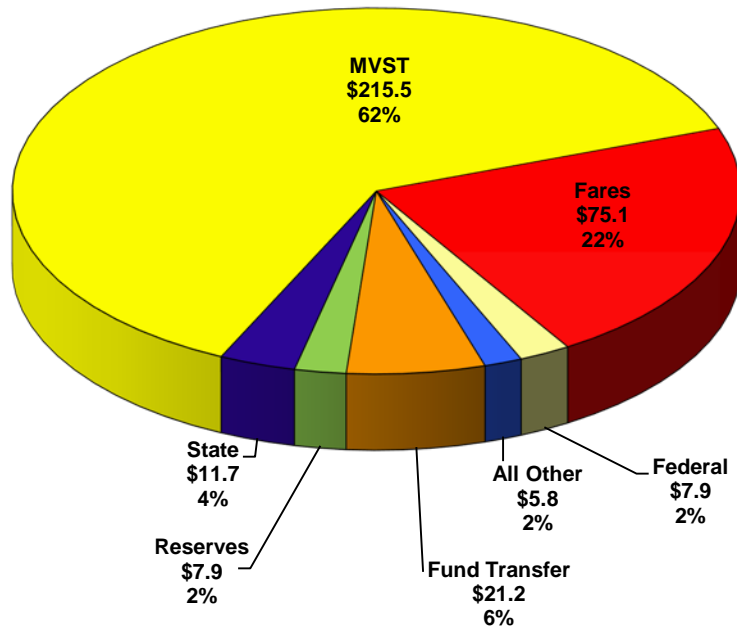
# Metro Transit Ridership

(in millions)

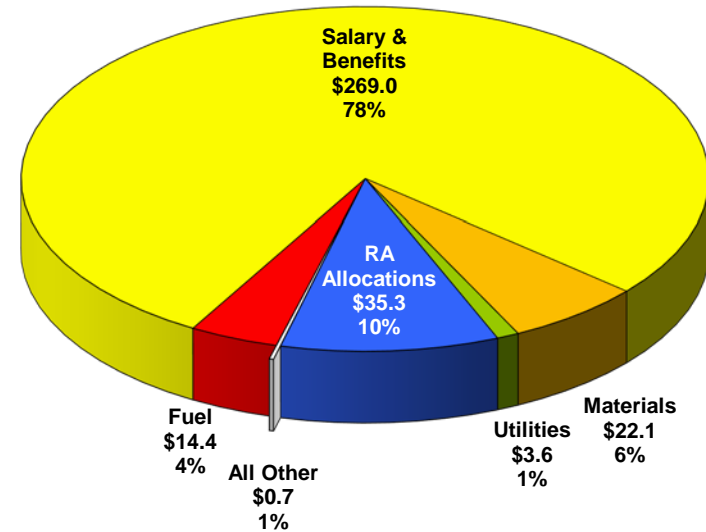


# Metro Transit Bus 2019 Operating Revenue & Expenses

Revenue  
\$345.1M

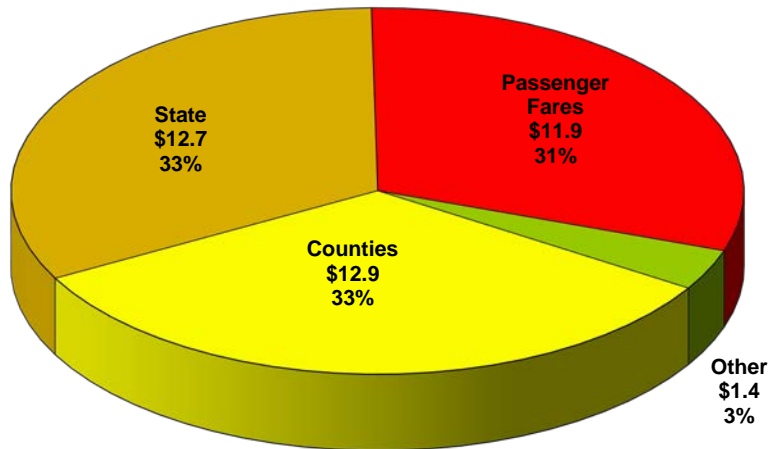


Expenses  
\$345.1M

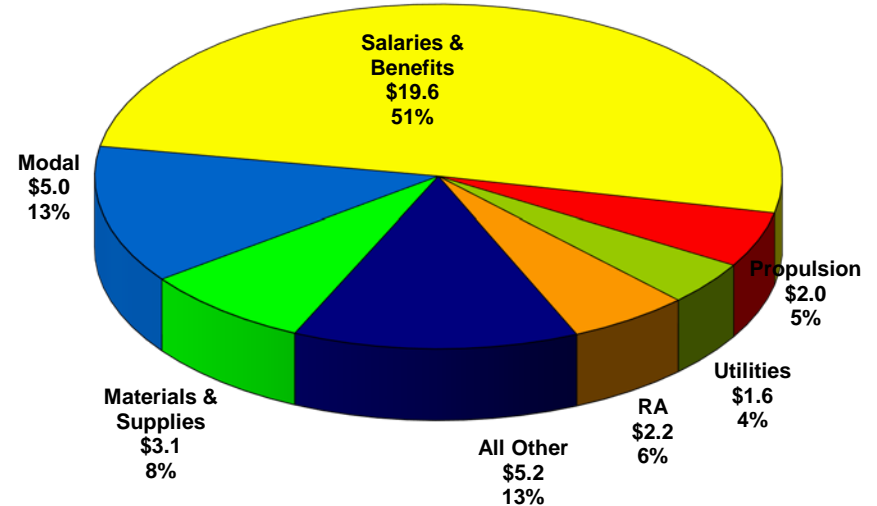


# METRO Blue Line 2019 Operating Revenue & Expenses

Revenue  
\$38.9M



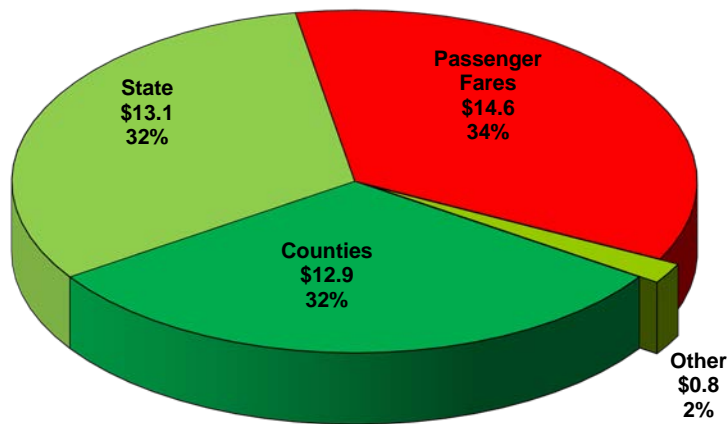
Expenses  
\$38.7M



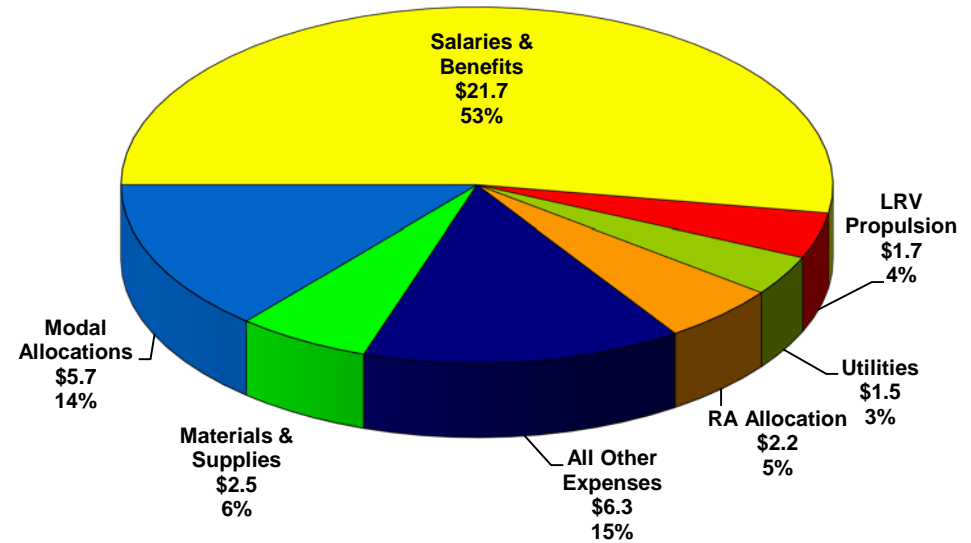


# METRO Green Line 2019 Operating Revenue & Expenses

Revenue  
\$41.4M

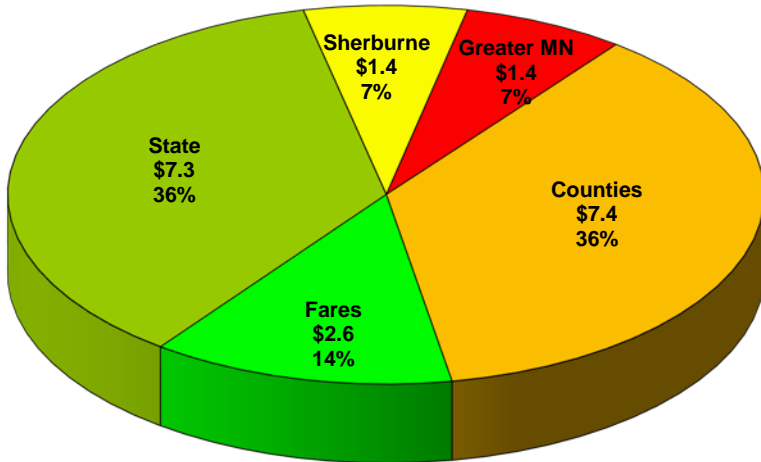


Expenses  
\$41.6M

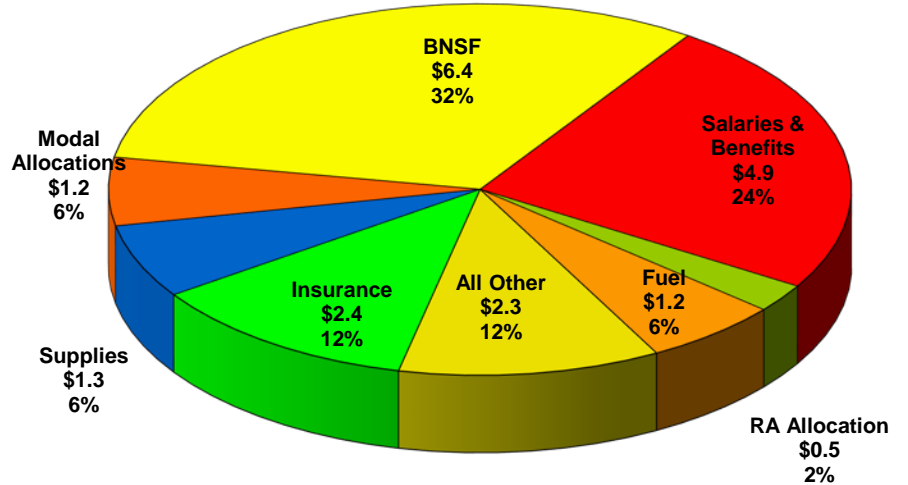


# Metro Transit Northstar 2019 Operating Revenue & Expenses

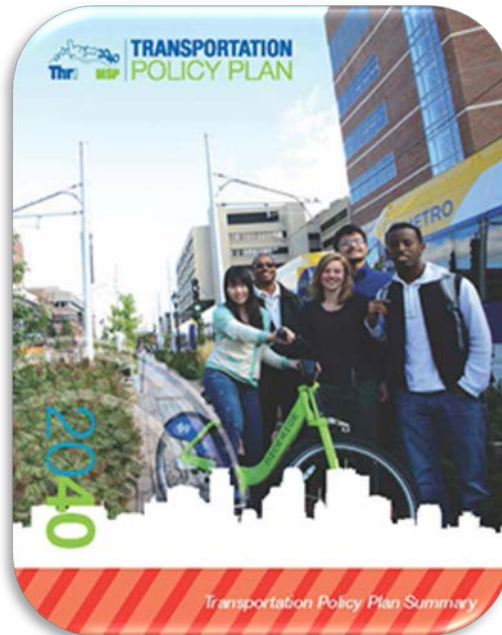
Revenue  
\$20.1M



Expenses  
\$20.2M



# Metropolitan Transportation Services

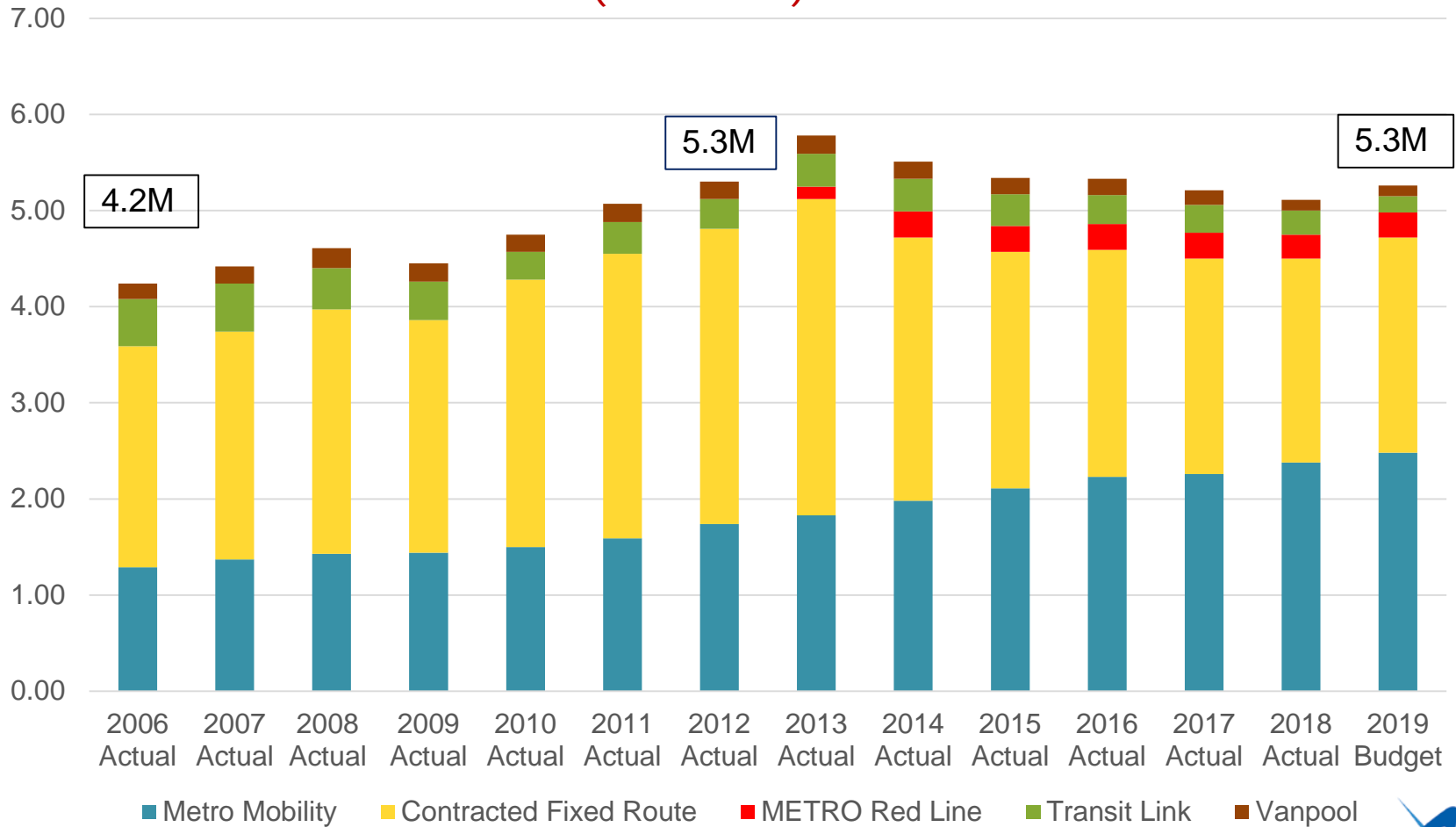


# MTS Budget Assumptions

- Maintain 2018 service levels with the following adjustments
  - Metro Mobility ADA will meet anticipated demand
- Council funds 100% of METRO Red Line & Cedar Express Services
- Revenues allocated based on the State Transit Funding Allocation Policy enacted December 2017
- Travel Behavior Inventory Study

# Contracted Services Ridership

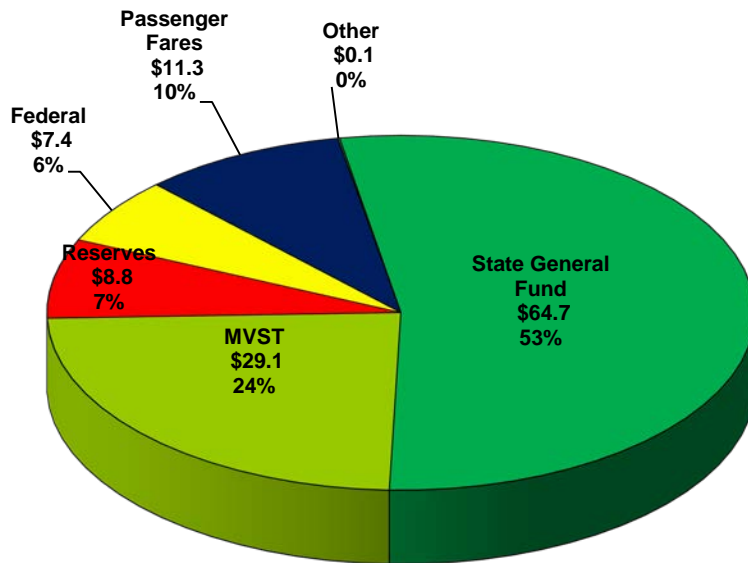
(in millions)



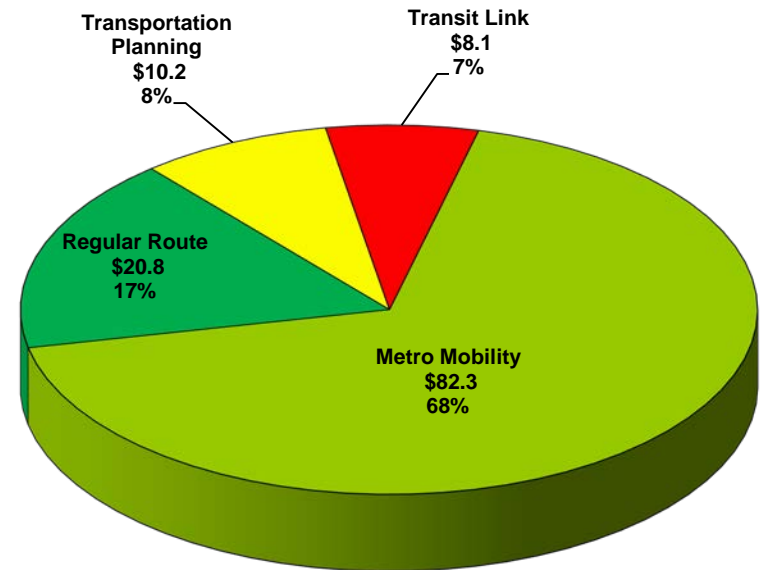


# Metropolitan Transportation Services 2019 Operating Revenue & Expenses

Revenues  
\$121.4M



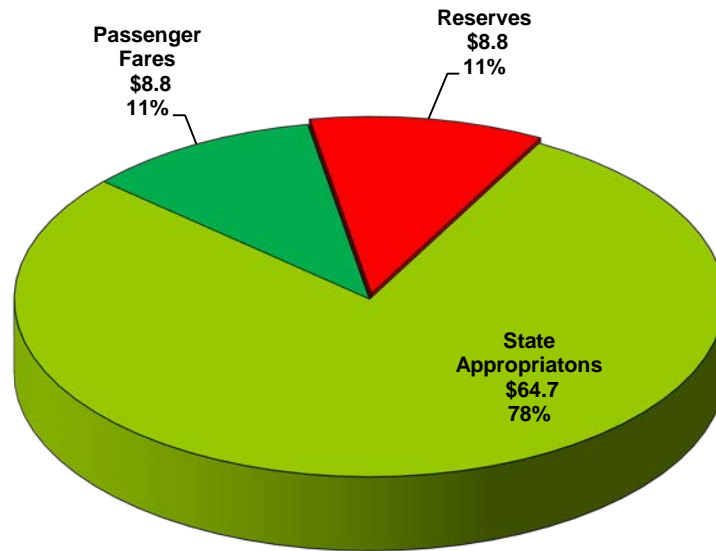
Expenses  
\$121.4M



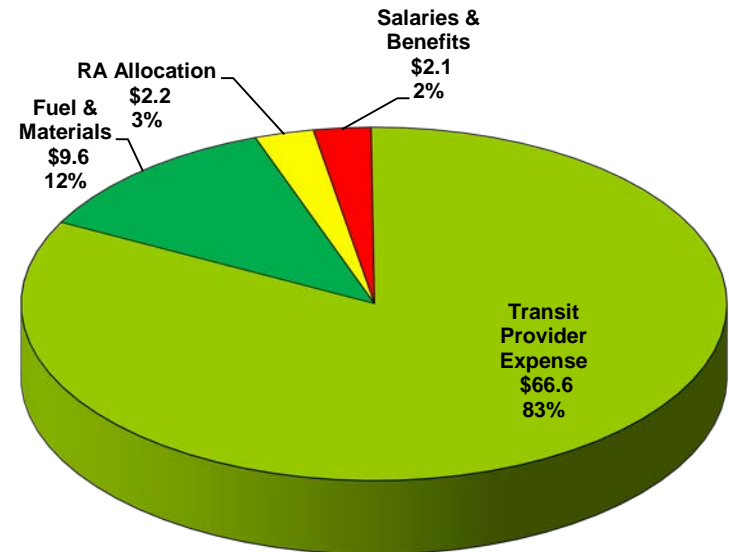
\$ in millions

# Metro Mobility 2019 Operating Revenue & Expenses

Revenues  
\$82.3M



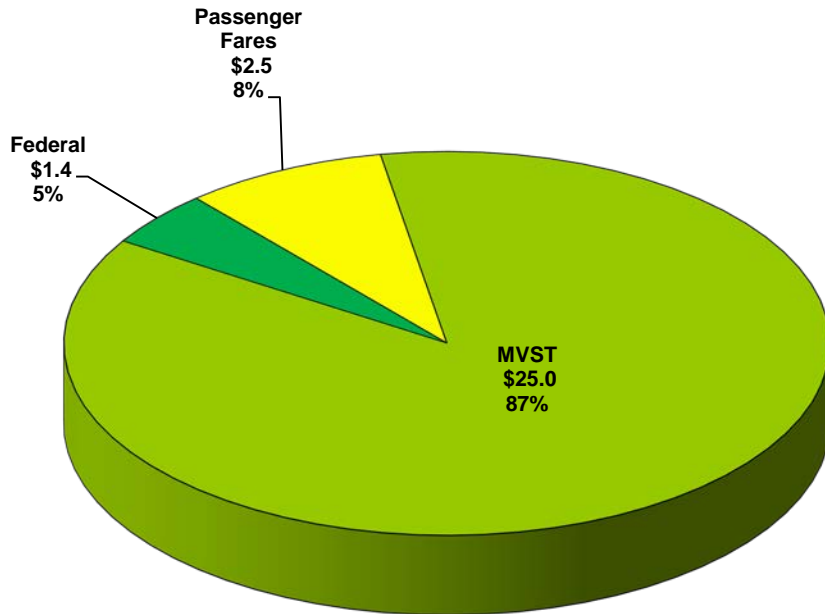
Expenses  
\$82.3M



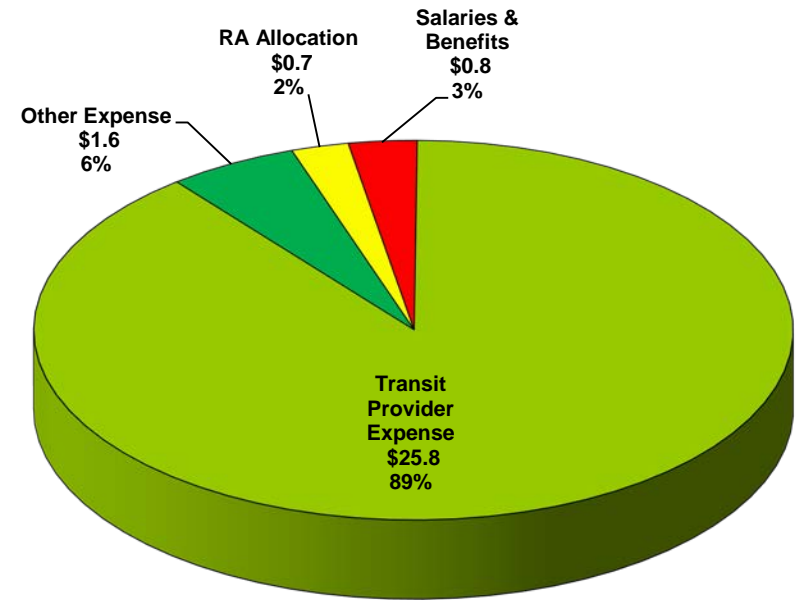
\$ in millions

# Contracted Regular Route, Transit Link, Vanpool 2019 Operating Revenue & Expenses

Revenues  
\$28.9M



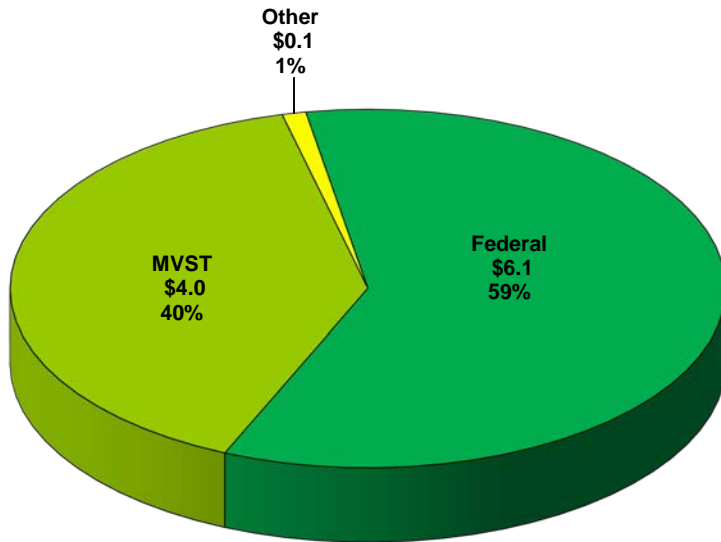
Expenses  
\$28.9M



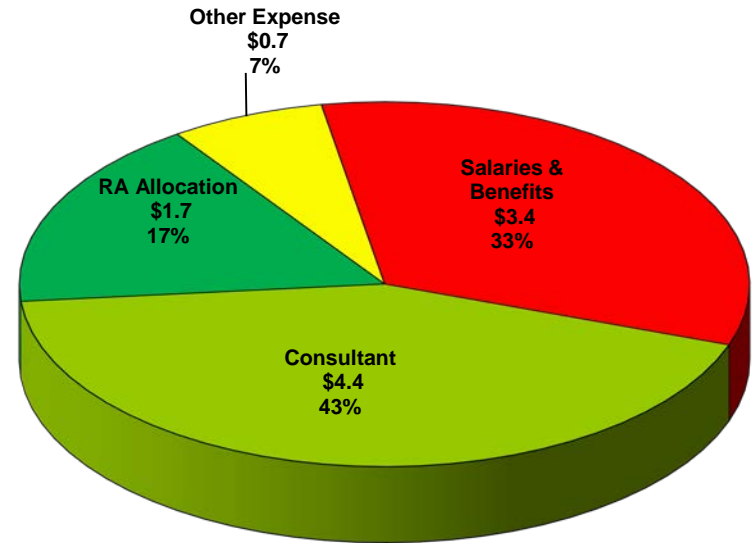
\$ in millions

# Transportation Planning & Administration 2019 Operating Revenue & Expenses

Revenues  
\$10.2M



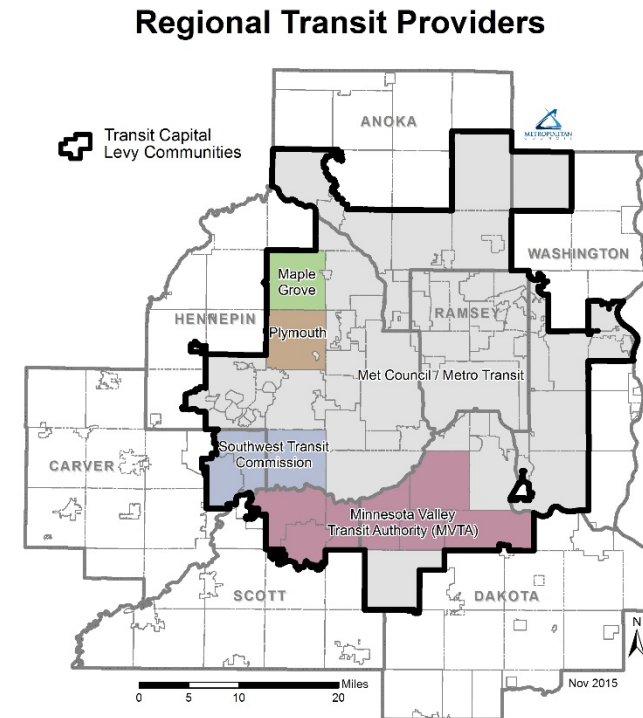
Expenses  
\$10.2M



\$ in millions

# MTS Pass-through Program

- Revenues allocated based on State Transit Funding Policy
- Suburban Providers allocated more than directed in law.



\$ in millions

## Future Discussion Items:

- Legislative outcomes
- Multi-year forecasts and impacts on structural deficits
- Inflationary growth and program growth (i.e. Metro Mobility)
- Transit Asset Management and State of Good Repair
- Budget amendments – operating and capital



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