

Transportation Committee

Meeting date: June 22, 2020

For the Metropolitan Council meeting of June 24, 2020

Subject: 2020 Budget Amendment – 2nd Quarter - AMENDED

District(s), Member(s): All

Policy/Legal Reference: 2020 Unified Budget; Mn Statutes Section 473.13, Subd. 1 – Council Budget Requirements

Staff Prepared/Presented: Nick Thompson, Director, MTS 651-602-1754; Wes Kooistra, General Manager, Metro Transit 612-349-7510; Edwin D. Petrie, Director of Finance, Metro Transit 612-349-7624; Heather Aagesen-Huebner, Director of Finance and Administration, MTS 651-602-1728; Nick Hendrikson, Budget Manager, MTS 651-602-1340.

Division/Department: Transportation / Metropolitan Transportation Services

Proposed Action

That the Metropolitan Council authorizes the 2020 Unified Budget as indicated and in accordance with the attached tables.

Background

That the Metropolitan Council amend the 2020 Unified Budget – Capital Program (annual appropriation) and Authorized Capital Program (multi-year authorization) as indicated and in accordance with the Capital Program – Attachment #1 (Program Level).

That the Metropolitan Council amend the 2020 Unified Budget – Operating Budget as indicated and in accordance with the spreadsheet in Operating Budget – Attachment #2.

Capital Program – Attachment #3 (Project Level) is included for reference and informational purposes only.

Capital Program:

Metro Transit

Administrative Adjustments / Reallocating Existing Funding: None

Closing Projects/Reallocate Authorized Funding

Garage Wash Rack Replacement RTC- #64900 – CLOSE

This amendment will close this project and reduce (\$400,000) in RTC funding back into the Metro Transit Capital Program to reflect federal funding availability in Project 64802. This project is identified in the CIP.

Law Enforcement Network Segmentation (LENS) - #68802 – CLOSE

This amendment will close this project and reduce (\$793,558) in MVST funding back into the Metro Transit Capital Program to reflect project completion and final project expenditures. This project is identified in the CIP.

IS Capital Upgrades & Enhancements– Project #68700

Metro Transit IT – Project #68804

This amendment will transfer \$102,010 in RTC Funds from Project 68700 and into Project 68804 for critical out-of-band IT emergency requests. These projects are identified in the CIP.

Transit NG-911– Project #68602

Nex Trip Real Time Bus Departure Signs Presence Detection – Project #68803

Technology Systems Enhancement & Preservation FTA – Project - NEW

This amendment will transfer \$320,000 in Federal Funds and \$136,750 in RTC Funds from Project 68602 & 68603 into a new project for Ubisense SmartSpace, a modular software platform that manages real-time location and identification data from multiple sources to support industrial-scale mission-critical visibility and control. These projects are identified in the CIP.

Authorize New Projects/Increase Authorization and Reduce Authorization:

Southwest LRT Project - Project #61001 - AMENDED

This amendment recognizes \$68,975,131 in Hennepin County funding and \$5,994,638 in HCRRA Funding for an adjustment to the Grant Agreement for the Limited Notice to Proceed (LNTP) extending through August 2020. This funding is needed to issue a Limited Notice to Proceed and activities during LNTP period July - August 2020. This project is identified in the CIP.

LRT-LRV Overhaul Type 2, OVH – Project 65703

LRV Capital Projects – NEW – Project# M19011, M19014, M19015, M19016 and M19017

This amendment recognized (\$1,704,000) in Federal Funding and (\$426,000) in RTC Funding to be transferred into LRT Capital Projects – NEW. Projects include: Overhaul Type 1 LRV Pantographs and replace Type 2 LRV pantographs, Replace and overhaul Type 1 and 2 LRV door systems, Rehab of Type 1 CPCU enclosures. These projects are identified in the CIP.

Major Improvements to Support Facilities - Project #62790

This amendment recognizes \$750,000 in RTC Funding for projects would include and not be limited to boiler control systems and boiler replacements, fire sprinkler replacement and garage doors. This project is identified in the CIP.

Transfer Road Building - Project #64216

This amendment recognizes \$1,000,000 in RTC Funding to replace end of life HVAC units, building façade repairs, and some roofing work. This project is identified in the CIP.

Blue Line Facilities Improvements - Project #64700

This amendment recognizes \$500,000 in RTC Funding to for renovation of the Maintenance of Way Building, channelization railings, modifications to the Franklin O&M to allow for additional overhaul space, and other miscellaneous improvements identified throughout the year. This project is identified in the CIP.

LRT Blue Type 1 LRV Corrosion Mitigation - Project #65704

This amendment recognizes \$840,673 in RTC Funding to mitigate corrosion on Type 1 LRV vehicles. This project is identified in the CIP.

Non-Revenue Vehicles and Support Vehicles - Project #65790

This amendment recognizes \$967,707 in RTC Funding for 14 non-revenue vehicles that include 1 Ford pickup truck, 4 Ford SUVs, 6 Dodge Caravans, 1 Chevy Service truck, 1 GMC Pickup truck and 1 Chevy van. This project is identified in the CIP.

MT Fuel Management System - Project #68210

This amendment recognizes \$225,000 in RTC Funding will allow metro transit staff to make needed repairs and maintenance on our existing fuel management system (Fleetwatch) when significant maintenance issues arise. This project is identified in the CIP.

LRT Blue Com Equipment Update - Project #68506

This amendment recognizes \$40,000 in RTC Funding to keep LRT Com equipment up to date. This project is identified in the CIP.

IS Capital Upgrades & Enhancements – Project - #68700

This amendment provides \$1,363,682 in RTC Funds to replenish the "Refresh Requests" line items of the IS Capital Improvements Program. These lines are for equipment purchases of critical IT equipment scheduled for replacement and needed in 2020. Examples include Desktops, Laptops, Tablets, Printers, Copiers, Servers, Storage, Network and Video Conferencing equipment. This project is identified in the CIP.

E Line – Project #M14075 - NEW

This amendment provides \$300,000 in RTC Funding to advance project development (concept design, NEPA) for stations and associated corridor infrastructure along the E Line (Hennepin/France) corridor. This project is identified in the CIP.

LRT Operations Control Center Remodeling - Project #M20006 - NEW

This amendment recognizes \$650,000 in RTC Funding to build out of the existing Rail Control Center. This project is identified in the CIP.

LRT Blue O&M Wash and Sand Bay Replacement - Project #M20007 - NEW

This amendment recognizes \$793,558 in MVST and \$2,406,442 in RTC Funding to upgrade and replace sanding & wash systems currently facing the end of their lifecycle. This project is identified in the CIP.

Camera Trailer - Project #M20024 - NEW

This amendment recognizes \$180,000 in RTC Funding for new police cameral trailers. This project is identified in the CIP.

Metropolitan Transportation Services

Administrative Adjustments / Reallocating Existing Funding:

MTS – Small Bus Replacement – Project 35913

Small Bus (Undesignated) – Project 35002

This amendment will administratively reallocate \$72,500 of RTC funds from project 35913 to project 35002 for use in future projects.

MTS – Small Bus Expansion – Project 35914

Small Bus (Undesignated) – Project 35002

This amendment will administratively reallocate \$568,000 of RTC funds from project 35914 to project 35002 for use in future projects.

2015 Shakopee Small Bus Replacement – Project 35962

Small Bus (Undesignated) – Project 35002

This amendment will administratively reallocate \$191,509 of RTC funds from project 35962 to project 35002 for use in future projects.

SWT Small Bus Replacement – Project 35981

Small Bus (Undesignated) – Project 35002

This amendment will administratively reallocate \$80,000 of RTC funds from project 35981 to project 35002 for use in future projects.

SWT Replacement– Project 35982

Small Bus (Undesignated) – Project 35002

This amendment will administratively reallocate \$450,000 of RTC funds from project 35982 to project 35002 for use in future projects.

2016 – Plymouth – Small Bus – Project 36028

Small Bus (Undesignated) – Project 35002

This amendment will administratively reallocate \$114,361 of RTC funds from project 36028 to project 35002 for use in future projects.

2017 Transit Link – Small Bus (29) Replacement – Project 36068

Small Bus (Undesignated) – Project 35002

This amendment will administratively reallocate \$609,557 of RTC funds from project 36068 to project 35002 for use in future projects.

2017 – SWT – Coach Buses (8) Replacement – Project 36075

Big Bus (Undesignated) – Project 35001

This amendment will administratively reallocate \$816,887 of RTC funds from project 36075 to project 35001 for use in future projects.

2017 – SWT – Forty Foot Bus (5) Replacement – Project 36057

Big Bus (Undesignated) – Project 35001

This amendment will administratively reallocate \$2,525,000 of RTC funds from project 36057 to project 35001 for use in future projects.

2017 – MTS – Technology for 25 Small Bus Replacement – Project 36056

Technology (Undesignated) – Project 35007

This amendment will administratively reallocate \$800,000 of RTC funds from project 36056 to project 35007 for use in future projects.

2017 – Metro Mobility – Technology for Sedans Replacement – Project 36070

Technology (Undesignated) – Project 35007

This amendment will administratively reallocate \$59,129 of RTC funds from project 36070 to project 35007 for use in future projects.

2017 – Fixed Route – Cameras (25) Replacement – Project 36073

Technology (Undesignated) – Project 35007

This amendment will administratively reallocate \$200,000 of RTC funds from project 36073 to project 35007 for use in future projects.

2018 – Transit Link – Technology (3) Replacement – Project 36098

Technology (Undesignated) – Project 35007

This amendment will administratively reallocate \$9,900 of RTC funds from project 36098 to project 35007 for use in future projects.

2018 – Metro Mobility – Technology (21) Expansion – Project 36100

Technology (Undesignated) – Project 35007

This amendment will administratively reallocate \$55,897 of RTC funds from project 36100 to project 35007 for use in future projects.

**2018 – Metro Mobility – Technology (77) Replacement – Project 36102
Technology (Undesignated) – Project 35007**

This amendment will administratively reallocate \$133,708 of RTC funds from project 36102 to project 35007 for use in future projects.

**36005 – MVTA Undesignated (STP) – Project 36005
2020 – MVTA – AVTS Parking Construction – STP – Project 36174 – New**

This amendment will administratively reallocate \$325,000 of RTC funds from project 36005 to project 36174 to complete construction projects.

Closing Projects:

This amendment will close these projects. These projects are complete, and all funds were used.

- MTS – Small Bus Replacement – Project 35913 – CLOSE**
- MTS – Small Bus Expansion – Project 35914 – CLOSE**
- 2015 – Shakopee Small Bus Replacement – Project 35962 – CLOSE**
- SWT – Small Bus Replacement – Project 35981 – CLOSE**
- SWT – 40’ Replacement – Project 35982 – CLOSE**
- 2016 – Plymouth – Small Bus – Project 36028 – CLOSE**
- 2017 – Transit Link – Small Bus (29) Replacement – Project 36068 – CLOSE**
- 2017 – SWT – Coach Buses (8) Replacement – Project 36075 – CLOSE**
- 2017 – SWT – Forty Food Bus (5) Replacement – Project 36057 – CLOSE**
- 2017 – MTS – Technology for 25 Small Bus Replacement – Project 36056 – CLOSE**
- 2017 – Metro Mobility – Technology for Sedans Replacement – Project 36070 – CLOSE**
- 2017 – Fixed Route – Cameras (25) Replacement – Project 36073 – CLOSE**
- 2018 – Transit Link – Technology (3) Replacement – Project 36098 – CLOSE**
- 2018 – Metro Mobility – Technology (21) Expansion – Project 36100 – CLOSE**
- 2018 – Metro Mobility – Technology (77) Replacement – Project 36102 – CLOSE**

Authorize New Projects, Increase Authorization and Reduce Authorization: None

Changes to Current Year Expenditures:

Based on projected expenditures for the proposed amendments, the 2020 capital budget is proposed to increase \$78,010,893 for Metro Transit and \$0 for Metropolitan Transportation Services.

Operating Budget:

Metro Transit

Change in Revenues: \$000; Expenditures: \$000; Reserves: \$000

Metro Transit Bus Operating:

This amendment recognizes 2 IS positions, System Field Technology Technicians, who will support Real Time Signs and passenger interactive technology systems. These positions are currently budgeted in the Metro Transit Bus Operating Budget and is being transferred to the Regional Administration IS department. This will reduce Salaries and Benefits by \$229,738 offset by an increase in the Interdivisional Cost Allocation.

This amendment recognizes \$937,793 for critical IT equipment scheduled for replacement and needed in 2020 that does not meet the Capital expenditure threshold on an individual purchase level basis and include Desktops, Laptops, Tablets, Printers and Copiers. These costs are currently budgeted in the Metro Transit Operating Budget. These costs will reflect an increase in the Interdivisional Cost

Allocation and will increase Regional Allocations and decrease minor equipment and supplies in the Metro Transit Budget.

Metropolitan Transportation Services

Change in Revenues: \$12,131,270; Expenditures: \$12,131,270 Reserves: \$000

Transit Provider Passthrough

Changes in Revenues: \$12,131,270 in Federal CARES Act Funding will be brought into the passthrough account and passed through to regional providers via grant agreements.

Rationale

The proposed amendment programs available federal, state, other, and regional funds to the Unified Budget to allow the Council to carry out its work plan and its long-term capital program.

Metropolitan Council Federal CARES Act funds will be included in future budget amendments.

Federal CARES Act Federal Grant Recap:

Total Federal CARES Act Federal Grant:	\$226,499,058
Less Regional Provider Passthrough:	<u>(\$12,131,270)</u>
Metropolitan Council CARES Act Balance:	\$214,367,788

Thrive Lens Analysis

Stewardship

- This budget amendment demonstrates commitment toward asset preservation and also supports the Thrive outcomes of stewardship by assessing the future needs, responsible planning and management of resources for Metro Transit and Metropolitan Transportation Services.

Prosperity

- The budget amendment adds funding for the D Line and reflects strategic investment in regional infrastructure that will promote economic competitiveness and create prosperity for the region.

Funding

Capital Program:

This amendment increases the Transportation Division Other revenues by \$74,969,769 and RTC revenues by \$8,823,504.

Known Support / Opposition

No known opposition.

Attachments:

1. Capital Program – Attachment #1 (Program Level) (Table 9)
2. Operating Budget – Attachment #2 (Table C-1)
3. Capital Program – Attachment #3 (Project Level)

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2020 Current	Changes	2020 Amended	2020	2021	2022	2023	2024	2025	Total	
TOTAL Federal New Starts Rail Projects	1,257,919	74,970	1,332,889	2,413,629	274	283	292	301	311	2,415,090	3,747,979
Total METRO TRANSIT Capital Program	2,394,734	82,422	2,477,156	2,523,635	137,193	138,219	218,118	144,733	114,800	3,276,698	5,753,854

**METROPOLITAN COUNCIL
CAPITAL PROGRAM
TRANSPORTATION**

TABLE 9

(\$ in 000's)

	Authorized Capital Program (ACP)			Capital Improvement Plan (CIP)							ACP + CIP Combined
	2020 Current	Changes	2020 Amended	2020	2021	2022	2023	2024	2025	Total	
METROPOLITAN TRANSPORTATION SERVICES											
Fleet Modernization											
Big Buses	79,707	-4,063	75,644	38,430	7,122	10,061	14,571	26,002	30,811	126,997	202,641
Non-Revenue Vehicles	36	-	36	100	100	100	100	100	100	600	636
Repairs, Equipment and Technology	7,554	-	7,554	3,500	4,331	4,500	6,200	3,000	3,000	24,531	32,085
Small Buses	42,919	-1,903	41,016	11,508	10,754	17,524	13,318	32,611	29,141	114,855	155,871
TOTAL Fleet Modernization	130,216	-5,966	124,250	53,538	22,306	32,185	34,189	61,712	63,053	266,983	391,233
Customer Facilities											
Bus System Customer Facility	-	-	-	1,000	1,000	1,000	1,000	1,000	1,000	6,000	6,000
TOTAL Customer Facilities	-	-	-	1,000	1,000	1,000	1,000	1,000	1,000	6,000	6,000
Technology Improvements											
Repairs, Equipment and Technology	-	-	-	731	792	875	963	1,013	1,065	5,438	5,438
Technology Investments	16,098	-1,239	14,859	10,431	6,345	5,941	5,424	4,787	11,639	44,567	59,426
TOTAL Technology Improvements	16,098	-1,239	14,859	11,162	7,137	6,816	6,386	5,800	12,704	50,005	64,864
Other Regional Providers - Non Fleet											
Maple Grove Transit	2,410	-	2,410	331	338	346	353	361	369	2,099	4,509
Minnesota Valley Transit Authority	8,754	-	8,754	1,579	1,614	1,649	1,686	1,723	1,761	10,011	18,765
Plymouth Transit	4,471	-	4,471	314	321	328	335	343	350	1,992	6,463
SouthWest Transit	1,426	-	1,426	659	674	689	704	719	735	4,180	5,606
University of Minnesota Transit	850	-	850	2,188	287	293	299	306	313	3,686	4,536
TOTAL Other Regional Providers - Non Fleet	17,912	-	17,912	5,071	3,234	3,305	3,378	3,452	3,528	21,967	39,879
Transitways - Non New Starts											
Transitways	8,068	-	8,068	75	75	75	75	75	75	450	8,518
TOTAL Transitways - Non New Starts	8,068	-	8,068	75	75	75	75	75	75	450	8,518
Total MTS Capital Program	172,294	-7,205	165,089	70,846	33,752	43,381	45,027	72,039	80,359	345,405	510,495
COMBINED											
Fleet Modernization	390,280	-5,125	385,155	83,357	108,383	102,850	120,179	159,914	128,981	703,664	1,088,818
Support Facilities	269,924	5,600	275,524	12,735	11,234	7,819	5,531	3,895	25,661	66,873	342,397
Customer Facilities	75,339	-	75,339	6,980	3,748	3,763	3,628	3,794	3,660	25,572	100,911
Technology Improvements	61,144	-1,595	59,549	14,910	15,642	20,756	12,602	12,221	21,247	97,378	156,927
Other Regional Providers - Non Fleet	17,912	-	17,912	5,071	3,234	3,305	3,378	3,452	3,528	21,967	39,879
Other Capital Equipment	56,512	568	57,080	4,284	3,854	2,873	3,980	3,932	3,304	22,226	79,307
Transitways - Non New Starts	437,998	800	438,798	53,516	24,577	39,953	113,556	29,263	8,468	269,333	708,131
Federal New Starts Rail Projects	1,257,919	74,970	1,332,889	2,413,629	274	283	292	301	311	2,415,090	3,747,979
TOTAL TRANSPORTATION	2,567,028	75,217	2,642,245	2,594,481	170,945	181,600	263,145	216,772	195,159	3,622,103	6,264,349

ACP

	CURRENTLY AUTHORIZED					PROPOSED CHANGE					AMENDED					2020 Budget	Multi-Year Authorization	
	Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total			
35982	SWT 40' replacement (no wrap)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
36028	2016 - Plymouth - Small Bus	\$ -	\$ -	\$ -	\$ 165,639	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 165,639	\$ 165,639	\$ -	\$ -	
36068	2017-TransitLink-Small Bus (29) replacement	\$ -	\$ -	\$ -	\$ 1,478,443	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,478,443	\$ 1,478,443	\$ -	\$ -	
36075	2017-SWT-Coach Buses (8) replacement	\$ -	\$ -	\$ -	\$ 4,063,113	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,063,113	\$ 4,063,113	\$ -	\$ -	
36057	2017-SWT-Forty Foot Bus (5) replacement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
36056	2017-MTS-Technology for 25 small bus - replacement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
36070	2017-MetMo-technology for sedans replacement	\$ -	\$ -	\$ -	\$ 156,871	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 156,871	\$ 156,871	\$ -	\$ -	
36073	2017-Fixed Route-Cameras (25) replacement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
36098	2018-Transit Link-Technology (3) Replacement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
36100	2018-MetMo-Technology (21) Expansion	\$ -	\$ -	\$ -	\$ 307,403	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 307,403	\$ 307,403	\$ -	\$ -	
36102	2018-MetMo-Technology (77) replacement	\$ -	\$ -	\$ -	\$ 774,892	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 774,892	\$ 774,892	\$ -	\$ -	
	Section Subtotal	\$ -	\$ -	\$ -	\$ 7,204,851	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,204,851	\$ 7,204,851	\$ -	\$ -	
* Metropolitan Transportation Services Project Closed and Removed from Authorized Capital Program															\$	7,204,851		
Authorize New Projects / Increase Authorized Funding / Reduce Authorized Funding																		
	Section Subtotal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
METROPOLITAN TRANSPORTATION SERVICES TOTAL		\$ -	\$ -	\$ -	\$ 7,204,851	\$ 7,204,851	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,204,851	\$ 7,204,851	\$ -	\$ -	
TRANSPORTATION DIVISION TOTAL		\$ 21,572,490	\$ 49,749,087	\$ 971,026,417	\$ 72,796,621	\$ 1,115,144,615	\$ -	\$ -	\$ 74,969,769	\$ 8,823,504	\$ 83,793,273	\$ 21,572,490	\$ 49,749,087	\$ 1,045,996,186	\$ 81,620,125	\$ 1,198,937,888	\$ 78,010,893	\$ 83,793,273