

Business Item

Transportation Committee



Transportation Committee Meeting Date: November 28, 2022

For Metropolitan Council: November 30, 2022

Business Item: 2022-280 JT SW

2022 Operating Budget Amendment – 4th Quarter

District(s), Member(s):	All
Policy/Legal Reference:	2022 Unified Budget; Minn. Stat. § 473.315, subd. 1 – Council Budget Requirements
Staff Prepared/Presented:	Charles Carlson, Director, MTS 612-349-7639; Wes Kooistra, General Manager, Metro Transit 612-349-7510; Edwin D. Petrie, Director of Finance, Metro Transit 612-349-7624; Nick Hendrikson, Manager of Finance 651-602-1340
Division/Department:	Transportation / Metropolitan Transportation Services

Proposed Action

That the Metropolitan Council authorize the 2022 Unified Budget amendment as indicated, and in accordance with, the attached tables.

Background

That the Metropolitan Council amend the 2022 Unified Budget – Operating Budget as indicated and in accordance with the spreadsheet in Operating Budget – Attachment #2.

Capital Program Metro Transit

Administrative Adjustments: None

Closing Projects/Reallocate Authorized Funding: None

Authorize New Projects, Increase Authorization, and Reduce Authorization: None

Operating Program Metro Transit

Change in Revenue: \$3,925,879; Expenditures/Transfers: \$0; Reserves: \$3,925,879

Light Rail – This amendment authorizes \$5,729,494 of Federal Relief Funds into the Metro Transit Metro Blue Light Rail and METRO Green Light Rail operation of which \$1,803,615 will be refunded to funding partners. These funds will be used for authorized payroll and operations expenses due to the pandemic consistent with the terms of the federal grant.

Change in Revenue: \$72,477; Expenditures/Transfers: \$0; Reserves: \$72,477

Commuter Rail – This amendment authorizes \$172,769 of Federal Relief Funds into the Metro Transit Northstar Commuter Rail operation of which \$100,292 will be refunded to funding partners. These funds will be used for authorized payroll and operations expenses due to the pandemic consistent with the terms of the federal grant.

Operating Program Metropolitan Transportation Services

Change in Revenue: \$0; Expenditures/Transfers; \$1,800,000; Reserves; \$1,800,000

Contracted Services – This amendment authorizes an increase to Contracted Services Fixed Route expenditures by \$1,800,000 and increases the use of reserves by \$1,800,000. Service provider contracts have been amended to increase driver hourly rates and diesel fuel prices have been higher than budgeted.

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.

Thrive Lens Analysis

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

Attachments:

1. Operating – Attachment #2 (Table C-1)





**METROPOLITAN COUNCIL
SUMMARY BUDGET
TRANSPORTATION DIVISION
FY22**

Table C-1

(\$ in 000s)

	Metro Mobility	Transit Link	Fixed Route	Transportation Planning	Total Metropolitan Transportation Services	Bus	Light Rail	Commuter Rail	Transit Capital Funded	Total Metro Transit	Total Operating	Debt Service	Suburban Transit Providers Pass-Through	Highway Right of Way Pass-Through	Memo Total	MVST Reserves
Revenues:																
Motor Vehicle Sales Tax	-	5,156	6,619	4,500	16,275	296,407	-	-	-	296,407	312,682	-	45,043	-	357,725	16,551
State Appropriations	56,196	-	-	-	56,196	-	27,060	5,594	-	32,654	88,850	-	-	-	88,850	-
Other State Revenues	-	-	-	-	-	-	-	1,073	-	1,073	1,073	-	-	-	1,073	-
Total State Revenues	56,196	5,156	6,619	4,500	72,471	296,407	27,060	6,667	-	330,134	402,605	-	45,043	-	447,648	16,551
Net Property Tax	-	-	-	-	-	-	-	-	-	-	-	52,443	-	-	52,443	-
Federal Revenues	31,000	4,075	10,885	5,540	51,500	65,803	30,071	4,547	22,218	122,639	174,139	-	19,437	-	193,576	-
Local Revenues	-	-	-	132	132	2,355	23,055	5,379	1,019	31,808	31,940	-	-	-	31,940	-
Passenger Fares	8,487	452	784	-	9,723	38,057	15,849	455	-	54,361	64,084	-	-	-	64,084	-
Contract & Special Event Revenues	-	-	-	-	-	1,131	454	-	-	1,585	1,585	-	-	-	1,585	-
Investment Earnings	-	-	-	-	-	50	50	-	-	100	100	180	-	-	280	-
Other Revenues	-	-	-	-	-	3,345	1,165	-	-	4,510	4,510	-	-	-	4,510	-
Total Other Revenues	39,487	4,527	11,669	5,672	61,355	110,741	70,644	10,381	23,237	215,003	276,358	52,623	19,437	-	348,418	-
Total Revenues	95,683	9,683	18,288	10,172	133,826	407,148	97,704	17,048	23,237	545,137	678,963	52,623	64,480	-	796,066	16,551
Expenses:																
Salaries & Benefits	2,714	261	673	3,633	7,281	299,952	48,781	5,657	19,549	373,939	381,220	-	-	-	381,220	-
Consulting & Contractual Services	2,046	220	2,137	4,725	9,128	12,424	2,926	2,782	1,256	19,388	28,516	-	-	-	28,516	-
Materials & Supplies	485	85	55	25	650	21,955	5,271	691	-	27,917	28,567	-	-	-	28,567	-
Fuel	12,000	-	-	-	12,000	12,068	49	845	-	12,962	24,962	-	-	-	24,962	-
Chemicals	-	-	-	-	-	1	-	-	-	1	1	-	-	-	1	-
Rent & Utilities	143	35	79	163	420	3,436	5,957	423	-	9,816	10,236	-	-	-	10,236	-
Printing	35	5	-	7	47	571	-	1	-	572	619	-	-	-	619	-
Travel	30	5	7	65	107	420	30	7	-	457	564	-	-	-	564	-
Insurance	-	-	-	-	-	3,945	(324)	2,709	-	6,330	6,330	-	-	-	6,330	-
Transit Programs	76,998	8,917	17,024	-	102,939	-	-	-	-	-	102,939	-	-	-	102,939	-
Operating Capital	100	-	27	54	181	-	-	-	-	-	181	-	-	-	181	-
Governmental Grants	-	-	-	-	-	2,239	-	-	-	2,239	2,239	-	-	-	2,239	-
Other Expenses	87	10	56	107	260	10,628	989	250	-	11,867	12,127	-	-	-	12,127	-
Passthrough Grants	-	-	-	-	-	-	-	-	-	-	-	-	64,585	-	64,585	-
Debt Service Obligations	-	-	-	-	-	-	-	-	-	-	-	33,717	-	-	33,717	-
Total Expenses	94,638	9,538	20,058	8,779	133,013	367,639	63,679	13,365	20,805	465,488	598,501	33,717	64,585	-	696,803	-
Other Sources and (Uses):																
Interdivisional Cost Allocation	(2,998)	(303)	(579)	(2,122)	(6,002)	(48,943)	(6,018)	(608)	-	(55,569)	(61,571)	-	-	-	(61,571)	-
Modal Allocation	-	-	-	-	-	19,761	(18,008)	(1,753)	-	-	-	-	-	-	-	-
A-87 Cost Allocation	-	-	-	-	-	9,851	(6,012)	(389)	(3,450)	-	-	-	-	-	-	-
MVST Transfers In	-	-	-	-	-	26,740	-	-	-	26,740	26,740	-	105	-	26,845	(26,845)
Transfers To Other Funds	-	-	-	-	-	(150)	-	-	-	(150)	(150)	-	-	-	(150)	-
Transfers To Capital	-	-	-	-	-	(48,000)	-	-	-	(48,000)	(48,000)	-	-	-	(48,000)	-
Net Other Sources and (Uses)	(2,998)	(303)	(579)	(2,122)	(6,002)	(40,741)	(30,038)	(2,750)	(3,450)	(76,979)	(82,981)	-	105	-	(82,876)	(26,845)
Change in Fund Balance	(1,953)	(158)	(2,349)	(729)	(5,189)	(1,232)	3,987	933	(1,018)	2,670	(2,519)	18,906	-	-	16,387	(10,294)