

**T** Transportation Committee  
Meeting date: February 14, 2011  
Management Committee: February 9, 2011  
Metropolitan Council: February 26, 2011

<b>ADVISORY INFORMATION</b>	
Date:	February 1, 2011
Subject:	2011 Unified Operating Budget Amendment
District(s), Member(s):	All
Policy/Legal Reference:	MN Statutes Section 473.13, sub. 1 – Council Budget Requirements
Staff Prepared/Presented:	Arlene McCarthy, MTS Director (651-602-1217) Amy Vennewitz, Deputy Director (651-602-1058) Sean Pfeiffer, Financial Analyst, MTS (651-602-1887)
Division/Department:	Transportation/Metropolitan Transportation Services

**Proposed Action**

That the Council amend the 2011 Unified Operating Budget in accordance with the attached table.

**Background**

This amendment carries forward previously budgeted federal revenue and required local match, local revenue and related expenses from the 2010 Unified Operating Budget to the 2011 Unified Operating Budget. The proposed changes are described below.

**Metropolitan Transportation Services**

**Increase/(Decrease) in Revenues: \$4,962,090; Expenditures: \$4,994,964; Reserves: (\$32,874)**

- In 2008 and 2009 a regional solicitation awarded Job Access/Reverse Commute (JARC) and New Freedom federal monies to a number of regional agencies. Many of these federal projects have activities that continue into 2011. This amendment carries forward the remaining awarded project balances and corresponding expense totaling \$938,928. These projects were previously approved by the Council with business items 2008-039 and 2009-057.
- In 2010, MTS began administering a contract on behalf of the Rush Line Task Force (RLTF) to run Forest Lake to St. Paul demonstration express bus service. This amendment recognizes \$360,000 of expense, \$144,000 in offsetting federal revenue and \$216,000 in local match provided by the RLTF to pay for the service. This amendment further recognizes \$20,400 of local revenue from RLTF to administer the contract. This revenue will be used to offset the Council's costs of administering the contract. This project was previously approved by the Council with business item 2009-326.
- This amendment carries forward \$3,650,036 in revenue and expense for the regional Travel Behavior Inventory (TBI) into the 2011 Unified Operating Budget. This project is primarily funded by federal sources but does require a \$53,274 planned use of reserves to match those sources. This project was put out for competitive proposals and a consultant selected during 2009. The project began in April 2010 and is anticipated to continue through mid-2013.
- Federal grant revenue and corresponding expense of \$46,000 for the Cycloplan project is being carried forward. This grant award and project was previously approved by the Council with business item 2009-179.

**Rationale**

This amendment carries-forward unspent federal funds and local match, local funds and expenses from previously approved projects.

**Funding**

<u>Project Activity</u>	<u>Expenses</u>		<u>Revenues</u>		<u>Net Use of Reserves</u>
	<u>Consulting</u>	<u>Grants</u>	<u>Federal</u>	<u>Local</u>	
JARC	0	215,911	215,911	0	0
New Freedom	0	723,017	723,017	0	0
RLTF	0	360,000	144,000	236,400	20,400
TBI	3,650,036	0	3,596,762	0	(53,274)
Cycloplan	<u>0</u>	<u>46,000</u>	<u>46,000</u>	<u>0</u>	<u>0</u>
	<u>\$3,650,036</u>	<u>\$1,344,928</u>	<u>\$4,725,690</u>	<u>\$236,400</u>	<u>(\$32,874)</u>

The \$4,994,964 in expenses will be funded with \$4,725,690 in federal dollars, \$236,400 in local revenue and a net use of reserves of \$32,874. This usage of reserves will not cause Transportation Planning to fall below its 10% target fund balance policy levels.

**Known Support / Opposition**

No known opposition.

## Metropolitan Council - Transportation Division 2011 Annual Budget - Summary of Revisions Operating Budget Amendment - Business Item 2011-036

	2011 Adopted Budget	2011 Amended Budget	Metro Transit Bus	Metro Transit Rail	Metro Transit Northstar	Total Metro Transit	Metro Mobility	Contracted Services	Transportation Planning	Total Metropolitan Transportation Services	2011 Revised Budget
<b>Revenues</b>											
<b>State Revenues</b>											
Motor Vehicle Sales Taxes	\$ 164,145,012	\$ 164,145,012	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 164,145,012
State Revenues	58,154,162	58,154,162	-	-	-	-	-	-	-	-	58,154,162
<b>Total State Revenues</b>	<b>\$ 222,299,174</b>	<b>\$ 222,299,174</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 222,299,174</b>
<b>Other Revenues</b>											
Federal Revenues	33,297,970	33,297,970	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,725,690	4,725,690	38,023,660
Local Revenues	14,711,235	14,711,235	-	-	-	-	-	-	-	-	14,711,235
Investment Earnings	749,920	749,920	-	-	-	-	-	-	-	-	749,920
Other Revenues	3,925,635	3,925,635	-	-	-	-	-	-	236,400	236,400	4,162,035
Fares - Base	98,083,645	98,083,645	-	-	-	-	-	-	-	-	98,083,645
Contract & Special Event Revenue	5,703,334	5,703,334	-	-	-	-	-	-	-	-	5,703,334
<b>Total Revenues</b>	<b>\$ 378,770,913</b>	<b>\$ 378,770,913</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,962,090</b>	<b>\$ 4,962,090</b>	<b>\$ 383,733,003</b>
<b>Expenses</b>											
Salaries & Benefits	\$ 227,621,317	\$ 227,621,317	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 227,621,317
Consulting & Contractual Services	15,786,691	15,786,691	-	-	-	-	-	-	\$ 3,650,036	3,650,036	19,436,727
Materials & Supplies	21,456,807	21,456,807	-	-	-	-	-	-	-	-	21,456,807
Rent & Utilities	7,952,226	7,952,226	-	-	-	-	-	-	-	-	7,952,226
Printing	108,250	108,250	-	-	-	-	-	-	-	-	108,250
Travel	36,000	36,000	-	-	-	-	-	-	-	-	36,000
Insurance	4,808,248	4,808,248	-	-	-	-	-	-	-	-	4,808,248
Transit Programs	55,460,947	55,460,947	-	-	-	-	-	-	-	-	55,460,947
Operating Capital	911,422	911,422	-	-	-	-	-	-	-	-	911,422
Grants - Governmental	-	-	-	-	-	-	-	-	1,344,928	1,344,928	1,344,928
Other Operating Expenses	25,981,426	25,981,426	-	-	-	-	-	-	-	-	25,981,426
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenses</b>	<b>\$ 360,123,334</b>	<b>\$ 360,123,334</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,994,964</b>	<b>\$ 4,994,964</b>	<b>\$ 365,118,298</b>
<b>Other Uses</b>											
Interdivisional Expense Alloc-MT & LRT	\$ 17,804,183	\$ 17,804,183	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,804,183
A-87- Metropolitan Transportation Services	1,539,030	1,539,030	-	-	-	-	-	-	-	-	1,539,030
Planning Chargeback Expense	-	-	-	-	-	-	-	-	-	-	-
<b>Total Other Uses</b>	<b>\$ 19,343,213</b>	<b>\$ 19,343,213</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 19,343,213</b>
MVST Transfers In	-	-	-	-	-	-	-	-	-	-	-
Transfers (To) / From Other Funds	21,150	21,150	-	-	-	-	-	-	-	-	21,150
<b>Total Expenses and Uses</b>	<b>\$ 379,445,397</b>	<b>\$ 379,445,397</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,994,964</b>	<b>\$ 4,994,964</b>	<b>\$ 384,440,361</b>
<b>Surplus/(Deficit)</b>	<b>\$ (674,484)</b>	<b>\$ (674,484)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (32,874)</b>	<b>\$ (32,874)</b>	<b>\$ (707,358)</b>