

METROPOLITAN COUNCIL

390 North Robert Street, St. Paul, Minnesota 55101

MEETING OF THE MANAGEMENT COMMITTEE

Wednesday, February 22, 2012

Committee Members Present: Steven T. Chávez, Vice Chair; Richard Kramer; Gary Van Eyll; Gary Cunningham; and Harry Melander

Committee Members Absent: James Brimeyer, Chair; Adam Duininck

CALL TO ORDER

Vice Chair Chávez called the meeting of the Council's Management Committee to order at 2:31 p.m. on Wednesday, February 22, 2012.

APPROVAL OF AGENDA AND MINUTES

It was moved by R. Kramer, seconded by G. Van Eyll, to approve the agenda.

Motion carried.

It was moved by G. Van Eyll seconded by R. Kramer, to approve the minutes of the February 8, 2012 regular meeting of the Management Committee. Mr. Melander abstained from this vote since he was absent from the February 22, 2012 meeting.

Motion carried.

BUSINESS

2012-42 2012 Unified Operating Budget Amendment

Paul Conery, Director, Budget and Operations, presented business item 2012-42 regarding the amendment to the 2012 Unified Operating Budget.

Mr. Cunningham confirmed that this business item had been reviewed by the Community Development Committee.

It was moved by G. Cunningham, seconded by G. Van Eyll:

"That the Metropolitan Council amend the 2012 Unified Operating Budget as indicated and in accordance with attached tables."

Motion carried.

2012-43 2012 Unified Capital Program Amendment

Alan Morris, Principal Financial Analyst, presented business item 2012-43 regarding the amendment of the 2012 Authorized Capital Program.

It was moved by R. Kramer, G. Cunningham:

That the Metropolitan Council:

- Amend the 2012 Authorized Capital Program (multi-year authorization) by adding spending authority as follows:

Metro Transit	\$ 30,012,000
Metropolitan Transportation Services	\$ 1,652,500

- Amend the 2012 Capital Budget (annual appropriation) by increasing appropriations as follows:

Metro Transit	\$ 30,012,000
Metropolitan Transportation Services	\$ 1,652,500

- Amend the 2012 Capital Budget (annual appropriation) for Metro Transit by \$116,742,372 to carry forward unexpended 2011 capital expenditures into the 2012 budget
- Approve the changes to capital projects as detailed in Attachments 1 and 2

Motion carried.

INFORMATION

GANS – Central Corridor Cash Flows

Allen Hoppe, Senior Manager, Treasury, and Mark Fuhrmann, Deputy General Manager, presented the information item regarding the Central Corridor Cash Flows.

Mr. Hoppe gave an overview of the fourth quarter 2011 status report. He noted that the project is entirely funded however there are cash flow gaps. These cash flow gaps are covered with Grant Anticipation Notes (GANs).

Mr. Hoppe and Mr. Fuhrmann reviewed:

- Reporting Requirements
- All Funding Sources
- FFGA Funding
- Projected Cash Balance, Sans GANs
- Projected Cash Balance, with GANs
- GANs Issued
- GANs to be Issued
- GANs Interest Expenses
- Interest on Internal Borrowing

Discussion:

Mr. Van Eyll asked for a reminder of the original discussion as to why \$150,000,000 is taken out each time.

Mr. Hoppe replied that the GANS need to be issued before federal receipts are received along with any payback of GANs as well. When the time comes for the actual issuance, the Metropolitan Council can reduce the amount issued, however, cash flow has an impact on that issuance also.

Vice Chair Chávez complimented Mr. Hoppe and Mr. Fuhrmann for the great job in managing the funds.

Quarterly Procurement Report (Year End 2011)

Micky Gutzmann, Director of Procurement and Contracts, presented the Quarterly Procurement Report for 4th Quarter 2011 along with a year end (2011) overview.

Ms. Gutzmann reviewed the matrix with the committee.

Mr. Cunningham inquired as to what the ratio was of women in minority businesses that the Metropolitan Council contracts with. Ms. Gutzmann noted that the Office of Diversity and Equal Opportunity does track that information and can report on this question.

Mr. Kramer as to see the location of the businesses in future reports. Ms. Gutzmann noted she can place that information on her report for the future.

Mr. Melander asked if the UTA purchase was a locomotive. Ms. Gutzmann responded that the purchase was for a locomotive for the NorthStar project and that the locomotive was originally leased to the Metropolitan Council as a new locomotive and then subsequently purchased by the Metropolitan Council.

Vice Chair Chávez asked how many of the layers of procurement were done electronically. Ms. Gutzmann noted that very few procurement transactions are done on paper. The Metropolitan Council utilizes two databases to maintain these transactions (Oracle WAM & TxBase).

Management Committee Workplan

Mary Bogie, Chief Financial Officer, presented the 2012 Management Committee Workplan.

Ms. Bogie noted this information is being presented to review any feedback from the committee and to note a few of the updates made.

Mr. Cunningham noted that his was interested in a conversation of workforce/people of color. Ms. Bogie pointed out that this is scheduled for first quarter 2012.

ADJOURNMENT

Business completed, the meeting adjourned at 3:00 p.m.

Respectfully submitted,

Robbin Schmitt
Recording Secretary