

J Joint Report of the Transportation Committee and Management Committee

Item: 2011-41

For the Metropolitan Council meeting of February 9, 2011

ADVISORY INFORMATION

Date Prepared: February 1, 2010

Subject: 2011 Unified Capital Budget Amendment

Proposed Action:

That the Metropolitan Council:

- Amend the 2011 Authorized Capital Program (multi-year authorization) by adding spending authority as follows:

Metro Transit	\$ 12,813,250
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- Amend the 2011 Capital Budget (annual appropriation) by increasing appropriation as follows:

Metro Transit	\$ 12,813,250
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Summary of Committee Discussion / Questions:

Transportation Committee – February 24, 2011: Staff presented the business item and answered Committee-members questions. Passed unanimously.

Management Committee – February 9, 2011: Staff will be presenting the business item and answering Committee-members questions on Wednesday, February 9 prior to the Council meeting.

M Management Committee

Meeting Date: February 9, 2011

Metropolitan Council Meeting: February 9, 2011

ADVISORY INFORMATION

Date: February 1, 2011
Subject: 2011 Unified Capital Program Amendment
District(s), Member(s): All
Policy/Legal Reference: 2011 Capital Program and Budget
Staff: Brian Lamb, General Manager Metro Transit (612-349-7510)
Prepared/Presented: Edwin D. Petrie, Director of Finance, (612-349-7624)
Alan Morris, Principal Financial Analyst (651-602-1446)
Division/Department: Transportation/Metro Transit

Proposed Action

That the Metropolitan Council:

- Amend the 2011 Authorized Capital Program (multi-year authorization) by adding spending authority as follows:

Metro Transit \$ 12,813,250

- Amend the 2011 Capital Budget (annual appropriation) by increasing appropriation as follows:

Metro Transit \$ 12,813,250

Background

This proposed amendment programs new federal and regional funding to capital projects in the Metro Transit Transportation Division as detailed in attachment 1.

Metro Transit

Closing Projects: None

Reducing Funding Commitments: None

Increasing Funding Commitments: New spending authority of \$12,813,250 is requested for the following project:

3 Car Train Program –Light Rail Vehicles Project 84592

This amendment will recognize Federal CMAQ Funding and RTC match for the purchase of ten low floor light rail vehicles for the Hiawatha Light Rail. In August 25, 2010, the Metropolitan Council in Action Item 2010-275 awarded and executed a contract with Siemens Industry Inc. for the production and delivery of 41 low floor light rail vehicles. This order included 31 low floor light rail vehicles for the Central Corridor Light Rail Project and 10 low floor vehicles for the Hiawatha Light Rail. This amendment is for the

purchase of the 10 Hiawatha vehicles. The total cost of the Hiawatha Light Rail Vehicles is \$33.0 million and is included in the Council Adopted 2011 Unified Capital Program. The \$12.8M included in this action item is for the 2011 progress payments on the construction of these vehicles. The remaining funds will be included in a later capital amendment.

Change to Current Year Expenditures: Based on projected expenditures for the proposed amendments, the 2011 Capital Budget is proposed to increase by \$12,813,250.

Rationale

This proposed amendment brings in new RTC authority and federal funds for this new project. These activities will allow the Council to carry out its long-term capital improvement program for transit.

Fiscal Impact

The proposed amendment adds \$10,250,600 in federal funds and \$2,562,650 in Council RTC Bonding Authority to the Authorized Capital Program for transit projects. There is available, un-programmed regional bonding authority provided by the Legislature to accommodate the additional bonding. The level of regional bonding is consistent with the Council goal to keep the impact of Council property taxes on existing regional taxpayers flat over time.

	Metro Transit	MTS	Total
2009 Legislative Authorization	\$ 20,520,000	\$ 13,680,000	\$ 34,200,000
2010 Legislative Authorization	20,760,000	13,840,000	34,600,000
Total Authorizations	\$ 41,280,000	\$ 27,520,000	\$ 68,800,000
Previously Programmed	\$ 11,708,954	\$ 18,434,226	\$ 30,143,180
Plus: This Amendment	2,562,650	0	2,562,650
Total Programmed	\$ 14,271,604	\$ 18,434,226	\$ 32,705,830
Remaining Unprogrammed	\$ 27,008,396	\$ 9,085,774	\$ 36,094,170

Known Support / Opposition

None known.

Rationale

This proposed amendment brings in new RTC authority and federal funds for this new project. These activities will allow the Council to carry out its long-term capital improvement program for transit.

Funding

The proposed amendment adds \$10,250,600 in federal funds and \$2,562,650 in Council RTC Bonding Authority to the Authorized Capital Program for transit projects. There is available, un-programmed regional bonding authority provided by the Legislature to accommodate the additional bonding. The level of regional bonding is consistent with the Council goal to keep the impact of Council property taxes on existing regional taxpayers flat over time.

Known Support / Opposition

None known.

2011 Capital Program & Budget Amendment

Transportation Committee - January 24, 2011

Management Committee - February 9, 2011 - Same Week

Metropolitan Council - February 9, 2011

ATTACHMENT 1

ITEM # 2011 - 41

Original Adopted 2011	\$ 258,257,046	\$ 1,924,759,085
After Prior 2011 Amendments	\$ 258,257,046	\$ 1,924,759,085
After This Amendment	\$ 271,070,296	\$ 1,937,572,335

METRO TRANSIT		CURRENTLY AUTHORIZED					PROPOSED CHANGE					AMENDED					2011 Budget	Multi-Year Authorization
		Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total	Federal	State	Other	Regional	Total		
INCREASING FUNDING COMMITMENTS																		
84592	3 Car Train Program - Light Rail Vehicles	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,250,600	\$ -	\$ -	\$ 2,562,650	\$ 12,813,250	\$ 10,250,600	\$ -	\$ -	\$ 2,562,650	\$ 12,813,250	\$ 12,813,250	\$ 12,813,250
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Section Subtotal		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,250,600	\$ -	\$ -	\$ 2,562,650	\$ 12,813,250	\$ 10,250,600	\$ -	\$ -	\$ 2,562,650	\$ 12,813,250	\$ 12,813,250	\$ 12,813,250
METRO TRANSIT TOTAL		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,250,600	\$ -	\$ -	\$ 2,562,650	\$ 12,813,250	\$ 10,250,600	\$ -	\$ -	\$ 2,562,650	\$ 12,813,250	\$ 12,813,250	\$ 12,813,250