



Management Committee

Transportation Committee: June 14, 2010

Metropolitan Council: July 14, 2010

Meeting date: June 23, 2010

Business Item

Item: 2010-193

ADVISORY INFORMATION

Date: June 14, 2010

Subject: 2010 Unified Operating Budget Amendment

District(s), Member(s): All

Policy/Legal Reference: MN Statutes section 473.13, sub. 1 -- Council Budget Requirements

Staff: Wes Kooistra (602-1567) Chief Financial Officer

Prepared/Presented: Paul Conery (602-1374), Manager, Budget & Evaluation

Division/Department: All

Proposed Action

That the Metropolitan Council:

- Amend the 2010 Unified Operating Budget as indicated and in accordance with attached tables.

Background

Staff recommends the following revisions to the 2010 budget.

Transportation

Change in Revenues: \$930,835; Expenditures: \$1,230,835; Reserves: (\$300,000); FTE(s): +18.0

Metro Transit - Bus: Expenditures: \$300,000; Reserves: (\$300,000)

- \$300,000 in expenditure authority is requested to fund continuation of the Transitmaster software and hardware maintenance while a new agreement is negotiated. This will require the use of reserves.

Metro Transit - Rail: FTE(s): +18.0

- The addition of 11.0 Full Time Equivalents is requested in the Central Corridor Project Office as the project moves into Final Design and Construction. The request is consistent with the project schedule and will be funded through the Capital Project.
- The addition of 7.0 Full Time Equivalents is requested in the Southwest Corridor Project Office to hire senior staff as the project moves into Preliminary Engineering. The request is consistent with the project schedule and will be funded through the Capital Project

MTS: Revenues: \$930,835; Expenditures: \$930,835

- The transfer of \$235,000 in revenue and expenditure authority from the Suburban Transit Provider Fund to the Planning and Transit Services Fund. This request will not change the total revenues or expenditure authority in Metropolitan Transportation Services.
- \$106,017 in expenditure authority is requested to increase the I-35W BRT Express. This authority is offset by revenues from the County Transportation Improvement Board.

- \$824,818 in expenditure authority is requested to recognize the pass-through of a Congestion Mitigation Air Quality Grant to the City of Ramsey to fund the Ramsey Star Express Service.

Regional Administration

Change in Revenues: \$50,000; Expenditures: \$350,000; Cost Allocation: \$300,000

- \$300,000 in expenditure authority is requested to fund continuation of the Transitmaster software and hardware maintenance while a new agreement is negotiated. This will be offset by an increase in Interdivisional Expense Allocation to Metro Transit.
- \$50,000 in expenditure authority is requested to conduct a case study on the public value of sharing Geographical Information Systems data with regional public and private entities. This is offset by Federal Revenues.

Rationale

Staff is recommending the following revisions to the 2010 budget.

Funding

The proposed operating budget amendment makes the following changes to the 2010 Unified Operating Budget.

	Adopted Budget	Previous Amendments	Proposed Amendment	Proposed Budget
Revenues				
Operating	\$ 499,850,930	\$ 19,623,005	\$ 980,835	\$ 520,454,770
Pass Through	78,378,860	-	-	78,378,860
Debt Service	137,278,790	-	-	137,278,790
Total Revenues	\$ 715,508,580	\$ 19,623,005	\$ 980,835	\$ 736,112,420
Expenditures				
Operating	\$ 519,405,804	\$ 10,285,695	\$ 1,280,835	\$ 530,972,334
Pass Through	78,253,455	-	-	78,253,455
Debt Service	140,929,993	-	-	140,929,993
Total Expenditures	\$ 738,589,252	\$ 10,285,695	\$ 1,280,835	\$ 750,155,782
Surplus / (Deficit)	\$ (23,080,672)	\$ 9,337,310	\$ (300,000)	\$ (14,043,362)

Know Support / Opposition

Committee Actions:

Transportation Committee: passed unanimously June 14, 2010

**Metropolitan Council
2010 Annual Budget - Summary of Revisions
Operating Budget Amendment - Business Item 2010-193**

	2010 Adopted Budget	2010 Amended Budget	Total Reg'l Admin & Community Dev	HRA Programs	Total Transportation	Environmental Services	Capital	Net Change	2010 Revised Budget
Revenues & Other Sources									
Property Tax (Net)	\$ 11,555,894	\$ 11,555,894	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ 11,555,894
Federal	38,506,243	45,432,527	50,000	-	824,818	-	-	874,818	46,307,345
State	207,353,555	219,900,276	-	-	-	-	-	-	219,900,276
Municipal & Wastewater Charges	105,628,000	105,628,000	-	-	-	-	-	-	105,628,000
Industrial Waste Charges	9,665,000	9,665,000	-	-	-	-	-	-	9,665,000
Passenger Fares	100,724,775	100,724,775	-	-	-	-	-	-	100,724,775
Debt Service	137,278,790	137,278,790	-	-	-	-	-	-	137,278,790
Passthrough	78,378,860	78,378,860	-	-	-	-	-	-	78,378,860
Other Sources	26,417,463	26,417,463	-	-	106,017	-	-	106,017	26,523,480
Total Revenues and Other Sources	\$ 715,508,580	\$ 734,981,585	\$ 50,000	\$ -	\$ 930,835	\$ -	\$ -	\$ 980,835	\$ 735,962,420
Expenses									
Salaries & Benefits	\$ 304,349,627	\$ 304,476,327	-	\$ -	-	\$ -	\$ -	\$ -	\$ 304,476,327
Consultant / Contractual Services	37,927,699	43,178,873	350,000	-	-	-	-	350,000	43,528,873
Materials and Supplies	33,827,578	33,942,672	-	-	-	-	-	-	33,942,672
Rent, Utilities, & Insurance	27,820,000	27,820,000	-	-	-	-	-	-	27,820,000
Other Operating Expenses	40,401,128	40,401,128	-	-	824,818	-	-	824,818	41,225,946
Transit Assistance	73,079,597	75,360,900	-	-	106,017	-	-	106,017	75,466,917
Debt Service	140,929,993	140,929,993	-	-	-	-	-	-	140,929,993
Passthrough Grants & Loans	74,785,040	76,826,464	-	-	-	-	-	-	76,826,464
Capital Expenditures	5,468,590	5,938,590	-	-	-	-	-	-	5,938,590
Total Expenses	\$ 738,589,252	\$ 748,874,947	\$ 350,000	\$ -	\$ 930,835	\$ -	\$ -	\$ 1,280,835	\$ 750,155,782
Other Uses									
Interdivisional Expense Allocation	\$ -	\$ -	(300,000)	\$ -	300,000	\$ -	\$ -	\$ -	\$ -
A-87 Charges/Planning Chargebacks	-	-	-	-	-	-	-	-	-
Transfers (From) To Other Funds	-	(150,000)	-	-	-	-	-	-	(150,000)
Total Other Uses	\$ -	\$ (150,000)	\$ (300,000)	\$ -	\$ 300,000	\$ -	\$ -	\$ -	\$ (150,000)
Total Expenses and Other Uses	\$ 738,589,252	\$ 748,724,947	\$ 50,000	\$ -	\$ 1,230,835	\$ -	\$ -	\$ 1,280,835	\$ 750,005,782
Surplus/(Deficit)	\$ (23,080,672)	\$ (13,743,362)	\$ -	\$ -	\$ (300,000)	\$ -	\$ -	\$ (300,000)	\$ (14,043,362)

T Transportation Committee
Meeting date: June 14, 2010
Management Committee: June 23, 2010
Metropolitan Council: July 14, 2010

ADVISORY INFORMATION

Date: May 28, 2010
Subject: 2010 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: Brian Lamb, General Manager Metro Transit, (612-349-7510)
Edwin Petrie, Director of Finance, (612-349-7624)
Arlene McCarthy, MTS Director (651-602-1754)
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 2010 Unified Operating Budget in accordance with the attached table.

Background

This amendment requests additional FTE's, expense authority offset by operating reserves and new revenues (CTIB and CMAQ) and one administrative revision.

The specific changes for the Transportation Division are as follows:

Metro Transit

Increase/(Decrease) in Revenues: \$0; Expenditures: \$300,000; Reserves: \$(300,000)

- Requesting budget authorization for 11 FTE's as required per the Central Corridor Project Schedule for movement in Final Design and Construction. FTE approval is necessary for the hiring timelines and training to be in line with the Central Corridor Project Schedule. These FTE's are consistent with the Central Corridor Project Schedule and with the Metropolitan Council 2010 Unified Capital Program.
- Amend the 2010 Operating Budget for proposed changes to the Transitmaster Software and Hardware Maintenance Agreement. This budget change will continue temporary spending authority for the next few months while staff continues to negotiate the renewal of this contract.
- Requesting budget authorization for 7 FTE's as required per the Southwest LRT Project Schedule for movement into Preliminary Engineering. FTE approval is necessary for the hiring timelines to assemble senior Southwest LRT Project Office staff as project enters Preliminary Engineering.

Metropolitan Transportation Services

Increase/(Decrease) in Revenues: \$930,835; Expenditures: \$930,835; Reserves: \$0

- Transfer \$235,000 of expense and revenue for the Lakeville and Cedar Grove Cedar Avenue BRT express services from the Suburban Transit Provider (STP) fund to the MTS Planning and Transit Services fund. This fund is currently used for all other regionally contracted services. These services are funded by the Council and the Counties Transit Improvement Board (CTIB) and contracted by MTS with the service parameters determined by MTS. MVTA is the current service provider under contract to the Council.
- Recognize \$106,017 in CTIB revenue and expense for the I-35W BRT express service. The 2010 adopted budget currently only includes the Council's 50% portion of the expense and revenue for this service.

- Recognize receipt of \$824,818 of federal CMAQ funds that will be passed through to the City of Ramsey for the operation of the Ramsey Star Express Service.

Rationale

This amendment recognizes the need for additional FTE's given previous capital project commitments, requests additional expense authority, recognizes additional federal and local revenues and a one time use of operating reserves and an administrative revision.

Funding

Funding is provided from existing MVST, CTIB, CMAQ (federal) funds and Metro Transit reserves.

Known Support / Opposition

No known opposition.

Metropolitan Council - Transportation Division 2010 Annual Budget - Summary of Revisions Operating Budget Amendment - Business Item 2010-193

	2010 Adopted Budget	2010 Amended Budget	Metro Transit Bus	Metro Transit Rail	Metro Transit Northstar	Total Metro Transit	Metro Mobility	Suburban Transit Providers	Planning and Transit Services	Total Metropolitan Transport Services	2010 Revised Budget
Revenues											
State Revenues											
Motor Vehicle Sales Taxes	\$ 134,456,065	\$ 153,460,286	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (235,000)	\$ 235,000	\$ -	\$ 153,460,286
State Revenues	71,708,898	65,251,398	-	-	-	-	-	-	-	-	65,251,398
Total State Revenues	\$ 206,164,963	\$ 218,711,684	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (235,000)	\$ 235,000	\$ -	\$ 218,711,684
Other Revenues											
Federal Revenues	34,013,610	40,845,894	-	-	-	-	-	-	824,818	824,818	41,670,712
Local Revenues	14,797,824	14,797,824	-	-	-	-	-	-	106,017	106,017	14,903,841
Investment Earnings	755,290	755,290	-	-	-	-	-	-	-	-	755,290
Other Revenues	4,540,139	4,634,139	-	-	-	-	-	-	-	-	4,634,139
Fares - Base	95,251,539	95,251,539	-	-	-	-	-	-	-	-	95,251,539
Contract & Special Event Revenue	5,473,236	5,473,236	-	-	-	-	-	-	-	-	5,473,236
Total Revenues	\$ 360,996,601	\$ 380,469,606	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (235,000)	\$ 1,165,835	\$ 930,835	\$ 381,400,441
Expenses											
Salaries & Benefits	\$ 217,397,553	\$ 217,429,553	-	-	-	-	-	-	-	-	\$ 217,429,553
Consulting & Contractual Services	14,798,154	19,482,528	-	-	-	-	-	-	-	-	19,482,528
Materials & Supplies	18,577,998	18,693,092	-	-	-	-	-	-	-	-	18,693,092
Rent & Utilities	7,828,033	7,828,033	-	-	-	-	-	-	-	-	7,828,033
Printing	108,500	108,500	-	-	-	-	-	-	-	-	108,500
Travel	38,500	38,500	-	-	-	-	-	-	-	-	38,500
Insurance	5,134,448	5,134,448	-	-	-	-	-	-	-	-	5,134,448
Transit Programs	73,079,597	75,360,900	-	-	-	-	-	(235,000)	341,017	106,017	75,466,917
Operating Capital	888,590	888,590	-	-	-	-	-	-	-	-	888,590
Grants - Governmental	-	2,041,424	-	-	-	-	-	-	824,818	824,818	2,866,242
Other Operating Expenses	30,851,635	30,851,635	-	-	-	-	-	-	-	-	30,851,635
Capital Outlay	-	470,000	-	-	-	-	-	-	-	-	470,000
Total Expenses	\$ 368,703,008	\$ 378,327,203	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (235,000)	\$ 1,165,835	\$ 930,835	\$ 379,258,038
Other Uses											
Interdivisional Expense Alloc-MT & LRT	\$ 15,024,379	\$ 15,024,379	\$ 300,000	\$ -	\$ -	\$ 300,000	\$ -	\$ -	\$ -	\$ -	\$ 15,324,379
A-87- Metropolitan Transportation Services	1,492,680	1,492,680	-	-	-	-	-	-	-	-	1,492,680
Planning Chargeback Expense	-	-	-	-	-	-	-	-	-	-	-
Total Other Uses	\$ 16,517,059	\$ 16,517,059	\$ 300,000	\$ -	\$ -	\$ 300,000	\$ -	\$ -	\$ -	\$ -	\$ 16,817,059
MVST Transfers In	-	-	-	-	-	-	-	-	-	-	-
Transfers (To) / From Other Funds	6,564,018	6,469,318	-	-	-	-	-	-	-	-	6,469,318
Total Expenses and Uses	\$ 378,656,049	\$ 388,374,944	\$ 300,000	\$ -	\$ -	\$ 300,000	\$ -	\$ (235,000)	\$ 1,165,835	\$ 930,835	\$ 389,605,779
Surplus/(Deficit)	\$ (17,659,448)	\$ (7,905,338)	\$ (300,000)	\$ -	\$ -	\$ (300,000)	\$ -	\$ -	\$ -	\$ -	\$ (8,205,338)