



Management Committee

Transportation Committee: October 24, 2011
Metropolitan Council: November 9, 2011

Business Item

Item: 2011-258

Meeting date: October 26, 2011

ADVISORY INFORMATION

Date:	October 18, 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	Wes Kooistra (602-1567) Chief Financial Officer
Prepared/Presented:	Paul Conery (602-1374), Director, Budget & Operations Chao Thao (602-1647), Financial Analyst
Division/Department:	All

Proposed Action

That the Metropolitan Council amends the 2011 Unified Operating Budget as indicated and in accordance with attached tables.

Background

Staff recommends the following revisions to the 2011 budget.

Transportation

Metro Mobility:

Change in Revenues: \$500,000; Expenditures: \$500,000

- \$500,000 in additional expenditure authority is requested to fund increased fuel costs resulting from increased ridership. This is offset by increased fare revenues and does not require the use of reserves.

Rationale

Staff is recommending the following revisions to the 2011 budget.

Funding

The proposed operating budget amendment makes the following changes to the 2011 Unified Operating Budget.

	Adopted Budget	Previous Amendments	Proposed Amendment	Proposed Budget
Revenues				
Operating	\$ 508,115,811	\$ (16,708,910)	\$ 500,000	\$ 491,906,901
Pass Through	103,378,051	(4,675,270)	-	98,702,781
Debt Service	141,339,630	-	-	141,339,630
Total Revenues	\$ 752,833,492	\$ (21,384,180)	\$ 500,000	\$ 731,949,312
Expenditures				
Operating	\$ 511,648,806	\$ (3,697,799)	\$ 500,000	\$ 508,451,007
Pass Through	99,740,843	3,424,730	-	103,165,573
Debt Service	146,351,079	-	-	146,351,079
Other	-	250,000	-	250,000
Total Expenditures	\$ 757,740,728	\$ (23,069)	\$ 500,000	\$ 758,217,659
Surplus / (Deficit)	\$ (4,907,236)	\$ (21,361,111)	\$ -	\$ (26,268,347)

Know Support / Opposition

Committee Actions:

Transportation Committee: To be presented on October 24, 2011

Metropolitan Council
2011 Annual Budget - Summary of Revisions
Operating Budget Amendment - Business Item 2011-258

	2011 Adopted Budget	2011 Amended Budget	Total Reg'l Admin & Community Dev	HRA Programs	Transportation Operations	Environmental Services	Passthrough/Capital/Other	Net Change	2011 Revised Budget	Notes
Revenues & Other Sources										
Property Tax (Net)	\$ 7,855,432	\$ 7,855,432	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,855,432	
Federal	38,098,923	39,901,859	-	-	-	-	-	-	39,901,859	
State	222,259,340	200,427,890	-	-	-	-	-	-	200,427,890	
Municipal & Wastewater Charges	100,735,609	100,735,609	-	-	-	-	-	-	100,735,609	
Industrial Waste Charges	11,472,000	11,472,000	-	-	-	-	-	-	11,472,000	
Passenger Fares	103,786,979	98,751,649	-	-	500,000	-	-	500,000	99,251,649	
Debt Service	141,339,630	141,339,630	-	-	-	-	-	-	141,339,630	
Passthrough	103,378,051	103,378,051	-	-	-	-	-	-	103,378,051	
Other Sources	23,907,528	27,587,192	-	-	-	-	-	-	27,587,192	
Total Revenues and Other Sources	\$ 752,833,492	\$ 731,449,312	\$ -	\$ -	\$ 500,000	\$ -	\$ -	\$ 500,000	\$ 731,949,312	
Expenses										
Salaries & Benefits	\$ 316,534,538	\$ 316,269,436	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 316,269,436	
Consultant / Contractual Services	40,148,630	45,031,796	-	-	-	-	-	-	45,031,796	
Materials, Supplies & Chemicals	34,098,362	34,228,964	-	-	500,000	-	-	500,000	34,728,964	
Rent, Utilities, & Insurance	27,321,392	26,604,945	-	-	-	-	-	-	26,604,945	
Other Operating Expenses	36,750,927	36,587,197	-	-	-	-	-	-	36,587,197	
Grants from Operating Accounts	-	4,870,928	-	-	-	-	-	-	4,870,928	
Transit Assistance	55,460,947	55,460,947	-	-	-	-	-	-	55,460,947	
Debt Service	146,351,079	146,351,079	-	-	-	-	-	-	146,351,079	
Passthrough Grants & Loans	99,740,843	95,065,573	-	-	-	-	-	-	95,065,573	
Capital Expenditures	4,259,342	4,509,342	-	-	-	-	-	-	4,509,342	
Total Expenses	\$ 760,666,060	\$ 764,980,207	\$ -	\$ -	\$ 500,000	\$ -	\$ -	\$ 500,000	\$ 765,480,207	
Other Uses										
Interdivisional Expense Allocation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
A-87 Charges/Planning Chargebacks	-	-	-	-	-	-	-	-	-	
Transfers (From) To Other Funds	(2,925,332)	(7,262,548)	-	-	-	-	-	-	(7,262,548)	
Total Other Uses	\$ (2,925,332)	\$ (7,262,548)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,262,548)	
Total Expenses and Other Uses	\$ 757,740,728	\$ 757,717,659	\$ -	\$ -	\$ 500,000	\$ -	\$ -	\$ 500,000	\$ 758,217,659	
Surplus/(Deficit)	\$ (4,907,236)	\$ (26,268,347)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (26,268,347)	

T Transportation Committee

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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 Arlene McCarthy, Director, MTS (651) 602-1217 Ed Petrie, Director of Finance, Metro Transit, (612) 349-7624 Sean Pfeiffer, Financial Analyst, MTS, (651) 602-1887
Division/Department:	Transportation / Metro Transit & Metropolitan Transportation Services

Proposed Action

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

Background

Metro Mobility is required by federal law to provide rides to all certified ADA riders within ¾ mile of any all day fixed route service. Metro Mobility also by federal law can have no denials to eligible riders. Furthermore, state law requires that all qualified ADA and non-ADA riders whose communities are served by all day fixed route service are eligible to receive Metro Mobility rides.

Ridership projections for the remainder of 2011 indicate that Metro Mobility ridership will exceed the budgeted growth of 5%. This increased ridership requires Metro Mobility to increase service hours to meet the new demand, costs associated with the increase in service hours is funded using budgeted contingency. The increased fuel usage costs associated with the increase in service hours will be offset by greater than anticipated fare revenues.

The specific changes for MTS are as follows:

Metro Mobility

Increase/(Decrease) in Revenues: \$500,000; Expenditures: \$500,000; Reserves: \$0

- Increase anticipated fare revenue \$500,000 to recognize higher than expected ridership and fare collections.
- Increase materials and supplies (fuel) expense by \$500,000 to account for increased fuel usage by Metro Mobility fleet to address additional service demand.

Rationale

This amendment recognizes Metro Mobility's increased ridership demand and the associated fare revenue and expense adjustments required to meet that demand.

Funding

The requested increase in expense authority for MTS is offset by higher than anticipated fare revenue. This operating amendment has no fiscal impact on the Council.

Known Support / Opposition

No known opposition.