



# Management Committee

Transportation Committee: April 9, 2012  
Metropolitan Council: April 25, 2012

**Business Item**

Item: 2012-107

**Meeting date: April 11, 2012**

<b>ADVISORY INFORMATION</b>	
<b>Date:</b>	April 3, 2012
<b>Subject:</b>	2012 Unified Operating Budget Amendment
<b>District(s), Member(s):</b>	All
<b>Policy/Legal Reference:</b>	MN Statutes section 473.13, sub. 1 -- Council Budget Requirements
<b>Staff</b>	Mary Bogie (602-1359) Chief Financial Officer
<b>Prepared/Presented:</b>	Paul Conery (602-1374) Director, Budget & Operations
<b>Division/Department:</b>	All

## Proposed Action

That the Metropolitan Council:

- Amend the 2012 Unified Operating Budget as indicated and in accordance with attached tables.

## Background

Staff recommends the following revisions to the 2012 budget.

### Transportation

**Change in Revenues: \$177,600; Expenditures: \$177,600; Reserves: \$0**

- \$222,000 is requested for the preventative maintenance painting of the rail cars. This will be funded by \$177,600 in federal revenues and a \$44,400 reduction in insurance expense. This does not require the use of reserves.

### Regional Administration

**Change in Revenues: \$0; Expenditures: \$500,000; Reserves: (\$500,000)**

- \$500,000 is requested for the purchase of a budget and planning software package for the Council. The budget software will replace obsolete budgeting software currently used by Environmental Services and replace Excel-based budget preparation by Metro Transit and Regional Administration. The amendment covers the initial costs for software licenses, customization, hardware and staff training.

This amendment will require the use of General Fund reserves. General Fund Operations, which includes Community Development and Regional Administration, ended 2011 with an undesignated fund balance of \$10.7M (unaudited). Reserves will continue to meet Council targets.

## Rationale

Staff is recommending the following revisions to the 2012 budget.

## Funding

The proposed operating budget amendment makes the following changes to the 2012 Unified Operating Budget.

	<b>Adopted Budget</b>	<b>Previous Amendments</b>	<b>Proposed Amendment</b>	<b>Proposed Budget</b>
<b>Revenues</b>				
Operating	\$ 535,652,175	\$ -	\$ 177,600	\$ 535,829,775
Pass Through	98,899,437	-	-	98,899,437
Debt Service	143,629,534	-	-	143,629,534
<b>Total Revenues</b>	<b>\$ 778,181,146</b>	<b>\$ -</b>	<b>\$ 177,600</b>	<b>\$ 778,358,746</b>
<b>Expenditures</b>				
Operating	\$ 536,345,778	\$ 5,112,620	\$ 677,600	\$ 542,135,998
Pass Through	95,262,229	-	-	95,262,229
Debt Service	148,698,643	-	-	148,698,643
<b>Total Expenditures</b>	<b>\$ 780,306,650</b>	<b>\$ 5,112,620</b>	<b>\$ 677,600</b>	<b>\$ 786,096,870</b>
<b>Surplus / (Deficit)</b>	<b>\$ (2,125,504)</b>	<b>\$ (5,112,620)</b>	<b>\$ (500,000)</b>	<b>\$ (7,738,124)</b>

## Know Support / Opposition

Committee Actions:

Transportation Committee: To be presented on April 9, 2012

**Metropolitan Council**  
**2012 Annual Budget - Summary of Revisions**  
**Operating Budget Amendment - Business Item 2012-107**

	2012 Adopted Budget	2012 Amended Budget	Total Reg'l Admin & Community Dev	HRA Programs	Total Transportation	Environmental Services	Capital	Net Change	2012 Revised Budget
<b>Revenues &amp; Other Sources</b>									
Property Tax (Net)	\$ 11,791,064	\$ 11,791,064	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,791,064
Federal	51,649,548	51,649,548	-	-	177,600	-	-	177,600	51,827,148
State	210,219,972	210,219,972	-	-	-	-	-	-	210,219,972
Municipal & Wastewater Charges	104,160,160	104,160,160	-	-	-	-	-	-	104,160,160
Industrial Waste Charges	12,745,000	12,745,000	-	-	-	-	-	-	12,745,000
Passenger Fares	101,933,759	101,933,759	-	-	-	-	-	-	101,933,759
Debt Service	143,629,534	143,629,534	-	-	-	-	-	-	143,629,534
Passthrough	98,899,437	98,899,437	-	-	-	-	-	-	98,899,437
Other Sources	43,152,672	43,152,672	-	-	-	-	-	-	43,152,672
<b>Total Revenues and Other Sources</b>	<b>\$ 778,181,146</b>	<b>\$ 778,181,146</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 177,600</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 177,600</b>	<b>\$ 778,358,746</b>
<b>Expenses</b>									
Salaries & Benefits	\$ 330,394,201	\$ 330,394,201	\$ -	\$ -	\$ 222,000	\$ -	\$ -	\$ 222,000	\$ 330,616,201
Consultant / Contractual Services	43,375,247	46,687,867	500,000	-	-	-	-	500,000	47,087,867
Materials, Supplies & Chemicals	38,242,275	38,242,275	-	-	-	-	-	-	38,242,275
Rent, Utilities, & Insurance	25,506,380	25,506,380	-	-	(44,400)	-	-	(44,400)	25,461,980
Other Operating Expenses	36,458,977	36,458,977	-	-	-	-	-	-	36,458,977
Grants from Operating Accounts	-	1,900,000	-	-	-	-	-	-	1,900,000
Transit Assistance	57,449,328	57,449,328	-	-	-	-	-	-	57,449,328
Debt Service	148,698,643	148,698,643	-	-	-	-	-	-	148,698,643
Passthrough Grants & Loans	95,262,229	95,262,229	-	-	-	-	-	-	95,262,229
Capital Expenditures	4,919,370	4,919,370	-	-	-	-	-	-	4,919,370
<b>Total Expenses</b>	<b>\$ 780,306,650</b>	<b>\$ 785,419,270</b>	<b>\$ 500,000</b>	<b>\$ -</b>	<b>\$ 177,600</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 677,600</b>	<b>\$ 786,096,870</b>
<b>Other Uses</b>									
Interdivisional Expense Allocation	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
A-87 Charges/Planning Chargebacks	-	-	-	-	-	-	-	-	-
Transfers (From) To Other Funds	-	-	-	-	-	-	-	-	-
<b>Total Other Uses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenses and Other Uses</b>	<b>\$ 780,306,650</b>	<b>\$ 785,419,270</b>	<b>\$ 500,000</b>	<b>\$ -</b>	<b>\$ 177,600</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 677,600</b>	<b>\$ 786,096,870</b>
<b>Surplus/(Deficit)</b>	<b>\$ (2,125,504)</b>	<b>\$ (7,238,124)</b>	<b>\$ (500,000)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (500,000)</b>	<b>\$ (7,738,124)</b>