

Council Mission Statement

To develop, in cooperation with local communities,
a comprehensive regional planning framework

Focusing on transportation, wastewater, parks and
aviation systems

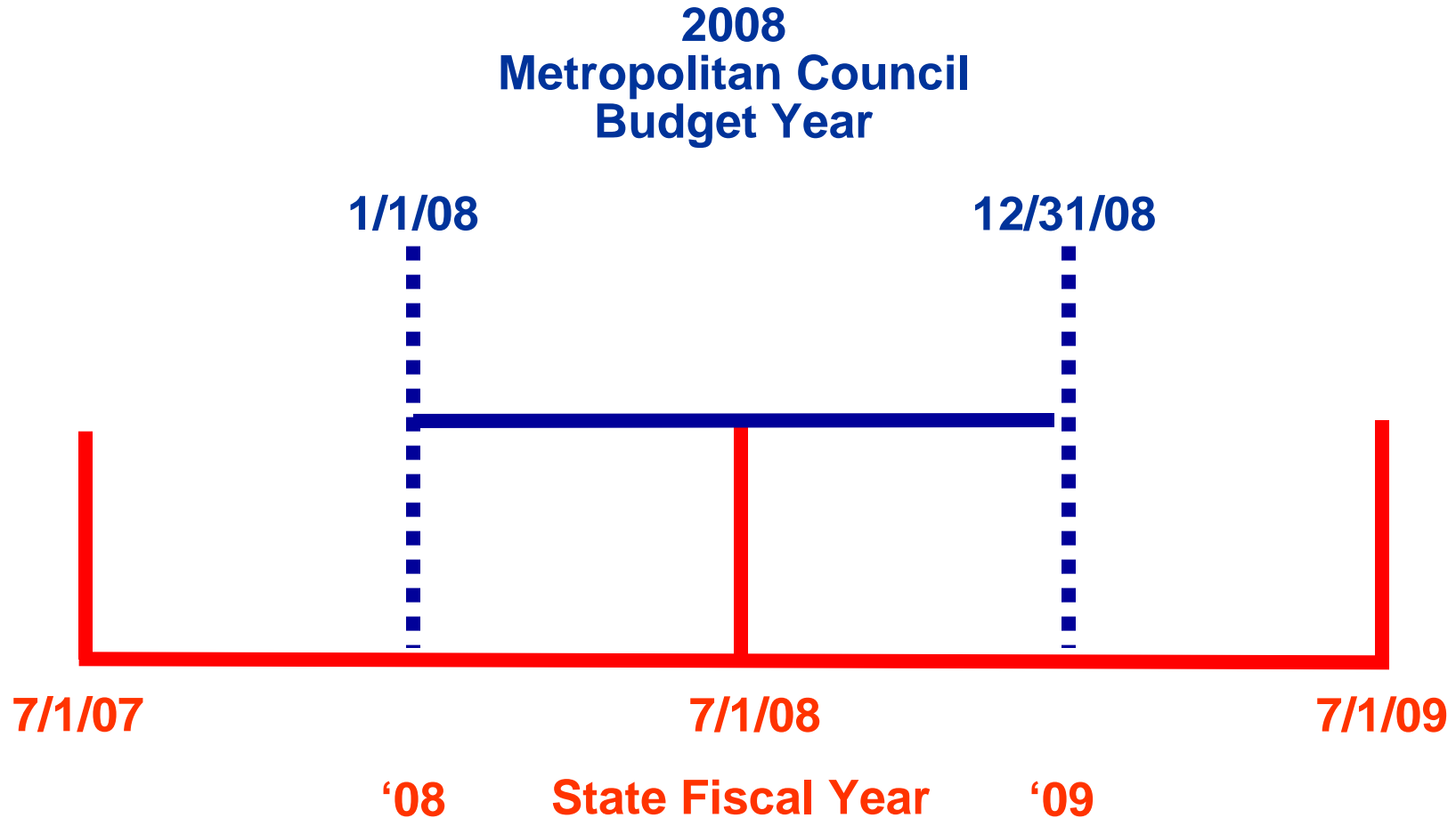
That guides the efficient growth of the metropolitan
area

The Council operates transit and wastewater
services and administers housing and other
grant programs

Principles

- ❖ Focus on our Mission
- ❖ Efficiently utilize current and future regional infrastructure, services and resources
- ❖ Operate quality services in a customer-focused and efficient manner
- ❖ Encourage innovation to improve services and programs

Reconciling Budget Years



Proposed Unified Budget Summary

Operating, Passthrough & Debt Service

REVENUES

	2007 Adopted	2008 Adopted	Change
Gross Property Tax Levy	\$ 71.1	\$ 72.8	2.42%
Less: Uncollectable, MVC	(3.7)	(3.6)	-2.82%
NET PROPERTY TAX LEVY	\$ 67.4	\$ 69.2	2.71%
Federal	\$ 81.4	\$ 86.1	5.76%
State	215.3	229.5	6.60%
WW Charges/SAC	190.0	201.8	6.23%
Fares & Special Revenues	83.0	87.9	5.84%
Other Revenues/Sources	18.7	17.4	-6.78%
TOTAL REVENUES	\$ 655.8	\$ 691.9	5.51%

\$ in millions

Proposed Unified Budget Summary Operating, Passthrough & Debt Service

EXPENDITURES

	2007 Adopted	2008 Adopted	Change
Regional Administration	\$ 30.2	\$ 31.8	5.30%
Community Development	9.8	10.3	5.10%
Environmental Services	101.7	109.3	7.47%
Metro Transit	232.7	249.4	7.18%
Metro Transp Services	77.5	81.2	4.77%
OPERATING EXPENDITURES	\$ 451.9	\$ 482.0	6.66%
Debt Service	\$ 133.2	\$ 138.1	3.68%
Passthrough	80.4	80.8	0.50%
TOTAL EXPENDITURES	\$ 665.5	\$ 700.9	5.32%

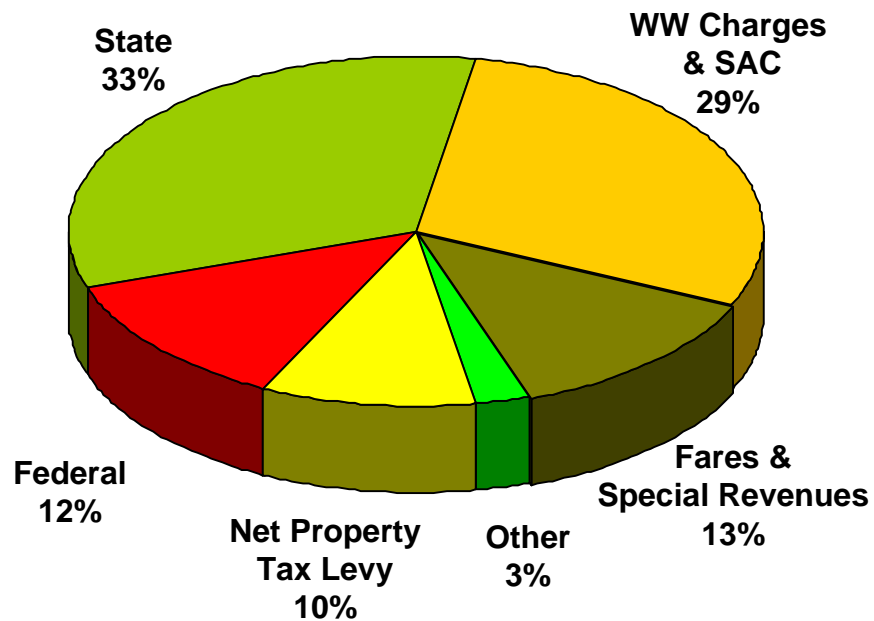
\$ in millions

2008 Budget Summary

Revenues and Expenditures

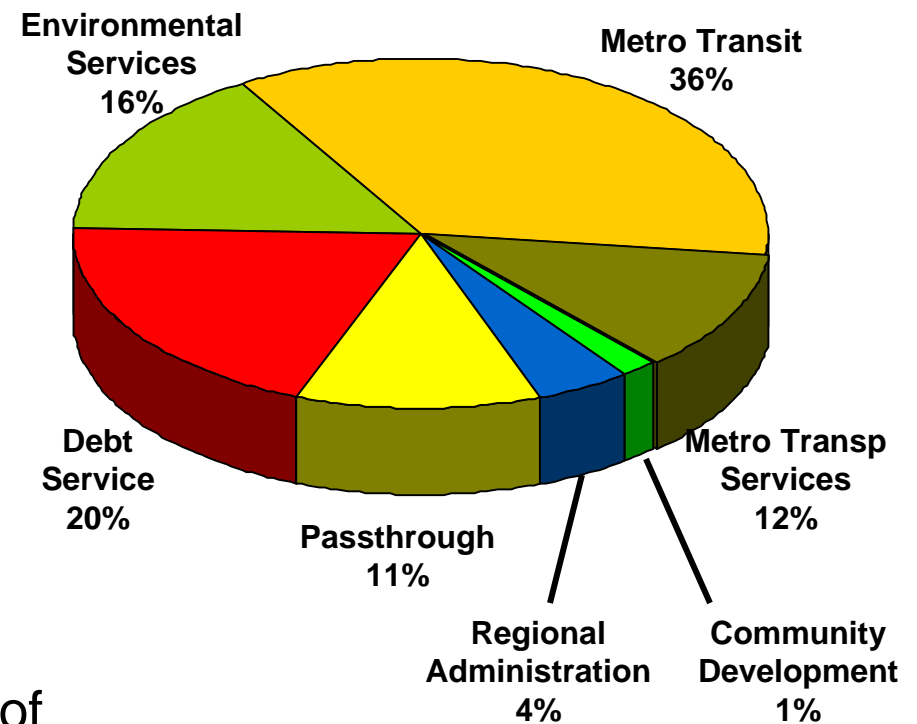
Revenues

\$691.9M



Expenditures

\$700.9M

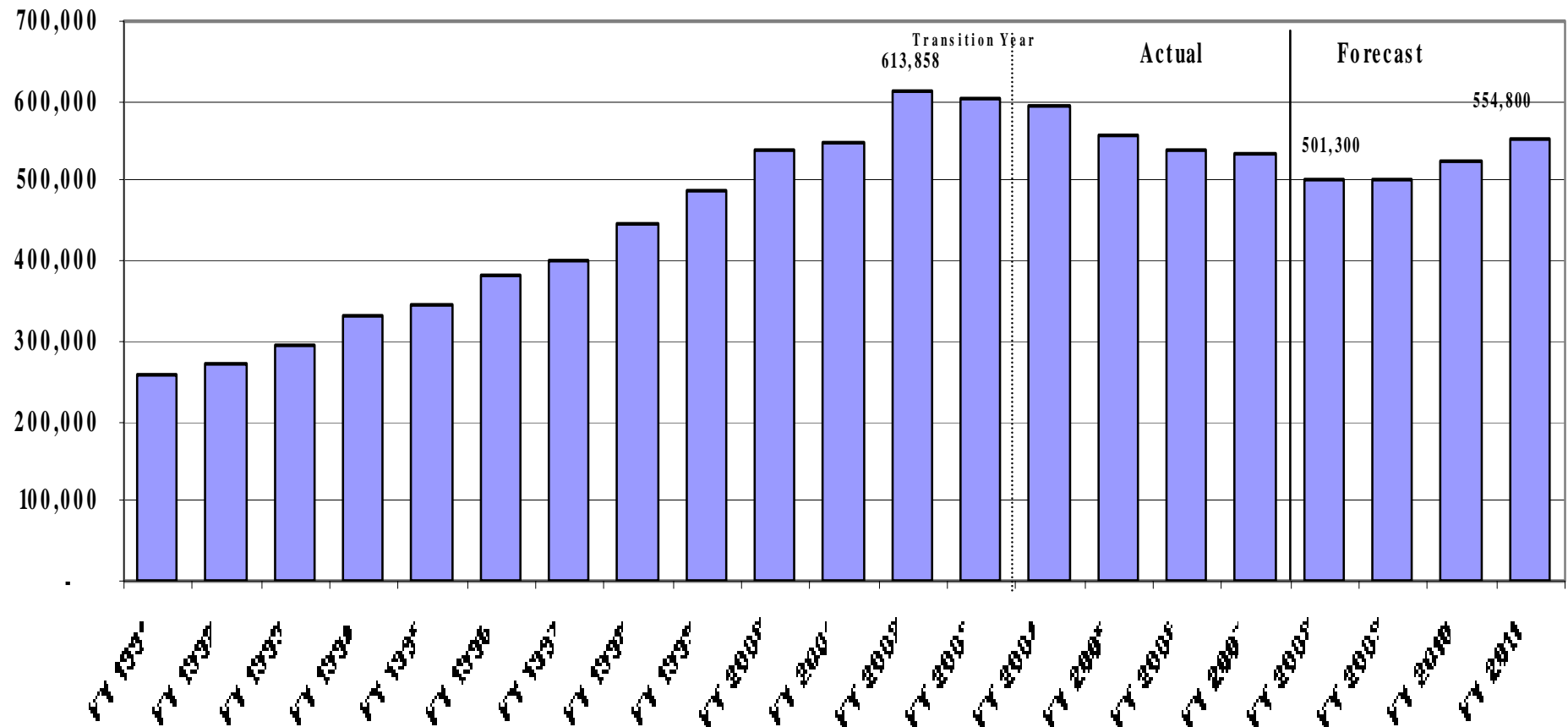


Use of
Reserves
(\$9.0M)

Motor Vehicle Sales Tax History

MVST Receipts - Actual and Forecast

November, 2007 State Forecast



2008 Unified Budget Summary

Use of Reserves

	Effect on Reserves
Operations	\$ (4.9)
Debt Service	(5.3)
Passthrough	1.2
Total (Uses)/Additions	\$ (9.0)

(in Millions)

2008 Property Tax Levies

<u>Non-Debt Service Levies</u>	2007 Levy	2008 Levy	<u>Change</u>	
			Amount	Percent
General Operations	\$ 10,300,000	\$ 10,300,000	\$ -	0.0%
Highway Right of Way	3,162,756	3,298,290	135,534	100.0%
Livable Communities				
- Demonstration Account	7,184,070	8,184,070	1,000,000	0.0%
- Tax Base Revitalization	5,000,000	5,000,000	-	0.0%
Total Non-Debt Levy	\$ 25,646,826	\$ 26,782,360	\$ 1,135,534	4.4%
<u>Debt Service Levies</u>				
Parks	\$ 7,861,636	\$ 7,461,728	\$ (399,908)	-5.1%
Transit	37,144,291	38,543,560	1,399,269	3.8%
Radio Project	414,225	-	(414,225)	-100.0%
Total Debt Service Levies	\$ 45,420,152	\$ 46,005,288	\$ 585,136	1.3%
Total All Levies	\$ 71,066,978	\$ 72,787,648	\$ 1,720,670	2.4%

2008 Levy vs. Limit

<u>Levy</u>	<u>2008 Levy Limit</u>	<u>2008 Levy</u>	<u>Over / (Under)</u>
General Operations	\$ 12,270,523	\$ 10,300,000	\$ (1,970,523)
Highway Right of Way	3,298,290	3,298,290	-
Livable Communities			
- Demonstration Account	9,631,244	8,184,070	(1,447,174)
- Tax Base Revitalization	<u>5,000,000</u>	<u>5,000,000</u>	<u>-</u>
Total Non-Debt Levy	<u>\$ 30,200,057</u>	<u>\$ 26,782,360</u>	<u>\$ (3,417,697)</u>

Metropolitan Council Tax Rates

	<u>Transit Taxing District</u>			<u>Outside Transit District</u>		
	Final Payable 2003	Final Payable 2007	Percent Change	Final Payable 2003	Final Payable 2007	Percent Change
Anoka	3.158%	2.121%	-32.8%	1.418%	0.872%	-38.5%
Carver	3.119%	2.198%	-29.5%	1.452%	0.916%	-36.9%
Dakota	3.029%	2.132%	-29.6%	1.370%	0.879%	-35.8%
Hennepin	3.258%	2.207%	-32.3%	1.471%	0.911%	-38.1%
Ramsey	3.358%	2.205%	-34.3%	n.a.	n.a.	n.a.
Scott	3.222%	2.132%	-33.8%	1.509%	0.895%	-40.7%
Washington	3.222%	2.099%	-34.9%	1.450%	0.868%	-40.1%

Metropolitan Council

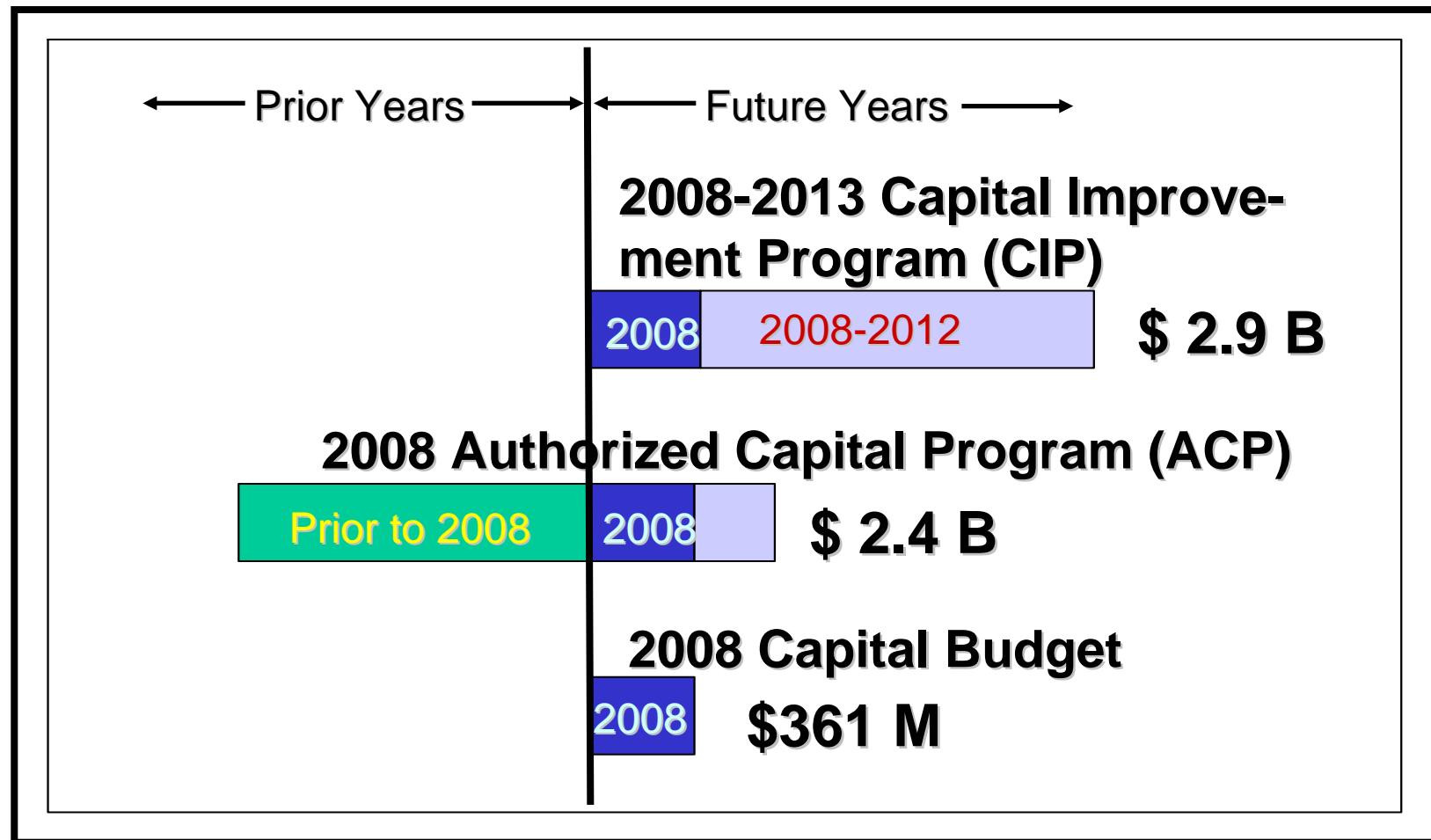
Adopted
2008-2013 Capital Improvement Program
And
2008 Authorized Capital Program/Budget

Assumptions

Organization-Wide

- ❖ Preserve existing regional infrastructure
- ❖ Resource-constrained CIP balanced to available federal / state / regional resources
- ❖ Supports operating budget goal of no increase in regional property tax impact

Components of Capital Program

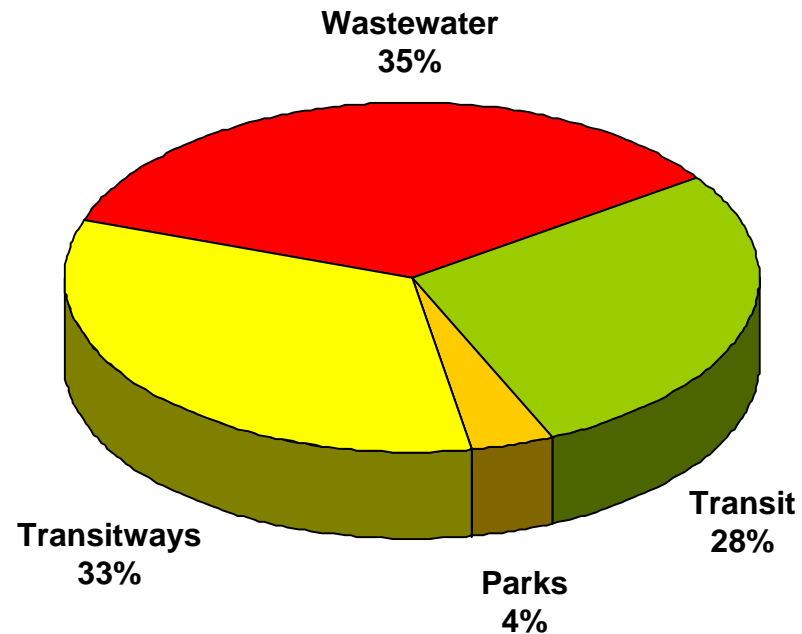


Capital Improvement Program (CIP)

- ❖ \$2.9 billion in projected capital spending over the next six years
- ❖ \$885 million is currently authorized
- ❖ \$2.0 billion is planned but not currently authorized
- ❖ \$1.0 billion to preserve existing regional investment (35% of total)

2008-2013 Capital Investments

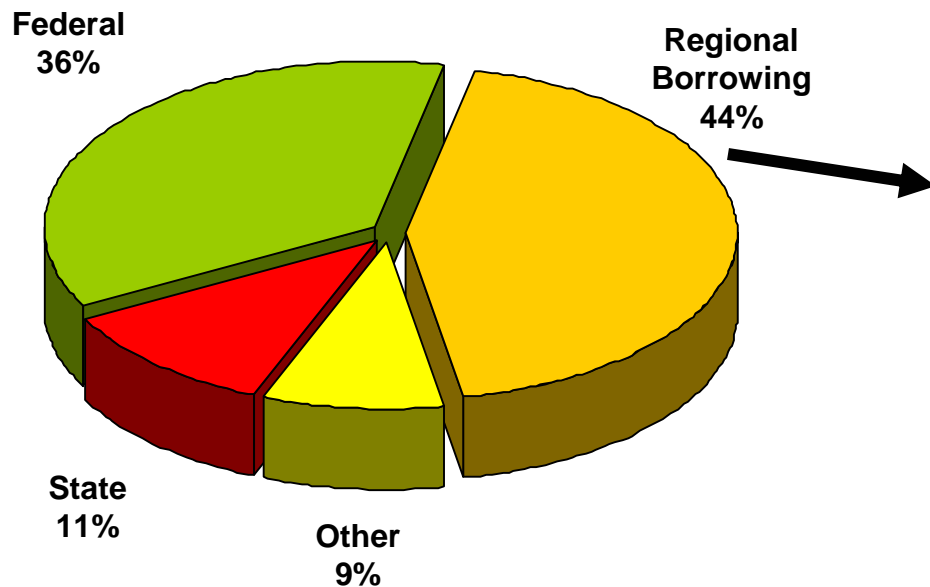
\$ 2.911 Billion



2008-2013 Capital Financing And Regional Borrowing

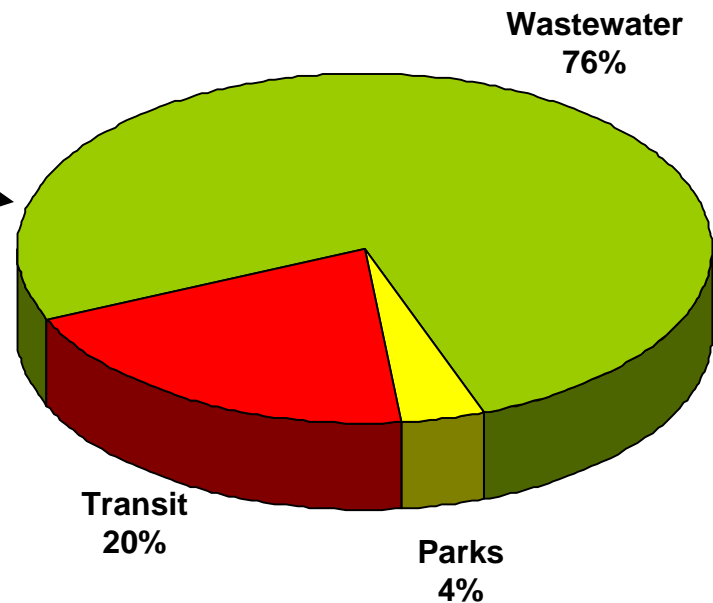
Capital Financing

\$ 2.911 B



Regional Borrowing

\$ 1.274 B



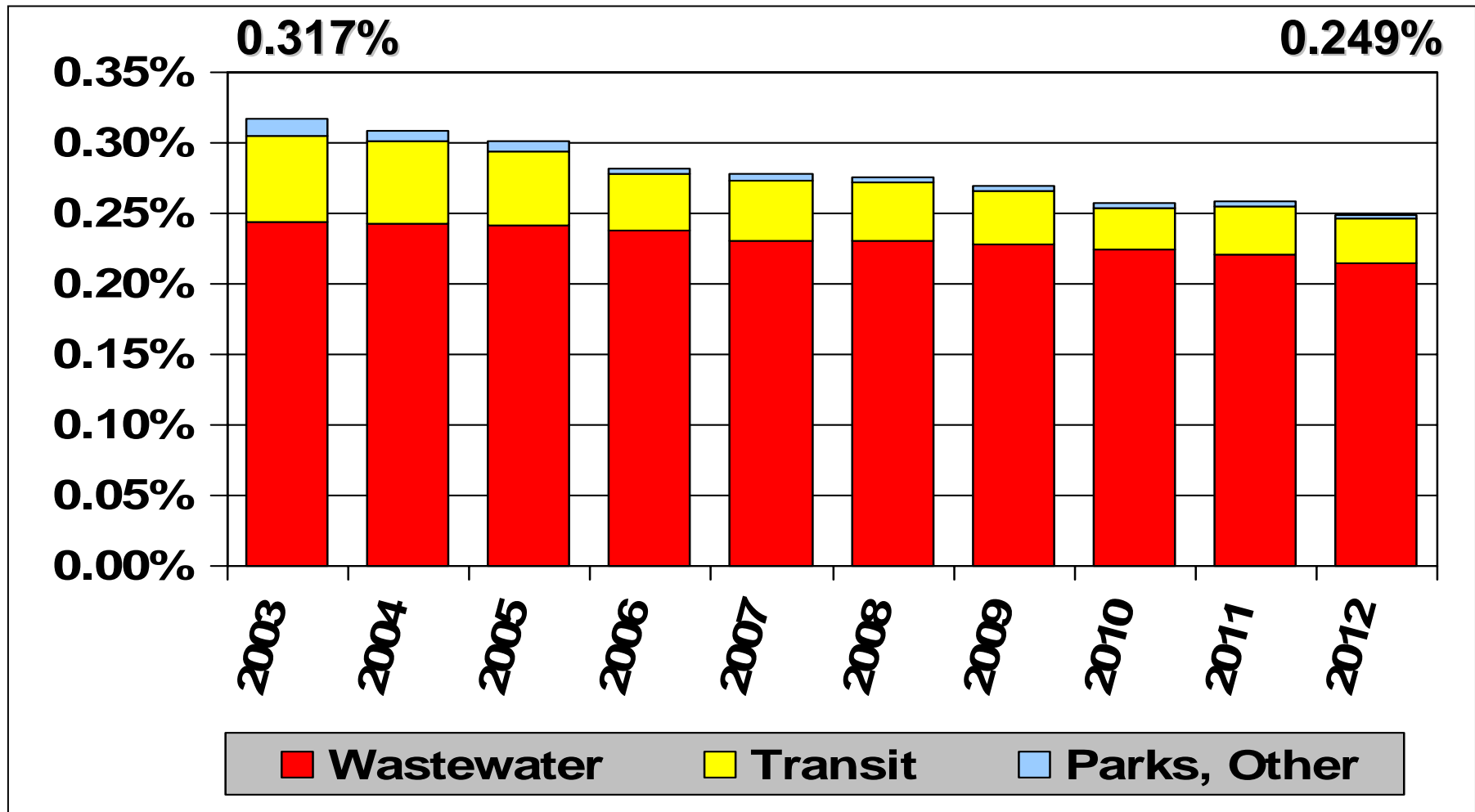
Fiscal Impact

Impact of unified capital program on the
region's ability to pay

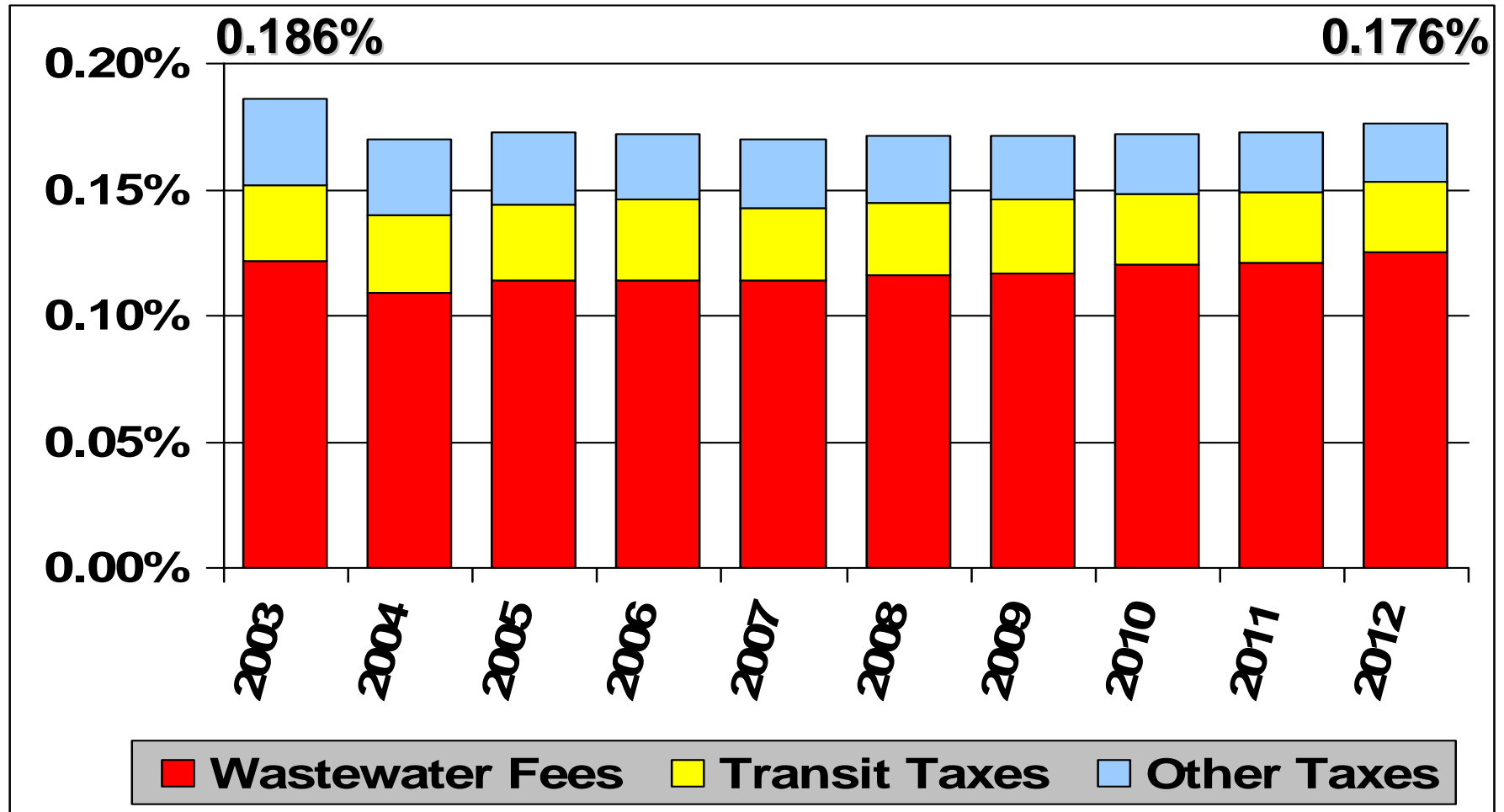
Indicators

- ❖ Regional debt as percent of market value
- ❖ Regional taxes and user fees as percent of regional income
- ❖ Regional taxes and user fees on \$250,000 residential homestead

2003-2012 Outstanding Debt as a Percent of Market Value

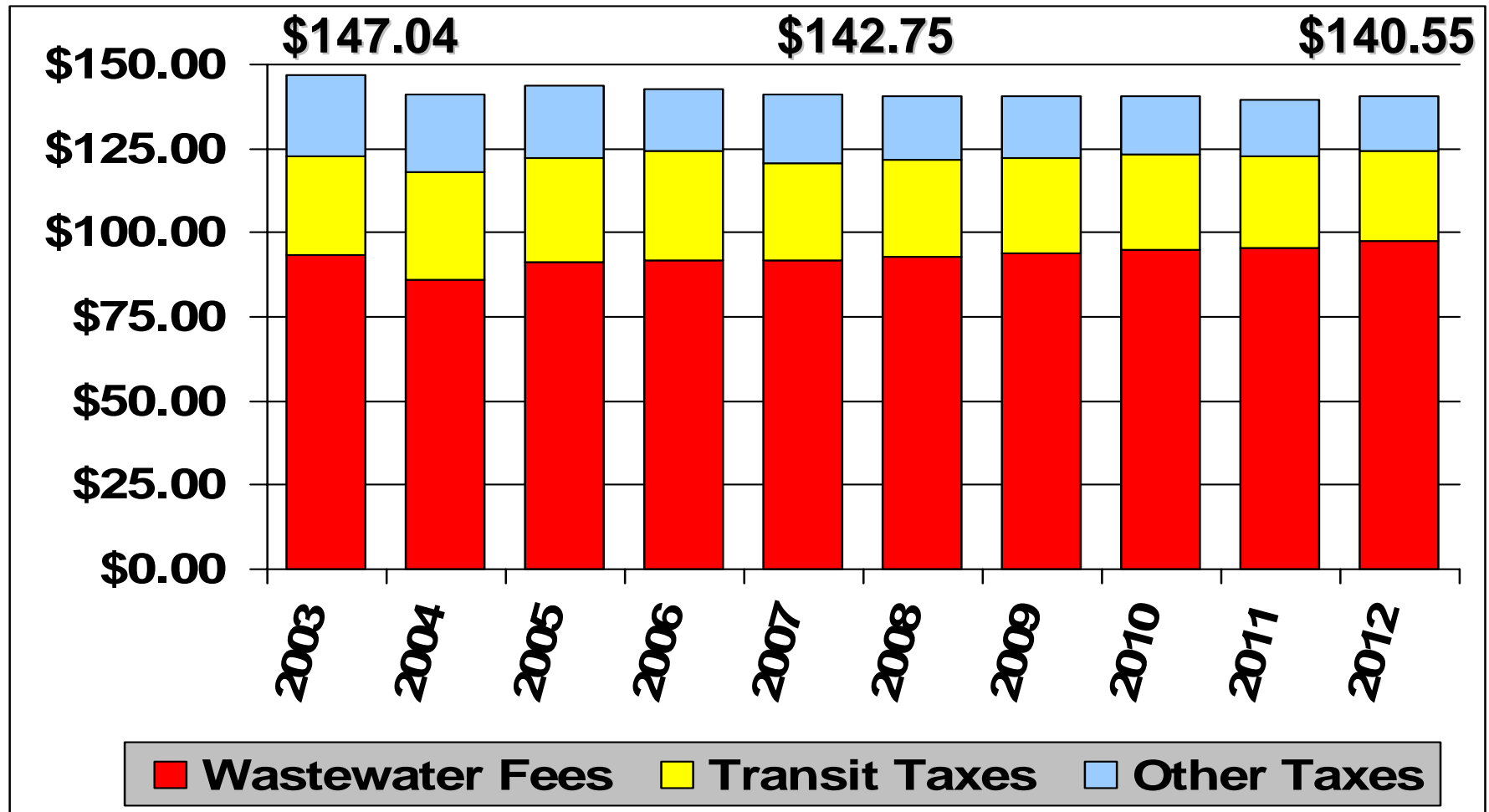


2003-2012 Taxes and User Fees as a Percent of Regional Income



2003-2012 Taxes and User Fees as a On a \$250,000 Residential Homestead *

(In 2006 Dollars)



*Home in transit taxing district and sewer service district

Summary

❖ Operating Budget

- ❖ Maintain AAA Bond Rating
- ❖ Hold property tax impact flat for tax payers

❖ Capital Program / Budget

- ❖ Balanced CIP – expenses constrained by anticipated revenues
- ❖ Priority to preservation of existing infrastructure