

Metropolitan Council

Proposed Calendar Year 2021 Unified Budget & Levies

November 23, 2020- LCMG

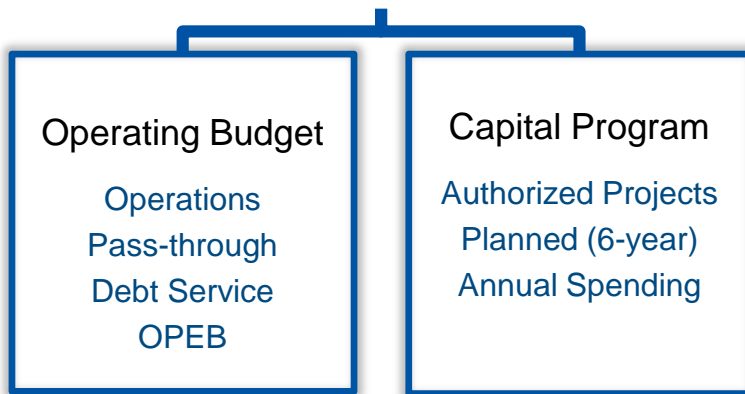


Statutory Responsibilities

- **Planning**
 - Long-range Comprehensive Planning
 - Regional Transportation Planning
 - Regional Parks
- **Operations**
 - Regional Wastewater System
 - Regional Transit System
 - Metropolitan Housing and Redevelopment Authority
- **Grant Making**
 - Livable Communities Act
 - Regional Parks and Trails

Council Budget Development

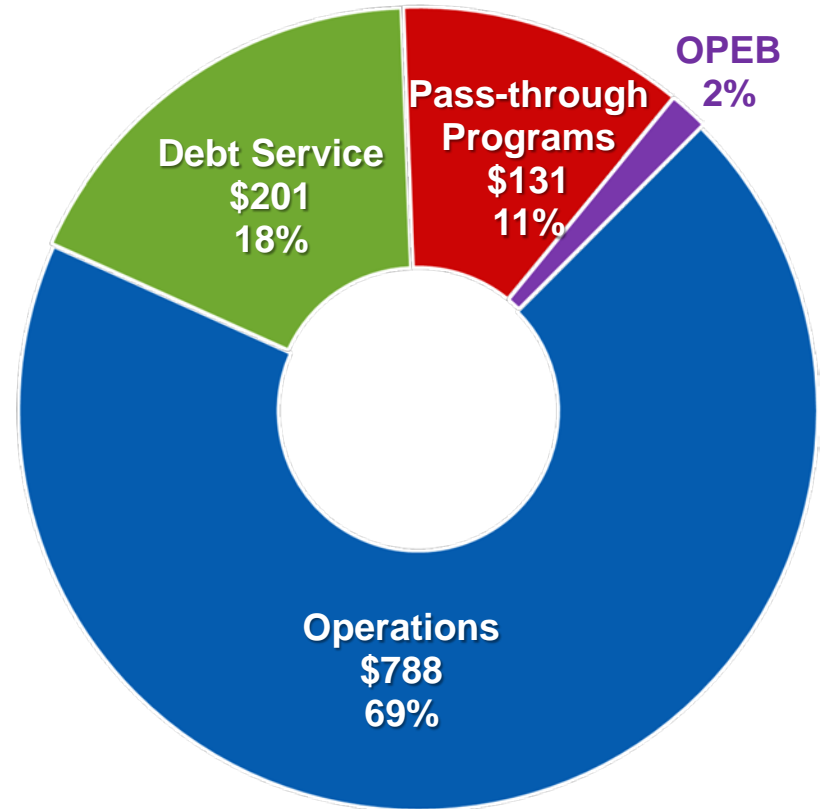
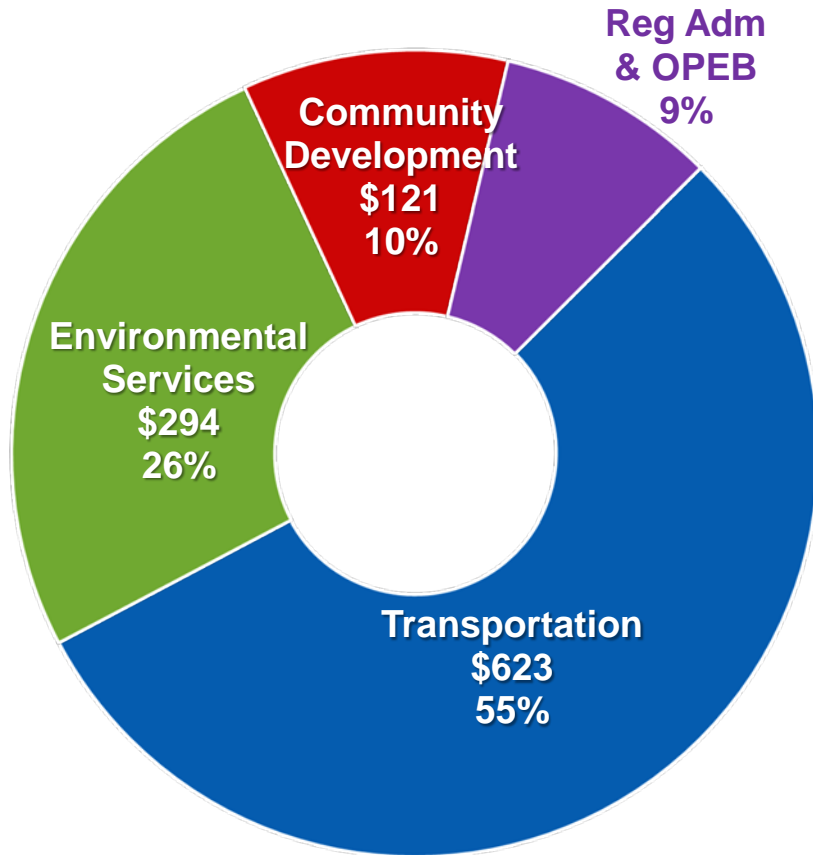
Unified Budget



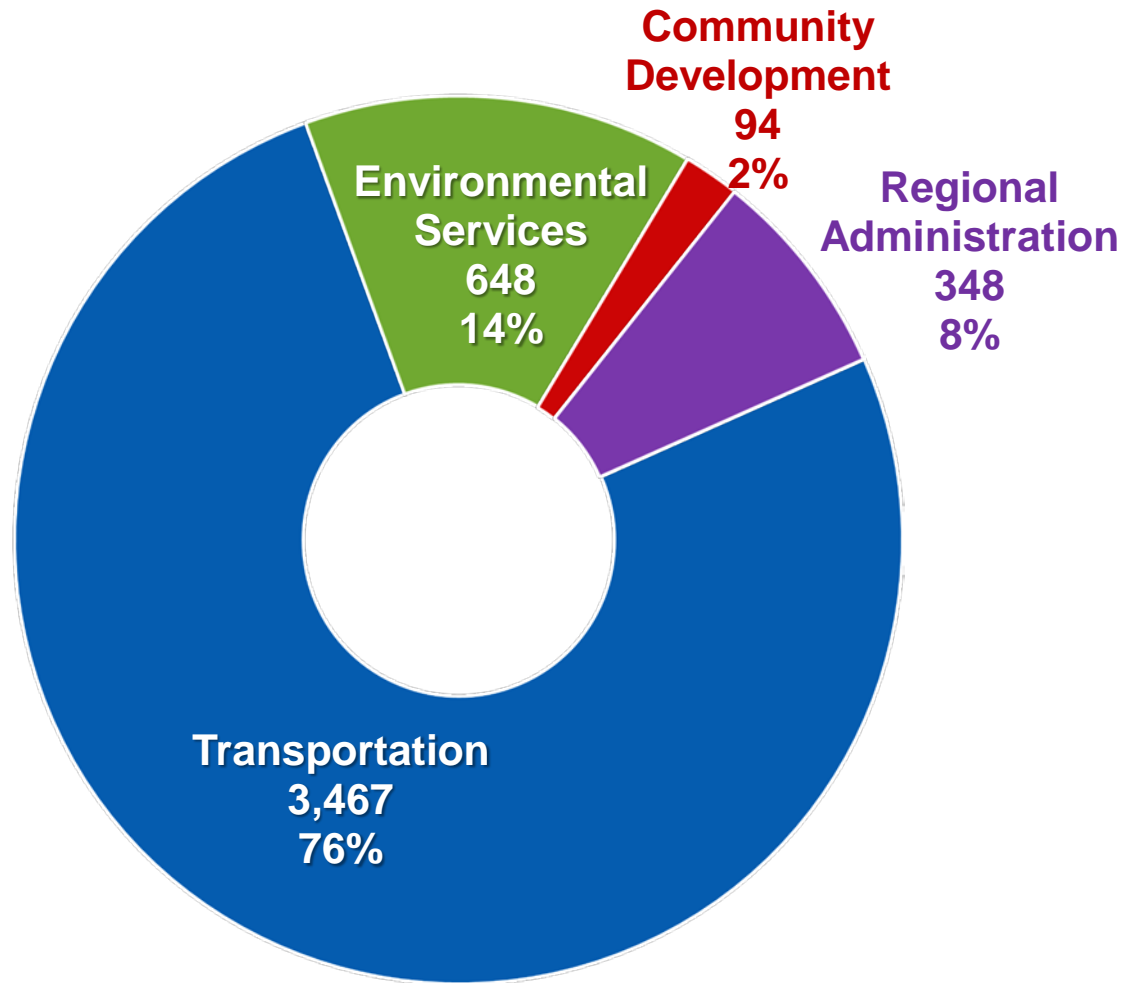
May-July	Staff - Budget Development Activities
Aug 26 (before Sept1)	Council - Adopt Preliminary Budget/Levies
Oct 14	Council - Capital Program Presentation
Oct 28	Council - Adopt Public Comment Draft Budget
Dec 09 (before Dec 20)	Council - Adopt Final Budget/Levies

Proposed 2021 Operating Budget

Uses by Division and Function: \$1.138 Billion

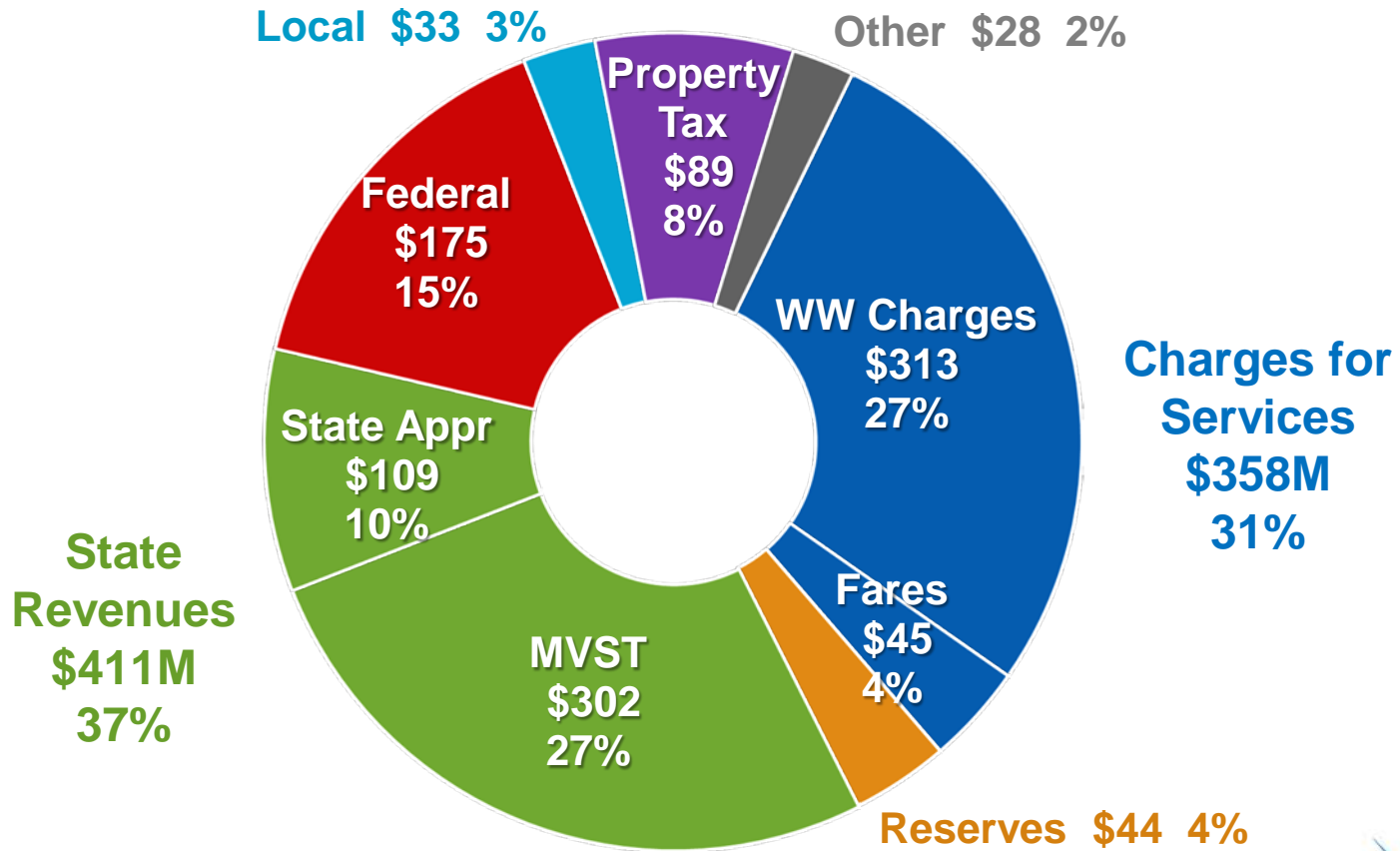


Proposed FTEs 4,557



Proposed Operating Budget

Funding Sources - \$1.138 Billion

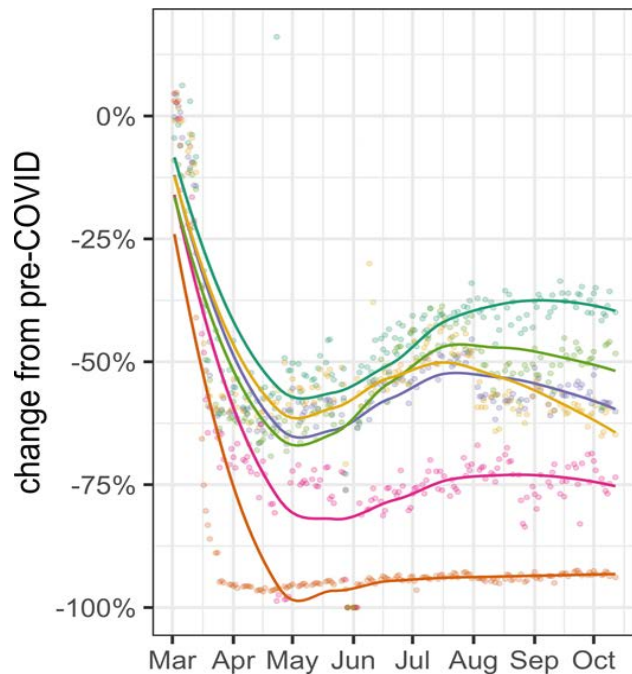


Wastewater Charges - \$314M

- **Municipal Wastewater Charge (+2.0%)**
 - \$2.75 increase per residential equivalent connection
 - 2021 = \$240.3M (\$4.7M higher than 2020)
- **Sewer Access Charge (No Change)**
 - \$2,485 per SAC (rate flat since 2014)
- **Industrial Strength Charge (+2.4%) and Permit Fees (+2.0%)**

Significant Pandemic Ridership Impact

BRT and local bus ridership has been more resilient during COVID-19



- BRT
- Suburban Local
- Core Local
- Supporting Local
- Light Rail
- Commuter Express & Northstar

Sept Weekday ridership

- Bus: ~ 62,000
–2019: ~ 151,000
- LRT: ~ 27,000
–2019: ~ 77,000
- Northstar: ~ 120
–2019: ~ 2,400

CARES Act Summary

- \$226.5M Total Appropriation
 - \$214.3M to Council
 - \$12.2M to Suburban Providers
- Allocation Strategy
 - Consistent with CARES Act goals of supporting COVID-induced financial challenges
 - Clear and transparent distribution
 - Council CARES Act allocated among modes as function of estimated CY20 and CY21 lost fare and MVST revenues in **May 2020**
 - Balance CY20 and CY21 budgets in each mode

Dollars in millions

Council Service	CARES Act Funds
Metro Transit Bus	\$158.9
Light Rail	32.4
Contracted Fixed Route	8.8
Metro Mobility	7.0
Commuter Rail	3.3
Transit Link	3.1
Planning	0.9
Total Funding	\$214.4



Where we started last year

Council CY 2020 Proposed Budget (Nov 2019 State Forecast)	SFY 2020-21	SFY 2022-23
Structural Position	(107.8)	(148.0)
Non-Base State Appropriation	36.2	-
Available Program Reserves	67.0	5.2
Financial Position	(4.6)	(142.8)
Metro Mobility	(3.0)	(79.4)
Light Rail and Commuter Rail	-	(4.9)
Bus Operations and Planning	(1.6)	(58.5)

Dollars in millions



Updated Transportation Program Forecast

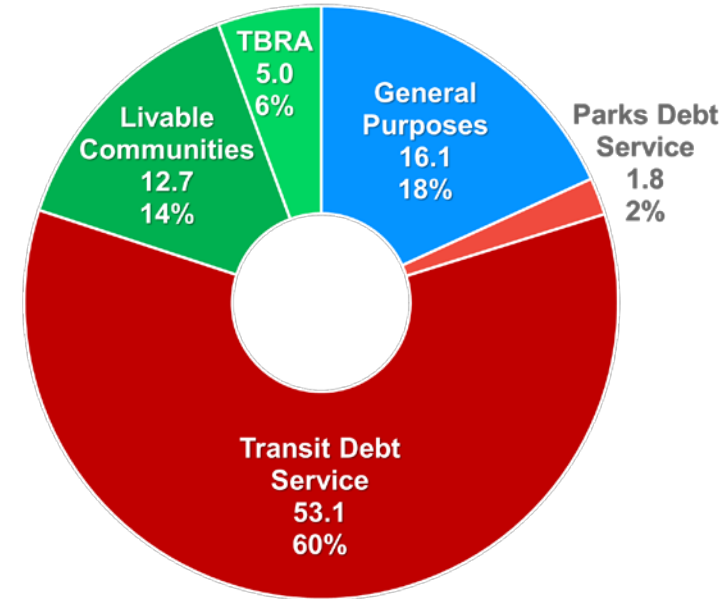
Council CY 2021 Proposed Budget (Sept 2020 Revenue Projection)	SFY 2021	SFY 2022	SFY 2023	SFY 2022-23
Base Revenues for Operations	602.2	598.7	602.9	1,201.6
Operating Expenses	616.3	641.5	684.0	1,325.5
Structural Position	(14.1)	(42.8)	(81.1)	(123.9)
Non-Base State Appropriation	13.0	-	-	-
Available Program Reserves	0.1	30.9	14.0	44.9
Financial Position	(1.0)	(11.9)	(67.1)	(79.0)

Dollars in millions



Proposed 2021 Property Tax Levies - \$88.7M

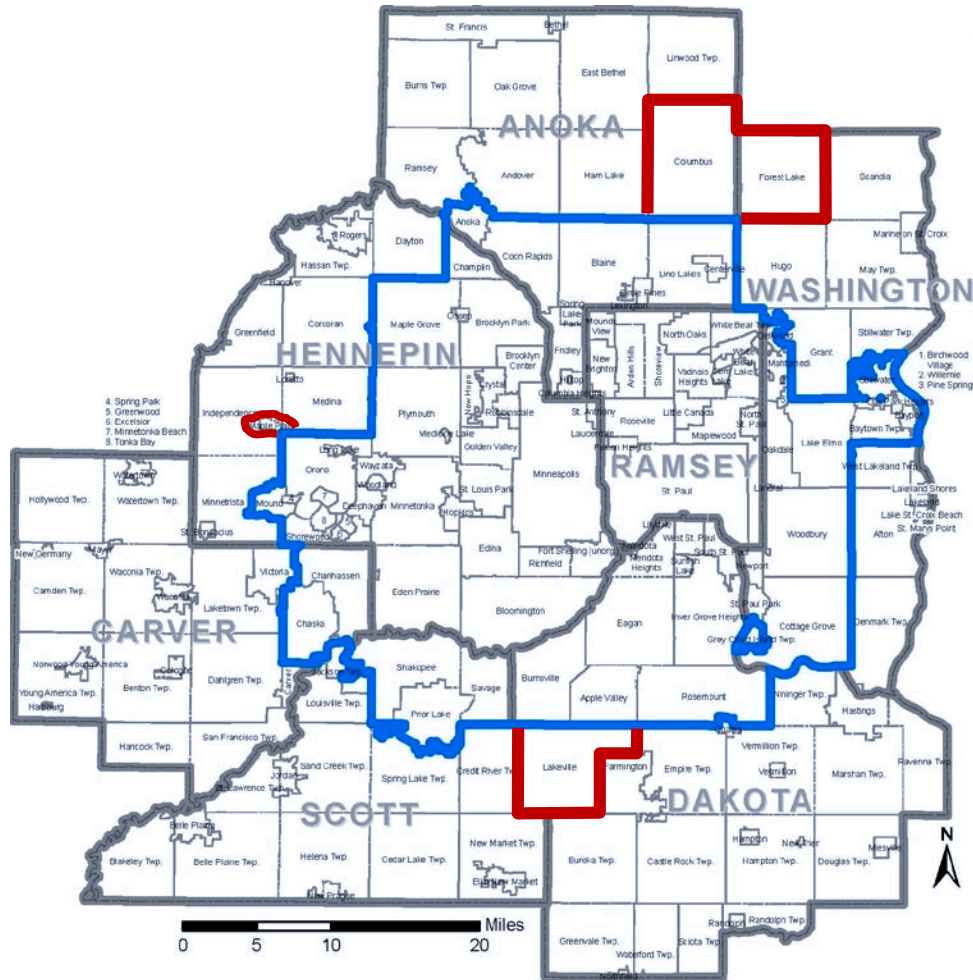
	Certified 2020	Proposed 2021	Pct Chg	Limit
Non-Debt Service Levies				
General Purposes	\$ 15.7	\$ 16.1	2.9%	\$ 16.1
Highway Right of Way	-	-		4.3
Livable Communities:				
- Demonstration Acct	12.3	12.7	2.9%	12.7
- Tax Base Revitalization	5.0	5.0	0.0%	5.0
Total Non-Debt Levies	\$ 33.0	\$ 33.8	2.4%	\$ 38.1
Levy as Pct of Limit		88.7%		
Debt Service Levies				
Parks	\$ -	\$ 1.8	100.0%	
Transit	55.8	53.1	-4.7%	
Total Debt Levies	\$ 55.8	\$ 54.9	-1.5%	
Total All Levies	\$ 88.7	\$ 88.7	0.0%	



Impact on the Taxpayer

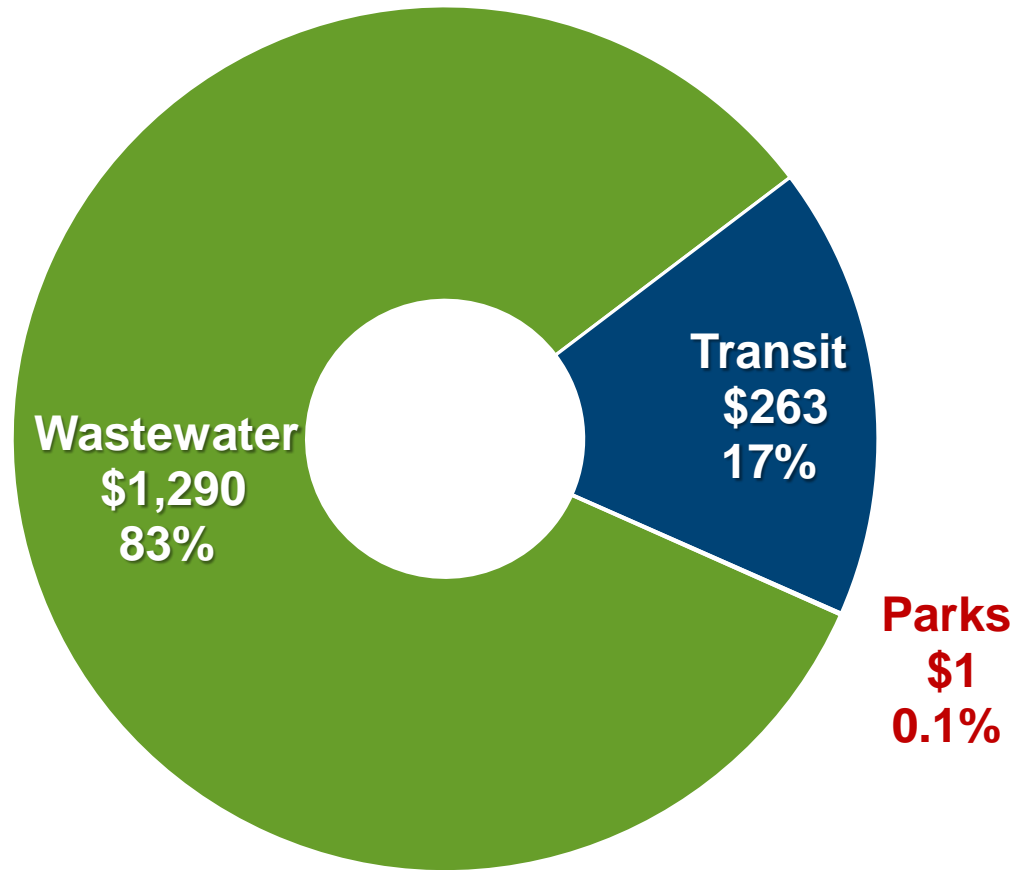


Metro Area Transit Debt Service Levy



Outstanding General Obligation Debt as of December 31, 2019 - \$1.55 B

AAA/Aaa Bond Rating

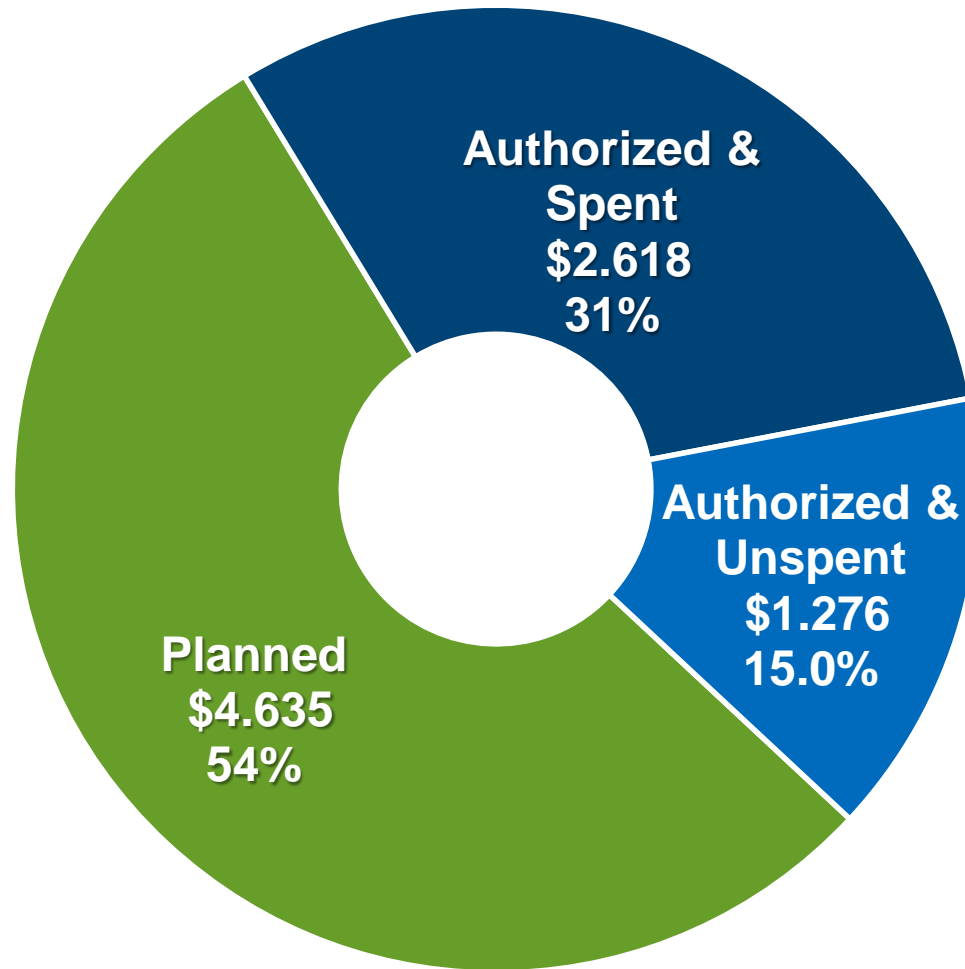


Dollars in millions

Public Comment Draft Budget, Adopted 10/28/2020



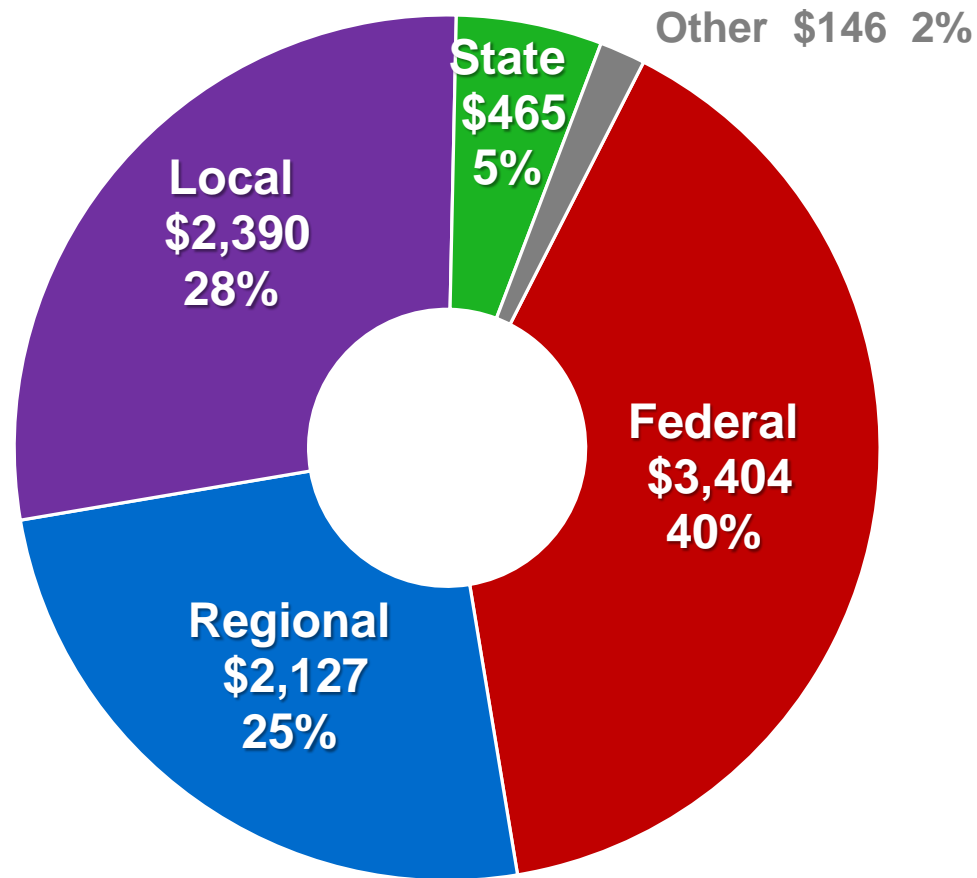
Proposed 2021 Capital Program - \$8.5B



Dollars in billions

Public Comment Draft Budget, Adopted 10/28/2020

Proposed Capital Program by Funding Source - \$8.5B

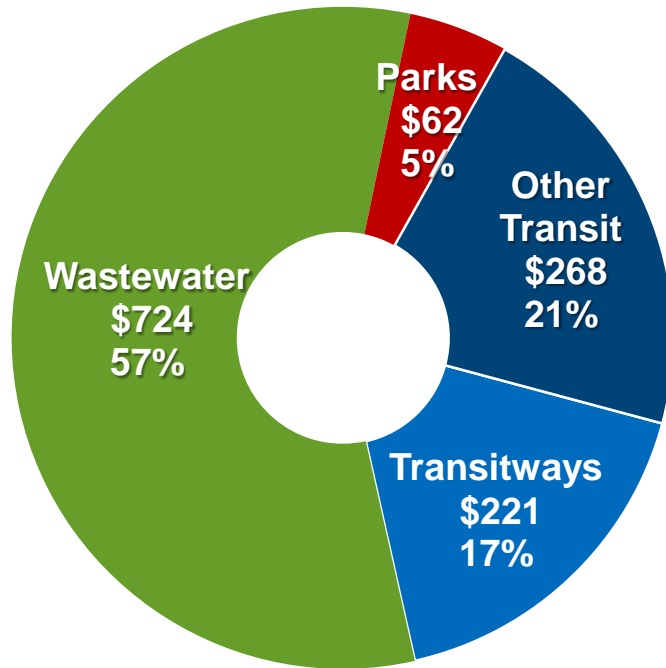


Dollars in millions

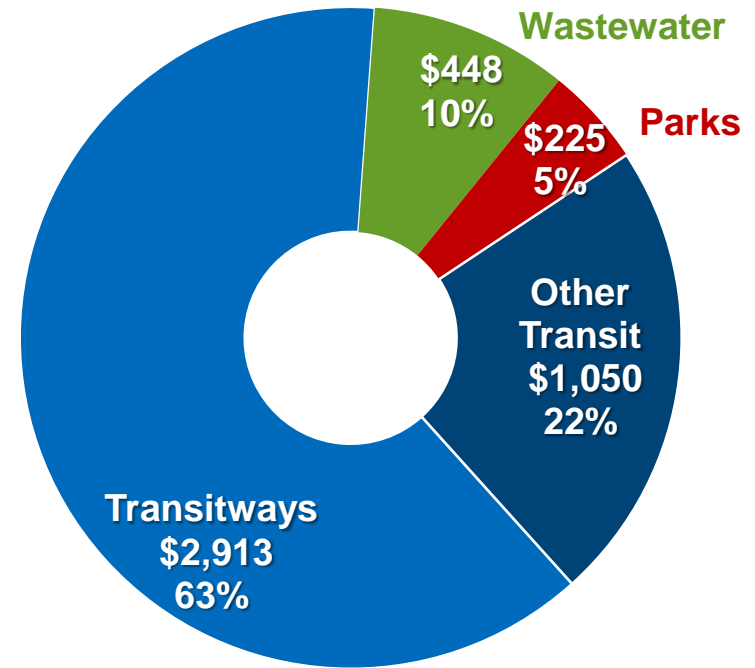
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Future Capital Program Spending - \$5.9B

Authorized Capital Program - \$1.3B



6-Yr Capital Improvement Plan - \$4.6B



Questions



November 23, 2020- LCMG