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METROPOLITAN COUNCIL

2006 UNIFIED OPERATING BUDGET

Adopted December 14, 2005

Publication no. 21-05-056



Metropolitan Council

Mears Park Centre, 230 East Fifth Street, St. Paul, Minnesota 55101

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Publication no. 21-05-056

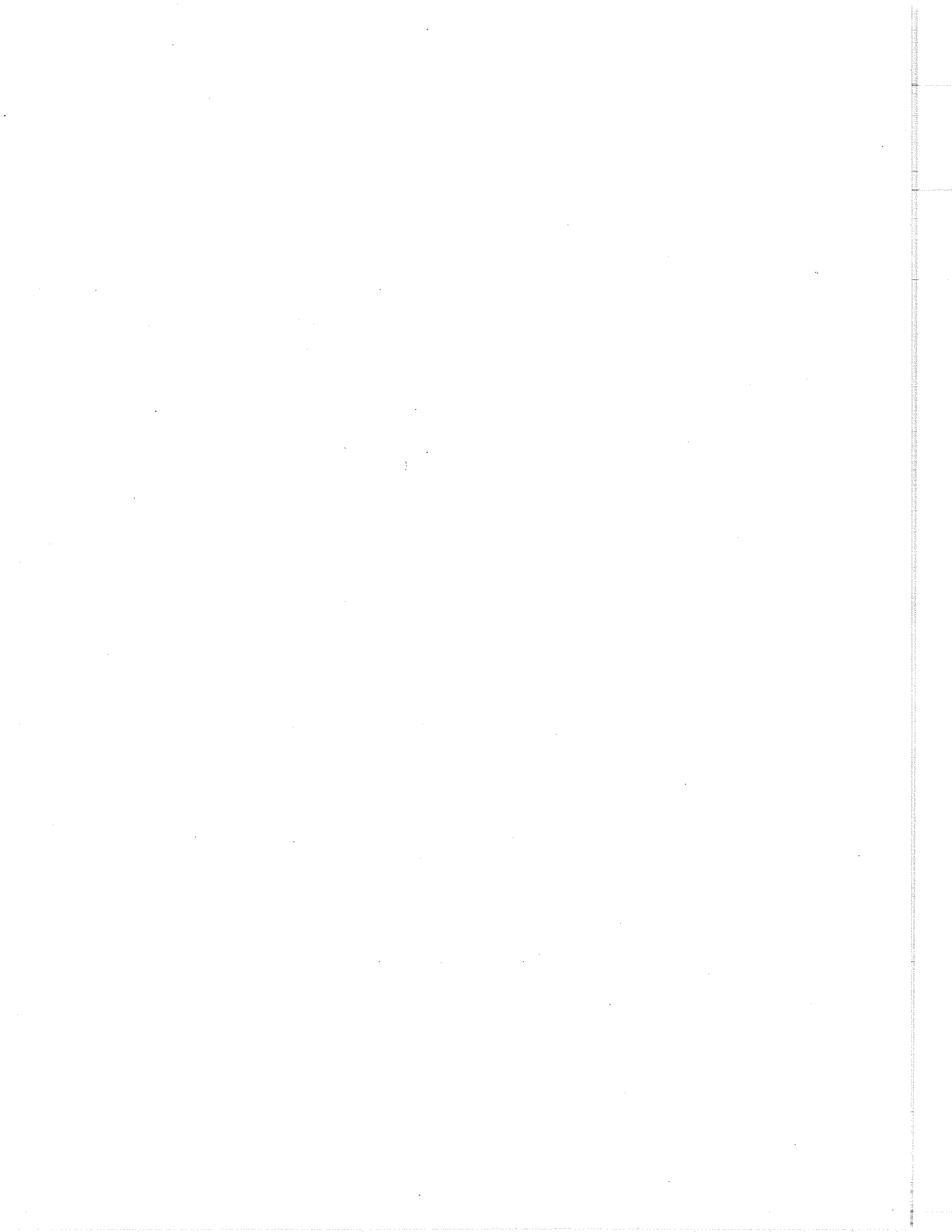
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Metropolitan Council

2006 Adopted Operating Budget

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Metropolitan Council 2006 Adopted Unified Budget Budget Message

BUDGET MESSAGE

The Metropolitan Council 2006 budget addresses the charge given to the agency by the Pawlenty Administration statement of Values, Goals and Principles, and the Council's own 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.

GUIDING PRINCIPLES

To address this mission, the 2006 budget is focused on implementing the Council's *Regional Development Framework* within the parameters of the following guiding principles:

- Focus on our mission
- Balance regional needs with local concerns
- Maximize Council accountability
- Involve citizens in the fulfillment of the Council's mission
- Efficiently utilize current and future regional infrastructure, services and resources
- Operate quality services in an inclusive, customer-focused and efficient manner
- Encourage innovation to improve services and programs

REGIONAL DEVELOPMENT FRAMEWORK

The Twin Cities metropolitan area is expected to grow by one million people, a half-million households and nearly 600,000 jobs between the year 2000 and 2030. The Council's *Regional Development Framework* is intended to help ensure that growth occurs in a coordinated, orderly, and economical manner – consistent with the Council's legislative mandate.

The *Regional Development Framework* emphasizes this Council's commitment to (1) work collaboratively with local governments, (2) make the most cost-effective use of new and existing infrastructure, and (3) be accountable to the public – by establishing benchmarks for measuring progress toward our goals.

The *Framework* contains policies and strategies on accommodating growth, transportation, housing and natural resources. Three policy plans are instrumental in implementing the *Framework* and guiding the expansion of essential regional systems: transportation, aviation, water resources (including wastewater collection and treatment), and regional parks and open space.

2006 OPERATING BUDGET OVERVIEW

The financial objectives underlying the 2006 budget include:

- Effective management of fund balances and reserves;
- Maintenance of the Council's AAA bond rating;
- Keep impact of tax levy flat to taxpayers.

Metropolitan Council 2006 Adopted Unified Budget Budget Message

The 2006 budget must address multiple financial challenges. The challenges facing the Council include a Council commitment to maintaining a flat property tax impact to taxpayers, increasing transit ridership, and managing increased diesel fuel and utility costs.

The 2006 unified operating budget is \$647.1 million, an increase of 2.9 percent from the 2005 adopted budget. The Council's unified operating budget is composed of three major categories:

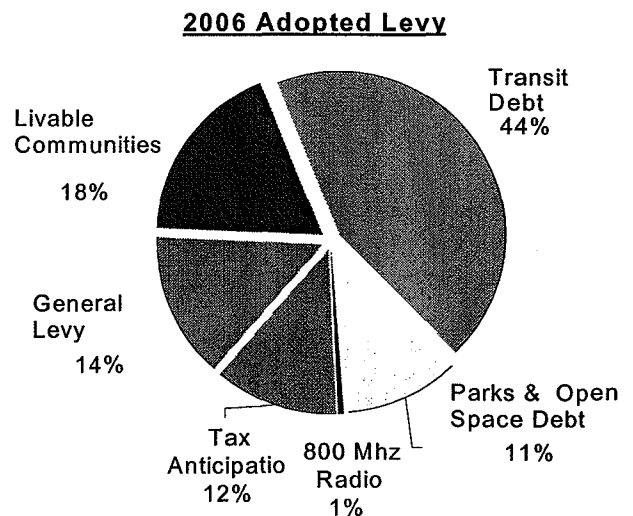
- **Operating expenditures:** these are expenditures incurred to support the Council's primary service activities. 2006 operating expenditures are expected to be \$441.5 million, up 2.7 percent from the 2005 adopted budget. The increased expenditures are driven primarily by increased diesel fuel and utility costs.
- **Pass-through grants and loans:** these are funds received by the Council, which are then granted, loaned or passed on to another agency, organization or individual for a specified use. 2006 pass-through grant and loan expenditures are \$79.1 million, up 3.2 percent from \$76.6 million in 2005 driven primarily by increased federal HUD funding.
- **Debt service:** these are expenditures required to pay both the long-term principal and the interest on bonds, notes, certificates, and loans. 2006 debt service expenditures are \$126.5 million, up 3.5 percent from \$122.2 million in 2005 driven primarily by capital projects in MCES.

PROPERTY TAX LEVIES

Minnesota statutes authorize the Council to levy taxes on all taxable property within the Council's geographic jurisdiction to provide funds for the general purpose of carrying out the Council's responsibilities as provided by law. The Council's taxing area for all purposes, except transit debt, consists of the seven-county Twin Cities metropolitan area, minus those cities within the seven counties but outside the Council's jurisdiction. The boundaries of the Transit Taxing District include those communities receiving regular route-transit service.

The total combined 2006 property tax levy for all Council purposes is \$71.4 million, a 1-percent increase from the 2005 levy of \$70.6 million.

The Council levied a one-year, \$8.4 million tax levy payable in 2006 to repay short-term tax anticipation certificates issued to supplement reduced Motor Vehicle Sales Tax (MVST) revenues.



Metropolitan Council 2006 Adopted Unified Budget Authority and Organization

History

The Metropolitan Council (the “Council”) was created in 1967 by the State Legislature and Minnesota Statutes as a governmental unit responsible for coordinating the planning and development of the seven-county metropolitan area (the “area”). The Council is not a state agency, but is defined by statute as a “public corporation and political subdivision of the state.”

The area over which the Council has responsibility consists of the counties of Anoka, Carver, Dakota (excluding the city of Northfield), Hennepin (excluding the cities of Hanover and Rockford), Ramsey, Scott (excluding the city of New Prague), and Washington. The area includes 188 cities and townships and 2.8 million people.

The 1976 Metropolitan Land Planning Act strengthened the coordination of local land-use planning with the Council’s planning for regional systems (transportation, wastewater treatment, airports, and regional parks). Under the act, local governments prepare comprehensive plans and Council reviews them with respect to their compatibility with the plans of other communities, consistency with adopted Council policy plans, and conformity with metropolitan system plans. The Metropolitan Reorganization Act of 1994 made substantial changes in the metropolitan regional government structure by merging the functions of three regional agencies (the Metropolitan Waste Control Commission, the Metropolitan Transit Commission and the Regional Transit Board) into the Metropolitan Council.

Background

The Council has 17 members, 16 representing districts, and one chairperson. Council members are appointed by the Governor after consultation with the legislative representatives from the appointee’s district with the advice and consent of the State Senate. Members serve at the pleasure of the Governor. The Chair presides at meetings of the Council, serves as the principal liaison of the Council with the Legislature and local elected officials, and is the principal spokesperson of the Council. Current Metropolitan Council members are listed on page 2-4. The Council’s policymaking structure is shown on page 2-5.

The Council is responsible for planning and coordinating metropolitan development cooperatively with the local communities of the area. The Council forecasts the area’s growth, devises a plan to guide it (the *Regional Development Framework*), and makes decisions about developing transportation, wastewater service, aviation and parks to support it. Between 2000 and 2030, the Council anticipates an increase of nearly 600,000 jobs, a half-million households, and one-million people.

Regional planning saves millions of dollars that would otherwise be spent on inefficient delivery of public services or unplanned growth. The Council works with local governments and the private sector throughout the region to carry out the *Regional Development Framework*.

In addition to planning and guiding growth and development, the Council is responsible for vital regional services, including:

- Operating a regional transit system that provides 200,000 bus rides per weekday and 4,300 rides on an average weekday for people with disabilities through Metro Mobility;
- Collecting and treating an average of almost 300 million gallons of wastewater daily;

Metropolitan Council 2006 Adopted Unified Budget

Authority and Organization

- Serving nearly 100 communities and about 6,700 households through Section 8 and other affordable housing programs; and
- Working with local governments to develop and maintain the area's renowned regional park system, which has grown to 52,000 acres open for public use.

The Council is organized into three operating divisions: Transportation, Environmental Services, and Community Development - and supporting central administrative units. The operating divisions and other major units report to the Regional Administrator who, in turn, reports to the 17-member Council board. The Regional Administrator is responsible to ensure that policy decisions of the Council are carried out, to organize and direct the work of Council staff, to prepare and submit an annual budget and to keep the Council fully apprised of the financial condition of the Council. The Council's organization structure is shown on page 2-6.

TRANSPORTATION DIVISION

The 2006 transportation budget focuses on maintenance of the existing transit system, yet oriented toward continuing reasonable growth once funds become available. The 2006 budget includes \$77.9 million from a State General Fund appropriation for transit support.

The Metropolitan Council operates or provides funding to five types of transit programs.

- Metro Transit: Provides roughly 95% of the 73 million bus trips taken annually in the Twin Cities area, and operates the Hiawatha light-rail line.
- Metro Mobility: This program serves persons with disabilities that prevent them from using the regular transit system. This service provided over 1.3 million rides in 2004 to more than 30,000 certified riders.
- Contracted Regular Routes: Approximately 3% of regular route service is bid and contracted out to private and non-profit organizations. This service provided an estimated 1.9 million rides in 2004.
- Community Programs: Dial-A-Ride service is provided to rural areas and a number of cities through contracts with counties and nonprofit organizations. In 2004, an estimated 400,000 rides were provided by this program through contracts for 11 rural and seven urban transit service providers.
- Opt-Out Communities: Twelve communities have chosen to "opt-out" of regional transit service and provide their own programs. The Council provides capital funding for these programs and passes through operating funds from the state. In 2004, these programs provided an estimated 3.6 million rides.

ENVIRONMENTAL SERVICES DIVISION

Metropolitan Council Environmental Services (MCES) collects and treats an average of almost 300 million gallons of wastewater each day from 103 communities, achieving near-perfect compliance with federal and state clean water standards. It also provides water resources monitoring and analysis for the region, and partners with numerous public and private groups committed to a clean environment. Wastewater operations and debt service are 100 percent funded by user fees.

The Environmental Services division annual budget focuses on meeting the objectives and expected outcomes that align with the strategic goals of the Council and the division.

The following considerations were the top priorities in the development of the 2006 MCES budget.

- Meeting regulatory requirements
- Retaining competitive fees and rates

Metropolitan Council 2006 Adopted Unified Budget Authority and Organization

- Meeting customer expectations for quality and level of service
- Addressing watershed capacity and pollutant load issues
- Fully funding the current cost of all programs

COMMUNITY DEVELOPMENT DIVISION

The Community Development Division conducts overall planning and policy development to support the Council's mission. The unit awards grants to local governments and provides technical assistance to help them carry out their comprehensive plans. It also provides housing assistance to lower-income households.

In 2006, Community Development will focus its resources, tools and incentives on implementation of the *Regional Development Framework*, the Council's regional growth plan. The *Regional Development Framework* is a comprehensive strategy for focusing regional policies and investments on integrating transportation, housing, development, and environmental protection to support the region's quality of life.

The Housing and Redevelopment Authority includes two major programs – the Rent Assistance program providing 6,700 HUD Section 8 rental vouchers and the Family Affordable Housing Program, which rents 150 housing units owned and operated by the Council to low-income households.

REGIONAL ADMINISTRATION

The Council's central administrative units are organized as Regional Administration, and like the three operating divisions report to the Regional Administrator. These units establish administrative policies for the organization and support the three operating divisions. Regional Administration consists of functions such as human resources, finance, legal, purchasing, and risk management that provide Council-wide shared services to the operating divisions of the Council. The majority of the Regional Administration budget is allocated to the operating divisions of the Council.

Regional Administration's major priority for 2006 will be to continue supporting the Council's operating units by providing high-quality, cost-effective services. The Council's organizational structure is shown on page 2-6.

LEGISLATIVE COMMISSION ON METROPOLITAN GOVERNMENT

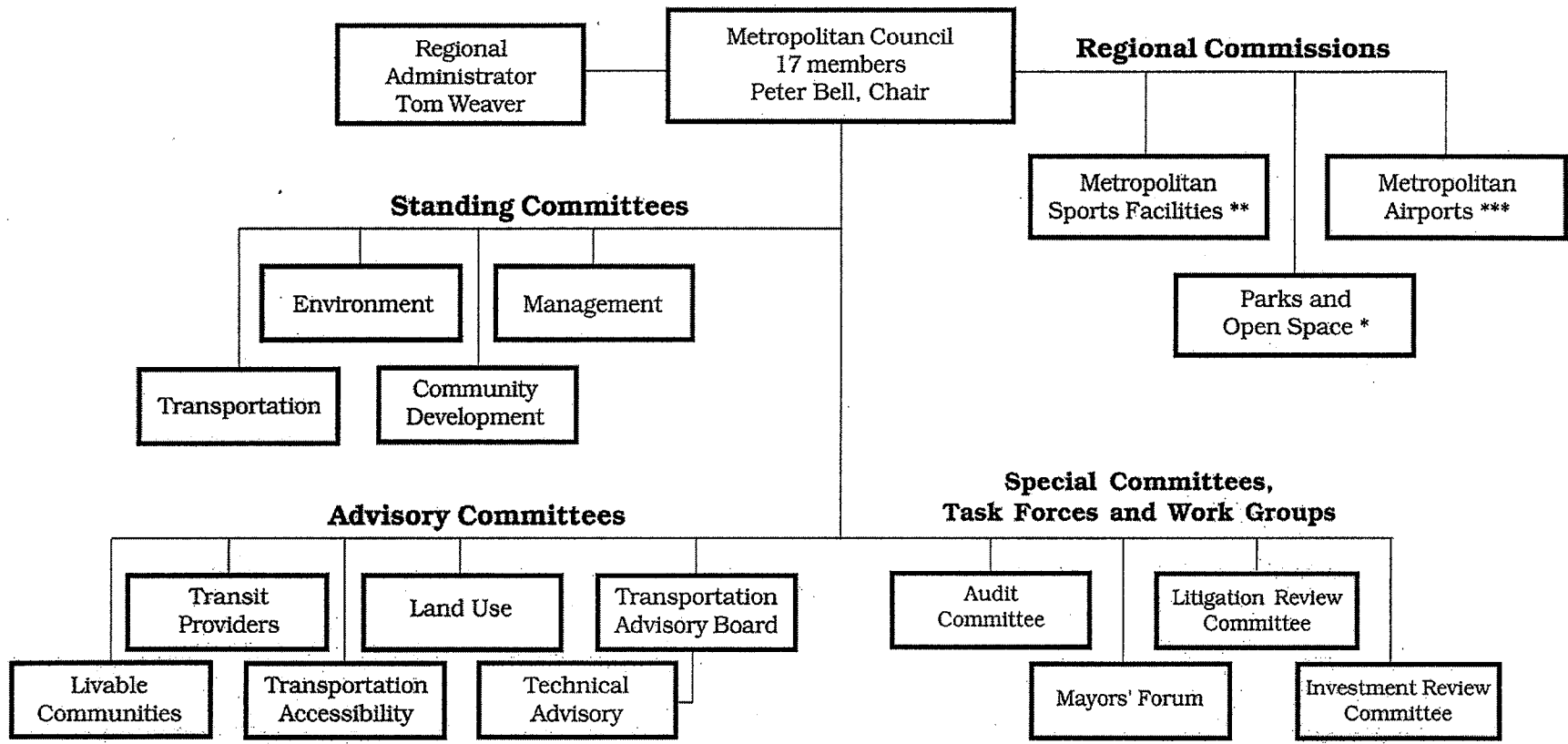
A Legislative Commission on Metropolitan Government, consisting of seven senators and seven state representatives was established by legislation in 2001. The legislation directs the commission to monitor, review, and make recommendations to the legislature and the Council on:

- The tax rate and dollar amount of the Council's property tax levies and any proposed increases in the rate or dollar amount of tax;
- Requests for an increase in the debt of the Council;
- The overall work and role of the Council;
- The Council's operating and capital budgets, work program and capital improvement program; and
- The Council's implementation of the operating and capital budgets, work program, and capital improvement program

**Metropolitan Council 2006 Adopted Unified Budget
Authority and Organization**

<u>Council Members</u>	<u>Appointed</u>
<u>Chair</u> Peter Bell	January 9, 2003
<u>District Members</u>	
District No. 1 - Roger Scherer	March 10, 2003
District No. 2 - Tony Pistilli	March 19, 2003
District No. 3 - Mary Hill Smith	January 4, 1993
District No. 4 - Jules Smith	July 31, 1993
District No. 5 - Russell Susag	March 10, 2003
District No. 6 - Peggy Leppik	March 10, 2003
District No. 7 - Annette Meeks	March 10, 2003
District No. 8 - Lynette Wittsack	March 10, 2003
District No. 9 - Natalie Haas Steffen	April 19, 1999
District No. 10 - Kris Sanda	October 19, 2005
District No. 11 - Georgeanne Hilker	September 11, 2003
District No. 12 - Chris Georgacas	March 10, 2003
District No. 13 - Rick Aguilar	March 10, 2003
District No. 14 - Song Lo Fawcett	March 10, 2003
District No. 15 - Daniel Wolter	March 9, 2005
District No. 16 - Brian McDaniel	September 11, 2003

Metropolitan Council Policymaking Structure



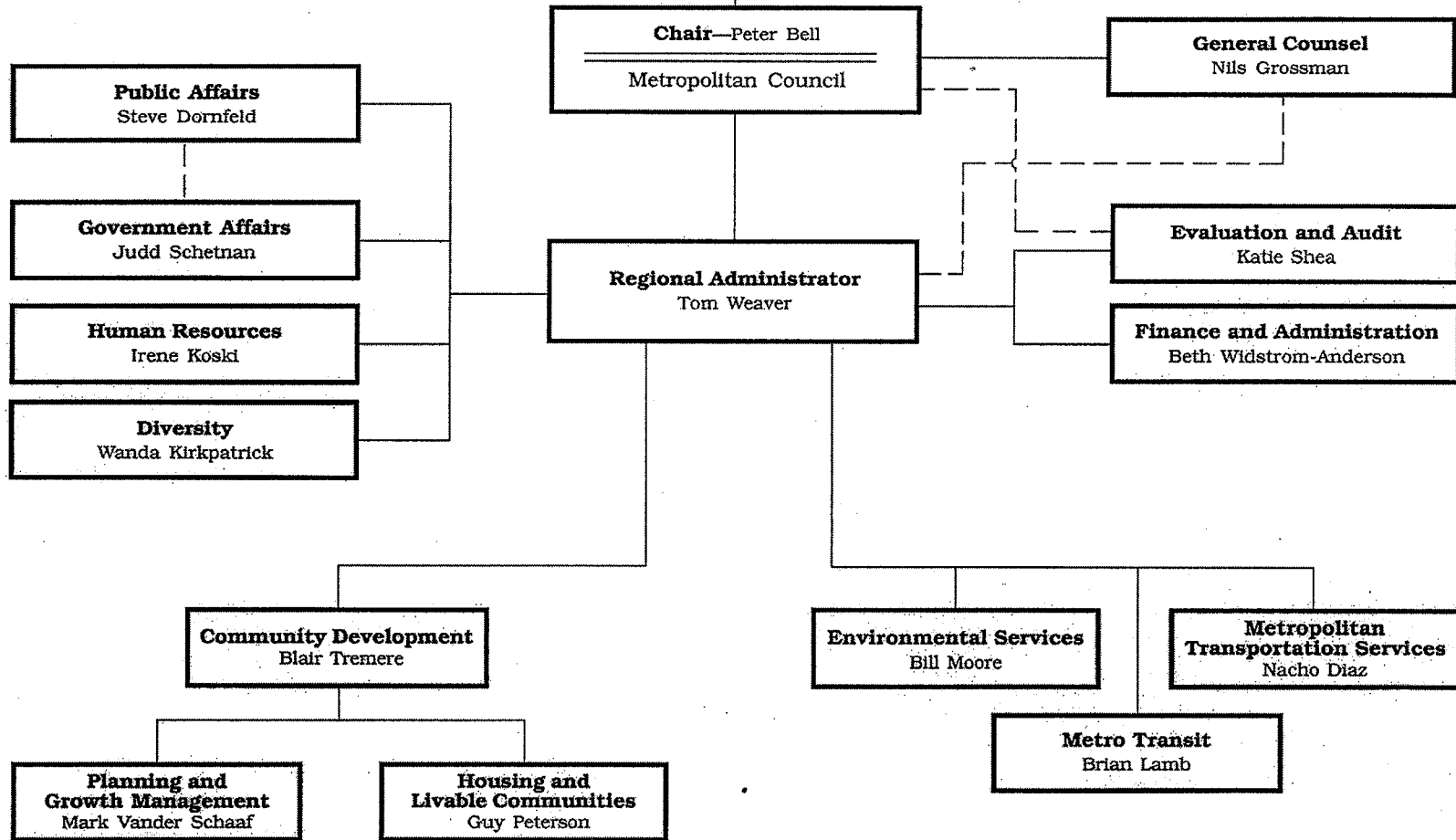
September 2004

- * Staff support provided to Commission by Metropolitan Council.
- ** The Metropolitan Council has budget approval and issues bonds for the commission.
- *** The Metropolitan Council reviews the capital budget and approves certain projects.

Metropolitan Council

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 St. Paul, Minnesota 55101-1626
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METROPOLITAN COUNCIL



June 2005

Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

UNIFIED OPERATING, PASSTHROUGH AND DEBT SERVICE BUDGET

Highlights of the 2006 Adopted Unified Budget are as follows, and include the budget for operations, pass-through grant and loan programs, and debt service.

- The 2006 Unified Operating Budget, including operating, pass-through and debt service, reflects a net \$430 thousand use of reserves. This is comprised of an operating budget surplus of approximately \$1.1 million, a \$694 thousand use of reserves for pass-through expenditures, and an \$841 thousand use of reserves for debt service.
- Revenues and other sources of funds for operations, pass-through and debt service are projected at \$646,683,442, an increase of 3.8 percent from the 2005 Adopted budget.
- Expenditures for operations, pass-through and debt service are projected at \$647,113,166 increasing 3 percent from \$628,656,234 in the 2005 Adopted budget.
- Environmental Services budget reflects a \$2 million surplus of operating revenues over expenditures, part of a continuing plan to restore MCES reserves.
- The Transportation Division budget is balanced at \$314,092,290. The Metro Transit 2006 budget proposes a \$219,741,328 budget for bus operations and \$19,854,486 for rail operations. Metropolitan Transportation Services 2006 budget is \$74,496,476.
- The Regional Administration and Community Development budget (including HRA) reflects a combined use of reserves of \$1,130,638. This includes a \$1.0 million use of dedicated reserves for reimbursement of expenses for the Water Supply initiative in ES, and a \$98 thousand use of reserves in HRA.

The Unified Budget is summarized in the following table for operating, pass-through and debt service.

UNIFIED OPERATING BUDGET OPERATING, PASSTHROUGH AND DEBT SERVICE

	2005 Adopted	2006 Adopted	Change
Revenues			
Property Taxes	\$ 9,497,000	\$ 9,857,000	3.79%
Federal	34,959,041	35,323,072	1.04%
State	191,803,064	196,707,131	2.56%
Wastewater	106,517,500	110,616,600	3.85%
Passenger Fares	75,402,902	81,359,073	7.90%
Other	9,780,379	9,769,617	-0.11%
Total Operating	\$ 427,959,886	\$ 443,632,493	3.66%
Pass-Through	77,634,819	77,390,949	-0.31%
Debt Service	117,589,800	125,660,000	6.86%
Total Revenues	\$ 623,184,505	\$ 646,683,442	3.77%
Expenditures			
Operating	\$ 429,882,003	\$ 441,527,573	2.71%
Pass-Through	76,610,519	79,084,749	3.23%
Debt Service	122,163,712	126,500,844	3.55%
Total Expenditures	\$ 628,656,234	\$ 647,113,166	2.94%
Other Sources & Uses	(280,000)	-	
Balance / (Deficit)	\$ (5,191,729)	\$ (429,724)	

Metropolitan Council 2006 Adopted Unified Budget Budget Summary and Financial Resources

UNIFIED OPERATING BUDGET SUMMARY

The 2006 operating expenditure budget for all units is \$441,527,573 up 2.7 percent from the 2005 adopted budget of \$429,882,003, an increase of \$11.6 million. The increase in operating expenditures is driven primarily by increased diesel fuel costs and contractual services.

Operating expenditures by division (not including debt service and pass-through) are shown in the following table. The adopted 2005 and 2006 budgets are shown before cost allocation for comparison purposes, and after cost allocation for 2006 to reflect the level of expenditure by division after allocation of administrative costs to the operating divisions.

Operating Expenditures, Adopted 2005 and 2006 Budgets

<u>Division</u>	<u>2005 Before RA Allocation</u>	<u>2006 Before RA Allocation</u>	<u>2006 After RA Allocation</u>
Regional Administration	\$30,030,359	\$30,046,249	\$6,544,484
Operating Capital Expense	1,780,793	453,941	266,941
Community Development	9,882,925	9,859,876	10,039,758
Environmental Services	96,002,557	101,545,806	110,584,100
Transportation	292,185,369	299,621,701	314,092,290
Total Operating	\$429,882,003	\$441,527,573	\$441,527,573

UNIFIED OPERATING BUDGET EXPENDITURES

Major changes in operating expenditures are as follows:

- Overall, **Salary and Benefit** expenditures are projected to increase \$558 thousand (.21 percent) to \$265,175,598 in 2006 compared to the 2005 adopted budget. Overall, Council staffing levels decline by 81 FTE in the 2006 budget, with most of the decrease occurring in Metro Transit and related to service reductions.
- **Consultant and Contractual Services** increase \$3.9 million (15 percent) to \$30,096,155 in 2006. Additional detail on 2006 Professional & Technical services contracts are contained in Appendix F (pp. 14-15 to 14-21).
- **Materials and Supplies** expenditures are projected to increase \$402 thousand (2.7 percent) to \$15,394,633 in 2006 from the 2005 Adopted budget.
- **Transit Assistance** expenditures decrease \$883 thousand to \$65,761,708 in 2006 from \$66,644,725 in the 2005 Adopted budget. The decline reflects reductions in Metro Mobility contracts of approximately \$913 thousand, and a decrease in MVST funding pass-through to Opt-Outs accounts of \$2.1 million.
- **Operating Capital** expenses include purchases of computer equipment, Council-wide technology infrastructure projects, and central office related expenses. The projected 2006 total of \$453 thousand reflects a combination of \$939 thousand of technology equipment and project expenses, and a net \$485 thousand surplus of resulting from the offset of building rents by estimated building

Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

expenses and debt service for Mears Park/390 N. Robert. The fund balance reflects an addition to reserves of \$235 thousand (see Table 3, Appendix B).

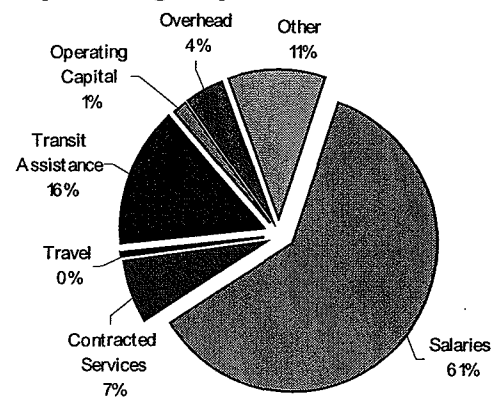
Projected 2006 operating expenses are summarized in the following chart and table.

Approximately 60 percent of operating expenses are comprised of staffing costs; approximately 7 percent of the budget is made up of consulting and contracted services expenses; while, printing and travel, both relatively small expense categories together comprise less than a half percent of the budget.

Transit assistance payments, consisting of contract related payments to regional transit providers make up approximately 16 percent of the budget. Operating capital consisting of technology infrastructure and building expenses makes up approximately 1 percent of the budget.

Overhead expenses consisting of rent and utilities comprise approximately 4 percent of the budget. All other expenses, including, for example, materials and supplies, office equipment, software, postage, etc. comprise approximately 11 percent of the budget.

Operating Expenditures - 2006

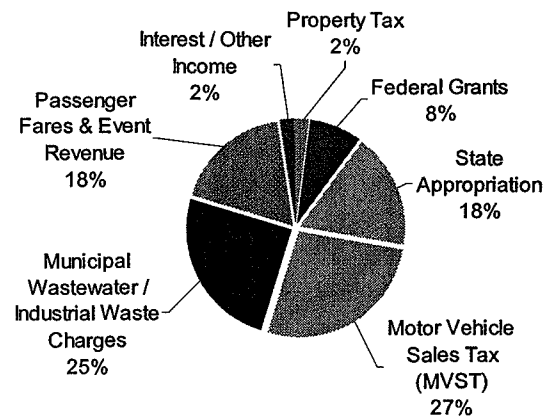


EXPENDITURES	General Fund Regional Administration	General Fund Community Development	General Fund Total	HRA & FAHP	Environmental Services Division	Transportation Division	Capital	Total Council Operations
Salaries	\$ 18,005,444	\$ 4,315,962	\$ 22,321,406	\$ 2,341,488	\$ 57,584,983	\$ 182,927,721		\$ 265,175,598
Contracted Services	8,260,926	219,800	8,480,726	831,720	12,593,132	8,932,436		30,838,014
Printing	271,400	65,000	336,400	80,000	17,775	309,239		743,414
Travel	326,360	51,300	377,660	43,300	255,450	305,178		981,588
Transit Assistance	-	-	-	-	-	69,043,992	-	69,043,992
Operating Capital	-	-	-	-	3,146,785	-	2,488,686	5,635,471
Overhead	1,825,493	210,821	2,036,314	249,579	14,400,486	5,052,556	(2,034,745)	19,704,190
Other	1,356,626	188,844	1,545,470	1,262,062	13,547,195	33,050,579	-	49,405,306
TOTAL EXPENSES	\$ 30,046,249	\$ 5,051,727	\$ 35,097,976	\$ 4,808,149	\$ 101,545,806	\$ 299,621,701	\$ 453,941	\$ 441,527,573

UNIFIED OPERATING BUDGET REVENUES

Total Council-wide 2006 operating revenues increase \$11.7 million (3.7 percent) to \$443,632,493 from the adopted 2005 budget. Major items in the 2006 operating revenue budget include:

- **State Appropriation** includes an approximate \$20 million increase to \$77.9 million in the State general fund appropriation for transit.
- **State Motor Vehicle Sales Tax (MVST)** funds are provided to the Council through the State Metropolitan Transit Fund. The 2006 budget includes \$118.3 million MVST funding, which is down 11 percent (\$15.3 million) from 2005. The 2006 budget plans for \$21.5 million to be passed through to Opt-Out communities.
- **Passenger fares and special event revenue** increase \$5.9 million (8 percent) to \$81.4 million, driven heavily by fare increases. Metro Transit fares and special event revenues



Metropolitan Council 2006 Adopted Unified Budget Budget Summary and Financial Resources

increase \$5.7 million (8 percent), while Metro Mobility, Community Based and Regular Route fares grow \$295 thousand (6 percent).

- **Municipal wastewater revenues** increase approximately 3.5 percent to \$100.4 million in 2006. Industry specific charges increase approximately 7.3 percent in 2006 to \$10.2 million.
- **Federal revenues** are projected to increase \$364 thousand (1 percent) to \$35.3 million in 2006. The increase is driven by federal CMAQ funding for Light Rail increasing \$811 thousand, offset by decreases in other transit programs.

PROPERTY TAX LEVY

Property taxes support council operations and debt service, and provide funds for grant and loan programs. Property taxes are levied under a number of State authorizing statutes, and include support for:

- General Fund, which supports Community Development planning and Council administration,
- Debt service for parks and transit, and,
- Grant and loan programs include the Livable Communities Act program.

Total 2006 property tax levies are \$71,354,372, reflecting a 1-percent increase over the 2005 levy of \$70,647,892. Changes in the property tax levies for 2006 are as follows:

- The general-purpose levy remains unchanged from 2005 at \$10,300,000, which is \$756,611 below the 2006 levy limit. State statute requires the Council to annually provide \$1 million from the general-purpose levy for support of Livable Communities grants.
- Transit levies for debt service are \$31,232,220 in 2006, down 13 percent from 2005. This decrease is the result of the use of reserves and restructuring of transit debt.
- The Highway Right-of-Way Loan program (HROW) levy was temporarily suspended for 2006.
- A one-time levy to repay \$8.4 million of tax anticipation certificates issued as a result of reduced MVST revenues.
- Levies for the Livable Communities program remain unchanged from 2005 at \$13,184,070. The 2006 levies are \$494,363 below the levy limits.

Table 9 and Appendix C provide detailed information on Council property tax levies. Note that the budget tables 1 to 8 list property tax revenues net of an amount estimated to be uncollectable and unavailable for use in 2006. These tables differ from Table 9 and Appendix C where property taxes are reflected as levy amounts rather than budgeted revenue.

The Council's taxing area for all purposes, except for transit debt, consists of the seven-county Twin Cities metropolitan area. The boundaries of the Transit Taxing District include those communities receiving regular route transit service.

PASSTHROUGH GRANTS AND LOAN EXPENDITURES

The Council operates a number of grant programs that provide:

- Housing assistance payments through the Metro HRA.
- Parks operation and maintenance grants through the Metropolitan Parks and Open Space Commission (MPOSC).
- Grants to local units of government for pollution clean up, affordable housing development and demonstration projects from the Livable Communities accounts.

Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

- Opportunity grants for land use planning and loans to local communities in support of comprehensive planning.
- Loans to local communities to purchase highway right of way under the Highway Right of Way Acquisition Loan Program.

These programs receive revenue from federal and State governments and local property taxes for grant expenditures and loans. Grants and loans are made to public metropolitan area organizations. Housing assistance payments are made to individuals.

The total 2006 expenditures for pass-through grants and loans are estimated at \$84,080,749 down 3 percent from the 2005 revised budget (see Appendix A). The reduction is mostly driven by anticipated reduced Highway Right of Way loan activity. Demand for loans varies based on demand from cities and where existing projects are in the construction cycle.

Passthrough Grant Expenditures and Loan Programs

	2005 Amended	2006 Adopted	% Change
Grant Programs:			
- Housing Assistance Payments-HRA	\$ 52,659,705	\$ 54,804,749	4.1%
- Parks Oper. & Maintenance Grants	8,630,000	8,630,000	
- Livable Communities Grants and Loans	15,400,000	15,500,000	0.6%
- Planning Assistance Grants	150,000	150,000	
- Northstar Planning Grant	2,500,000		
Total Grant Expenditures	\$ 79,339,705	\$ 79,084,749	-0.3%
Loan Programs:			
- Highway Right-of-Way (new loans)	7,464,460	4,996,000	-33.1%
Total Loans	\$ 7,464,460	\$ 4,996,000	-33.1%
Total Grants and Loans	\$ 86,804,165	\$ 84,080,749	-3.1%

DEBT SERVICE EXPENDITURES

The Council is authorized under Minnesota State statutes to issue debt to support capital programs in transit, wastewater, parks and open space, and regional radio communications.

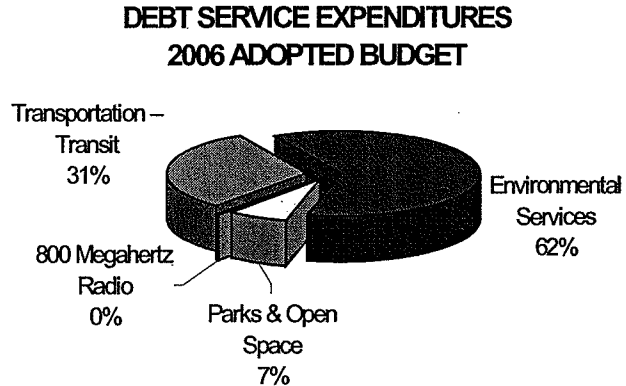
Debt service data for 2005 and 2006 is summarized below. In 2006, total budgeted Council debt service expenditures are \$126,500,844, up 3.6 percent from \$122,163,712 in 2005. Major areas of change are: wastewater debt service (+\$4.6 million) driven by capital project spending; parks/solid waste/radio debt service (+\$1 million); and transit, including short-term certificates issued during 2005 (-\$889 thousand).

Division	2005 Adopted	2006 Adopted	% Change
Transportation – Transit	\$40,325,000	\$39,436,320	-2.2%
Environmental Services	73,445,000	78,041,000	6.3%
Other			
- Parks & Open Space	7,615,214	8,645,484	13.5%
- Solid Waste	398,288		
- 800 Megahertz Radio	380,210	378,040	-0.6%
Total Debt Service	\$122,163,712	\$126,500,844	3.6%

Metropolitan Council 2006 Adopted Unified Budget Budget Summary and Financial Resources

Debt service is financed from the following sources, with 2006 projected expenditures outlined in the chart:

- Property taxes (34%), which support transit, parks and transit related radio debt.
- Municipal wastewater charges and service availability charges (60%), which support Environmental Services.
- Remainder from interest income on debt service fund balances and available debt service reserves.



SUMMARY OF REVENUES & EXPENDITURES BY DIVISION

TRANSPORTATION DIVISION

The Transportation division is comprised of two major units: Metro Transit (MT) and Metropolitan Transportation Services (MTS).

METRO TRANSIT

The Metro Transit 2006 budget supports transit system goals that include enhancement of its reputation with customers, improving ridership, continuing to deliver cost effective and efficient service, and positioning itself for future growth. The 2006 transit budget provides funding for the base transit system at its current level of service. The budget assumes no fare increases in 2006. The most recent fare increases have occurred in July 2005 and August 2003.

Bus Operations

In 2006, the Metro Transit budget for bus operations is \$219,741,328, an increase of \$7.3 million (+3.4 percent) over the 2005 adopted budget. Metro Commuter Services, previously included in the MTS budget has been reorganized and is included in the Metro Transit Bus Operations budget.

The 2006 budget projects revenue and expenses of \$219.7 million and ridership of 63.5 million. The Metro Transit 2006 bus operating budget provides funding to maintain current service levels with a major focus on quality service in a customer-focused and efficient manner.

Light Rail Operations

The Council began revenue passenger service for Hiawatha Light Rail Transit (LRT) in June 2004 between downtown Minneapolis and Fort Snelling. In December 2004, the 12-mile line was completed, with passenger service extended to the MSP Airport and Mall of America.

The 2006 Hiawatha light rail operations budget projects revenue and expenses of \$19,854,486, an increase of \$1.8 million (+10 percent) over the 2005 adopted budget. The State of Minnesota is a major source of funding, and appropriated \$9.35 million for the 2006-2007 Biennium. This

Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

appropriation is to cover 50 percent of the operating costs after operating revenue and federal funds are used for light rail transit operations. The Hennepin County Regional Rail Authority (HCRA) funds the remaining 50 percent.

The 2006 combined Metro Transit budget projects revenue and expenses of \$239,595,814, an increase of \$7.1 million (3 percent). Projected increases in diesel fuel costs (\$4.3 million) and the transfer of Metro Commuter Services (\$2 million) to the Metro Transit budget beginning in 2006 cause the increase in expenditures.

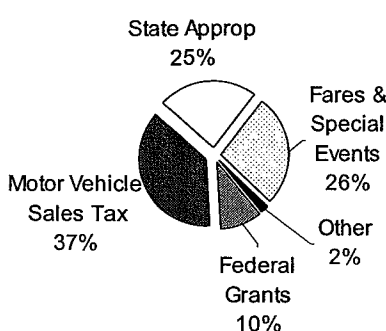
METROPOLITAN TRANSPORTATION SERVICES

The 2006 Metropolitan Transportation Services budget projects revenue and expenses of \$74,496,476, reflecting a 3 percent decrease compared to the adopted 2005 budget. The decrease is caused primarily by the transfer of Metro Commuter Services to Metro Transit. The 2006 MTS budget includes \$23,349,837 of State funding passed through to the Opt-Out communities.

Transportation Revenue Summary

State Revenues

State transportation revenues consist of funding from the Motor Vehicle Sales Tax (MVST) and State general appropriations. State funding primarily supports transit operations, projected to be \$196.2 million, a 3 percent increase over 2005.



Revenues	2005 Adopted	2006 Adopted
Federal Grants	\$ 30,518,104	\$ 30,963,712
Motor Vehicle Sales	133,618,000	118,314,999
State Approp	57,362,184	77,918,152
Fares & Special	75,402,902	81,359,073
Other	6,344,068	5,536,354
Total Revenues	\$ 303,245,258	\$ 314,092,290

Major changes in State funding for 2006 include:

- **Motor Vehicle Sales Tax (MVST)**

MVST funding in 2006 is projected at \$118,314,999. Compared to 2005, MVST funding is down approximately \$15 million (11.5 percent). MVST receipts have historically exhibited substantial volatility, generally taking several years to recover from a significant drop. The Council has established a transit operating reserve to help address these revenue declines. The Council has the authority under State statute to issue short-term debt when MVST receipts decline from one year to the next. As a result of the falloff in MVST receipts and depletion of the reserve fund, the Council elected to issue \$8.4 million of short-term certificates of indebtedness in 2005.

A portion of the total MVST receipts is required by statute to be distributed to the Opt-Out communities. For 2006, the Council will distribute \$21,499,837 (18 percent of the total) to these communities. The remainder is budgeted to Council transit programs.

- **State Appropriations**

The 2006 Transportation budget includes \$77,918,152 appropriated from the State general fund. This funding consists of a base level of transit appropriation of \$63 million (+10 percent), supplemented

Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

by an additional appropriation of \$14.9 million as an offset to the reduced MVST funding. In total, State general fund appropriations are up 35 percent over 2005. To help address funding challenges in the Opt-Out communities, a portion (\$1.85 million) of the State general fund appropriation is directed to the Opt-Out communities.

Federal Revenues

Federal support for transit operations is projected to increase \$445 thousand (1.5 percent) to \$30.9 million in 2006 compared to 2005. Metro Transit Bus operations receive approximately 54 percent of the federal funds, MTS-Regular Route, 33 percent, and Light Rail, 13 percent.

Passenger Fares & Contract/Special Event Revenue

- Total revenues from Passenger Fares and Contracts/Special Events are projected to increase approximately 8 percent to \$81,359,073 in 2006 compared to the 2005 adopted budget. The increase in passenger fares is driven by a July 2005 fare increase and better than expected rail ridership.
- Nearly 88 percent of total passenger fare and special event revenues is base fare-box revenue while 12 percent is related to contracts or special events, such as the State Fair.

	2005 Adopted	2006 Adopted	Change
Passenger Fares/Special			
Metro Transit - Bus	\$ 64,557	\$ 68,389	5.9%
Metro Transit - LRT	5,993	7,822	30.5%
Total Metro Transit	\$ 70,550	\$ 76,211	8.0%
Metropolitan Transportation Services	4,853	5,148	6.1%
Total Transportation	\$ 75,403	\$ 81,359	7.9%

Transportation Expenditures Summary

Total divisional operating expenditures in 2006 are projected to be \$314.1 million, reflecting a \$6.9 million increase (2.2 percent) over the 2005 adopted budgeted. Transportation is projecting a balanced budget for 2006.

The major expense increase is attributable primarily to a 30% increase in the cost of diesel fuel, included in 'Other' expense in the summary table below. Additionally, advertising and contracted services expenses are projected higher in 2006 due to planned efforts to build transit ridership.

	2005 Adopted	2006 Adopted	% Chg.
Total Revenues	\$ 303,245,258	\$ 314,092,290	3.6%
Salaries & Benefits	\$ 181,864,379	\$ 182,927,721	0.6%
Contracted Services	4,946,805	5,385,741	8.9%
Materials, Supplies, Utilities	18,046,947	18,579,557	3.0%
Transit Program Expense	69,281,303	69,043,992	-0.3%
Other	18,045,935	23,614,190	30.9%
Council Allocated	15,006,626	14,541,089	-3.1%
Total Operating	\$ 307,191,995	\$ 314,092,290	2.2%
Balance / (Deficit)	\$ (3,946,737)	\$ -	

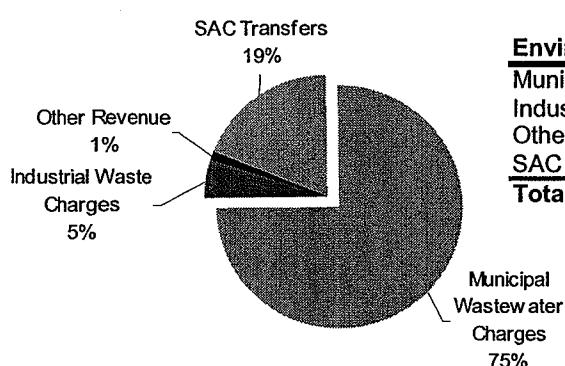
Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

ENVIRONMENTAL SERVICES DIVISION

MCES is a user-fee-based organization. Revenues include the municipal wastewater charge based on volume, industry specific charges, service availability charges (SAC), and other miscellaneous revenues.

Revenues Summary



Environmental Services	2005 Adopted	2006 Adopted
Municipal Wastewater Charges	\$ 138,500,000	\$ 141,770,000
Industrial Waste Charges	9,519,500	10,214,600
Other Revenue	1,332,487	1,967,500
SAC Transfers	31,943,000	36,673,000
Total Revenues	\$ 181,294,987	\$ 190,625,100

Revenues from MCES fees and charges cover not only the operating expense budget, but also the debt service for wastewater projects. In 2006, MCES total revenues increase \$9.3 million (5 percent) compared to the 2005 adopted budget. This increase is driven by increases in wastewater charges and SAC Transfers.

- Communities using the regional wastewater system pay Environmental Services for the flow entering the system. Municipal wastewater charges and industrial waste charges supporting wastewater treatment and water resources management increase 3.8 percent, or \$4.1 million, to \$110.6 million in 2006. The Debt Service component of municipal wastewater charges is projected to be approximately \$41.4 million.
- SAC Transfer increases 15 percent over 2005 to \$36.7 million, caused by variations in flow rates and new/expanded wastewater treatment facilities.

Expenditures Summary

Total MCES operating expenditures projected for 2006 are \$188,625,100 of which \$110,584,100 (59 percent) is for operations and \$78,041,000 (41 percent) is budgeted for debt service. Total 2006 expenses increase \$8.3 million or 4.6 percent over 2005 expenditures. The MCES 2006 budget anticipates a \$2 million surplus, part of a five-year plan to restore MCES reserves after a use of reserves in 2004 due to drought conditions and low flows.

Environmental Services	2005 Adopted	2006 Adopted	% Chg.
Total Revenues	\$ 181,294,987	\$ 190,625,100	5.1%
Salaries & Benefits	\$ 58,489,584	\$ 57,584,983	-1.5%
Contracted Services	9,209,691	11,281,825	22.5%
Materials, Supplies,	24,327,512	25,599,316	5.2%
Other	4,725,770	5,768,375	22.1%
Council Allocated	10,097,430	10,349,601	2.5%
Debt Service	73,445,000	78,041,000	6.3%
Total Expenditures	\$ 180,294,987	\$ 188,625,100	4.6%
Balance / (Deficit)	\$ 1,000,000	\$ 2,000,000	

Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

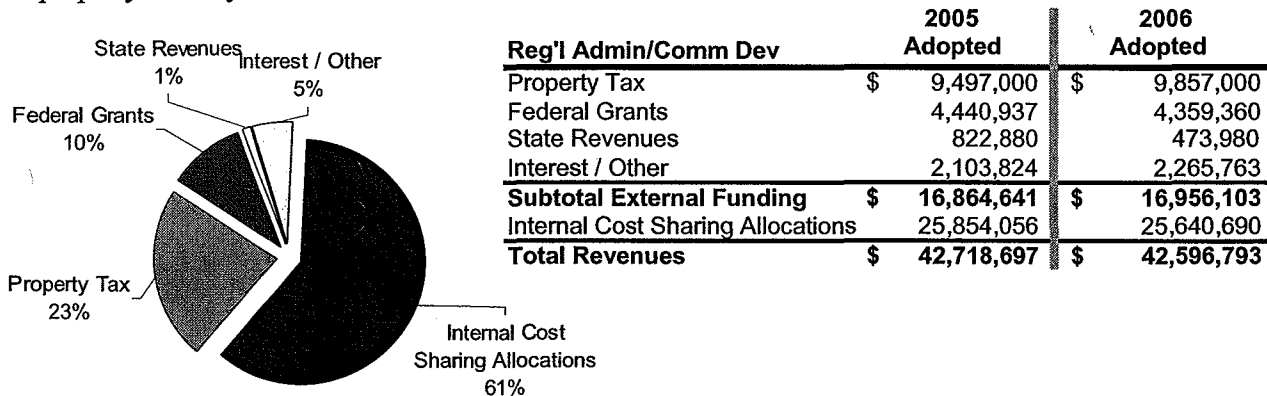
REGIONAL ADMINISTRATION AND COMMUNITY DEVELOPMENT

Regional Administration provides core service functions such as Human Resources, Risk Management, Finance & Budgeting, Office of Diversity, General Counsel, and Information Services to the operating divisions. The majority of the Regional Administration budget is allocated to the operating and line divisions of the Council.

Community Development, as a planning organization, has responsibility for managing \$79.1 million in pass-through grants and loans for Section 8 Housing Assistance, Livable Communities, regional parks operations and maintenance, and local planning assistance.

Revenue Summary

Regional Administration and Community Development (including HRA) are primarily funded through cost sharing allocations to the operating divisions, federal funds, and the Council's general purposes property tax levy.



Reg'l Admin/Comm Dev	2005 Adopted	2006 Adopted
Property Tax	\$ 9,497,000	\$ 9,857,000
Federal Grants	4,440,937	4,359,360
State Revenues	822,880	473,980
Interest / Other	2,103,824	2,265,763
Subtotal External Funding	\$ 16,864,641	\$ 16,956,103
Internal Cost Sharing Allocations	25,854,056	25,640,690
Total Revenues	\$ 42,718,697	\$ 42,596,793

Property Tax Revenues

The 2006 general purposes property tax levy of \$10,300,000, unchanged from 2005, reflects a levy amount \$756,611 below the levy limit. For Council revenue purposes, the gross levy is adjusted downward for estimated uncollectable taxes and the market value credit paid by the State as property tax revenue, resulting in budgeted property tax revenue of \$9,857,000.

Federal Revenues

The 2006 budget anticipates \$4.3 million in Housing and Urban Development (HUD) and federal grant funding for HRA housing assistance and administrative fees.

State Revenues

The 2006 budget anticipates \$340 thousand of market value credit aid paid by the State in lieu of property taxes, and \$134 thousand of Minnesota Housing Finance Agency (MHFA) administrative fees to support various HRA programs.

Cost Sharing Revenues

Regional Administration provides Council-wide shared services such as Human Resources, Risk Management, Finance & Budgeting, Office of Diversity, General Counsel, and Information Services; and, Community Development provides regional planning support for the operating divisions. A portion of the cost for these services is allocated to the operating divisions.

Metropolitan Council 2006 Adopted Unified Budget

Budget Summary and Financial Resources

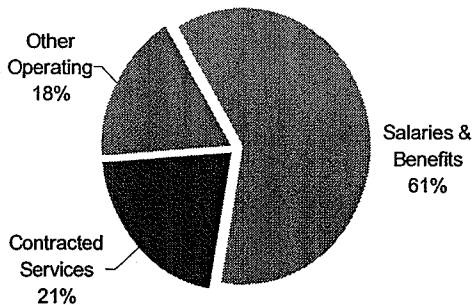
Allocations and their methodologies are reviewed with the operating divisions and are based on Council and federal Office of Management and Budget (OMB) A-87 cost allocation guidelines. The table below summarizes allocations to each of the operating divisions.

Council Allocated	2005 Adopted	2006 Adopted	% Chg.
Metro Transit - Bus	\$ 12,878,170	\$ 12,473,731	-3.1%
Metro Transit - Rail	930,302	923,325	-0.7%
Total Metro Transit	\$ 13,808,472	\$ 13,397,056	-3.0%
Environmental Services	10,097,430	10,349,601	2.5%
Metropolitan Transp Services	1,198,154	1,144,033	-4.5%
HRA	750,000	750,000	0.0%
Total Allocations	\$ 25,854,056	\$ 25,640,690	-0.8%

Expenditures Summary

Compared to 2005, Regional Administration / Community Development (including HRA) total expenses are down slightly, reductions in operating capital expenditures. Staff compensation, which is approximately 61 percent of operating expenses, is projected to increase less than 2 percent in 2006 to \$24.7 million, largely driven by changes in employee benefit costs. Contracted services expenses are increasing slightly due to anticipated work on technology projects during 2006 and a major fixed asset inventory in Environmental Services.

Reg'l Admin/Comm Dev	2005 Adopted	2006 Adopted	% Chg.
Total Revenues	\$ 41,968,697	\$ 41,846,793	-0.3%
Salaries & Benefits	24,263,885	24,662,894	1.6%
Contracted Services	8,414,790	8,489,087	0.9%
Other Operating	9,015,402	7,208,085	-20.0%
Total Expenses	\$ 41,694,077	\$ 40,360,066	-3.2%
Transfers & Other Uses	250,000	2,381,807	
Total Operating	\$ 41,944,077	\$ 42,741,873	1.9%
Balance / (Deficit)	\$ 24,620	\$ (895,080)	



Transfers and Other Uses of funds include a \$1.1 million use of dedicated reserves projected to be transferred to ES for reimbursement of 2006 Water Supply study expenses, a \$1 million transfer to the Livable Communities fund, and pending sufficient building capital fund balance, an estimated \$250 thousand transfer to MCES and MTS related to investment in the new building project.

Metropolitan Council 2006 Adopted Unified Budget Budget Summary and Financial Resources

ORGANIZATIONAL UNITS WITHIN THE BUDGET

The major units of the Council, which are detailed in the following budget tables, are as follows:

- **Metropolitan Council (Tables 1-3)**
 - All divisions and units

- **Environmental Services Division (Table 4)**
 - Environmental Services Operations
 - Wastewater debt service

- **Transportation Division (Table 5)**
 - Transportation Planning and Travel Demand Management Activity
 - Metro Mobility
 - Opt-Out
 - Community Based Transit
 - Non-Metro Transit Regular Route
 - Metro Transit
 - Hiawatha Light Rail
 - Transit debt service
 - Transit Passthrough grants and loans

- **Community Development Division (Table 6)**
 - Division management
 - Planning and Growth Management (includes Planning and Technical Assistance, GIS, Research, and Parks)
 - Housing and Redevelopment (includes Metro HRA, Livable Communities, Family Affordable Housing)
 - Passthrough grants for Livable Communities accounts, housing assistance payments, and Parks and Open Space operations and maintenance grants.
 - Debt Service for Parks and Radio Communications.

- **Regional Administration Division (Table 7)**
 - Legal - General Counsel
 - Program Evaluation & Audit
 - Government Affairs
 - Public Affairs
 - Office of Diversity
 - Human Resources
 - Fiscal Services/Central Services
 - Information Services
 - Risk Management
 - Contracts and Procurement
 - Budget and Evaluation
 - Office of the Regional Administrator
 - Council & Office of the Chair

**METROPOLITAN COUNCIL
UNIFIED BUDGET
OPERATING, PASSTHROUGH AND DEBT SERVICE
2004, 2005 and 2006**

TABLE 1

<u>DESCRIPTION</u>	<u>2004 ACTUAL</u>	<u>2005 BUDGET</u>	<u>2006 BUDGET</u>	<u>CHANGE</u>
<u>OPERATING REVENUE</u>				
Property Taxes	\$ 9,041,969	\$ 9,497,000	\$ 9,857,000	3.8%
Federal Revenue	28,011,561	34,959,041	35,323,072	1.0%
State Revenue	184,447,330	191,803,064	196,707,131	2.6%
Local	3,727,461	4,831,081	4,950,736	2.5%
Wastewater Service Charges	85,013,150	96,998,000	100,402,000	3.5%
Industrial Strength Charges	9,477,764	9,519,500	10,214,600	7.3%
Passenger Fares & Special Event Revenue	61,536,891	75,402,902	81,359,073	7.9%
Interest	3,002,667	2,172,500	2,828,510	30.2%
Other Revenues	3,001,131	2,776,798	1,990,371	-28.3%
TOTAL OPERATING REVENUES	\$ 387,259,924	\$ 427,959,886	\$ 443,632,493	3.7%
<u>DEBT SERVICE REVENUE</u>				
Property Taxes	\$ 40,464,570	\$ 41,581,800	\$ 44,855,000	7.9%
State	1,584,104	2,335,000	2,535,000	8.6%
Wastewater Service Charges	39,910,338	41,502,000	41,368,000	-0.3%
Interest & Other	27,218,890	32,171,000	36,902,000	14.7%
TOTAL DEBT SERVICE REVENUES	\$ 109,177,902	\$ 117,589,800	\$ 125,660,000	6.9%
PASSTHROUGH REVENUES	81,685,973	77,634,819	77,390,949	-0.3%
OTHER SOURCES of FUNDS	-	280,000	-	-100.0%
TOTAL REVENUES AND OTHER SOURCES	\$ 578,123,799	\$ 623,464,505	\$ 646,683,442	3.7%
<u>OPERATING EXPENSES</u>				
Salary & Benefits	\$ 236,068,250	\$ 264,617,848	\$ 265,175,598	0.2%
Contracted Services	27,905,124	26,120,505	30,096,155	15.2%
Materials & Supplies	23,393,466	14,992,835	15,394,633	2.7%
Chemicals	3,419,055	5,347,315	6,011,253	12.4%
Building Costs/Rent & Utilities	23,894,814	20,373,013	20,676,734	1.5%
Transit Assistance	61,606,195	66,644,725	65,761,708	-1.3%
Capital Outlay	1,616,467	3,035,893	4,086,285	34.6%
Other Operating Expenses	2,116,918	28,749,869	34,325,207	19.4%
TOTAL OPERATING EXPENSES	\$ 380,020,289	\$ 429,882,003	\$ 441,527,573	2.7%
DEBT SERVICE OBLIGATIONS	118,470,543	122,163,712	126,500,844	3.6%
PASSTHROUGH EXPENSES	69,930,130	76,610,519	79,084,749	3.2%
TOTAL EXPENSES	\$ 568,420,962	\$ 628,656,234	\$ 647,113,166	2.9%
SURPLUS/(DEFICIT)	\$ 9,702,837	\$ (5,191,729)	\$ (429,724)	

Note: the 2005 Adopted budget reflected a designated use of transit reserves as an Other Source of funds. This report has been restated to allow the use of reserves to flow through to the bottom line.

**METROPOLITAN COUNCIL
SUMMARY BUDGET
OPERATIONS, PASSTHROUGH AND DEBT SERVICE
2006**

TABLE 2

	<u>Council Operations</u>	<u>Passthrough Grants</u>	<u>Debt Service Funds</u>	<u>Total</u>
<u>REVENUES:</u>				
Certified Property Tax Levy	\$ 10,300,000	\$ 13,184,070	\$ 47,870,302	\$ 71,354,372
Less: Market Value Credit Paid by State	(340,000)	(500,000)	(2,535,000)	(3,375,000)
Less: Estimated Uncollectable	(103,000)	(81,870)	(480,302)	(665,172)
Net Property Tax Paid by Taxpayers	\$ 9,857,000	\$ 12,602,200	\$ 44,855,000	\$ 67,314,200
Federal	35,323,072	51,043,469		86,366,541
State Revenues (Incl. Market Value Credit)	196,707,131	10,533,280	2,535,000	209,775,411
Local/Other	4,950,736	-		4,950,736
Wastewater Service Charges	100,402,000		41,368,000	141,770,000
Industrial Strength Charges	10,214,600			10,214,600
Passenger Fares	71,891,995			71,891,995
Contract & Special Event Revenue	9,467,078			9,467,078
Interest	2,828,510	854,000	229,000	3,911,510
Other	1,990,371	2,358,000		4,348,371
TOTAL OPERATING REVENUES	\$ 443,632,493	\$ 77,390,949	\$ 88,987,000	\$ 610,010,442
<u>OTHER SOURCES:</u>				
SAC Transfers			\$ 36,673,000	\$ 36,673,000
TOTAL OTHER SOURCES	\$ -	\$ -	\$ 36,673,000	\$ 36,673,000
TOTAL SOURCES AND REVENUES	\$ 443,632,493	\$ 77,390,949	\$ 125,660,000	\$ 646,683,442
<u>EXPENSES:</u>				
Salaries & Benefits	\$ 265,175,598			\$ 265,175,598
Contracted Services	26,467,960			26,467,960
Materials & Supplies	15,394,633			15,394,633
Chemicals	6,011,253			6,011,253
Utilities	19,158,651			19,158,651
Building Costs/Rent	1,518,083			1,518,083
Insurance	3,628,195			3,628,195
Other Operating Expenses	29,792,923			29,792,923
Transit Assistance	65,761,708			65,761,708
Passthrough Grants & Loans		79,084,749		79,084,749
Debt Service			126,500,844	126,500,844
Capital Expenditures	4,086,285			4,086,285
St. Paul Repayment	1,250,000			1,250,000
Fares Affecting Expense	3,282,284			3,282,284
TOTAL OPERATING EXPENSES	\$ 441,527,573	\$ 79,084,749	\$ 126,500,844	\$ 647,113,166
<u>OTHER USES OF FUNDS</u>				
Property Tax Transfer from General Fund to Livable Communities Fund	1,000,000	(1,000,000)		-
TOTAL OTHER USES	\$ 1,000,000	\$ (1,000,000)	\$ -	\$ (0)
TOTAL EXPENSES AND USES	\$ 442,527,573	\$ 78,084,749	\$ 126,500,844	\$ 647,113,166
SURPLUS/(DEFICIT)	\$ 1,104,920	\$ (693,800)	\$ (840,844)	\$ (429,724)

**METROPOLITAN COUNCIL
SUMMARY BUDGET
OPERATIONS 2006**

TABLE 3

	General Fund Regional Administration	General Fund Community Development	General Fund Total	HRA & FAHP	Environmental Services Division	Transportation Division	Capital	Total Council Operations
REVENUES								
Property Tax	\$ 5,695,767	\$ 4,161,234	\$ 9,857,000	\$ -	\$ -	\$ -	\$ -	\$ 9,857,000
Federal Revenues	-	-	-	4,359,360	-	30,963,712	-	35,323,072
State Revenues (incl. Market Value Credit)	199,750	140,250	340,000	133,980	-	196,233,151	-	196,707,131
Local	42,650	80,125	122,775	660,800	-	4,167,161	-	4,950,736
Municipal Wastewater Charges	-	-	-	-	100,402,000	-	-	100,402,000
Industrial Strength Charges	-	-	-	-	10,214,600	-	-	10,214,600
Passenger Fares	-	-	-	-	-	71,891,995	-	71,891,995
Contract & Special Event Revenue	-	-	-	-	-	9,467,078	-	9,467,078
Interest	574,510	100,000	674,510	150,000	1,500,000	504,000	-	2,828,510
Other	-	-	-	155,178	467,500	865,193	502,500	1,990,371
TOTAL SOURCES AND REVENUES	\$ 6,512,677	\$ 4,481,609	\$ 10,994,285	\$ 5,459,318	\$ 112,584,100	\$ 314,092,290	\$ 502,500	\$ 443,632,493
EXPENDITURES								
Salaries & Benefits	\$ 18,005,444	\$ 4,315,962	\$ 22,321,406	\$ 2,341,488	\$ 57,584,983	\$ 182,927,721	-	\$ 265,175,598
Contracted Services	7,522,567	219,800	7,742,367	746,720	12,593,132	5,385,741	-	26,467,960
Materials & Supplies	-	-	-	-	5,187,577	10,207,056	-	15,394,633
Chemicals	-	-	-	-	6,011,253	-	-	6,011,253
Utilities	-	-	-	-	14,400,486	4,758,165	-	19,158,651
Rent	1,415,101	199,321	1,614,422	181,079	-	208,141	(2,034,745)	(31,103)
Insurance	66,500	-	66,500	85,000	-	3,476,695	-	3,628,195
Other Operating Expenses	3,036,637	316,644	3,353,281	1,453,862	1,371,590	23,614,190	-	29,792,923
Transit Assistance	-	-	-	-	-	65,761,708	-	65,761,708
Fares Affecting Expense	-	-	-	-	-	3,282,284	-	3,282,284
St. Paul Repayment	-	-	-	-	\$1,250,000	-	-	1,250,000
Building Costs	-	-	-	-	-	-	1,549,186	1,549,186
Operating Capital	-	-	-	-	3,146,785	-	939,500	4,086,285
TOTAL EXPENSES	\$ 30,046,249	\$ 5,051,727	\$ 35,097,976	\$ 4,808,149	\$ 101,545,806	\$ 299,621,701	\$ 453,941	\$ 441,527,573
	(23,533,573)							
OTHER USES:								
Interdivisional Expense Allocation-MCES	\$ (9,800,491)	-	\$ (9,800,491)	-	\$ 9,800,491	-	-	\$ -
Interdivisional Expense Allocation-MT & LRT	(13,293,081)	-	(13,293,081)	-	-	13,293,081	-	(0)
A-87 -HRA	(750,000)	-	(750,000)	750,000	-	-	-	-
A-87- Metropolitan Transportation Services	(790,000)	-	(790,000)	-	-	790,000	-	-
Property Tax Transfer to Livable Communities Program	1,000,000	-	1,000,000	-	-	-	-	1,000,000
Planning Expense Chargeback	-	(570,118)	(570,118)	-	\$549,110	458,008	(437,000)	-
Transfers From (To) Other Funds	100,000	-	100,000	-	(\$279,500)	(70,500)	250,000	-
Water Supply Transfer to MCES ¹	1,031,807	-	1,031,807	-	(1,031,807)	-	-	-
TOTAL OTHER USES	\$ (22,501,766)	\$ (570,118)	\$ (23,071,884)	\$ 750,000	\$ 9,038,294	\$ 14,470,589	\$ (187,000)	\$ 1,000,000
TOTAL EXPENSES AND USES	\$ 7,544,483	\$ 4,481,609	\$ 12,026,092	\$ 5,558,149	\$ 110,584,100	\$ 314,092,290	\$ 266,941	\$ 442,527,573
SURPLUS/(DEFICIT)	\$ (1,031,807)	\$ (1)	\$ (1,031,807)	\$ (98,831)	\$ 2,000,000	\$ 0	\$ 235,559	\$ 1,104,920
Fund Balance Dec 31, 2006 (\$ Thousands) ²			\$ 4,047.0	\$ 3,877.2	\$ 12,547.0	\$ 21,842.3	\$ 992.6	

Note: (1) \$1.0 million use of General Fund designated reserves for Water Supply study; no impact on General Fund undesignated operating reserves.

(2) Projected fund balances are based on preliminary Sept 2005 year-end forecasts.

**METROPOLITAN COUNCIL
SUMMARY BUDGET
ENVIRONMENTAL SERVICES DIVISION
2006**

TABLE 4

	Operations	Debt Service	Division Total
<u>REVENUES:</u>			
Municipal Wastewater Charges	\$ 100,402,000	\$ 41,368,000	\$ 141,770,000
Industrial Waste Charges	10,214,600		10,214,600
Interest Revenue	1,500,000		1,500,000
Other Revenue	467,500		467,500
Operating Revenues	\$ 112,584,100	\$ 41,368,000	\$ 153,952,100
<u>OTHER SOURCES:</u>			
SAC Transfers		\$ 36,673,000	\$ 36,673,000
Total Other Sources	\$ -	\$ 36,673,000	\$ 36,673,000
TOTAL SOURCES AND REVENUES	\$ 112,584,100	\$ 78,041,000	\$ 190,625,100
<u>EXPENSE:</u>			
Salaries & Benefits	\$ 57,584,983		\$ 57,584,983
Contract Services	12,593,132		12,593,132
Materials & Supplies	5,187,577		5,187,577
Chemicals	6,011,253		6,011,253
Utilities	14,400,486		14,400,486
Other Operating Expenses	1,371,590		1,371,590
Capital Outlay	3,146,785		3,146,785
St. Paul Repayment / Reserve Replacement	1,250,000		1,250,000
Debt Service	-	78,041,000	78,041,000
Total Expenses	\$ 101,545,806	\$ 78,041,000	\$ 179,586,806
<u>OTHER USES:</u>			
Interdivisional Expense Allocation-MCES	\$ 9,800,491		\$ 9,800,491
Planning Chargeback Expense	112,110		112,110
Operating Capital Chargeback	437,000		437,000
Total Council Allocated	\$ 10,349,601	\$ -	\$ 10,349,601
Transfer from General Fund	(1,311,307)		(1,311,307)
Total Other Uses	\$ 9,038,294	\$ -	\$ 9,038,294
TOTAL EXPENSES AND USES	\$ 110,584,100	\$ 78,041,000	\$ 188,625,100
SURPLUS/(DEFICIT)	\$ 2,000,000	\$ -	\$ 2,000,000

**METROPOLITAN COUNCIL
SUMMARY BUDGET-BY FUND TYPE
TRANSPORTATION DIVISION**

TABLE 5

2006

	Governmental Fund Types						Proprietary Fund Types							Memo Total
	Special Revenue Funds						Enterprise Fund							
	Transportation Planning & TDM Activity	Metro Mobility Operations	Opt-Out	Community Based Transit	Regular Route	Subtotal Special Rev	Metro Transit Bus	Metro Commuter Service/TMO	Metro Transit LRT	Metro Transit Total	Division Operating Total	Transit Debt Service Funds	Passthrough (Hwy Right-of- way Program)	
REVENUES:														
Net Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Federal Revenues	3,101,162	4,250,000		60,947	2,812,232	10,224,341	14,917,562	1,913,400	3,908,409	20,739,371	30,963,712	\$ 37,280,700	\$ -	
MVST Budgeted	\$ -	\$ -	\$ 21,499,837	\$ 2,594,717	\$ 5,473,877	\$ 29,568,431	\$ 88,746,568	\$ -	\$ -	\$ 88,746,568	\$ 118,314,999		\$ -	
State Market Value Credit Aid											2,000,000			
State General Fund Appropriation - Base	613,999	22,020,499		150,000	600,000	23,384,498	30,068,500		4,062,161	34,130,661	57,515,159			
State General Fund Appropriation-Supplemental	123,098	1,218,652	1,850,000	544,445	2,129,121	5,865,316	14,537,677			14,537,677	20,402,993			
Total State Revenues	\$ 737,097	\$ 23,239,151	\$ 23,349,837	\$ 3,289,162	\$ 8,202,998	\$ 58,818,245	\$ 133,352,745	\$ -	\$ 4,062,161	\$ 137,414,906	\$ 196,233,151	\$ 2,000,000	\$ -	
Local	105,000				105,000				4,062,161	4,062,161	4,167,161			
Investment Earnings	5,000	90,000		16,000	90,000	201,000	303,000			303,000	504,000	180,000	200,000	
Other							765,500	99,693		865,193	865,193			
Fares - Base		1,347,600		850,000	480,840	2,678,440	62,016,800		7,196,755	69,213,555	71,891,995			
Fares - Expansion														
Contract & Special Event Revenue		2,469,450			2,469,450		6,372,628		625,000	6,997,628	9,467,078			
Total Revenue	\$ 3,948,259	\$ 31,396,201	\$ 23,349,837	\$ 4,216,109	\$ 11,586,070	\$ 74,496,476	\$ 217,728,235	\$ 2,013,093	\$ 19,854,486	\$ 239,595,814	\$ 314,092,290	\$ 39,460,700	\$ 200,000	
EXPENSES:														
Salaries & Benefits	1,641,623	1,142,188		76,184	390,290	3,250,285	167,253,155	442,381	11,981,900	179,677,436	182,927,721			
Contracted Services	600,000	300,000				900,000	2,632,757	924,400	928,584	4,485,741	5,385,741			
Materials & Supplies							8,798,701		1,408,355	10,207,056	10,207,056			
Utilities							3,770,506		987,659	4,758,165	4,758,165			
Rent	124,160	83,981				208,141				208,141	208,141			
Insurance							2,937,333		539,362	3,476,695	3,476,695			
Transit Programs	405,000	28,235,083	23,349,837	3,258,579	10,340,209	65,588,708		173,000		173,000	65,761,708			
Fares Affecting Expense		1,347,666		850,000	480,840	2,678,506	603,778			603,778	3,282,284			
Expansion Level 2												39,436,320		
Debt Service														
Passthrough Grants & Loans														
Other Operating Expenses	292,020	287,283			218,000	797,303	19,258,274	473,312	3,085,301	22,816,887	23,614,190			
Total Expenditures	\$ 3,062,803	\$ 31,396,201	\$ 23,349,837	\$ 4,184,763	\$ 11,429,339	\$ 73,422,943	\$ 205,254,504	\$ 2,013,093	\$ 18,931,161	\$ 226,198,758	\$ 299,621,701	\$ 39,436,320	\$ -	
OTHER USES:														
Interdivisional Expense Allocation-MT & LRT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,369,756	\$ -	\$ 923,325	\$ 13,293,081	\$ 13,293,081	\$ -	\$ -	
A-87- Metropolitan Transportation Services	601,923			31,346	156,731	790,000				790,000	790,000			
Planning Chargeback Expense	354,033					354,033	103,975			103,975	458,008			
TOTAL OTHER USES	\$ 955,956	\$ -	\$ -	\$ 31,346	\$ 156,731	\$ 1,144,033	\$ 12,473,731	\$ -	\$ 923,325	\$ 13,397,056	\$ 14,541,089	\$ -	\$ -	
Transfers in	70,500					70,500					70,500			
TOTAL NET EXPENSES AND USES	\$ 3,948,259	\$ 31,396,201	\$ 23,349,837	\$ 4,216,109	\$ 11,586,070	\$ 74,496,476	\$ 217,728,235	\$ 2,013,093	\$ 19,854,486	\$ 239,595,814	\$ 314,092,290	\$ 39,436,320	\$ -	
SURPLUS/(DEFICIT)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ 0	\$ 0	\$ 24,380	\$ 200,000	
ANALYSIS OF CHANGES IN FUND BALANCE (\$ THOUSANDS)														
Fund Balance January 1, 2006	\$ 1,524.0	\$ 3,168.3	\$ -	\$ 346.5	\$ 1,740.5	\$ 6,779.3	\$ 14,059.4	\$ -	\$ 1,003.7	\$ 15,063.1	\$ 21,842.3			
Transfers From (To) Other Funds									0	0	0			
Excess(Deficit) of Revenues over Expenditures														
Projected Fund Balance Dec 31, 2006	\$ 1,524.0	\$ 3,168.3	\$ -	\$ 346.5	\$ 1,740.5	\$ 6,779.3	\$ 14,059.4	\$ -	\$ 1,003.7	\$ 15,063.1	\$ 21,842.3			

**METROPOLITAN COUNCIL
SUMMARY BUDGET
COMMUNITY DEVELOPMENT DIVISION - 2006**

TABLE 6

	OPERATING FUNDS									DEBT SERVICE	PASSTHROUGH			Memo Total		
	GENERAL FUND										Special Revenue Funds					
	Local Planning Assistance	GIS	Research	Parks	Regional Systems Planning & Growth Strategy	Livable Communities	Division Management	Subtotal Comm Dev (General Fund)	FAHP Operations		Special Revenue Fund HRA *	Total Operating	Parks, Solid Waste, Radio		General Fund	HRA
REVENUES:																
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,161,234	\$ 4,161,234	\$ -	\$ -	\$ 4,161,234	\$ 7,574,300			\$ 12,602,200	\$ 24,337,734
Federal Revenues									431,255	3,928,105	4,359,360		51,043,469		\$ 55,402,829	
State Revenues						140,250	140,250	140,250		133,980	274,230	535,000	8,630,000	1,403,280	500,000	\$ 11,342,510
Local Revenues						80,125	80,125	80,125	425,000	235,800	740,925				\$ 740,925	
Investment Earnings						100,000	100,000	100,000		150,000	250,000	49,000		654,000	\$ 953,000	
Other Revenue										155,178	155,178		2,358,000		\$ 2,513,178	
Total Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,481,609	\$ 4,481,609	\$ 856,255	\$ 4,603,063	\$ 9,940,927	\$ 8,158,300	\$ 8,630,000	\$ 54,804,749	\$ 13,756,200	\$ 95,290,176
EXPENDITURES:																
Salaries & Benefits	\$ 940,377	\$ 980,462	\$ 875,418	\$ 94,558	\$ 365,737	\$ 502,312	\$ 557,098	\$ 4,315,962	\$ 121,625	\$ 2,219,863	\$ 6,657,450				\$ 6,657,450	
Consulting & Contractual Services		133,800	31,000				55,000	219,800	582,720	164,000	966,520				966,520	
Rent	51,428	49,012	22,530	10,346	7,376	28,018	30,611	199,321	6,450	174,629	380,400				380,400	
Other Operating Expenses	75,092	77,092	30,299	14,094	27,794	52,329	39,944	316,644	116,500	1,337,362	1,770,506				1,770,506	
Insurance									85,000		85,000				85,000	
Pass-Through Grants & Loans												8,630,000	54,804,749	15,650,000	79,084,749	
Debt Service											9,023,524				9,023,524	
Total Expenditures	\$ 1,066,897	\$ 1,240,366	\$ 959,247	\$ 118,998	\$ 400,907	\$ 582,659	\$ 682,653	\$ 5,051,727	\$ 912,295	\$ 3,895,854	\$ 9,859,876	\$ 9,023,524	\$ 8,630,000	\$ 54,804,749	\$ 15,650,000	\$ 97,968,149
OTHER USES:																
A-87 -HRA	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,500	\$ 680,500	\$ 750,000				\$ 750,000	
Planning Chargeback Revenue	(169,708)	(180,440)	(185,125)			(34,845)		(570,118)			(570,118)				(570,118)	
Transfers from Other Funds														(1,500,000)	(1,500,000)	
Transfers to Other Funds														500,000	500,000	
TOTAL OTHER USES	\$ (169,708)	\$ (180,440)	\$ (185,125)	\$ -	\$ -	\$ (34,845)	\$ -	\$ (570,118)	\$ 69,500	\$ 680,500	\$ 179,882	\$ -	\$ -	\$ (1,000,000)	\$ (820,118)	
TOTAL NET EXPENSES AND USES	\$ 897,189	\$ 1,059,926	\$ 774,122	\$ 118,998	\$ 400,907	\$ 547,814	\$ 682,653	\$ 4,481,609	\$ 981,795	\$ 4,576,354	\$ 10,039,758	\$ 9,023,524	\$ 8,630,000	\$ 54,804,749	\$ 14,650,000	\$ 97,148,031
SURPLUS/(DEFICIT)	\$ (897,189)	\$ (1,059,926)	\$ (774,122)	\$ (118,998)	\$ (400,907)	\$ (547,814)	\$ 3,798,956	\$ (1)	\$ (125,540)	\$ 26,709	\$ (98,832)	\$ (865,224)	\$ -	\$ -	\$ (893,800)	\$ (1,857,856)

**METROPOLITAN COUNCIL
SUMMARY BUDGET
REGIONAL ADMINISTRATION - 2006**

TABLE 7

GENERAL FUND																
	Government Affairs	Public Affairs	Human Resources	Information Services	Purchasing/ Contracting	Legal	Internal Audit	Office of the Regional Administrator	Diversity	Council & Office of the Chair	Central Services	Budget & Evaluation	Fiscal Services	Risk Management	Regional Administration Total	
REVENUES:																
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,695,767
State Revenue																199,750
Investment Earnings																574,510
Other Revenues																42,650
TOTAL OPERATING REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,512,677
EXPENSES:																
Salaries & Benefits	\$ 356,539	\$ 1,288,132	\$ 2,939,305	\$ 6,203,326	\$ 1,037,459	\$ 930,982	\$ 476,363	\$ 343,971	\$ 556,135	\$ 486,076	\$ 160,349	\$ 310,189	\$ 1,961,911	\$ 954,707	\$ 18,005,444	
Consulting & Contractual Services	55,000	351,000	1,022,027	3,612,040		1,617,500			42,000		183,500	22,000	607,500	10,000	7,522,567	
Rent	23,788	146,761	150,595	291,176	42,908	106,905	17,406	37,031	19,676	29,690	368,198	7,896	122,242	50,829	1,415,101	
Other Operating Expenses	13,922	242,074	595,850	1,429,267	43,675	86,434	18,612	42,950	24,566	80,423	293,300	9,241	110,936	45,387	3,036,637	
Insurance														66,500	66,500	
TOTAL OPERATING EXPENSES	\$ 449,249	\$ 2,027,967	\$ 4,707,777	\$ 11,535,809	\$ 1,124,042	\$ 2,741,821	\$ 512,381	\$ 423,952	\$ 642,377	\$ 596,189	\$ 1,005,347	\$ 349,326	\$ 2,802,589	\$ 1,127,423	\$ 30,046,249	
OTHER USES:																
Interdivisional Expense Allocation-MCES	\$ (166,222)	\$ (275,522)	\$ (1,041,832)	\$ (3,999,174)	\$ (935,937)	\$ (545,229)	\$ (92,320)	\$ (156,862)	\$ (127,198)	\$ (220,590)	\$ (731,876)	\$ (51,483)	\$ (1,321,335)	\$ (134,912)	\$ (9,800,491)	
Interdivisional Expense Allocation-MT	(188,685)	(228,825)	(2,821,077)	(5,445,798)		(1,494,145)	(205,945)	(178,060)	(346,200)	(250,399)		(55,886)	(211,559)	(943,178)	(12,369,756)	
Interdivisional Expense Allocation-LRT	(8,985)	(11,669)	(203,683)	(363,379)		(89,308)	(124,179)	(8,479)	(48,746)	(11,924)		(2,912)	(33,141)	(16,920)	(923,325)	
A-87 -HRA															(750,000)	
A-87- Metropolitan Transportation Services															(790,000)	
Subtotal Allocations	\$ (363,892)	\$ (516,015)	\$ (4,066,592)	\$ (9,808,351)	\$ (935,937)	\$ (2,128,683)	\$ (422,444)	\$ (343,401)	\$ (522,143)	\$ (482,913)	\$ (731,876)	\$ (110,280)	\$ (1,566,036)	\$ (1,095,009)	\$ (24,633,573)	
Property Tax Transfer to MCES															100,000	
Water Supply Transfer to MCES															1,031,807	
Prop Tax Transfer to Livable Communities Pgm															1,000,000	
TOTAL OTHER USES	\$ (363,892)	\$ (516,015)	\$ (4,066,592)	\$ (9,808,351)	\$ (935,937)	\$ (2,128,683)	\$ (422,444)	\$ (343,401)	\$ (522,143)	\$ (482,913)	\$ (731,876)	\$ (110,280)	\$ (1,566,036)	\$ (1,095,009)	\$ (22,501,766)	
TOTAL NET EXPENSES AND USES	\$ 85,357	\$ 1,511,952	\$ 641,185	\$ 1,727,458	\$ 188,105	\$ 613,138	\$ 89,937	\$ 80,551	\$ 120,234	\$ 113,276	\$ 273,471	\$ 239,046	\$ 1,236,553	\$ 32,414	\$ 7,544,483	
SURPLUS/(DEFICIT)															\$ (1,031,807)	

**CURRENT REVENUES
AND OTHER SOURCES OF FUNDS FOR OPERATIONS** **TABLE 8**

	2002 Actual	2003 Actual	2004 Budget	2005 Budget	2006 Budget
REGIONAL ADMINISTRATION AND COMMUNITY DEVELOPMENT					
General Operations Property Tax Levy:					
Gross Levy	\$ 10,674,600	\$ 11,130,137	\$ 10,300,000	\$ 10,300,000	\$ 10,300,000
Less: Market Value Credit Aid Reduction	-	(179,920)	(239,893)	-	-
Less: Estimated Uncollectible	(77,266)	(68,400)	(103,007)	(103,000)	(103,000)
Net Levy Available for Operations	\$ 10,597,334	\$ 10,881,817	\$ 9,957,100	\$ 10,197,000	\$ 10,197,000
Less: State Market Value Credits	(776,005)	(518,997)	(460,107)	(700,000)	(340,000)
Net Levy from Property Taxpayers	\$ 9,821,329	\$ 10,362,820	\$ 9,496,993	\$ 9,497,000	\$ 9,857,000
Federal Revenues:					
Department of Housing and Urban Development:					
Housing Assistance Administrative Fees	4,678,681	4,208,534	4,326,044	4,440,937	4,359,360
Portability Program Administrative Fees	97,994	214,430	-	-	-
Department of the Interior-National Park Service	-	2,897	-	-	-
Federal Subtotal	\$ 4,893,192	\$ 4,470,574	\$ 4,326,044	\$ 4,440,937	\$ 4,359,360
State Revenues:					
State Market Value Credits	776,005	518,997	460,107	700,000	340,000
MHFA Administrative Fees	427,418	267,211	117,224	122,880	133,980
State Subtotal	\$ 1,203,595	\$ 786,207	\$ 577,331	\$ 822,880	\$ 473,980
Regional Agencies:					
Metropolitan Airports Commission	118,603	25,563	27,572	27,572	78,025
Metropolitan Sports Facilities Commission	-	-	2,100	2,100	2,100
Regional Agency Subtotal	\$ 118,603	\$ 25,563	\$ 29,672	\$ 29,672	\$ 80,125
Interest Income:					
General Fund Interest	576,721	66,112	200,000	200,000	245,000
Livable Communities	200,000	200,000	200,000	200,000	200,000
Investment Service Fee	158,239	198,938	100,000	132,500	229,510
Total General Fund	934,960	465,050	500,000	532,500	674,510
HRA Operating Reserve	(117,592)	170,814	150,000	150,000	150,000
Interest Income Subtotal	\$ 817,368	\$ 635,864	\$ 650,000	\$ 682,500	\$ 824,510
Other Revenue:					
McKnight Foundation	150,000	-	-	-	-
Data Center Sales	8,951	7,402	10,000	10,000	3,000
Diversity Reimbursements	-	-	-	39,650	39,650
HRA Local Revenue	110,150	99,312	100,000	100,000	245,800
FAHP Rental Income	154,681	353,601	541,666	600,884	415,000
HRA Other Revenue	25,416	43,006	235,338	205,290	155,178
Other Revenue Subtotal	\$ 590,810	\$ 538,950	\$ 887,004	\$ 955,824	\$ 858,628
Total Current Revenues	\$ 17,444,896	\$ 16,819,979	\$ 15,967,044	\$ 16,428,813	\$ 16,453,603
Other Sources:					
Metro HRA Fund Bal. for Family Housing Prog.	131,063	-	-	-	-
Other Sources Subtotal	131,063	-	-	-	-
Total Current Revenues and Other Sources	\$ 17,575,959	\$ 16,819,979	\$ 15,967,044	\$ 16,428,813	\$ 16,453,603
Less: Transfer to Environmental Services	(299,000)	-	-	(100,000)	(100,000)
Less: Transfer for Livable Communities	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
Net Revenues and Other Sources	\$ 16,276,959	\$ 15,819,979	\$ 14,967,044	\$ 15,328,813	\$ 15,353,603
Community Development/Regional Admin.					

**CURRENT REVENUES
AND OTHER SOURCES OF FUNDS FOR OPERATIONS** **TABLE 8**

	2002 Actual	2003 Actual	2004 Budget	2005 Budget	2006 Budget
ENVIRONMENTAL SERVICES					
User Fees:					
Municipal Wastewater Charges*	82,883,000	90,781,661	93,617,000	96,998,000	100,402,000
Industrial Strength Charges	7,909,457	8,107,500	8,782,800	9,519,500	10,214,600
User Fee Subtotal	\$ 90,792,457	\$ 98,889,161	\$ 102,399,800	\$ 106,517,500	\$ 110,616,600
State Revenues:					
State Contract	404,050	300,000	250,000	250,000	250,000
State Subtotal	\$ 404,050	\$ 300,000	\$ 250,000	\$ 250,000	\$ 250,000
Interest Income/Other Revenue:					
Interest Income	1,800,000	1,600,000	600,000	900,000	1,500,000
Other Miscellaneous Revenue	175,000	360,534	175,000	182,487	117,500
Other Revenue Subtotal	\$ 1,975,000	\$ 1,960,534	\$ 775,000	\$ 1,082,487	\$ 1,617,500
Total Current Revenues-Environmental Services	\$ 93,171,507	\$ 101,149,695	\$ 103,424,800	\$ 107,849,987	\$ 112,484,100
Other Sources:					
Transfer of General Fund Property Tax Receipts	299,000	-	-	100,000	100,000
Transfer from Other MCES Funds	1,193,334	1,027,099	322,921	-	-
Metro Environmental Partnership	2,000,000	-	-	-	-
Other Sources Subtotal	\$ 3,492,334	\$ 1,027,099	\$ 322,921	\$ 100,000	\$ 100,000
Total Current Revenues and Other Sources Environmental Services	\$ 96,663,841	\$ 102,176,794	\$ 103,747,721	\$ 107,949,987	\$ 112,584,100

* Note: Operations only. Municipal Wastewater Charges also support debt service.

**CURRENT REVENUES
AND OTHER SOURCES OF FUNDS FOR OPERATIONS**

TABLE 8

	2002 Actual	2003 Actual	2004 Budget	2005 Budget	2006 Budget
TRANSPORTATION					
Federal Revenues:					
ISTEA	\$ 1,801,065	\$ 1,732,120	\$ 2,994,591	\$ 3,906,400	\$ 3,908,409
Federal Highway Administration	1,600,000	2,059,903	2,254,779	2,534,400	2,720,000
Federal Transit Administration:					
Section 8 Planning	620,000	606,800	610,000	600,000	600,000
Section 9 Operating	17,825,222	20,908,596	26,123,037	23,477,304	23,735,303
Federal Subtotal	\$ 21,846,287	\$ 25,307,419	\$ 31,982,407	\$ 30,518,104	\$ 30,963,712
State Revenues:					
Motor Vehicle Sales Tax (MVST) Revenues					
Council Programs	\$ 43,857,382	\$ 104,092,001	\$ 104,489,700	\$ 109,975,500	\$ 96,815,162
Opt Out Providers	10,161,048	23,183,268	23,215,000	23,642,500	21,499,837
Subtotal MVST Revenues	\$ 54,018,430	\$ 127,275,269	\$ 127,704,700	\$ 133,618,000	\$ 118,314,999
State General Fund Transit Assistance					
Council Programs	\$ 112,803,184	\$ 61,712,566	\$ 59,934,954	\$ 57,362,184	\$ 76,068,152
Opt Out Providers	-	-	-	-	1,850,000
Subtotal General Fund	\$ 112,803,184	\$ 61,712,566	\$ 59,934,954	\$ 57,362,184	\$ 77,918,152
State Subtotal	\$ 166,821,614	\$ 188,987,835	\$ 187,639,654	\$ 190,980,184	\$ 196,233,151
Local Revenues:					
Hennepin County Rail Operations	\$ -	\$ -	\$ 3,386,930	\$ 3,909,184	\$ 4,062,161
Metropolitan Airports Commission Airport Png	-	-	190,000	141,691	105,000
City of Minneapolis Carpool Registration	-	-	160,000	-	-
Local Subtotal	\$ -	\$ -	\$ 3,736,930	\$ 4,050,875	\$ 4,167,161
Passenger Fares:					
Transit Operations - Base	\$ 64,095,486	\$ 62,316,749	\$ 61,009,242	\$ 64,429,214	\$ 69,213,555
Metro Mobility	1,887,100	1,890,000	2,815,000	1,183,778	1,347,600
Other Transit Providers	588,500	564,718	664,718	1,452,800	1,330,840
Passenger Fare Subtotal	\$ 66,571,086	\$ 64,771,467	\$ 64,488,960	\$ 67,065,792	\$ 71,891,995
Interest Income/Other Revenue:					
MTS/Metro Mobility Interest Income	\$ 125,000	\$ 450,000	\$ 600,000	\$ 290,000	\$ 201,000
Transit Operations Interest Income	2,400,000	1,700,000	300,000	300,000	303,000
Transit Operations Contract Revenue	10,455,000	8,720,000	5,409,162	6,121,085	6,997,628
Metro Mobility Contract Revenue	756,000	756,000	756,000	2,216,025	2,469,450
Transit Operations Other Revenue	1,300,000	3,278,955	3,300,000	1,390,500	865,193
Metro Mobility Other Revenue	90,000	216,000	167,000	213,000	-
MTS Other Revenue	353,000	353,000	127,807	99,693	-
Other Revenue Subtotal	\$ 15,479,000	\$ 15,473,955	\$ 10,659,969	\$ 10,630,303	\$ 10,836,271
Total Current Revenues-Transportation	\$ 270,717,987	\$ 294,540,676	\$ 298,507,920	\$ 303,245,258	\$ 314,092,290
Other Sources:					
Total Current Revenues and Other Sources	\$ 270,717,987	\$ 294,540,676	\$ 298,507,920	\$ 303,245,258	\$ 314,092,290
Transportation					

CERTIFIED LEVIES AND LEVY LIMITS

TABLE 9

	Certified 2002 Levy	Certified 2003 Levy	Certified 2004 Levy	Certified 2005 Levy	Certified 2006 Levy
<u>Certified or Proposed Gross Levies:</u>					
General Purposes	\$ 9,674,600	\$ 10,130,137	\$ 9,300,000	\$ 9,300,000	\$ 9,300,000
Transfer to Livable Communities	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Subtotal-General	\$ 10,674,600	\$ 11,130,137	\$ 10,300,000	\$ 10,300,000	\$ 10,300,000
Highway Right-of-Way	2,822,906	3,142,643	2,803,379	2,803,379	-
Livable Communities					
Tax Base Revitalization-Fiscal Disparities	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Demonstration Account	7,418,782	8,259,070	8,184,070	8,184,070	8,184,070
Subtotal-Livable Communities	\$ 12,418,782	\$ 13,259,070	\$ 13,184,070	\$ 13,184,070	\$ 13,184,070
Subtotal - Non Debt	\$ 25,916,288	\$ 27,531,850	\$ 26,287,449	\$ 26,287,449	\$ 23,484,070
Transit Tax Anticipation Certificate	-	-	-	-	8,445,249
Solid Waste Debt Service	427,460	432,962	76,904	-	-
Parks Debt Service	6,848,080	8,090,496	7,594,060	7,685,863	7,774,891
Transit Debt Service	25,973,187	32,894,175	35,574,714	36,259,610	31,232,220
Radio Debt Service	421,840	422,155	416,283	414,971	417,942
Subtotal - Debt Service	\$ 33,670,567	\$ 41,839,789	\$ 43,661,961	\$ 44,360,443	\$ 47,870,302
Total	\$ 59,586,855	\$ 69,371,639	\$ 69,949,410	\$ 70,647,892	\$ 71,354,372
Transit Operating and Debt Levies	\$ 25,973,187	\$ 32,894,175	\$ 35,574,714	\$ 36,259,610	\$ 39,677,469
Other Operating, Passthrough and Debt Levies	33,613,668	36,477,463	34,374,696	34,388,283	31,676,903
<u>Statutory Levy Limits:</u>					
General Operations	\$ 11,110,502	\$ 11,195,137	\$ 10,522,329	\$ 10,522,329	\$ 11,056,611
Highway ROW	2,822,906	3,142,643	2,828,379	2,828,379	2,971,993
Livable Comm. Fiscal Disparity	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Livable Comm. Demonstration Acct	7,418,782	8,259,070	8,259,070	8,259,070	8,678,433

DEBT SERVICE REVENUES AND EXPENDITURES

TABLE 10

	2002 Actual	2003 Actual	2004 Actual	2005 Budget	2006 Budget
Parks and Open Space:					
Certified Levies	\$ 6,848,080	\$ 8,090,496	\$ 7,594,060	\$ 7,685,863	\$ 7,774,891
Less: Market Value Credit Reduction	-	(130,784)	(181,052)	-	-
Less: Estimated Uncollectible	(59,578)	(63,307)	(15,764)	(76,863)	(79,391)
Net Current Tax Receipts	\$ 6,788,502	\$ 7,896,405	\$ 7,397,244	\$ 7,609,000	\$ 7,695,500
Revenues:					
Property Taxes	\$ 6,291,127	\$ 7,519,193	\$ 7,154,966	\$ 7,109,000	\$ 7,195,500
State HACA/Mkt Value Credit	497,375	377,212	242,278	500,000	500,000
Interest Income	123,320	129,475	160,417	40,000	40,000
Proceeds from Bonds	308,303	7,384,086	-	-	-
Total Revenues and Other Sources	\$ 7,220,125	\$ 15,409,966	\$ 7,557,661	\$ 7,649,000	\$ 7,735,500
Expenditures:					
Principal Repayment	\$ 5,535,000	\$ 5,505,000	\$ 5,895,000	\$ 6,765,000	\$ 7,975,000
Principal Refunding	-	-	7,600,000	-	-
Interest Expense/Fiscal Charges	1,103,665	1,166,780	934,479	834,986	713,330
Total Expenditures	\$ 6,638,665	\$ 6,671,780	\$ 14,429,479	\$ 7,599,986	\$ 8,688,330
Revenues & Other Sources Over/ (Under) Expenditures & Other Uses	\$ 581,460	\$ 8,738,186	\$ (6,871,818)	\$ 49,014	\$ (952,830)
Residual Equity Transfer In/(Out)	-	-	-	-	-
Fund Balance, Year End	\$ 8,079,822	\$ 16,818,008	\$ 9,946,190	\$ 9,995,204	\$ 9,042,374
Recap:					
Current Year Principal and Interest	\$ 6,638,665	\$ 6,671,780	\$ 6,829,479	\$ 7,599,986	\$ 8,688,330
Bond Refundings	-	-	7,600,000	-	-

DEBT SERVICE REVENUES AND EXPENDITURES

TABLE 10

	2002 Actual	2003 Actual	2004 Actual	2005 Budget	2006 Budget
Solid Waste:					
Certified Levies	\$ 427,460	\$ 432,962	\$ 76,904	\$ -	\$ -
Less: Market Value Credit Reduction	-	(6,999)	(1,833)	-	-
Less: Estimated Uncollectible	(6,520)	(9,158)	(1,774)	-	-
Net Current Tax Receipts	\$ 420,940	\$ 423,804	\$ 75,734	\$ -	\$ -
Revenues:					
Property Taxes	\$ 389,958	\$ 403,549	\$ 73,297	\$ -	\$ -
State HACA/Mkt Value Credit	30,982	20,255	2,437	-	-
Interest Income	1,472	-	4,073	-	-
Total Revenues	\$ 422,412	\$ 423,804	\$ 79,807	\$ -	\$ -
Transfer from Other Funds	280,000	-	-	280,000	-
Total Revenues and Other Sources	\$ 702,412	\$ 423,804	\$ 79,807	\$ 280,000	\$ -
Expenditures:					
Principal Repayment	\$ 345,000	\$ 360,000	\$ 380,000	\$ 390,000	\$ -
Interest Expense/Fiscal Charges	54,119	48,253	24,955	8,288	-
Total Expenditures	\$ 399,119	\$ 408,253	\$ 404,955	\$ 398,288	\$ -
Revenues & Other Sources Over/ (Under) Expenditures & Other Uses	\$ 303,293	\$ 15,551	\$ (325,148)	\$ (118,288)	\$ -
Residual Equity Transfer	\$ -	\$ -	\$ -	\$ (24,968)	\$ -
Fund Balance, Year End	\$ 452,853	\$ 468,404	\$ 143,256	\$ -	\$ -

DEBT SERVICE REVENUES AND EXPENDITURES

TABLE 10

	2002	2003	2004	2005	2006
	Actual	Actual	Actual	Budget	Budget
Transit:					
Certified Levies	\$ 25,973,187	\$ 32,894,175	\$ 35,574,714	\$ 36,259,610	\$ 31,232,220
Less: Market Value Credit Reduction	-	(531,738)	(708,894)	-	-
Less: Estimated Uncollectible	(210,683)	(244,321)	(290,125)	(362,610)	(312,320)
Net Current Tax Receipts	\$ 25,762,504	\$ 32,118,116	\$ 34,575,695	\$ 35,897,000	\$ 30,919,900
Revenues:					
Property Taxes	\$ 23,927,932	\$ 30,530,183	\$ 33,236,306	\$ 34,097,000	\$ 29,119,900
State HACA/Mkt Value Credit	1,834,572	1,587,933	1,339,389	1,800,000	1,800,000
Interest Income	652,436	647,759	930,219	180,000	160,000
Total Revenues	\$ 26,414,940	\$ 32,765,875	\$ 35,505,914	\$ 36,077,000	\$ 31,079,900
Proceeds from Bonds	14,741,668	3,341,906	6,681,898	-	-
Refunding Bonds Held in Escrow	-	-	-	-	-
Total Revenues and Other Sources	\$ 41,156,608	\$ 36,107,781	\$ 42,187,812	\$ 36,077,000	\$ 31,079,900
Expenditures:					
Principal Repayment	\$ 16,775,000	\$ 18,690,000	\$ 24,880,000	\$ 28,910,000	\$ 31,710,000
Principal Refunding	-	9,390,000	3,180,000	3,280,000	-
Interest Expense/Fiscal Charges	5,933,842	7,421,961	7,017,915	7,955,574	8,115,168
Total Expenditures	\$ 22,708,842	\$ 35,501,961	\$ 35,077,915	\$ 40,145,574	\$ 39,825,168
Revenues & Other Sources Over/ (Under) Expenditures & Other Uses	\$ 18,447,766	\$ 605,820	\$ 7,109,897	\$ (4,068,574)	\$ (8,745,268)
Residual Equity Transfer In/(Out)	\$ -	\$ -	\$ (2,500,000)	\$ -	\$ (200,000)
Fund Balance, Year End	\$ 46,419,395	\$ 47,025,215	\$ 51,635,112	\$ 47,566,538	\$ 38,621,271
Recap:					
Current Year Principal and Interest	\$ 22,708,842	\$ 26,111,961	\$ 31,897,915	\$ 36,865,574	\$ 39,825,168
Bond Refundings	\$ -	\$ 9,390,000	\$ 3,180,000	\$ 3,280,000	\$ -

DEBT SERVICE REVENUES AND EXPENDITURES

TABLE 10

	2002 Actual	2003 Actual	2004 Actual	2005 Budget	2006 Budget
Transit Tax Anticipation Certificate					
Certified Levies	\$ -	\$ -	\$ -	\$ -	\$ 8,445,249
Less: Estimated Uncollectible	-	-	-	-	(84,449)
Net Current Tax Receipts	\$ -	\$ -	\$ -	\$ -	\$ 8,360,800
Revenues:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 8,160,800
State HACA/Mkt Value Credit	-	-	-	-	200,000
Interest Income	-	-	-	-	20,000
Total Revenues	\$ -	\$ -	\$ -	\$ -	\$ 8,380,800
Proceeds from Bonds	-	-	-	-	-
Total Revenues and Other Sources	\$ -	\$ -	\$ -	\$ -	\$ 8,380,800
Expenditures:					
Principal Repayment (Due in 2007)	-	-	-	-	-
Interest Expense/Fiscal Charges	-	-	-	-	355,545
Total Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 355,545
Revenues & Other Sources Over/ (Under) Expenditures & Other Uses	\$ -	\$ -	\$ -	\$ -	\$ 8,025,255
Residual Equity Transfer In/(Out)	\$ -	\$ -	\$ -	\$ -	\$ 200,000
Fund Balance, Year End	\$ -	\$ -	\$ -	\$ -	\$ 8,225,255

DEBT SERVICE REVENUES AND EXPENDITURES

TABLE 10

	2002 Actual	2003 Actual	2004 Actual	2005 Budget	2006 Budget
General Obligation - 800 Megahertz Radio:					
Certified Levies	\$ 421,840	\$ 422,155	\$ 416,283	\$ 414,971	\$ 417,942
Less: Market Value Credit Reduction	-	(6,824)	(6,925)	-	-
Less: Estimated Uncollectible	(3,789)	(2,395)	(2,848)	(4,171)	(4,142)
Net Current Tax Receipts	\$ 418,051	\$ 412,936	\$ 406,510	\$ 410,800	\$ 413,800
Revenues:					
Property Taxes	\$ 387,485	\$ 393,268	\$ 393,201	\$ 375,800	\$ 378,800
State HACA/Mkt Value Credit	30,566	19,668	13,309	35,000	35,000
Interest Income	4,069	3,036	1,993	8,000	9,000
Total Revenues	\$ 422,120	\$ 415,972	\$ 408,503	\$ 418,800	\$ 422,800
Proceeds from Bonds	-	-	-	-	-
Total Revenues and Other Sources	\$ 422,120	\$ 415,972	\$ 408,503	\$ 418,800	\$ 422,800
Expenditures:					
Principal Repayment	\$ 285,000	\$ 300,000	\$ 315,000	\$ 325,000	\$ 340,000
Interest Expense/Fiscal Charges	108,641	195,837	79,553	55,210	38,040
Total Expenditures	\$ 393,641	\$ 495,837	\$ 394,553	\$ 380,210	\$ 378,040
Revenues & Other Sources Over/ (Under) Expenditures & Other Uses	\$ 28,479	\$ (79,865)	\$ 13,950	\$ 38,590	\$ 44,760
Fund Balance, Year End	\$ 379,506	\$ 299,641	\$ 313,591	\$ 352,181	\$ 396,941

DEBT SERVICE REVENUES AND EXPENDITURES

TABLE 10

	2002 Actual	2003 Actual	2004 Actual	2005 Budget	2006 Budget
Environmental Services:					
MCES Debt Service (Budget Basis)					
Revenues and Other Sources:					
Sewer Service Charges	\$ 43,207,420	\$ 42,283,339	\$ 42,820,339	\$ 40,541,000	\$ 41,324,000
Transfer from SAC Fund	24,645,000	25,794,000	23,181,000	32,939,000	36,717,000
Total Revenues and Other Sources	\$ 67,852,420	\$ 68,077,339	\$ 66,001,339	\$ 73,480,000	\$ 78,041,000
Expenditures:					
Current Value Credits	539,027	533,339	533,339	533,339	533,339
Transfer to Sewer Bond Fund	67,313,393	67,544,000	65,468,000	72,946,661	77,507,661
Total Expenditures	\$ 67,852,420	\$ 68,077,339	\$ 66,001,339	\$ 73,480,000	\$ 78,041,000
Sewer Bond Fund					
Revenues and Other Sources:					
Interest Income	\$ 1,490,041	\$ 1,402,828	\$ 793,676	\$ 175,000	\$ 175,000
Transfers from Environmental Services	67,313,393	67,544,000	65,468,000	72,946,661	77,507,661
Total Revenues and Other Sources	\$ 68,803,434	\$ 68,946,828	\$ 66,261,676	\$ 73,121,661	\$ 77,682,661
Expenditures:					
Principal Repayments	\$ 42,615,000	\$ 44,114,000	\$ 37,486,611	\$ 48,361,805	\$ 47,932,661
Interest Expense/Fiscal Charges	26,213,173	25,905,790	26,426,255	28,000,000	29,000,000
Premiums, Discounts, Cost of Issuance	(567,831)	431,221	(5,796,860)	759,856	750,000
Total Expenditures	\$ 68,260,342	\$ 70,451,011	\$ 58,116,006	\$ 77,121,661	\$ 77,682,661
Fund Balance, Year End	\$ 11,027,694	\$ 9,523,511	\$ 17,669,181	\$ 13,669,181	\$ 13,669,181

DEBT SERVICE REVENUES AND EXPENDITURES

TABLE 10

	2002 Actual	2003 Actual	2004 Actual	2005 Budget	2006 Budget
Combined-All Debt Service:					
Revenues:					
Property Taxes	\$ 30,996,502	\$ 38,846,193	\$ 40,857,770	\$ 41,581,800	\$ 44,855,000
State HACA/Mkt Value Credit	2,393,495	2,005,068	1,597,413	2,335,000	2,535,000
Sewer Service Charges/SAC Transfers	67,852,420	68,077,339	66,001,339	73,480,000	78,041,000
Interest Income	781,297	780,270	1,096,702	228,000	229,000
Total Revenues	\$ 102,023,714	\$ 109,708,870	\$ 109,553,224	\$ 117,624,800	\$ 125,660,000
Other Sources:					
Proceeds from Bonds	\$ 14,741,668	\$ 3,341,906	\$ 6,681,898	\$ -	\$ -
Transfers from Other Funds	280,000	-	-	280,000	-
Total Other Sources	\$ 15,021,668	\$ 3,341,906	\$ 6,681,898	\$ 280,000	\$ -
Total Revenues and Other Sources	\$ 117,045,382	\$ 113,050,776	\$ 116,235,122	\$ 117,904,800	\$ 125,660,000
Expenditures by Function:					
Parks Debt Service	\$ 6,638,665	\$ 6,671,780	\$ 14,429,479	\$ 7,599,986	\$ 8,688,330
Solid Waste Debt Service	399,119	408,253	404,955	398,288	-
Transit Debt Service	22,708,842	35,501,961	35,077,915	40,145,574	39,825,168
Transit Operating Tax Anticipation DS	-	-	-	-	355,545
800 Radio System Debt Service	393,641	495,837	394,553	380,210	378,040
Environmental Services Debt Service	67,852,420	68,077,339	66,001,339	73,480,000	78,041,000
Total Expenditures	\$ 97,992,687	\$ 111,155,170	\$ 116,308,241	\$ 122,004,058	\$ 127,288,083
Revenues & Other Sources Over/ (Under) Expenditures & Other Uses	\$ 19,052,695	\$ 1,895,606	\$ (73,119)	\$ (4,099,258)	\$ (1,628,083)
Recap:					
Current Year Principal and Interest	\$ 97,992,687	\$ 101,765,170	\$ 105,528,241	\$ 118,724,058	\$ 127,288,083
Bond Refunding	\$ -	\$ 9,390,000	\$ 10,780,000	\$ 3,280,000	\$ -

**METROPOLITAN COUNCIL
STAFFING COMPLEMENT (FTE)**

TABLE 11

	Adopted 2003	Adopted 2004	Adopted 2005	Adopted 2006
<u>REGIONAL ADMINISTRATION</u>				
Council and Chair's Office	0.8	1.0	1.0	1.0
Regional Administrator's Office	3.0	3.0	3.0	3.0
Budget and Evaluation	3.0	3.0	3.0	3.0
Diversity	8.6	6.6	7.2	7.2
Human Resources	25.3	32.3	33.3	33.3
Government Affairs	2.0	4.0	4.0	4.0
Internal Audit	5.3	5.0	5.0	5.0
Community Relations	8.0			
Risk Management	14.0	12.0	12.0	12.0
Public Affairs	16.5	17.5	17.5	16.5
Legal	10.5	9.0	9.0	9.0
Fiscal/Central Services	30.1	25.6	24.6	25.6
Information Services	81.2	66.2	66.2	66.2
Purchasing	13.8	12.8	12.8	12.8
Total Regional Administration	222.0	197.9	198.5	198.5
<u>COMMUNITY DEVELOPMENT</u>				
Division Director Office	2.0	2.0	2.0	6.0
GIS	13.0	12.4	12.4	12.4
Livable Communities	6.0	7.5	7.5	5.5
Research	11.0	9.0	9.0	10.0
Local Planning Assistance	15.6	16.6	14.6	10.8
Reg'l Systems Planning & Growth Strategy	8.0		2.0	4.0
Parks	2.0	2.0	2.0	1.0
HRA	32.2	32.0	33.0	33.0
FAHP	2.0	1.8	1.8	1.8
Total Community Development	91.8	83.2	84.2	84.4
Total Reg'l Admin & Community Dev	313.8	281.1	282.7	282.9
<u>ENVIRONMENTAL SERVICES DIVISION</u>				
General Manager's Office	15.6	15.5	15.5	15.5
Treatment Services	594.2	582.0	564.0	559.5
Environmental Quality Assurance	121.9	121.5	121.5	121.0
Total Environmental Services	731.7	719.0	701.0	696.0
<u>TRANSPORTATION DIVISION</u>				
<u>Metropolitan Transportation Services</u>				
Metro Commuter Service ¹	9.0	8.0	7.0	1.0
Transportation Planning	17.0	17.0	17.0	17.0
Regular Route	4.0	4.0	5.0	5.0
Rural/Small Urban Route	1.0	1.0	1.0	1.0
Metro Mobility	13.0	13.0	13.0	13.0
Total MTS	44.0	43.0	43.0	37.0
<u>Metro Transit</u>				
Drivers	1,606.8	1,481.0	1,481.9	1,430.1
Mechanics	515.0	479.7	481.1	465.6
Administration-General	331.7	314.6	274.6	264.7
Administration-Clerical	233.6	211.1	210.2	209.3
Administration-Police	40.0	40.0	48.2	48.2
Hiawatha Light Rail		149.0	149.0	153.0
Metro Commuter Service ¹				6.0
Total Metro Transit	2,727.2	2,675.4	2,645.0	2,576.9
Total Transportation Division	2,771.2	2,718.4	2,688.0	2,613.9
TOTAL STAFFING (FTE)	3,816.7	3,718.5	3,671.7	3,592.8

NOTES

1. Metro Commuter Services, excepting 1 employee, moved from Metropolitan Transportation Services (MTS) to Metro Transit in 2005.

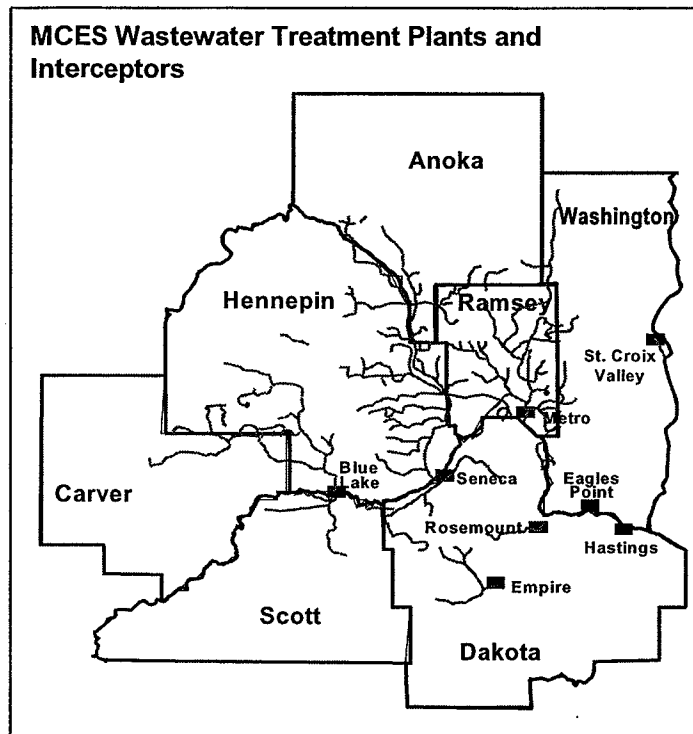


Metropolitan Council 2006 Adopted Unified Budget

Environmental Services Division

MISSION: The mission of Metropolitan Council Environmental Services (MCES) is to provide wastewater services that protect the public health and environment while supporting regional growth.

PROFILE: MCES is an operating division of the Metropolitan Council that:



- Owns and maintains approximately 600 miles of regional sewers that collect flow from 5,000 miles of sewers owned by 103 communities,
- Treats an average of almost 300 million gallons of wastewater daily at eight regional treatment plants,
- Continues to achieve near-perfect compliance with federal and state clean water standards,
- Maintains wastewater service rates consistently below the national average,
- Works with approximately 800 industrial clients to substantially reduce the amount of pollution entering our wastewater collection system,

- Provides water resources monitoring and analysis for the region, and
- Partners with numerous public, private and non-profit groups committed to a clean environment.

Water resources management services provided by MCES ensure that:

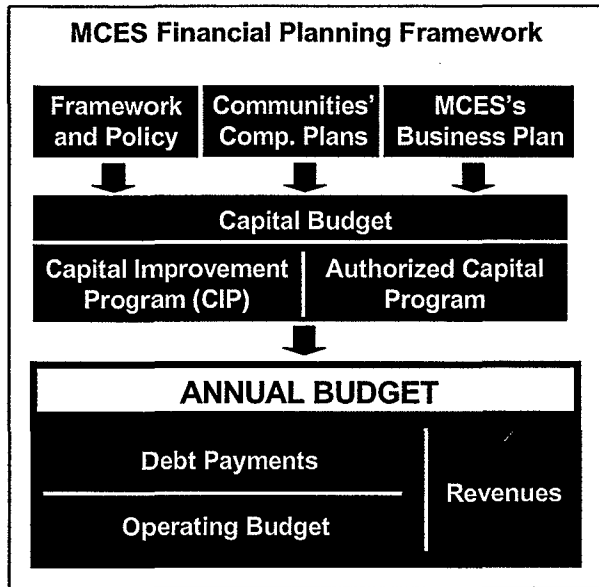
- Sufficient sewer capacity exists to serve planned development,
- Sufficient capital investments are made to preserve water quality in the region,
- Wastewater collection and treatment services are provided in a cost- and quality-competitive manner, and
- Local plans provide for adequate water supply and non-point pollution prevention in the region.

MCES FINANCIAL PLANNING AND ANALYSIS

The *Regional Framework*, *Water Resources Management Policy Plan*, and the MCES Strategic Business Plan lay the foundation for MCES planning process and are reflected in the capital and operating budgets.

Environmental Services financial planning framework (below) shows the linkage between policy, technical plans, financial plans, and MCES finances.

MCES integrated financial plan information is presented in four documents. They are as follows:



- **Summary Budget**, which summarizes all the financial planning information of the Division,
- **Capital Budget**, including the Authorized Capital Program and the Capital Improvement Program (CIP), presents the annual and long-term infrastructure costs for the organization,
- **Annual Budget**, includes the detailed annual operating budget, debt service payments, revenues and a forecast of future budgets and municipal wastewater rates, and
- **Capital Finance Plan (CFP)**, which describes the plan to raise the capital required to perform the CIP.

The Summary Budget document contains executive summaries of the other three documents. Each of these documents are made available on the Environment section of the Council's Web site (www.metrocouncil.org). The Summary Budget is also available in hard copy from the Council's data center at (651) 602-1140.

The process used to develop the 2006 Annual Budget included interaction with the MCES management team, regional administration staff and municipal and industrial customers. A draft, high level budget was prepared in the spring of 2005 by budget staff. This effort incorporated responses requested from program managers regarding significant anticipated changes and proposed initiatives, as well as input from our municipal and industrial customers received at four budget planning meetings held in June. The result is financial planning that incorporates funding for new and existing programs essential to the short-, mid- and long-term goals of the Council, MCES and our customers. The draft budget was used to establish the 2006 municipal wastewater revenue requirement. After approval of the 2006 wastewater revenue goal by the Council, MCES community customers were notified in August of their individual 2006 cost allocation amounts. This approach allows them time to plan their wastewater rates and budgets. The final, detailed 2006 budget was completed in October 2005.

2006 Budget Planning

The 2006 Annual Budget focuses on meeting the objectives and expected outcomes that align with the Council and MCES strategic goals.

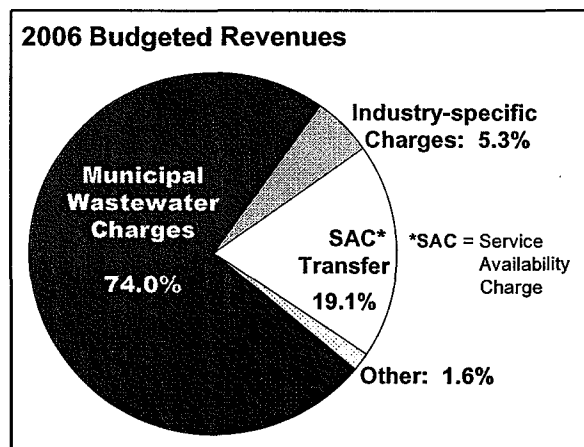
The following considerations were the top priorities during the planning of the 2006 budget.

- Meeting regulatory requirements.
- Retaining competitive rates and charges.
- Meeting customer expectations for quality and level of service.
- Addressing watershed capacity and pollutant load issues.
- Fully funding the current cost of all programs and adding to operating reserves.

Meeting current and future regulatory requirements continues to be the top priority for MCES. The near-perfect record of compliance is a commendable achievement, but it carries an inherent challenge: regulatory changes that cause additional capital and operating expenses. To meet these future challenges, MCES is committed to achieving the highest level of quality possible with the resources available, and will preserve its outstanding record of compliance with regulatory requirements and providing cost-effective service. MCES is committed to providing the wastewater infrastructure necessary to meet the needs of a changing metropolitan area and helping the region to be a good place to work, raise a family and grow a business.

MCES Revenues

MCES is a user-fee-based organization, which is run as an enterprise. The Council's rate setting philosophy is that user classes should pay the "cost of service." Revenues include the municipal wastewater charge (based on volume), industry-specific charges, service availability charges (SAC) and miscellaneous revenues. The graphic on the left depicts the percentages of the 2006 budgeted revenue that is derived from each source.



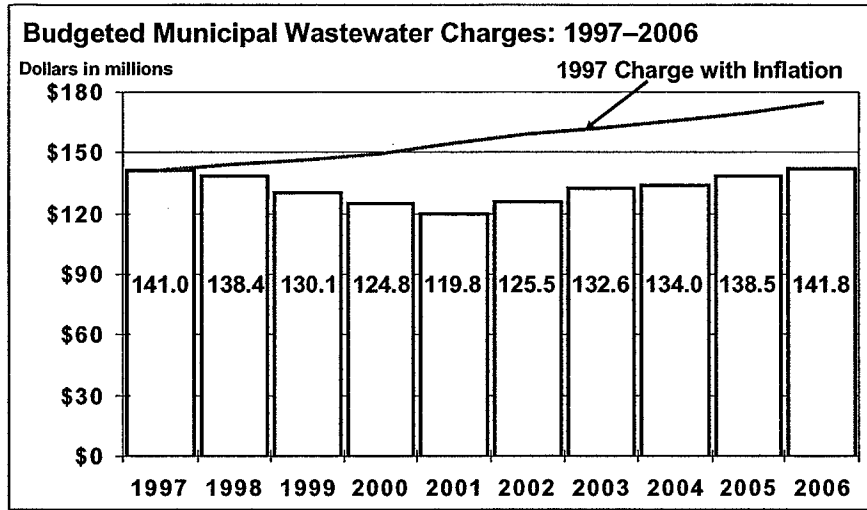
philosophy is that user classes should pay the "cost of service." Revenues include the municipal wastewater charge (based on volume), industry-specific charges, service availability charges (SAC) and miscellaneous revenues. The graphic on the left depicts the percentages of the 2006 budgeted revenue that is derived from each source.

Municipal Wastewater Charges (MWC)—Communities pay MCES for the flow entering the regional wastewater system. Municipal wastewater charges pay for the conveyance and

treatment of wastewater. Each community pays at the same rate for wastewater services. Beginning in January of 2006 this rate will be \$1,544.33 per million gallons. The revenue generated by the municipal wastewater charges is expected to account for 74 percent of MCES projected total operating revenues and sources for the year 2006.

Impact of Changes in System Flow. Despite approximately 20,000 new connections per year, the system has not experienced a corresponding increase in overall total flow. "Flow years" are the twelve months ending June 30 of each year. As recently as the 2003 flow year, the measured flow was 102.2 billion gallons (bg). Actual flow was only 94.6 bg for the 2004 flow year, and even less in 2005, 91.8 bg

As a consequence of the decreasing flow, the rate (budgeted revenue divided by flow) of charge to customers per million gallons has risen sharply, even though the total revenues to MCES have increased only modestly.



The 2005 rate per million gallons represented a 9.5 percent rate increase even though the revenue increase was only 3.5 percent. The 2006 revenue is budgeted to increase 2.4 percent, while the rate increases 5.4 percent.

A 10-year history of budgeted charges is shown in the accompanying bar graph.

Service Availability Charges (SAC)—Communities pay MCES for additional capacity demanded by new development or increased industrial or commercial use. Communities collect these one-time SAC fees from property owners at the time of development. Generally, one SAC unit equals 274 gallons of potential daily wastewater flow capacity. A freestanding single-family residence is charged one SAC unit. Each community pays the same rate for SAC. The 2006 basic SAC rate is \$1,550 per residence or equivalent unit.

The SAC revenue is intended to pay the average cost of growth and is used to finance the reserved capacity portion of the capital costs in the wastewater system. The transfer from SAC fees represents 19.1 percent of MCES total operating budget (including debt service) for 2006.

Industrial Rate System (IRS)—Industries pay MCES directly for a variety of charges that are targeted to specific customer services. The following charges/fees are included in the IRS:

- 1) Industrial strength charges
- 2) Liquid waste hauler load charges
- 3) Industrial discharge and permit fees
- 4) Add-on service charges
- 5) Enforcement fees (e.g., Self-monitoring report late fees)
- 6) Stipulation agreement payments
- 7) Cost recovery fees

These charges are described in detail and the most recent rates are listed on the Council’s Web site at: www.metrocouncil.org/environment/Rates&Billing/RatesCharges

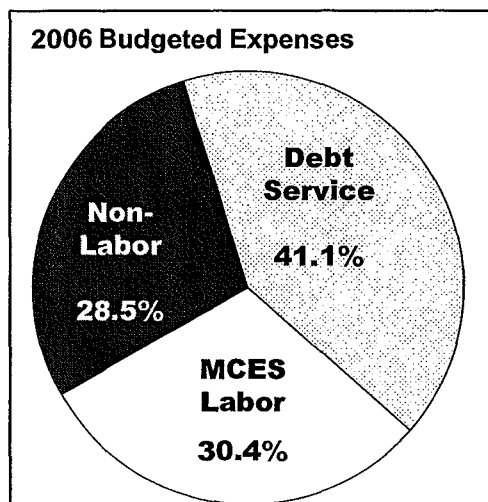
The industrial strength charge provides the majority of the revenue from the industry-specific charges. It covers the higher treatment costs of that industrial wastewater which has more pollutants than typical domestic wastewater. The revenue anticipated from the entire IRS is 5.3 percent of MCES 2006 revenues. Industries also pay the MWC and SAC.

Other Revenue—The remaining 1.6 percent of MCES 2006 revenue comes from other sources. This includes revenue from interest earnings, water planning study funds from regional administration, a state contract, and miscellaneous revenues.

MCES Expenses

MCES expenses are categorized in one of three areas: labor expenses, non-labor expenses and debt service expenses. Of the three, debt service is the largest. The graphic on the

left depicts the percentages that each of the expense areas makes up of the total costs.



MCES Labor—In 1998, there were 984 budgeted FTEs (full time equivalent employees in the Division). An aggressive budget reduction plan begun in 1998 continues, resulting in a level of 696 FTE for 2006, with plans for future budgets to include further, small reductions in FTE to be achieved through attrition. In 2006, staff (labor) expenses account for 30.4 percent of total expenses.

A flexible, skilled and productive workforce includes having the right number of employees, in the right places, prepared with the right skills. The 2006 operating budget

supports maintaining the size of the workforce at a competitive level; repositioning the workforce to best meet organizational needs; and, retraining and supporting the workforce to deliver expected results.

Non-Labor Expenses—Included in the non-labor expense category are continuing operation expenses and interdivisional expenses. Continuing operational expenses include items such as utilities, materials and supplies, contracted services and security. The interdivisional expenses are for services shared with other Council divisions (e.g. Information systems and Human Resources departments) and are a little over one-fourth of the non-labor portion of expenses.

In 2006, non-labor expenses account for 28.5 percent of total expenses. Included in the non-labor expenses for 2006 is a \$1,250,000 repayment to the City of St. Paul. New meters at the Metro Plant have indicated substantially less flow for the City of St. Paul than previously estimated. Based on an agreement made with the City in 1998, the metering results require the Council to pay the City back for over-billing during the years 1999–2002. The repayment of this overcharge will be credited to the City at this level, including interest, through 2009.

Debt Service —Debt service needs are forecast each year as an element of the Capital Finance Plan (CFP), which is based on the projected capital budget outlined in the Capital Improvement Program (CIP). The 2006 annual budget for ES includes, for the first time, funds to directly pay for capital projects (Pay-As-You-Go). This eliminates needed financing in the amount of \$1 million. The CIP details Environmental Services capital projects and the associated cash flow requirements. The CFP combines this information with pay-as-you-go funds available, interest rate assumptions, current debt obligations and debt leveling requirements to form a debt service forecast. In 2006, debt service costs account for 41.1 percent of the budget. Debt service is included in the MCES Annual Operating Budget because it is funded by wastewater revenues, as required by state statute.

SUMMARY

Summary of Rates, Revenues and Expenses—The following table shows MCES rates, revenues and expenses for the years 2004–2006.

MCES Revenue: 2004–2006 (Revenue in 000)			
	2004 Actual	2005 Budget Amended 3/5	2006 Budget
Flow (bg)	94.6	94.6	91.8
X Rate (per million gallons)	\$1,340.00	\$1,464.56	\$ 1,544.33
Municipal Wastewater Revenue	\$ 124,923	\$ 138,500	\$ 141,770
SAC Transfer	26,091	32,290	36,673
Industrial Charges	9,478	9,520	10,215
Other Revenue	1,784	1,432	1,967
Use of Designated Reserves	467	--	--
Total Revenue & Other Sources	\$ 162,743	\$ 181,742	\$ 190,625
MCES Expenses: 2004–2006 (Expenses in 000)			
	2004 Actual	2005 Budget Amended 3/5	2006 Budget
Total MCES Labor	\$ 55,091	\$ 58,690	\$ 57,585
Total Non-Labor	45,027	47,322	51,749
Debt Service	66,001	73,480	78,041
St. Paul Repayment	--	1,250	1,250
Total Expenses	\$166,119	\$180,742	\$188,625
Surplus (Deficit)	\$ (3,376)	\$ 1,000	\$ 2,000

Metropolitan Council 2006 Adopted Unified Budget

Transportation Division - Metropolitan Transportation Services

ORGANIZATION

The Metropolitan Council's Transportation Division is composed of two units: Metropolitan Transportation Services and Metro Transit.

- **Metropolitan Transportation Services** includes Metro Mobility, Contracted Regular Routes, Community-based programs, regional transportation planning, and Opt-Out transit programs.
- **Metro Transit** includes bus and light rail operations.

KEY REVENUE ASSUMPTIONS

Motor Vehicle Sales Tax (MVST)

Prior to calendar year 2002, the Metropolitan Council and certain Opt-Out communities levied property taxes to fund a portion of transit operations. This levy authority was eliminated by the 2001 Legislature, and replaced with a share of the Motor Vehicle Sales Tax.

The State transfers MVST funds to the Council, which in turn, distributes a portion of these funds to Opt-Out communities based on a formula established in legislation. The Council distributes the remaining amount of these funds to the Council's transit programs through its regular budget processes

The MVST is a single sector sales tax, making it a volatile funding source. On average, once every ten years MVST revenues have reflected significant reductions, taking several years to recover to earlier levels. The Council has recognized the potential for these short-term declines in MVST revenues and has established a transit operating reserve to address this variability in MVST revenues.

Because of historic fluctuations in MVST revenues and uncertainty in State revenue forecasts, the Council has generally tried to budget an average of 97 percent of MVST revenue forecasts over a multi-year period, with 3 percent held in reserve in the event that actual receipts fall short of projections. Beginning in 2006, the Council plans to increase the amount set aside for reserves to an average of 5 percent over the next three years. The amounts budgeted and set-aside in reserves will vary from year to year in order to smooth out annual budget increases.

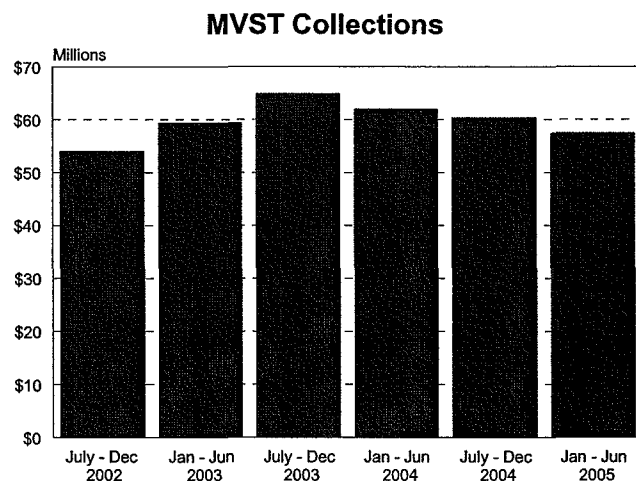
For 2006, MVST funding is projected at \$123.4 million based on February 2005 State revenue forecasts. Of this amount, approximately \$21.5 million is projected to be distributed to the Opt-Out communities, with \$88.7 million projected to be distributed to Metro Transit, and \$8.1 million to Metropolitan Transportation Services.

Approximately \$5.1 million is expected to be added to reserves to deal with future variability in revenues.

State General Funds

The State of Minnesota provides General Fund appropriations primarily in support of transit operations. For 2006, State general funds for transit are \$77.9 million, an increase of \$20 million (35 percent) over 2005.

The State allocates funding on a biennial basis; for the 2006-07 biennium, the legislature appropriated \$156.3 million to the Council. Of this total,



Metropolitan Council 2006 Adopted Unified Budget

Transportation Division - Metropolitan Transportation Services

approximately \$146.9 million was allocated for bus operations and \$9.4 million for operation of the Hiawatha Light Rail transit service.

METROPOLITAN TRANSPORTATION SERVICES

Introduction

Metropolitan Transportation Services (MTS) has two functions: to be the leader in Twin Cities regional transportation planning and to provide a wide range of contracted transit services

Transportation Planning

The Metropolitan Council is the federally designated Metropolitan Planning Organization (MPO) for the Twin Cities region. In this role, it is tasked with conducting and coordinating all of the region's transportation planning. This includes the development of the region's long-range transportation plan, the Transportation Policy Plan (TPP); the region's short-range transportation plan, the Transportation Improvement Plan (TIP); and, the region's planning and research staff work plan, the Unified Planning Work Program (UPWP).

Staff also participates in transportation planning efforts throughout the region, such as highway corridor studies, transit-way studies, long-range airport needs analyses, freight studies, air quality conformance analyses, regional transportation modeling, area traffic studies, bikeway needs analyses, and other transportation planning.

Contracted Transit Programs

MTS manages or coordinates five transit programs, which provide services through contracts with private, public, and non-profit entities. These programs are:

- **Metro Mobility/ADA** – Provides paratransit service to persons with disabilities through six contracts.
- **Community-based programs** – Provide dial-a-ride transit service in Anoka, Washington, Dakota, Scott, Carver, and parts of Hennepin and Ramsey counties through 20 contracts.
- **Contracted Regular Routes** – Provide small, medium, and large bus transit service through 12 contracts.
- **Opt-Out transit programs** – Twelve communities have chosen to provide their own transit service. Two consortiums have been created and four cities provide transit service through contracts with various private, public, and non-profit entities. The Council provides both operating and capital to Opt-Out programs.
- **Vanpool Program** – Creates and promotes vanpools, especially focused in areas without regular route transit or for commuters not served by regular route transit.

Financial Analysis: Revenue Highlights

- **MVST**: 2006 revenues are projected at \$8,068,594 for Contracted Regular Route and Community programs, and \$21,499,837 for Opt-Outs. This compares to the 2005 adopted budget of \$11,068,500 of MVST for MTS programs and \$23,642,500 for the Opt-Outs. This reduction reflects the overall downturn in MVST collections.
- **State General Funds**: For the 2006-07 biennium, the State appropriated additional funds to help offset the shortfall in MVST receipts. 2006 revenues are projected at \$29,249,814, an increase from the 2005 amount of \$23,484,000. These funds are used for Transportation

Metropolitan Council 2006 Adopted Unified Budget

Transportation Division - Metropolitan Transportation Services

Planning (to provide federal match to planning grants), Metro Mobility, Contracted Regular Routes and Community Programs. \$1.85 million has been allocated to Opt-Out programs to address the shortfalls from the MVST decline.

- **Federal Grants:**
 - Congestion Mitigation/Air Quality (CMAQ) funds – have declined sharply because of the reorganization of Metro Commuter Services and Travel Demand Management Organizations cost centers to Metro Transit. These funds have declined from \$2,128,400 in 2005 to \$473,000 in 2006 with remaining funds used solely for the Vanpool cost center.
 - Federal formula funds – are projected to remain steady at \$6,750,000.
 - Job Access/Reverse Commute (JARC) – funds have been eliminated from the transit operating budget due to eligible routes being cut.
 - Federal Planning Grants – have increased substantially due to increases from the newly approved federal transportation bill SAFETEA-LU. \$2,534,400 was projected in 2005 while \$3,000,000 is projected in 2006.
- **Fares** – Fare revenues are a relatively small funding source for MTS, representing \$4.8 million, or 6 percent, of total revenues. Metro Mobility receives about 10 percent of its funding from fares, while Contracted Regular Route currently receives less than 5 percent of its funding from fares. Individual fares were increased in 2005 for both Metro Mobility and regular routes resulting in projected fare revenue increases ranging from \$4,852,603 to \$5,147,890.
- **Fund Balances** – This budget assumes no use of fund balances in 2006.

Financial Analysis: Expenditures Highlights

MTS has six cost centers to track Transportation Planning and the five transit programs. Each program has its own unique funding issues and expenditure patterns. Highlights from these budgets include.

MTS Approved Budget	2005 Adopted Budget	2006 Adopted Budget	Change
Transportation Planning	\$2,778,741	\$3,474,435	25%
Metro Commuter Services	\$1,135,693	0	-100%
TMO's	\$877,400	0	-100%
Vanpools	\$405,000	\$473,824	17%
Metro Mobility	\$32,290,096	\$31,396,201	-3%
Opt Outs	\$23,642,500	\$23,349,837	-1%
Community Programs	\$3,995,697	\$4,216,109	6%
Contracted Regular Route	\$11,603,070	\$11,586,070	0%
Total MTS Budget	\$76,728,197	\$74,496,476	-3%

- **Transportation Planning:** The overall budget for Transportation Planning is projected to increase 25% over 2005 levels. This budget is funded almost solely with federal funds and required match and grant levels have increased due to the approval of SAFETEA-LU. Funds will be used primarily to fill vacancies that have been held open and for increased transportation studies and other consulting services.
- **Metro Mobility:** 2006 costs are about 3% lower than 2005 due to lower contracted transit costs. Ridership and service hours are projected to increase by 1% in 2006.

Metropolitan Council 2006 Adopted Unified Budget

Transportation Division - Metropolitan Transportation Services

- **Community Programs:** Most of these dial-a-ride programs are funded through the performance based funding (PBF) program. Two dial-a-ride programs not funded through the PBF program worth \$195,000 were shifted from the Contracted Regular Route program to the Community programs. Exclusive of this, transit program costs are down by 2% overall.
- **Contracted Regular Route:** Exclusive of the shift of two contracts to the Community Programs budget, this budget is flat compared to 2005 costs due to flat or lower costs from the bidding of contracts. Although budgets remain flat, the actual transit routes provided under each contract have changed substantially since the beginning of 2005. Many routes were reorganized in conjunction with Metro Transit and many underperforming routes eliminated as part of the service reduction plan.
- **Opt-Out Communities:** Opt-Out communities are projected to receive 1% less overall funding in 2006 than they were projected to receive in 2005. This is due to a 9% reduction in the projection of the MVST, which is partially offset by an allocation to the Opt-Outs from State General Fund revenues.
- **Metro Commuter Services/Travel Management Organizations/Vanpools:** Metro Commuter Services and Travel Management Organizations and their staff have been transferred to Metro Transit in the 2006 budget. Direct Vanpool costs remain level although staffing costs and some promotional costs were split from the Metro Commuter Services budget and are shown in the Vanpool program.

2006 Metropolitan Transportation Services Budget

	METRO					CONTRACT REGULAR ROUTE	MTS TOTAL BUDGET
	TRANSP PLANNING	VAN- POOLS	MOBILITY/ ADA	OPT OUT	COMM- BASED		
REVENUES							
MVET				\$21,499,837	\$2,594,717	\$5,473,877	\$29,568,431
State General Fund	\$737,097		\$23,239,151	\$1,850,000	\$694,445	\$2,729,121	\$29,249,814
Fares			\$3,817,050		\$850,000	\$480,840	\$5,147,890
Federal	\$2,627,338	\$473,824	\$4,250,000		\$60,947	\$2,812,232	\$10,224,341
Other	\$110,000		\$90,000		\$16,000	\$90,000	\$306,000
Total Revenues	\$3,474,435	\$473,824	\$31,396,201	\$23,349,837	\$4,216,109	\$11,586,070	\$74,496,476
EXPENDITURES							
Salaries & Benefits	\$1,620,738		\$1,146,437		\$76,184	\$390,290	\$3,233,649
Goods & Services	\$888,414	\$473,824	\$667,015			\$218,000	\$2,247,253
Overhead & Transfers	\$965,283				\$31,346	\$156,731	\$1,153,360
Transit Programs			\$29,582,749	\$23,349,837	\$4,108,579	\$10,821,049	\$67,862,214
Total Expenditures	\$3,474,435	\$473,824	\$31,396,201	\$23,349,837	\$4,216,109	\$11,586,070	\$74,496,475
FUND BALANCE							
Balance Jan 1, 2006	\$1,523,986		\$3,168,319		\$346,493	\$1,740,460	\$6,779,258
Net Change							
Balance Dec 31, 2006	\$1,523,986		\$3,168,319		\$346,493	\$1,740,460	\$6,779,258
FTE	18	-	13		1	5	37

Metropolitan Council 2006 Adopted Unified Budget

Transportation Division - Metro Transit, Bus

METRO TRANSIT - BUS OPERATIONS

Introduction

As the largest operator of bus service and the first and only operator of light rail in the Twin Cities region, Metro Transit is a key part of the Metropolitan Council's commitment to operating quality transit services in an inclusive, customer-focused and efficient manner.

Metro Transit is one of the country's largest transit systems, providing roughly 90 percent of the 63.4 million bus trips taken annually in the Twin Cities. Each weekday, customers board Metro Transit buses an average of 214,000 times.

The agency's 1,430 operators and 465 mechanics support a 911 bus fleet serving 118 local, express and contract routes. In service to its customers, Metro Transit drives 95,000 miles each weekday. Metro Transit provides service that results in fewer cars on Twin Cities roadways and a reduction in congestion. In 2006, 63.5 million customers are expected to ride on Metro Transit buses

The Metro Transit budget assumes the continuation of the current fare structure from 2005, adjusted State general funding as enacted by the State Legislature in 2005, and State forecast Motor Vehicle Sales Taxes (MVST) revenue.

Policy Choices and Constraints

The Council has the discretion to allocate motor vehicle sales taxes and State funds among Metro Transit, Metro Mobility, rural/small urban programs, non-Metro Transit operations, and Metropolitan Transportation Services. In consultation with the Transportation Advisory Board, the Council also allocates federal transportation funds among transit, highway, and other transportation projects.

The 2006 budget brings together numerous policy choices governing services provided by Metro Transit. Metro Transit has established guidelines to help decide where, when, and how much fixed route bus service is delivered, how frequently it runs, as well as service quality parameters. Metro Transit also decides what levels of marketing, advertising, customer service information, and customer relations to provide, consistent with the mobility needs of the region. Metro Transit recommends maintaining the level and structure of the fare system, which reflects the fare adjustments, implemented in July 2005.

Passenger fares provide about 30% of Metro Transit operating revenue with motor vehicle sales taxes and State general funds providing most of the remainder. The State legislature determines the amount of State funds available in two-year, biennial appropriations. Metro Transit implements and operationalizes the Council's Regional Framework, Transportation Policy Plan, and various State legislative goals. The plans provide guidance for: transit quality, service levels, service locations, bus route financial and operational performance, fare policies, and system-wide fare recovery and transit infrastructure investment.

A competitive environment also affects Metro Transit policy decisions. In addition to Metro Transit service, fixed-route buses in the metro area are operated by Opt-Out transit systems; privately contracted regular route providers, and the University of Minnesota. About 4% of the buses operated by Metro Transit are operated as a provider, not as a principal decision-maker. Finally, federal laws and regulations direct some Metro Transit policy decisions, such as reduced fares for seniors, accessibility for customers with disabilities, and pollution control.

Metropolitan Council 2006 Adopted Unified Budget
Transportation Division - Metro Transit, Bus

FINANCIAL ANALYSIS

Financial and Resource Outlook

The Metro Transit - Bus operating budget reflects revenue of \$219.7 million and expenses of \$219.7 million. Expenses are expected to equal revenue even with recognition of higher fuel costs. Available operating reserves in 2006 are estimated to start at about \$14.0 million.

Metro Transit - Bus Operations
Sources and Uses of Funds, 2003-2006
(All values in millions of dollars)

	2003 Actual	2004 Actual	2005 Amended Budget	2006 Budget
UNDESIGNATED RETAINED EARNINGS – JAN. 1	\$ 11.7	\$ 13.1	\$ 16.2	\$ 14.0
<u>SOURCES OF FUNDS:</u>				
Transit Fund	\$ 87.0	\$ 93.4	\$ 98.9	\$ 88.7
Passenger Fares	57.6	46.6	58.4	62.0
State General Fund	31.1	31.5	30.0	44.6
Federal Funds + Capital	16.4	16.6	15.9	16.8
All Other Sources	8.7	7.9	7.3	7.6
Transfers From Other Funds	0.0	0.0	0.0	0.0
Total Sources	\$ 200.8	\$ 196.0	\$ 210.5	\$ 219.7
<u>USES OF FUNDS:</u>				
Salaries & Benefits	\$ 162.1	\$ 155.3	\$ 169.5	\$ 167.7
Materials & Supplies	16.9	17.1	21.3	25.8
All Other Expenses	11.1	9.5	9.0	13.7
Central Service Fees	9.3	11.0	12.9	12.5
Total Uses	\$ 199.4	\$ 192.9	\$ 212.7	\$ 219.7
SURPLUS / (DEFICIT)	\$ 1.4	\$ 3.1	\$ (2.2)	\$ 0.0
UNDESIGNATED RETAINED EARNINGS – DEC. 31	\$ 13.1	\$ 16.2	\$ 14.0	\$ 14.0

Note 1) Undesignated Retained Earnings do not include certain balances from State appropriation recognized in prior years due to implementation of GASB 33 (new accounting standard).

Note 2) Actual and Budgeted amounts include capital expense reimbursement. Capital expense reimbursement is for mechanic rebuilding activities and Engineering and Facilities design and construction management which is reimbursable by federal, State and/or local capital funds.

Metropolitan Council 2006 Adopted Unified Budget

Transportation Division - Metro Transit, Bus

Revenue

Metro Transit revenue budget in 2006 is \$219.7 million. Revenue increased nearly \$9.2 million from the 2005 amended Budget of \$210.5 million. This increase is due in large part to the increase in State General Fund Appropriations from the 2005 legislature and from the July 2005 fare increase. In addition to passenger fares, the largest sources of funding include proceeds from the Motor Vehicle Sales Tax (MVST) and a State of Minnesota general fund appropriation. The Council no longer levies property taxes for transit operations. In 2001 the State Legislature eliminated this levying authority and replaced it with a percentage of the Motor Vehicle Sales Tax that currently is 21.5% of the sales tax proceeds. The revenue assumptions in the 2006 Transportation Division budget are based on the February 2005 State forecast.

Expenses

Metro Transit expense budget in 2006 is \$219.7 million, up \$7 million from the 2005 amended budget of \$212.7 million. Expense increases are in labor and fringe benefits, and fuel and utilities expenses.

Personnel

Full-time equivalent positions reflected in the 2006 budget are:

Bus Operators	1,430.1
Mechanics: vehicle & facilities	465.6
Supervisory & Professional	264.7
Clerical	209.3
Police	48.2
Total FTE	2,417.9

Bus operators, mechanics and clerical employees are represented by Amalgamated Transit Union (ATU) Local 1005. Police officers are represented by Law Enforcement Labor Services (LELS). Supervisors and managers are represented by Transit Managers and Supervisors Association (TMSA).

KEY WORK PROGRAM ACTIVITIES FOR 2006

Ridership

During the 2000/2001 biennium, the State legislature increased transit funding while challenging the Metropolitan Council to increase ridership. Metro Transit share of the goal was 138 million rides. Metro Transit achieved and exceeded this biennium goal at over 147 million rides. In the succeeding biennium, faced with an economic downturn resulting in a State funding reduction and a need to increase fares, Metro Transit did not achieve the ridership increases needed to continue the effort to double the system by 2020. In 2004, Metro Transit experienced a work stoppage that ceased bus operations for 45 days. Consequently, ridership dropped by nearly 28% in the first few weeks after resumption of service. Ridership is continuing to rebound, but recovery has taken longer than anticipated. Ridership is expected to return to pre-strike levels by July 2006. With the funding that is available, Metro Transit will maintain bus ridership at this level while endeavoring to structure routes and service to best meet customer demand. Anticipated ridership for 2006 is estimated at 63.5 million trips.

Metro Transit is always working to attract more new customers and to retain and better satisfy existing customers. Key actions include improving service reliability, expanding and simplifying transfers, adding employer-subsidized fare programs and making the riding experience comfortable and easy. In

Metropolitan Council 2006 Adopted Unified Budget Transportation Division - Metro Transit, Bus

2006, key enhancements will include the implementation of the new Go-To fare collection system that will make boarding faster and easier. Additionally, this customer-oriented fare paying option will integrate with the Hiawatha Light Rail system and streamline administrative and accounting processes.

In October 1998, Metro Transit introduced the MetroPass program that allows employers to subsidize annual transit passes for all of their employees. The program is designed to be revenue neutral to Metro Transit. However, the long-term goal of this program is to encourage additional new riders and to grow passenger revenue. As of October 2005, 118 companies are enrolled in the program with over 18,000 active MetroPass employees within these companies. Metro Transit generates approximately \$13.0 million in annual revenue from the MetroPass program.

In a similar fashion, Metro Transit and the University of Minnesota have negotiated the U-Pass Transit Program. The U-Pass program is a deeply discounted bus pass that offers students unlimited rides on all metro area bus and rail service.

Congestion Mitigation and Air Quality (CMAQ) Grants:

Metro Transit participates in the federal CMAQ program that has the objective of improving the nation's air quality and managing traffic congestion. To this end, Metro Transit is investing the grant funds to increase ridership and improve service through expansion of service and the study of demand:

- I-35W North Corridor will double rush hour express frequency, add reverse commute, midday and evening express bus service between downtown Minneapolis and 95th Ave. Park & Ride, County Road H Park & Ride, employers and local communities in the north metro area. This grant provides for operating costs and marketing of expanded service
- Sector 5 Transit Service Expansion will implement a restructured route network with key service strategies including a major improvement in the local grid regular route network, expanded peak-only commuter express service tied to expanded Park and Ride facilities in three congested highway corridors, and improved reverse commute transit. This grant provides for operating costs and marketing of expanded service and benefits the cities of Minneapolis, St. Paul, Edina, and Bloomington.

Special Service:

Metro Transit provides express service to the State Fair from convenient locations and Park-and-Ride lots and provides shuttle service from various other locations. The service provided more than 955,000 State Fair rides in 2005, bringing 29% of all patrons to the State Fair.

Service Review

As part of its ongoing review of best service alternatives, Metro Transit will complete added sector studies to ensure that communities are receiving the types and quantity of transit service that best meet their mobility needs. These sector studies are a logical continuation of the Council's Transit Redesign program, which set service standards for the region. The sector approach removes the natural inclination to examine service on a route-by-route basis. The sector approach will ensure broad community input while building the Metro Transit and Council constituency.

Metropolitan Council 2006 Adopted Unified Budget ***Transportation Division - Metro Transit, Bus***

Fleet

Metro Transit buses are replaced after 12-years of service. The purchase of new buses is timed so that they will arrive around June of the year their replacements are due for retirement. The next bus replacement purchase is scheduled for 2006 delivery when another group of buses reaches 12-years of age.

In 2003, three Hybrid-Electric buses were introduced to Metro Transits fleet. Manufactured by the Gillig Corporation, this low-floor designed bus utilizes an Allison Diesel-Electric Hybrid Power train. The power from a relatively small Cummins diesel engine and a 640-volt battery pack are blended together. A component called the Ev Drive, consisting of two AC induction motors/generators and some gearing, integrates the mechanical and electrical power elements. Through the use of Hybrid Control Modules, operation of the two power sources are optimized, resulting in reduced emissions, lower fuel consumption and continuous freeway speed capability. The unit also utilizes regenerative braking, which recaptures energy while decelerating. The purchase of additional Hybrid buses is being considered for the future.

Public and Support Facilities

In addition to the maintaining its fleet, Metro Transit is responsible for the maintenance of both publicly-used facilities and bus-related facilities. Coverage within the seven county Metro area includes conventional bus shelters, large custom shelters, transit centers and park and ride lots. The maintenance work is conducted around the clock, every day of the week.

Summary

Metro Transits FY 2006 bus operating budget provides funding to maintain current service levels. The budget projects revenue and expenses of \$219.7 million and ridership of 63.5 million. The 2006 operating budget has a major focus on quality service in a customer-focused and efficient manner.

Metropolitan Council 2006 Adopted Unified Budget

Transportation Division - Metro Transit, Light Rail

METRO TRANSIT - HIAWATHA LIGHT RAIL OPERATIONS

INTRODUCTION

On June 28th, 2004, the Hiawatha light Rail line began passenger service between downtown Minneapolis and Fort Snelling carrying 2.2 million riders in advance of the Full Funding Grant commitment scheduled for a December 2004 opening. On December 4, 2004 passenger service to the MSP Airport and Mall of America commenced, completing the 12.0 mile line 27 days ahead of schedule.

Metro Transit now offers 46 bus routes with connecting service and timed transfers at 13 light rail stations. Bus service provides neighborhood access to the LRT line and will facilitate cross-town and reverse commuting travel options. University of Minnesota express buses will connect to the Downtown East/Metrodome Station. Since beginning operating through September 2005, the Hiawatha Light Rail Line has carried over 5.7 million passengers.

Early Operations Revenue Service began June 28, 2004 with 14 light rail vehicles delivered and commissioned for service. Rail operators, supervisors, control center managers, electro-mechanical technicians, traction power and SCADA specialists have completed testing and training on the vehicle, safety procedures, traction power, signals and communication systems required to operate from the Warehouse District Station to the Ft Snelling Station. In addition, ten members of the Metro Transit police were specifically trained in rail operations and deployed to safeguard the passengers and provide security to the new rail stations and provide random fare inspection of passengers. The line was completed On December 4, 2004 with 24 light rail vehicles delivered and commissioned for service.

FINANCIAL ANALYSIS

Light Rail fares are the same as bus fares. Transfers between bus and rail are valid for 150 minutes from time of initial boarding. Fare collection is barrier-free with tickets issued from self-service vending machines located on station platforms. Passengers are required to provide valid tickets upon request as proof of payment.

Twenty-four Light Rail Vehicles were commissioned for operation and the 1.4-mile HLRT Dual Tunnels were opened to serve two Airport Stations and three stations in Bloomington. Park and Ride facilities at Fort Snelling and 28th Avenue in Bloomington provide free day-commuter parking for approximately 1,500 automobiles.

Full-time equivalent positions included in the 2006 budget are:

Rail Operators	42.6
Mechanics: vehicle & facilities	63.4
Supervisory & Professional	26.0
Clerical	8.0
Police	<u>13.0</u>
Total FTE	153.0

Rail operators, mechanics and clerical employees are represented by Amalgamated Transit Union (ATU) Local 1005. Police officers are represented by Law Enforcement Labor Services (LELS). Supervisors and managers are represented by Transit Managers and Supervisors Association (TMSA).

***Metropolitan Council 2006 Adopted Unified Budget
Transportation Division - Metro Transit, Light Rail***

HIAWATHA LRT OPERATIONS FUNDING

The State of Minnesota appropriated \$6.70 million to operate the Hiawatha LRT line for the 2004-2005 Biennium and \$9.35 million for the 2006-2007 Biennium. This appropriation is to cover 50 percent of the operating costs after operating revenue and federal funds are used for light rail transit operations. The remaining 50 percent are to be funded by Hennepin County Regional Rail Authority (HCRRRA).

For the 2006 calendar year, passenger fares will generate \$7.2 million for rail operations. In addition, M.A.C. Airport Shuttle service will generate \$625 thousand contracted service revenue. Federal CMAQ grant funds will provide \$3.9 million to assist the rail system. The remaining \$8.1 million will be funded 50/50 by the State and HCRRRA at \$4.06 million each.

**Metro Transit - Hiawatha Light Rail Transit Operations
Sources and Uses of Funds, 2004-2006
(All values in millions of dollars)**

	2004 Actual	2005 Budget	2006 Budget
UNDESIGNATED RETAINED EARNINGS – JAN. 1	\$0.56	\$1.51	\$1.01
<u>SOURCES OF FUNDS:</u>			
Passenger Fares	\$2.52	\$5.99	\$7.20
State General Fund	3.39	3.91	4.06
Federal Funds	2.99	3.10	3.91
Hennepin County	3.39	3.91	4.06
Contracted Service	.05	.62	.62
Total Sources	\$12.34	\$ 17.53	\$19.85
<u>USES OF FUNDS:</u>			
Salaries & Benefits	\$ 6.26	\$11.11	\$11.98
Materials & Supplies	.95	1.29	1.41
All Other Expenses	3.42	4.70	5.51
Central Service Fees	.76	.93	.95
Total Uses	\$ 11.39	\$ 18.03	\$19.85
SURPLUS (DEFICIT)	\$.95	\$(.50)	--
UNDESIGNATED RETAINED EARNINGS – DEC. 31	\$ 1.51	\$ 1.01	\$1.01



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Community Development Division

MISSION

To provide high quality services that support the development of coordinated plans, policies, and programs to guide the region's growth and shape its future;

- To administer sections of the Metropolitan Land Planning Act;
- To provide planning data and planning assistance to local communities;
- To identify and analyze strategic regional issues and solutions;
- To facilitate collaboration with and among governmental units;
- To guide the development of the regional parks and open space system; and,
- To implement the Livable Communities Act; and deliver housing assistance to eligible persons by administering existing federal, state and local programs through the Metropolitan Council Housing and Redevelopment Authority.

EXPECTED RESULTS

- The Council receives comprehensive analysis of and recommendations about policy, planning and related financial issues to assist the Council in the actions required to implement the Metropolitan Land Planning Act.
- Local communities view the Council as a valuable resource for dependable information and as an effective facilitator of collaborative community efforts to guide regional growth and investment.
- Regional citizens and visitors rely on the parks and opens spaces as venues for leisure time and entertainment choices, as well as means of preserving natural amenities.
- Communities participating in Livable Communities Act grant programs find them valuable resources for assistance with cleaning up polluted sites, expanding housing choices, and developing projects that offer a mix of land uses connected by a variety of transportation options.
- Eligible low-income households receive rent assistance to help ensure affordable housing through existing Council rent assistance programs
- Information for targeted Council audiences and customers is accurately prepared and published in a timely manner.
- Family Affordable Housing Program units are well maintained and fully occupied.

PERFORMANCE MEASURES

- Council committees are provided with on-time presentations that include clearly stated analysis of policy and planning issues and well-supported recommendations for Council action.
- All communication with Council members, local community officials, legislators, interested stakeholders, and the general public is accurate, comprehensive, timely, and appropriate in its context.
- Review and analysis of local comprehensive plan updates, amendments and other materials submitted in accordance with the Land Planning Act and related state laws are conducted expeditiously and completed in a timely manner. Local officials are promptly notified

Metropolitan Council 2006 Adopted Unified Budget

Community Development Division

regarding questions or issues and are formally informed of committee and Council meetings and actions.

- Community Development Division staff contribute to the work of other Council divisions as needed and appropriate.
- The regional parks and open space system is publicly regarded as an outstanding feature and asset.
- All communities likely to benefit from participation in Livable Communities Act programs choose to participate.
- Selection criteria, selection process, grant agreements, and payment request procedures for Livable Communities Programs are clearly stated and readily accessible to participating communities.
- Federal, state and local funding for tenant-based rent assistance programs maintains 100 percent use of all available subsidies for the provision of affordable rents for program participants.
- The Council's federal Section 8 Housing Choice Voucher Program and all additional specialized housing assistance programs administered by the Council are operated in a manner that provides the most efficient and effective use of available resources to assist clients.
- All units administered through the Family Affordable Housing Program are occupied and a sufficient waiting list is maintained to ensure continued full occupancy.

ORGANIZATION OF THE DIVISION

The Community Development Division is responsible for the Council's regional growth strategy, planning assistance to local jurisdictions, research, geographic information systems, and regional parks and open space planning and capital investment. Division responsibilities also include the Metropolitan Housing and Redevelopment Authority (Metro HRA) and Livable Communities Act activities. The division is organized into two departments:

- **Planning and Growth Management**, which implements the *Development Framework* growth management strategies through planning and local assistance, parks and open space system planning, housing policy development, research, and geographic information systems; and
- **Housing and Livable Communities**, which implements the Livable Communities Act programs, and operates the Housing and Redevelopment Authority. The HRA activities include federal, state and local tenant and project based rent subsidy programs and federal public housing through its Family Affordable Housing Program (FAHP).

FUNCTIONS

Community Development Division departments are organized into the following work units:

- **Division Management:** Provides overall policy direction and leadership to the division, policy alignment with operating units, and positive collaboration with external interests and local community officials.
- **Regional Systems Planning and Growth Strategy:** Develops policy initiatives and effective outreach services to implement the *2030 Regional Development Framework* policies and

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Community Development Division

strategies. Conducts long-range planning of the regional park system to meet the future needs of the region, reviews park master plans and manages the Capital Improvement Program (CIP). This unit is responsible for helping the Council to shape its regional growth plan—the *Regional Development Framework*—and to coordinate outreach efforts related to the plan. This unit also includes the Council’s parks and open space program, which helps the Council oversee the acquisition and development of regional parks. The parks are operated by 10 partnering cities and counties.

- **Local Planning Assistance:** Reviews local comprehensive plan updates, amendments, environmental assessments, and grant applications; provides local comprehensive planning information and guidelines to communities. This unit coordinates the review of comprehensive plans prepared by local governments.
- **Research:** Provides accessible data on demographics, housing markets, land use and the regional economy; provides regional analysis for planning and decision-making. This unit prepares forecasts of population, housing and employment, as well as annual population estimates. It compiles data on various trends, such as construction activity in the region. The unit prepares and conducts the *Regional Residents’ Survey* and it monitors benchmarks cited in the *Development Framework*.
- **Geographic Information Systems:** The GIS department supports the Council’s planning, transit, and environmental services activities through Geographic Information System technology. The department also works closely with MetroGIS to support sharing of GIS data among government agencies within the metro area; it provides staff support services to MetroGIS.
- **Livable Communities:** This unit implements the Livable Communities Act, which provides funding for cities to invest in and support local economic revitalization, affordable housing initiatives, and development or redevelopment demonstration projects.
- **Housing and Redevelopment Authority (HRA):** Administers federal, state and local tenant and project based rent assistance programs and federal scattered site public housing program through the Family Affordable Housing Program (FAHP). The program uses the existing private rental market to provide decent, safe, and sanitary housing for over 6,000 low-income seniors, disabled individuals, families and singles at an affordable cost.

MAJOR 2006 POLICY INITIATIVES

- Provide strategic leadership for implementation of the *2030 Regional Development Framework* with a focus on completing statute-required update of local comprehensive plans.
- Review and revise division administrative procedures to ensure that the stakeholders and the general public can readily access and confidently respond to various information requirements.
- Provide data and analysis for Regional Policy Plan updates.
- Report on Regional Framework Benchmarks, recommending revisions to existing ones as appropriate.
- Provide enterprise-wide GIS support to help increase productivity throughout the Council.

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Community Development Division

- Support and facilitate the adoption of the 2005 *Regional Recreation Open Space Policy Plan* update and the 2006-2011 *Regional Parks Capital Improvement Program*.
- Work with local communities to identify ways official controls and procedures can be developed and maintained to ensure land development is consistent with adopted plans and available infrastructure capacity.
- Identify opportunities for utilization of the *Natural Resources Inventory*.
- Collaborate with local jurisdictions to identify ways local plans and official controls can provide for a variety of housing.
- Work in partnership with local units of government and other funding agencies to implement the Metropolitan Livable Communities Act.
- Initiate ongoing communication with counties and other units adjacent to and beyond the seven-county region.

KEY 2006 WORK PROGRAM ACTIVITIES

- **Division Management**
 - ✓ Provide strategic leadership for 2030 *Regional Development Framework*.
 - ✓ Ensure policy alignment with Council operating units.
 - ✓ Support inter-governmental partnerships to implement key Council initiatives.
- **Regional Systems Planning and Growth Strategy**
 - ✓ Coordinate *Regional Development Framework* policy with the *Water Resources Management Policy Plan* and the 2005 *Regional Recreation Open Space Policy Plan*.
 - ✓ Coordinate the work of the Land Use Advisory Committee.
 - ✓ Develop and implement *Framework* policy recommendations.
 - ✓ Coordinate *Framework*-related local planning assistance to Council partners and stakeholders.
 - ✓ Provide natural resource technical assistance.
 - ✓ Analyze trends in adjacent counties.
- **Parks and Open Space**
 - ✓ Coordinate public involvement meetings about an updated *Regional Recreation Open Space Policy Plan* and 2006-2011 *Regional Parks Capital Improvement Program*, and coordinate the Council approval of these documents.
 - ✓ Coordinate efforts to obtain State funding for a portion of the *Regional Parks Capital Improvement Program* and to partially finance the operations and maintenance of the Regional Park System.
 - ✓ Review master plan amendments, administer approved grants from the *Regional Parks Capital Improvement Program*, and review/comment on local comprehensive plans and related referrals regarding their compatibility with the Regional Park System.
 - ✓ Prepare the annual Regional Park System use estimate and conduct research on the demand for the Regional Park System.
 - ✓ Collaborate with other governmental units and stakeholders in the region to develop a methodology and possible programs for the utilization/implementation of the *Natural Resources Inventory*.

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- ✓ Support strategy to create alternative, non-public or semi-public funding sources, such as a regional parks foundation.
- **Research**
 - ✓ Prepare annual population and household estimates.
 - ✓ Develop annual employment estimates.
 - ✓ Provide annual *Report to the Minnesota Legislature on Affordable and Life-cycle Housing in the Twin Cities Metropolitan Area*.
 - ✓ Monitor development along transit corridors.
 - ✓ Update forecasts for system statements.
 - ✓ Maintain a complete set of Development Framework Benchmarks; recommend revision of existing ones.
 - ✓ Produce studies, as warranted, of development, economic, housing and demographic trends in the seven-county region and adjacent counties.
 - ✓ Produce on-going reports: building permits, construction starts, quarterly economic indicators, fiscal disparities summary, Twin Cities area survey, etc.
 - ✓ Prepare and conduct *Regional Residents' Survey*.
 - ✓ Contribute data and informational resources to help update the *Local Planning Handbook*.
 - ✓ Staff the Council-wide e-government planning "roadmap" project.
- **Geographic Information Systems (GIS)**
 - ✓ Interpret new 2005 Land Use data for use in local comprehensive plan updates.
 - ✓ Maintain Council GIS web pages.
 - ✓ Create an interactive natural resource mapping capability .
 - ✓ Help monitor changes in land use as development occurs.
 - ✓ Support GIS components of Metro Transit SmartCom project.
 - ✓ Identify and develop approved GIS resources for the on-line version of the *Local Planning Handbook*.
 - ✓ Support quarterly updates of GIS bus route data used for *Transit Itinerary Planning System*, *Bus Route Service Planning*, and Federal Fixed Guide-way reporting.
 - ✓ Assist regional maintenance staff in developing GIS and Web applications.
 - ✓ Complete regional solutions for five additional common priority information needs: 1) existing land use, 2) highways and roads, 3) addresses and related information, 4) parcels, and 5) socioeconomic characteristics of areas.
 - ✓ Use performance measures to gauge progress and enhance MetroGIS sharing efforts.
 - ✓ Maintain www.MetroGIS.org and www.datafinder.org web sites for access to organizational information and data on MetroGIS.
 - ✓ Determine the future direction and role of MetroGIS after the basic data sets have been created.
- **Local Planning Assistance**
 - ✓ Update and maintain the *Local Planning Handbook* and related data, with attention to the accuracy and timeliness of the versions published on the Council's Internet web site.
 - ✓ Plan and implement means that enable communities to submit more local comprehensive plan information on line.

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Community Development Division

- ✓ Explore ways to create useful planning information and data from the collection of local comprehensive plan updates.
- ✓ Provide technical assistance and staff review of grant programs including Livable Communities Demonstration Account (LCDA), Tax Based Revitalization Account (TBRA) and Transportation Equity Act for the 21st Century (TEA-21).
- ✓ Provide technical support to Council members and to local communities through sector representatives.
- ✓ Provide staff assistance to various Council, commission and advisory committees.
- ✓ Provide staff assistance for special studies, e.g., corridors or focus areas.
- ✓ Coordinate *Framework*-related local planning assistance to Council partners and stakeholders to help implement regional growth strategies.
- ✓ Administer comprehensive planning loan program for local communities.

- **Livable Communities**
 - ✓ Administer Livable Communities Act.
 - Establish annual LCA fund distribution plan.
 - Oversee the affordable housing planning requirements of the Act.
 - Prepare annual report to the Legislature including an evaluation of program effectiveness.
 - Conduct the funding accounts' application submittal, review and selection processes.
 - Execute grant agreements and amendments.
 - Administer grant agreements.
 - Monitor and evaluate projects.
 - ✓ Provide staff support for Livable Communities Advisory Committee (LCAC).
 - ✓ Partner with Metropolitan Housing Implementation Group, Department of Employment and Economic Development, and other LCA partners.

- **Housing and Redevelopment Authority (HRA)**
 - **Tenant-based Rent Assistance Programs**
 - ✓ Fully utilize all rent subsidy resources.
 - ✓ Continue implementation of Family Self-Sufficiency and HOME (Homeownership Made Easy) Programs.
 - ✓ Continue implementation of improved quality control processes, procedures and internal controls.
 - ✓ Continue to identify and implement processes that improve efficiency and customer service.

 - **Family Affordable Housing Program (FAHP)**
 - ✓ Direct program operations for the Council's 150 units of scattered site housing.
 - ✓ Monitor compliance with Council policies and federal HUD regulations.
 - ✓ Perform asset management duties to ensure all FAHP units are maintained according to acceptable standards.
 - ✓ Ensure there are sufficient federal funds for program operations and capital needs.

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Community Development Division

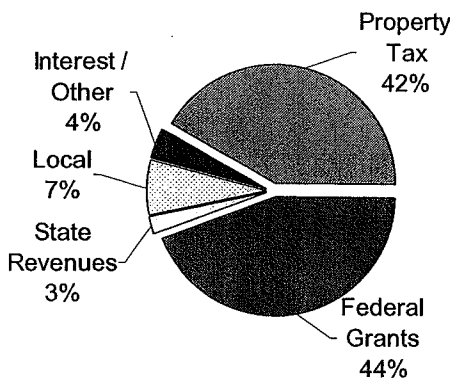
FINANCIAL ANALYSIS OF DIVISION BUDGET

Revenues

The Community Development planning functions are supported primarily by the Council property tax levy for general purposes. This levy funds administrative functions in both Community Development and Regional Administration.

HRA/FAHP revenues come from federal, state, and local administrative fee sources. For 2006, HRA/FAHP projected revenues include administrative fees of approximately \$4.35 million in federal funding primarily from the Department of Housing and Urban Development (HUD), \$134 thousand State funding from the Minnesota Housing Finance Agency (MHFA) and \$661 thousand local revenues, which includes property rental fees earned.

Community Development also allocates a portion of its planning expenses to the operating divisions as a planning chargeback. The planning chargeback is projected to be approximately \$570 thousand for 2006.



Revenues	2005 Adopted	2006 Adopted
Property Tax	\$ 3,911,185	\$ 4,161,234
Federal Grants	4,440,937	4,359,360
State Revenues	411,458	274,230
Local	724,564	740,925
Interest / Other	455,290	405,178
Subtotal External Funding	\$ 9,943,434	\$ 9,940,927
Internal Cost Sharing	555,534	570,118
Total Revenues	\$ 10,498,968	\$ 10,511,045

Expenditures

The Community Development Division total 2006 operating expenditures including Pass-Through and Debt Service expenses are \$97,968,149, increasing approximately \$3.1 million (3.2 percent).

	2005 Adopted	2006 Adopted	% Chg.
Salaries & Benefits	\$ 6,483,693	\$ 6,657,450	2.7%
Contracted Services	930,687	966,520	3.9%
Other Operating	2,468,545	2,235,906	-9.4%
Operating Expenditures	\$ 9,882,925	\$ 9,859,876	-0.2%
Debt Service	8,393,712	9,023,524	7.5%
Pass-Through	76,610,519	79,084,749	3.2%
Total Expenditures	\$ 94,887,156	\$ 97,968,149	3.2%

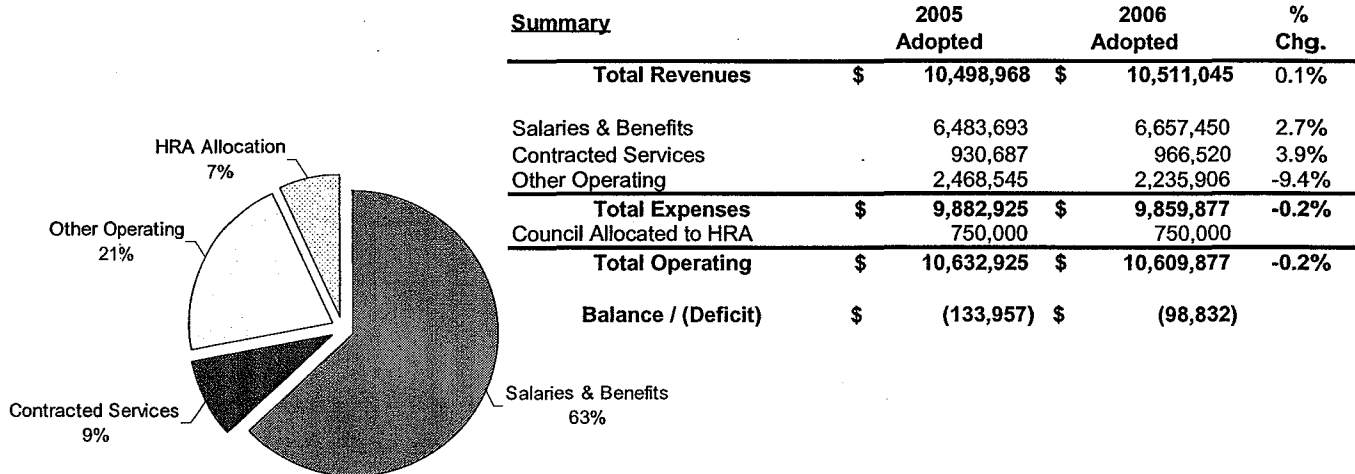
Operating expenditures are projected to decrease slightly in 2006 due reductions in consulting expenses. Debt service expenditures, primarily related to parks debt, are projected to increase approximately \$630 thousand (7.5 percent). Pass-Through expenditures are projected to increase approximately \$2.5 million (3.2 percent) caused by an increase in the HUD subsidy for housing grants. Projected 2006 Pass-Through expenditures consist of \$8,630,000 for Parks; \$54,804,749

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Community Development Division

for the HRA; and \$15,650,000 for grant programs authorized by the 1995 Livable Communities Act. Additional information on the Pass-Through Grant and Loan programs portion of the budget is available in Appendix A (p. 9-1).

The 2006 budget assumes a staffing complement of 84.4 FTE. The 2006 operating budget is summarized in the following tables. The \$98 thousand use of reserves for 2006 is the net of a \$125 thousand use of reserves in Family Affordable Housing (FAHP) offset by a \$27 thousand addition to HRA reserves.



Summary	2005 Adopted	2006 Adopted	% Chg.
Total Revenues	\$ 10,498,968	\$ 10,511,045	0.1%
Salaries & Benefits	6,483,693	6,657,450	2.7%
Contracted Services	930,687	966,520	3.9%
Other Operating	2,468,545	2,235,906	-9.4%
Total Expenses	\$ 9,882,925	\$ 9,859,877	-0.2%
Council Allocated to HRA	750,000	750,000	
Total Operating	\$ 10,632,925	\$ 10,609,877	-0.2%
Balance / (Deficit)	\$ (133,957)	\$ (98,832)	

DEPARTMENT BUDGETS

	2005 Adopted	2006 Adopted	% Chg.
REG'L SYSTEMS PLANNING & GROWTH STRATEGY	\$ 242,921	\$ 400,907	65%
PARKS	196,734	118,998	-40%
RESEARCH	862,698	959,247	11%
GIS	1,207,223	1,240,366	3%
LOCAL PLANNING ASSISTANCE	1,398,425	1,066,897	-24%
LIVABLE COMMUNITIES	791,406	582,659	-26%
DIVISION MANAGEMENT	329,813	682,653	107%
SUBTOTAL	\$ 5,029,220	\$ 5,051,727	0%
HRA	3,919,798	3,895,854	-1%
FAHP	933,907	912,295	-2%
TOTAL COMMUNITY DEVELOPMENT	\$ 9,882,925	\$ 9,859,876	0%

Note: several departments were reorganized during 2005 with staff moving between departments making year to year comparisons difficult at the department level.

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Regional Administration

Regional Administration coordinates and provides centralized service functions such as human resources, finance, legal, purchasing and risk management for the benefit of the operating and line divisions of the Council. The majority of the Regional Administration budget is allocated to the operating divisions of the Council.

MISSION: To provide essential, integrated management, support, and oversight services to the Council and its operating units.

Regional Administration's continuing priority for 2006 will be maintaining, and where necessary, improving its support of the Council's operating units by providing highest quality, cost effective shared services.

EXPECTED RESULTS

- Provide leadership in anticipating changes and potential issues for the agency
- Facilitate continuous improvement of day-to-day service delivery and support
- Build effective partnerships and relationships through strong customer service
- Facilitate stakeholder input to regional decision making.

ORGANIZATION OF REGIONAL ADMINISTRATION

Regional Administration includes the Office of the Chair and the Office of the Regional Administrator. The organization chart in the Mission and Organization section (p. 2-6) of the budget shows reporting relationships within Regional Administration.

The administrative support units within Regional Administration include:

- Legal - General Counsel
- Program Evaluation & Audit
- Government Affairs
- Public Affairs
- Office of Diversity
- Human Resources
- Fiscal/Central Services
- Information Services
- Risk Management
- Contracts and Procurement
- Budget and Evaluation

Administrative services are provided to the business units on a cost reimbursement basis. These costs are shared under procedures documented in the Council's "Cost-Sharing System Guidebook." A portion of the administrative costs for Council-wide administrative duties not attributable to specific units are allocated to business units under agreed upon cost allocation procedures.

Resource needs and budget requests from administrative units are developed through joint work planning involving administrative unit managers and business unit management. On a quarterly basis administrative managers prepare reports for business units that assess services provided and costs allocated. Considerable effort is put into administrative cost control including monitoring of shared administrative resources and system development costs.

Metropolitan Council 2006 Adopted Unified Budget

Regional Administration

DEPARTMENTAL TACTICAL GOALS

LEGAL

- Provide prompt advice to the Council to assist in compliance with all appropriate federal and state legal requirements.
- As needed, realign internal legal staff assignments and external legal service providers so that high quality, cost-competitive legal services are delivered.
- Improve transactional documentation process through increased client contact and timely document production.
- Increase productivity through the use of appropriate cutting-edge research and document production tools.
- Design and implement effective communication links with clients.
- Facilitation and encouragement of preventive legal services practices throughout the organization.

PROGRAM EVALUATION & AUDIT

- Develop and execute a comprehensive risk assessment and risk-based audit plan to ensure that audit resources are targeted to the areas of highest risk for the Council.
- Carry out special audits or investigations at the request of the Regional Administrator, Council leadership, or the Audit Committee.
- Conduct thorough audits of program structure, management, and performance and make recommendations to enhance the efficiency and effectiveness of Council activities.
- Design and implement audit programs to assist management in verifying the compliance of their programs with the applicable laws and regulations.
- Consult with other managers and leaders throughout the Council to assist with the development and use of internal controls and performance measurement for program accountability.
- Coordinate with external auditors, including the Office of the State Auditor and federal program auditors.

PUBLIC AFFAIRS

- Communicate the Council's commitment to work collaboratively with local governments and other partners to accommodate the region's growth and ensure the efficient use of our regional transportation, aviation, wastewater and park systems.
- Support Council efforts to assist local governments as they work to update their comprehensive plans.
- Support the Council's long-term efforts to improve the region's transportation system and slow the growth in traffic congestion.
- Improve and expand the information and services provided on-line to better serve the public and key stakeholder groups.

DIVERSITY

- Provide leadership in creating and sustaining an emotionally healthy and inclusive organization by providing diversity related training and consultation.

Metropolitan Council 2006 Adopted Unified Budget

Regional Administration

- Promote the development and contribution of all employees by providing them with fundamental workplace behavior training regarding harassment and discrimination.
- Increase the use of technology in the collection, reporting, and communication of diversity and equal opportunity information.
- Create procedures and practices that support the Council's commitment to utilizing a diverse range of suppliers and contractors through efficient and comprehensive contract compliance programs.
- Establish and sustain relationships with communities and organizations to help achieve the mission of the Office.
- Create and/or support diversity awareness opportunities and events that support the Council's mission.

HUMAN RESOURCES

- Develop a comprehensive compensation program that provides fair, equitable and competitive wages with flexibility to meet business needs.
- Design, document and implement timely, cost effective selection processes that reflect best practices, are legally defensible and identify highly qualified applicants.
- Leverage the functionality of e-HR to streamline processes, lower administrative costs and support business units needs and decision making.
- Implement an integrated, comprehensive Council-wide disability management and leave program.
- Partner with business units to plan and implement HR audit recommendations and best practices on employee file management and access.
- Implement short and long term strategies designed to control health care costs and lower administrative expenses.
- Partner with business units in developing proactive labor relations strategies and principles and building labor management skills.
- Increase the capacity of human resources to better support business unit initiatives.
- Partner with business units to develop and implement work force plans that support short and long term business goals and needs.

FISCAL/CENTRAL SERVICES

- Identify and implement additional efficiencies in systems and processes to provide the most effective service to customers.
- Evaluate process and system improvement possibilities in Accounts Receivable, Accounts Payable, and Payroll; including increased use of Electronic Funds Transfer (EFT).

INFORMATION SYSTEMS

- Enable the goals of the operating units by proactively providing value-added information services that are customer focused and aligned with the business.
- Partner with the operating units in planning, developing, and implementing business systems that support the goals of the business units.
- Provide a service delivery infrastructure with the characteristics of being reliable, secure, flexible and cost conscious. Position the Council to enable e-government

Metropolitan Council 2006 Adopted Unified Budget

Regional Administration

through secure Internet access and partnership in creation of an e-government strategy.

- Enhance quality and efficiencies by improving the ability to successfully and consistently manage and implement projects, manage assets, and implement changes successfully.

RISK MANAGEMENT

- Advise Council management on appropriate risk management strategies to manage risk and minimize loss.
- Develop strategic plan for risk management.
- Assist each division in analyzing loss exposures and identifying risk management tools/resources to manage those costs.

CONTRACTS AND PROCUREMENT

- Assist MCES and RA customers in solicitations for goods and services, the creation of purchase orders, and the execution of contracts.
- Follow processes and maintain records that demonstrate compliance with procurement policy and procedures.
- Continuously improve the process of procuring goods and services most advantageous to the Council.
- Facilitate accurate reporting of Council expenditures and encumbrances.

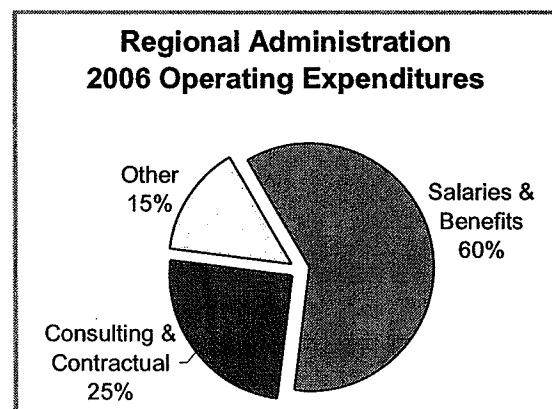
BUDGET AND EVALUATION

- Coordinate development of annual unified operating budgets, and five-year capital program and annual capital budget.
- Oversee and coordinate issuance of Council sponsored debt.
- Administer and monitor Council cost sharing/allocation programs.

OVERVIEW OF REGIONAL ADMINISTRATION BUDGET

Total 2006 budgeted expenditures for Regional Administration are \$30,046,249 with sixty percent of the budget representing staffing costs, and twenty-five percent representing consulting or contractual services related expenses. The balance is comprised of rent, utilities, training, supplies, and other miscellaneous expenses.

Approximately \$25 million, or 82 percent, of Regional Administration expenses are shared or allocated to business units under The Council's cost allocation and federal Office of Management and Budget (OMB) A-87 guidelines.



Metropolitan Council 2006 Adopted Unified Budget

Regional Administration

COMPARISON OF 2006 BUDGET TO 2005

Regional Administration expenditures increase .1 percent in 2006 to \$30,046,249. Salary and Benefit expenses increase 1.3 percent in 2006, largely driven by changes in Council benefit costs. Consultant and contractual service expenditures increase \$43 thousand, less than 1- percent increase, driven primarily by technology projects anticipated for 2006, and a planned major inventory of MCES physical assets. Rent expense increases approximately \$66 thousand (5 percent) due increase in rent cost and due to a reallocation of space to reflect actual usage.

Expenditures	2005 Budget Adopted	2006 Budget Adopted	Percent Change
Salaries & Benefits	\$ 17,780,192	\$ 18,005,444	1.3%
Consultants & Contract Svcs.	7,546,723	7,594,067	0.6%
Rent	1,348,770	1,415,101	4.9%
Other Direct Expenses	3,354,674	3,031,637	-9.6%
Total	\$ 30,030,359	\$ 30,046,249	0.1%
Operating Capital Outlay	\$ 1,780,793	\$ 453,941	nm

Operating Capital Outlay includes expenditures for computer equipment, technology infrastructure, and building expenses offset by rent.

2006 Regional Administration departmental expenditure budgets compared to the 2005 adopted budget are displayed in the following table.

Regional Administration Department Budgets

Unit	2005 Adopted	2006 Adopted	Percent Change	Major Changes
General Counsel	\$ 2,662,921	\$ 2,741,821	3.0%	Outside legal expense
Budget & Evaluation	343,435	349,326	1.7%	
Diversity	621,557	642,377	3.3%	Benefits elections & costs increasing
Fiscal / Central Services	3,649,735	3,807,936	4.3%	MCES physical inventory
Government Affairs	481,071	449,249	-6.6%	
Human Resources	4,484,503	4,707,777	5.0%	E-HRIS upgrade, Benefits consulting and Health care screenings
Information Services	12,032,277	11,535,809	-4.1%	
Offices of Chair & Reg'l Administrator	1,004,397	1,020,141	1.6%	
Program Evaluation & Audit	548,974	512,381	-6.7%	
Public Affairs	2,036,947	2,027,967	-0.4%	
Purchasing & Contract Services	1,048,169	1,124,042	7.2%	Rent increased - none budgeted in 2005
Risk Management	1,116,373	1,127,423	1.0%	
Total Regional Administration	\$ 30,030,359	\$ 30,046,249	0.1%	



Metropolitan Council 2006 Adopted Unified Budget Budget Development and Adoption Process

Introduction

The Metropolitan Council budget is a unified operations budget that encompasses all operating units and revenue sources. It is composed of four operating divisions: Environmental Services Division, Transportation Division, Community Development Division, and Regional Administration. A separate capital improvement program and budget for 2006-2011 is also prepared including major facilities primarily financed by means of long term debt.

The Council's budget addresses the overall vision and mission of the agency, which will guide the development of the 2006 work program. Each of the individual operating divisions develops its own mission based upon the Council's Implementing Strategies and the needs of the customer, client, or stakeholder served.

Each of the Council's operating divisions has unique revenue sources based upon specific client relationships. The Council's operating divisions develop their budget proposals in consideration of their clients' service needs, respective funding sources, and Council policy. For example:

- In the Environmental Services Division, municipal customers pay for the level of service based on actual wastewater flow. The unit cost of the service is the same for all users. Cities, in turn, collect fees for the volume of wastewater collected and treated from residential, commercial and industrial customers.
- In the Metropolitan Housing and Redevelopment Authority (HRA), cities and the federal Department of Housing and Urban Development (HUD) depend upon specific results from the HRA, while clients are the recipients of the services being provided.

Budget Process

Development of the annual operating budget is an intensive, nearly eleven month process involving the entire organization. The final product is a policy and financial plan covering all of the Metropolitan Council's programs and services. The adopted 2006 operating budget is \$646 million, and includes the Council's anticipated operating expenditures, passthrough grants and loans, and debt service.

The budget process typically begins in February of the preceding fiscal year. Initial steps include communication of key assumptions for use in preparing budget requests. The shared services departments that comprise Regional Administration along with the Community Development division begin the budget process with their budget proposals that are due in early April. These preliminary budgets are reviewed with the Regional Administrator and presented for review by the Council's Management Committee.

During April, May and June the operating divisions review and discuss goals and strategies with their respective Council committee. Preliminary divisional budgets based on these discussions are reviewed with the Regional Administrator's Office and then presented to the various Council committees.

During June and July, the Environmental Services Division proposed budget is presented to the Council's Environment Committee. The Environmental Services Division budget determines municipal wastewater charges for cities in the region for the upcoming year. Public meetings on the proposed Environmental Division budget are held prior to adoption of the proposed budget so that communities and other clients

Metropolitan Council 2006 Adopted Unified Budget

Budget Development and Adoption Process

have the opportunity to comment on the budget and proposed municipal wastewater charges. The Environmental Services division budget, once completed, is reviewed with the Regional Administrator's Office and presented to the Environment committee.

The Transportation division budget is partially dependent on the outcome of legislative session funding actions. Therefore, completion of the proposed transportation budget is often contingent on completion of the current legislative session. The transportation budget, once completed, is reviewed with the Regional Administrator's Office and presented to the Transportation committee.

In August, the Council is presented a preliminary unified budget and proposed property tax levies for consideration, discussion, and eventual adoption. Immediately after adoption of the preliminary operating budget and levies, the Council transmits to the State Department of Revenue and the respective county auditors the preliminary budget and proposed property tax levies in compliance with Truth-in-Taxation and other statutory requirements. The State Department of Revenue determines whether the proposed levies are within statutory levy limits. The county auditors then incorporate the Council's proposed levies in the Truth-in-Taxation certificates sent to metropolitan area households in November.

During October, the Council adopts a Public Hearing draft of the proposed operating and capital budgets. The Council holds a public hearing and a Truth-in-Taxation hearing on the proposed property tax levies the first Wednesday of December. The Council must adopt a final Unified Budget and property tax levies no later than December 20.

Capital Budgeting

Under State statute, the Council is required to adopt a Capital Improvement Program (CIP) and Annual Capital Budget for major equipment, facilities, and land; and grants programs administered by the Council for similar purposes. In response to state statute (473.13), the Council's annual CIP and Capital Budget is adopted and published separately from the Council's operating budget.

The CIP generally covers a five-year period and includes major asset purchases for the Metropolitan Council Environmental Services Division, transit operations, including Metro Transit and other transit providers, and the Metropolitan Parks and Open Space Commission.

The CIP and annual Capital Budget document presents:

- A unified five year Capital Improvement Program (CIP) which details capital investments and financing;
- A fiscal impact assessment which considers capital investments and financing within the context of the region's ability to pay; and
- A unified Capital Program and Budget with new multi-year capital program authorizations and capital expenditures.

Metropolitan Council 2006 Adopted Unified Operating Budget

APPENDICES

- A. Passthrough Grant and Loan Programs**
- B. Proposed Capital Outlay**
- C. Property Tax Levy Estimates**
- D. Budget by Fund**
- E. Service Level History Charts**
 - 1) Metro Transit and Metropolitan Transportation Services
 - 2) Community Development
 - 3) Environmental Services
- F. Report on Professional / Technical Contractual Services**
 - 1) 2004 Actual
 - 2) Draft 2005 (11 mos. Actual)
 - 3) 2006 Adopted Budget
- G. Glossary**

**METROPOLITAN COUNCIL
GRANT AND LOAN PROGRAMS**

APPENDIX A

	2003 Actual	2004 Actual	2005 Budget	2005 Revised	2006 Budget
<u>Passthrough Grant Programs:</u>					
Passthrough Grant Revenues:					
Property Taxes:					
Livable Communities Program	\$ 12,681,096	\$ 12,708,967	\$ 12,602,200	\$ 12,602,200	\$ 12,602,200
Highway Right-of Way Loan Program	2,919,939	2,640,437	2,577,100	2,577,100	-
Subtotal-Property Taxes	\$ 15,601,035	\$ 15,349,404	\$ 15,179,300	\$ 15,179,300	\$ 12,602,200
Federal:					
HUD Housing Assistance	44,804,366	51,407,264	49,034,585	49,034,585	51,043,469
Subtotal-Federal	\$ 44,804,366	\$ 51,407,264	\$ 49,034,585	\$ 49,034,585	\$ 51,043,469
State:					
HACA Payments (Livable Communities)	385,138	261,117	500,000	500,000	500,000
HACA Payments (Highway Right-of-Way)	146,482	89,413	200,000	200,000	-
MHFA Housing Assistance	1,233,662	1,280,814	1,386,632	1,386,632	1,403,280
Parks O&M Appropriation	8,630,000	7,477,630	8,630,000	8,630,000	8,630,000
Subtotal-State	\$ 10,395,282	\$ 9,108,974	\$ 10,716,632	\$ 10,716,632	\$ 10,533,280
Local/Other Intergovernmental - HRA	1,579,802	1,503,361	2,009,302	2,238,488	2,358,000
Interest Income - Livable Communities	570,805	851,947	556,000	556,000	603,000
Interest Income - Highway Right-of-Way Loan Program	75,759	232,661	88,000	218,986	200,000
Interest Income - Planning Assistance Loan Program	18,923	16,170	51,000	51,000	51,000
Total Current Revenues	\$ 73,045,972	\$ 78,469,781	\$ 77,634,819	\$ 77,994,991	\$ 77,390,949
Other Sources:					
Transfer to Livable Comm from General Fund	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Transfer from Transit Debt Service to Northstar Grant	-	2,500,000	-	-	-
Transfer to Transit for Livable Comm from T&TD Ad	375,649	-	-	-	-
Total Other Sources	\$ 1,375,649	\$ 3,500,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Total Revenues and Other Sources	\$ 74,421,621	\$ 81,969,781	\$ 78,634,819	\$ 78,994,991	\$ 78,390,949
<u>Passthrough Grant Expenditures:</u>					
<u>Community Development:</u>					
Housing Grants	47,617,830	54,191,439	52,430,519	52,659,705	54,804,749
Parks O&M Grants	8,630,000	7,477,630	8,630,000	8,630,000	8,630,000
Livable Communities Grants	14,354,449	10,805,686	15,400,000	15,400,000	15,500,000
Planning Assistance Grants	155,958	171,578	150,000	2,650,000	150,000
Subtotal-Community Development	\$ 70,758,237	\$ 72,646,333	\$ 76,610,519	\$ 79,339,705	\$ 79,084,749
Total Grant Expenditures	\$ 70,758,237	\$ 72,646,333	\$ 76,610,519	\$ 79,339,705	\$ 79,084,749
Other Uses:	-	-	-	-	-
Transfers to Other Funds	-	-	-	-	-
Total Expenditures and Other Uses	\$ 70,758,237	\$ 72,646,333	\$ 76,610,519	\$ 79,339,705	\$ 79,084,749
Revenues/Other Sources Over/(Under)	3,663,384	9,323,448	2,024,300	(344,714)	(693,800)
Expenditures/Other Uses					
<u>Changes in Fund Balance by Program:</u>					
Parks O&M	\$ -	\$ -	\$ -	\$ -	\$ -
Planning Assistance	(137,035)	2,344,592	(99,000)	(2,599,000)	(99,000)
Livable Communities	658,239	4,016,345	(741,800)	(741,800)	(794,800)
Highway Right-of-Way	3,142,180	2,962,511	2,865,100	2,996,086	200,000
Total	3,663,384	9,323,448	2,024,300	(344,714)	(693,800)

**METROPOLITAN COUNCIL
GRANT AND LOAN PROGRAMS**

APPENDIX A

	2003 Actual	2004 Actual	2005 Budget	2005 Revised	2006 Budget
<u>Environmental Services Grant Programs:</u>					
Revenues and Other Sources					
Transfer to TCWQI from Envir Serv	270,000	-	-	-	-
Transfer to Metro Environ Partnership from Envir Ser	870,895	-	-	-	-
Total Revenues and Other Sources	\$ 1,140,895	\$ -	\$ -	\$ -	\$ -

Expenditures					
Twin Cities Water Quality Initiative Grants	234,457	-	-	-	-
Metro Environmental Partnership Grants	1,291,303	-	-	-	-
Total Expenditures	\$ 1,525,760	\$ -	\$ -	\$ -	\$ -
Revenues/Other Sources Over/(Under)	(384,865)	-	-	-	-
Expenditures/Other Uses					

Note: Revenues and expenditures reflected in Environmental Services operations budget section of consolidated reports.

Highway Right-of-Way Loan Program:

Certified Levy	3,142,643	2,803,379	2,803,379	2,803,379	-
Less: Market Value Credit Aid Reduction	50,801	-	-	-	-
Less: Uncollectible	25,421	-	26,279	26,279	-
Net Current Tax Receipts	\$ 3,066,421	\$ 2,729,850	\$ 2,777,100	\$ 2,777,100	\$ -

Revenues:					
Property Taxes	2,919,939	2,640,437	2,577,100	2,577,100	-
State HACA Payments	146,482	89,413	200,000	200,000	-
Interest Income	75,759	232,661	88,000	218,986	200,000
Total Revenues	\$ 3,142,180	\$ 2,962,511	\$ 2,865,100	\$ 2,996,086	\$ 200,000

Expenditures and Other Uses					
Other Expenditures	2,640	25,967	-	-	-
Expenditures/Other Uses:	\$ 2,640	\$ 25,967	\$ -	\$ -	\$ -

Revenues Over/(Under) Expenditures	3,139,540	2,936,544	2,865,100	2,996,086	200,000
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Other Sources(Uses)					
Transfers From/(To) Other Funds	-	-	-	-	-
Revenues/Other Sources Over/(Under)	\$ 3,139,540	\$ 2,936,544	\$ 2,865,100	\$ 2,996,086	\$ 200,000
Expenditures/Other Uses					

Loan Activity:

Loan Repayments	(730,776)	-	(2,853,582)	(7,575,744)	(3,544,543)
New Loans	839,311	2,271,916	7,150,000	7,464,460	4,996,000
Loans Outstanding, Year End	27,411,681	29,683,597	36,018,063	29,572,314	31,023,771
Funds Available for Loans, Year End	5,910,399	6,575,027	3,105,661	9,682,397	8,430,939

**METROPOLITAN COUNCIL
GRANT AND LOAN PROGRAMS**

APPENDIX A

	2003 Actual	2004 Actual	2005 Budget	2005 Revised	2006 Budget
<u>Planning Assistance Grant/Loan Program:</u>					
Revenues:					
Interest Income - Grant Program	-	-	-	-	-
Interest Income - Loan Program	18,923	16,170	51,000	51,000	51,000
Total Revenues	\$ 18,923	\$ 16,170	\$ 51,000	\$ 51,000	\$ 51,000
Transfer from Transit Debt Service	-	2,500,000	-	-	-
Total Other Sources	\$ -	\$ 2,500,000	\$ -	\$ -	\$ -
Total Revenues and Other Sources	\$ 18,923	\$ 2,516,170	\$ 51,000	\$ 51,000	\$ 51,000
Expenditures:					
Grant Expenditures	155,599	171,578	150,000	2,650,000	150,000
Other Expenditures	359	-	-	-	-
Total Expenditures	\$ 155,958	\$ 171,578	\$ 150,000	\$ 2,650,000	\$ 150,000
Revenues/Other Sources Over/(Under)	(512,684)	2,344,592	(99,000)	(2,599,000)	(99,000)
Expenditures/Other Uses					
Fund Balance, Year End	726,231	3,070,823	428,231	471,823	372,823
Loan Activity:					
Loan Repayments	(47,065)	(69,032)	(91,865)	(91,865)	(116,931)
New Loans	48,300	-	75,000	75,000	75,000
Loans Outstanding, Year End	152,828	83,796	116,931	66,931	25,000
Funds Available for Loans, Year End	573,403	487,027	311,300	404,892	347,823

**METROPOLITAN COUNCIL
GRANT AND LOAN PROGRAMS**

APPENDIX A

	2003 Actual	2004 Actual	2005 Budget	2005 Revised	2006 Budget
<u>Livable Communities Grant/Loan Program:</u>					
Certified Levy	12,418,782	13,259,070	13,184,070	13,184,070	13,184,070
Less: Market Value Credit Aid Reduction	133,509	178,012	-	-	-
Less: Uncollectible	59,327	115,358	81,870	81,870	81,870
Net Current Tax Receipts	\$ 13,066,234	\$ 12,970,084	\$ 13,102,200	\$ 13,102,200	\$ 13,102,200
Revenues:					
Property Taxes	12,681,096	12,708,967	12,602,200	12,602,200	12,602,200
State HACA Payments	385,138	261,117	500,000	500,000	500,000
Interest Income	570,805	851,947	556,000	556,000	603,000
Total Revenues	\$ 13,637,039	\$ 13,822,031	\$ 13,658,200	\$ 13,658,200	\$ 13,705,200
Other Sources:					
Transfer from Transit Development Fund	375,649	-	-	-	-
Transfer from General Fund	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total Other Sources	\$ 1,375,649	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Total Revenues and Other Sources	\$ 15,012,688	\$ 14,822,031	\$ 14,658,200	\$ 14,658,200	\$ 14,705,200
Expenditures:					
Grant Expenditures	14,354,449	10,805,686	15,400,000	15,400,000	15,500,000
Other Expenditures	-	-	-	-	-
Total Expenditures	\$ 14,354,449	\$ 10,805,686	\$ 15,400,000	\$ 15,400,000	\$ 15,500,000
Other Uses:					
Total Expenditures and Other Uses	\$ 14,354,449	\$ 10,805,686	\$ 15,400,000	\$ 15,400,000	\$ 15,500,000
Revenues/Other Sources Over/(Under) Expenditures/Other Uses	658,239	4,016,345	(741,800)	(741,800)	(794,800)
Fund Balance, Year End	32,958,448	36,974,793	30,101,348	36,232,993	35,438,193
Grant Expenditures by Category:					
Tax Base Revitalization Account	4,361,033	2,731,941	5,200,000	5,200,000	5,300,000
Livable Communities Demonstration Acct	8,035,779	7,549,660	8,500,000	8,500,000	8,500,000
Local Housing Initiatives Program	1,857,637	582,824	1,500,000	1,500,000	1,500,000
Inclusionary Housing Account	100,000	(58,739)	200,000	200,000	200,000
Total Grant Expenditures	\$ 14,354,449	\$ 10,805,686	\$ 15,400,000	\$ 15,400,000	\$ 15,500,000
Grant Awards by Category:					
Tax Base Revitalization Account	5,100,000	5,300,000	5,100,000	-	-
Livable Communities Demonstration Acct	6,504,195	7,800,000	7,800,000	7,800,000	7,800,000
Local Housing Initiatives Program	2,185,000	1,400,000	1,500,000	1,500,000	1,500,000
Total Grant Awards	\$ 13,789,195	\$ 14,500,000	\$ 14,400,000	\$ 9,300,000	\$ 9,300,000

**METROPOLITAN COUNCIL
2006 OPERATING CAPITAL
SOURCES OF FUNDS AND EXPENDITURES**

APPENDIX B

	Capital Outlay	Rent	Rent Rebate	Total 390 N. Robert	Total
SOURCES OF FUNDS					
Environmental Services	\$ 437,000	\$ 346,756	\$ (179,500)	\$ 167,256	\$ 604,256
Transportation	53,610	208,141	(70,500)	137,641	191,251
* General Fund	403,528	1,298,770	-	1,298,770	1,702,298
HRA	45,362	181,079	-	181,079	226,441
				-	-
TOTAL SOURCES OF CAPITAL FUNDS	\$ 939,500	\$ 2,034,746	\$ (250,000)	\$ 1,784,746	\$ 2,724,246

**CAPITAL-BY DIVISION & PROGRAM
INFORMATION SERVICES**

COMMUNITY DEVELOPMENT

GIS Fleet Management of Computers	30,000				30,000
Subtotal Community Development	\$ 30,000	\$ -	\$ -		\$ 30,000

REGIONAL ADMINISTRATION

Desktop Replacement	72,000				72,000
Laptop Replacement	22,500				22,500
Printer Replacement	5,000				5,000
Subtotal Regional Administration (010)	\$ 99,500	\$ -	\$ -		\$ 99,500

Network Event Mgmt Monitoring	\$ 260,000				\$ 260,000
Network Improvements	\$ 160,000				\$ 160,000
Transit/RA/ES Projects	150,000				150,000
Systems Development Process	140,000				140,000
Server Improvements Rotation	90,000				90,000
e-Application Toolset	75,000				75,000
Security Improvements	50,000				50,000
Other Infrastructure Projects	45,000				45,000
Subtotal Infrastructure Capital Projects	\$ 970,000	\$ -	\$ -		\$ 970,000
Less: MT Capital Portion	(485,000)				(485,000)
ES Capital Portion	(339,500)				(339,500)
Net Regional Administration	\$ 145,500	\$ -	\$ -	\$ -	\$ 145,500

CENTRAL SERVICES

Building Expenses - 390 N. Robert		1,549,186		1,549,186	1,549,186
Furniture & Equipment	325,000				325,000
Less: MCES portion	(97,500)				(97,500)
Subtotal Central Services	\$ 227,500	\$ 1,549,186	\$ -	\$ 1,549,186	\$ 1,776,686

ENVIRONMENTAL SERVICES

FURNITURE & EQUIPMENT	97,500				97,500
Subtotal Environmental Services	\$ 97,500	\$ -	\$ -		\$ 97,500

TOTAL CAPITAL OUTLAY	939,500	1,549,186	-	1,549,186	2,488,686
NET CHANGE IN RESERVES		485,560	(250,000)	235,560	235,560

**METROPOLITAN COUNCIL
PAYABLE 2005 AND PAYABLE 2006 PROPERTY TAX LEVIES**

APPENDIX C

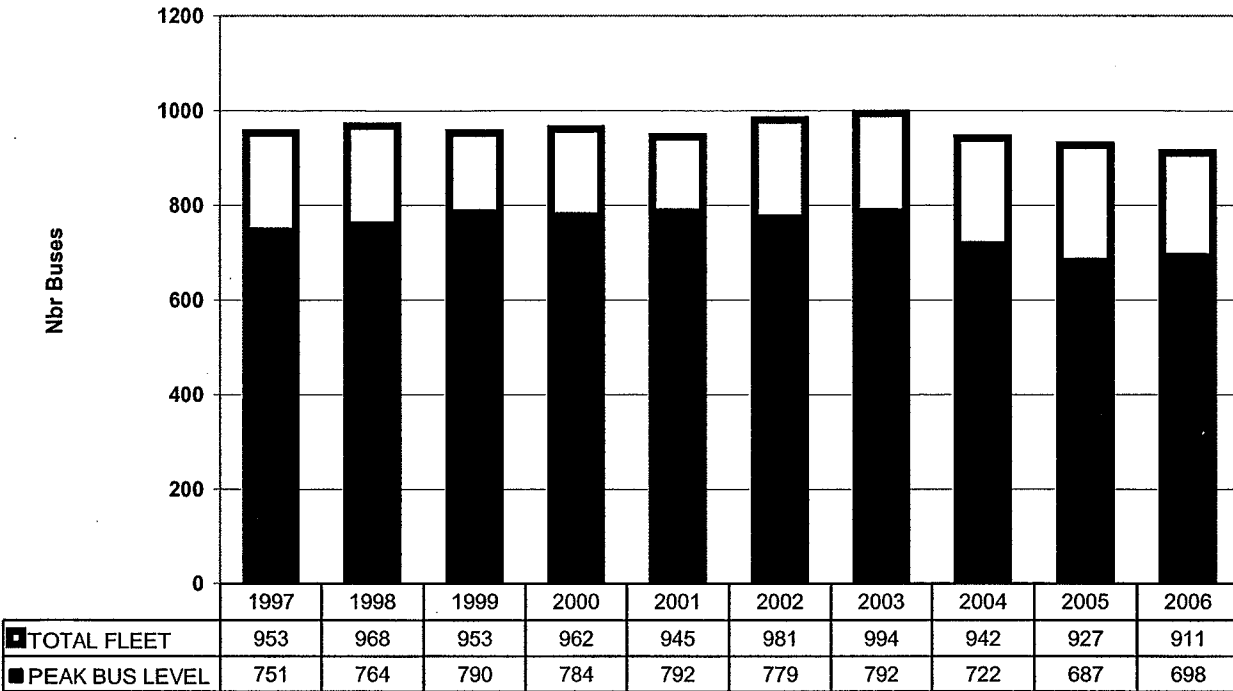
Purpose of Tax Levy	Actual		2005-2006 Change		Comments
	Payable 2005 Levy	Payable 2006 Levy	Amount	Percent	
General					
General Operations	\$ 9,300,000	\$ 9,300,000	\$ -		
Livable Communities	1,000,000	1,000,000	-		
Subtotal-General	\$ 10,300,000	\$ 10,300,000	\$ -		Levy limit of \$11,056,611, a 5.08 percent increase
Highway Right-of-Way	\$ 2,803,379	\$ -	\$ (2,803,379)	-100.0%	Levy limit of \$2,971,993, a 5.08 percent increase
Livable Communities					
Tax Base Revitalization	\$ 5,000,000	\$ 5,000,000	\$ -		Levy limit of \$5,000,000
Demonstration Account	8,184,070	8,184,070	-		Levy limit of \$8,678,433, a 5.08 percent increase
Subtotal-Livable Communities	\$ 13,184,070	\$ 13,184,070	\$ -		
Subtotal - Non Debt	\$ 26,287,449	\$ 23,484,070	\$ (2,803,379)	-10.7%	
Debt Service:					
Transit Tax Anticipation Cert.	\$ -	\$ 8,445,249	\$ 8,445,249		
Parks and Open Space	7,685,863	7,774,891	89,028	1.2%	Includes bond issue of \$11.5 million in early 2006
Transit	36,259,610	31,232,220	(5,027,390)	-13.9%	Includes bond issue of \$42.0 million in early 2006
800 Megahertz Radio	414,971	417,942	2,972	0.7%	
Subtotal - Debt Service	\$ 44,360,443	\$ 47,870,302	\$ 3,509,859	7.9%	
Total - All Council Levies	\$ 70,647,892	\$ 71,354,372	\$ 706,480	1.0%	

**METROPOLITAN COUNCIL
2006 SUMMARY BUDGET BY FUND
ALL BUDGETED FUNDS**

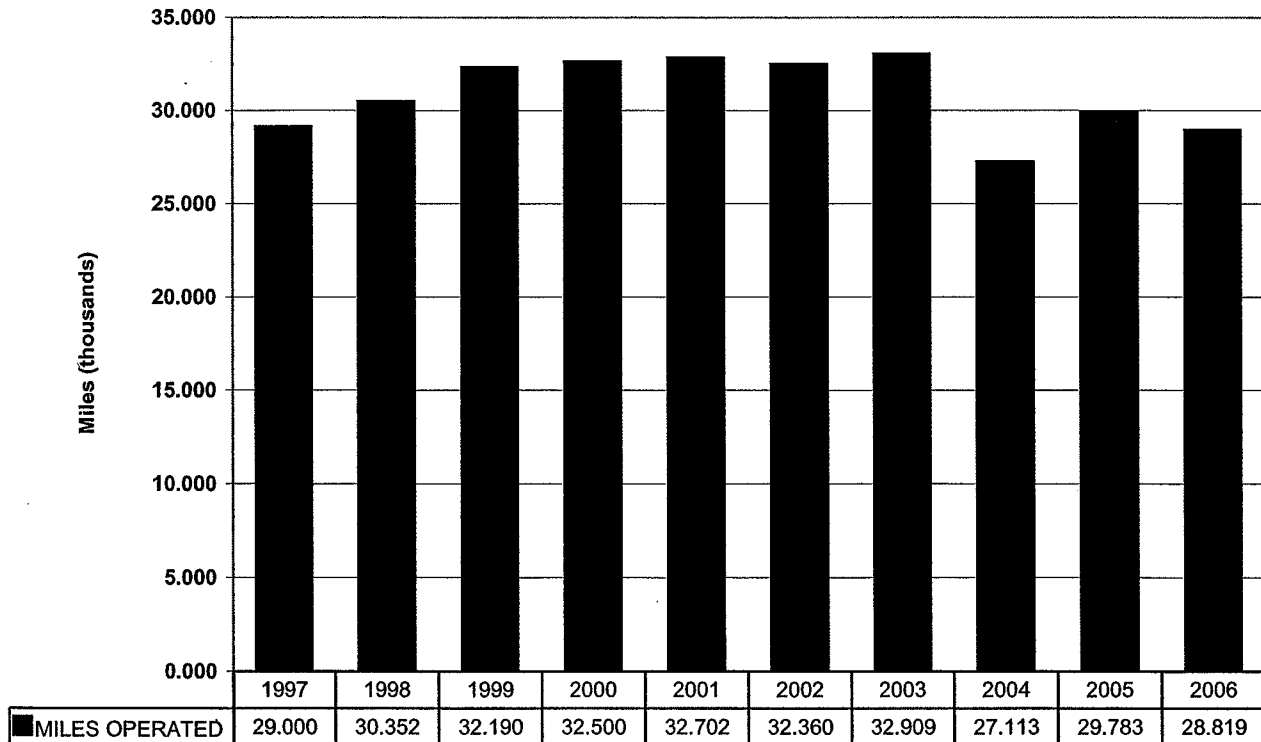
APPENDIX D

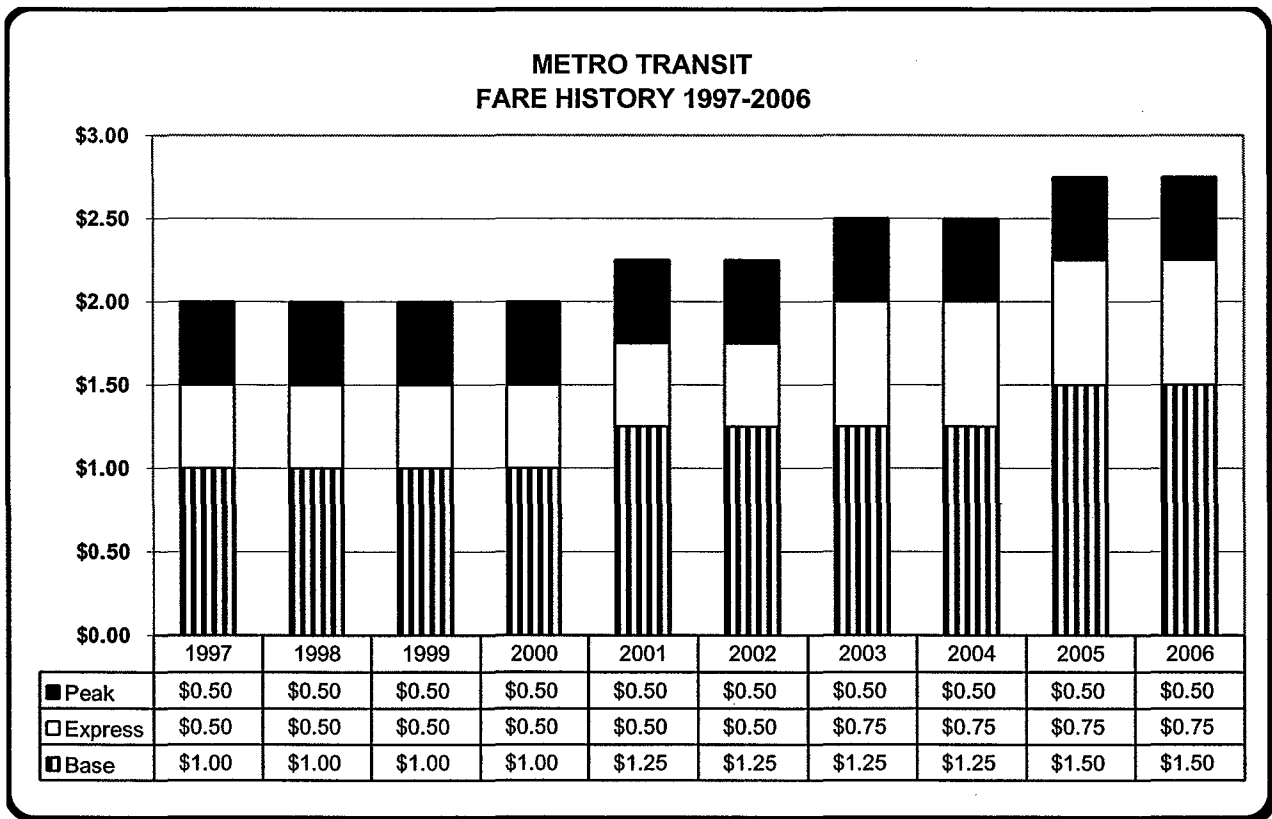
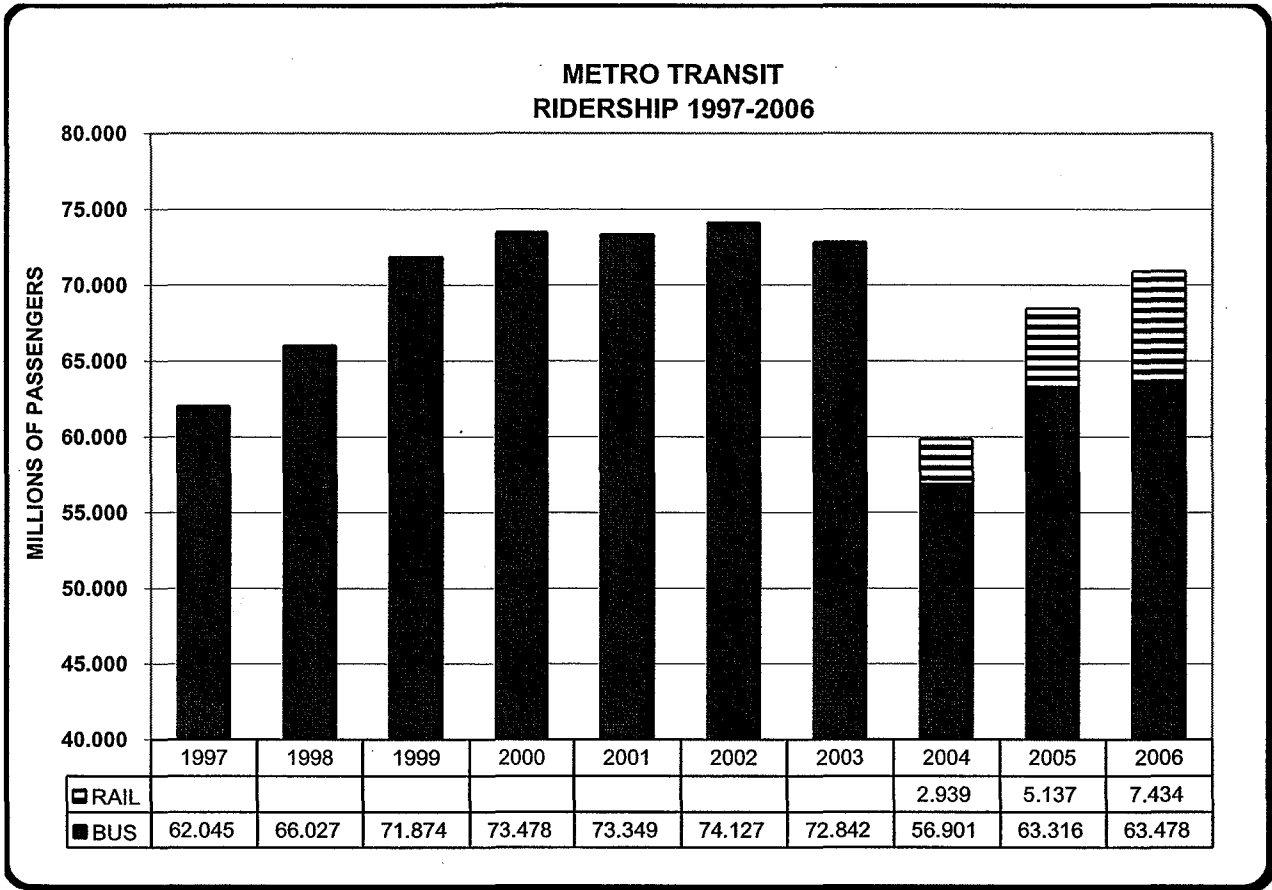
	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	ENTERPRISE FUNDS	TOTAL
<u>EXTERNAL REVENUE</u>					
Property Tax	\$ 9,857,000	\$ 12,602,200	\$ 44,855,000	\$ -	\$ 67,314,200
State Revenue	8,970,000	60,855,505	2,535,000	137,414,906	209,775,411
Federal-Operating	-	65,627,170	-	20,739,371	86,366,541
Local	122,775	765,800		4,062,161	4,950,736
Sewer Service Charges	-	-	41,368,000	100,402,000	141,770,000
Industrial Strength Charges	-	-		10,214,600	10,214,600
Passenger Fares	-	2,678,440		69,213,555	71,891,995
Contract & Special Event Revenue	-	2,469,450		6,997,628	9,467,078
Interest	674,510	1,205,000	229,000	1,803,000	3,911,510
Other		3,015,678		1,332,693	4,348,371
Total Revenue	\$ 19,624,285	\$ 149,219,243	\$ 88,987,000	\$ 352,179,914	\$ 610,010,442
<u>OTHER SOURCES:</u>					
SAC Transfers			36,673,000		36,673,000
Designated Reserves		-		(0)	(0)
TOTAL OTHER SOURCES	-	-	36,673,000	(0)	36,673,000
<u>EXPENDITURES</u>					
Salaries & Benefits	\$ 22,321,406	\$ 5,591,773		\$ 237,262,419	\$ 265,175,598
Contracted Services	7,742,367	1,646,720		17,078,873	26,467,960
Materials & Supplies	-	-		15,394,633	15,394,633
Chemicals	-	-		6,011,253	6,011,253
Utilities	-	-		19,158,651	19,158,651
Rent	1,614,422	389,220		-	2,003,642
Insurance	66,500	85,000		3,476,695	3,628,195
Other Direct Expenses	3,353,281	2,251,165		603,778	6,208,224
Transit Programs	-	65,588,708		24,188,477	89,777,185
Passthrough Grant & Loan Programs	8,630,000	70,454,749		173,000	79,257,749
Transit Expansion		2,678,506		-	2,678,506
Expense Reduction Final Budget				1,250,000	1,250,000
Capital Expenditures	-	453,941		3,146,785	3,600,726
Debt Service Expenditures	-	-	126,500,844	-	126,500,844
Total Expenditures	\$ 43,727,976	\$ 149,139,782	\$ 126,500,844	\$ 327,744,564	\$ 647,113,166
<u>INTERDIVISION EXPENSE ALLOCATION</u>					
Central Support Unit Allocations	\$ (23,093,573)	\$ 1,540,000		\$ 23,093,572	\$ 1,540,000
Operating Capital Expense Allocation	(1,540,000)	(70,500)		216,085	(1,394,415)
Transfers from Other Funds		500,000	-	(1,311,307)	(811,307)
Other Fund Transfers	2,131,807	(1,250,000)		437,000	1,318,807
Planning Chargeback Revenue in CDD	(570,118)	(82,967)		-	(653,085)
TOTAL ALLOCATIONS	\$ (23,071,884)	\$ 636,533	\$ -	\$ 22,435,350	\$ (0)
TOTAL EXPENSES & USES	\$ 20,656,092	\$ 149,776,315	\$ 126,500,844	\$ 350,179,914	\$ 647,113,166
SURPLUS / (DEFICIT)	\$ (1,031,807)	\$ (557,072)	\$ (840,844)	\$ 2,000,000	\$ (429,724)

METRO TRANSIT
FLEET SIZE AND PEAK BUS LEVEL 1997-2006

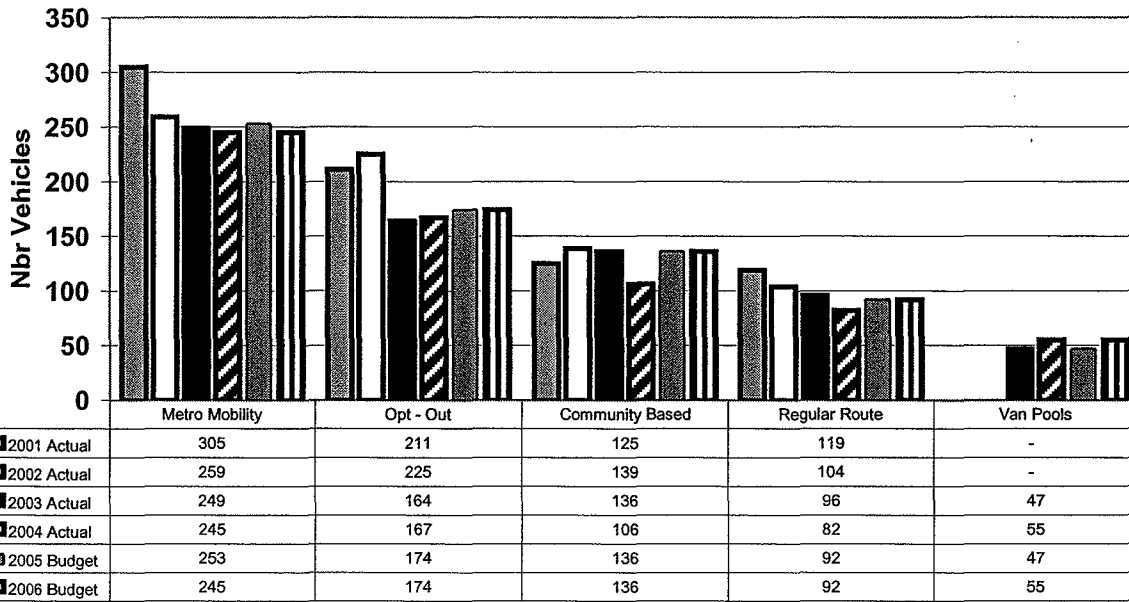


METRO TRANSIT
TOTAL MILES OPERATED 1997-2006

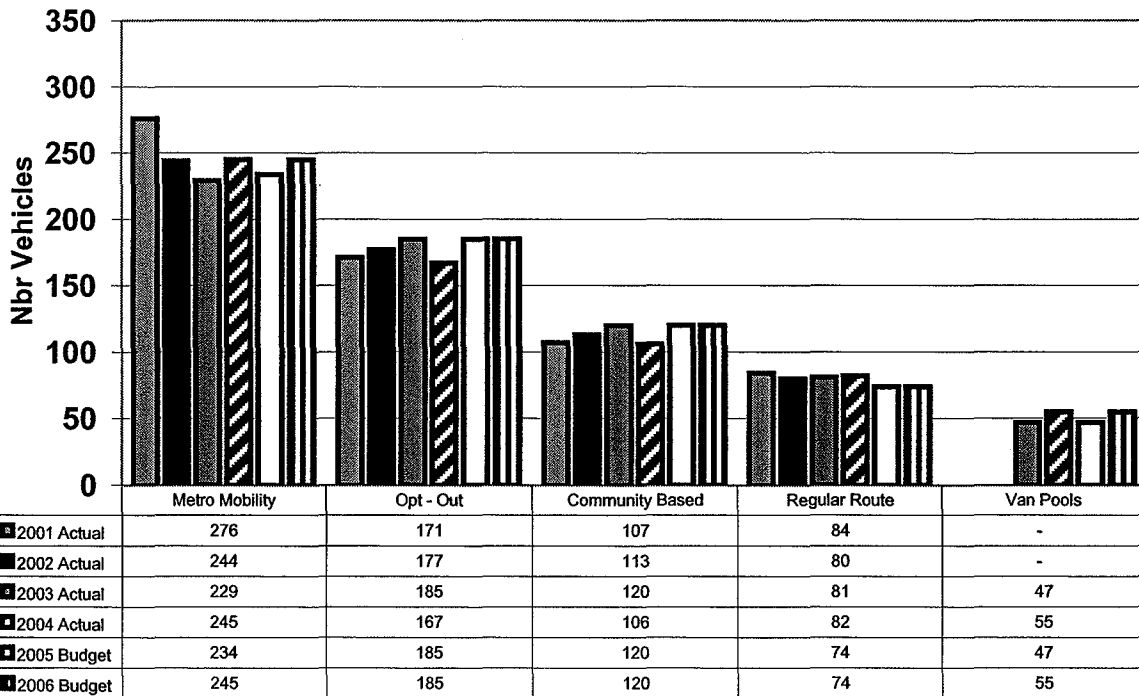




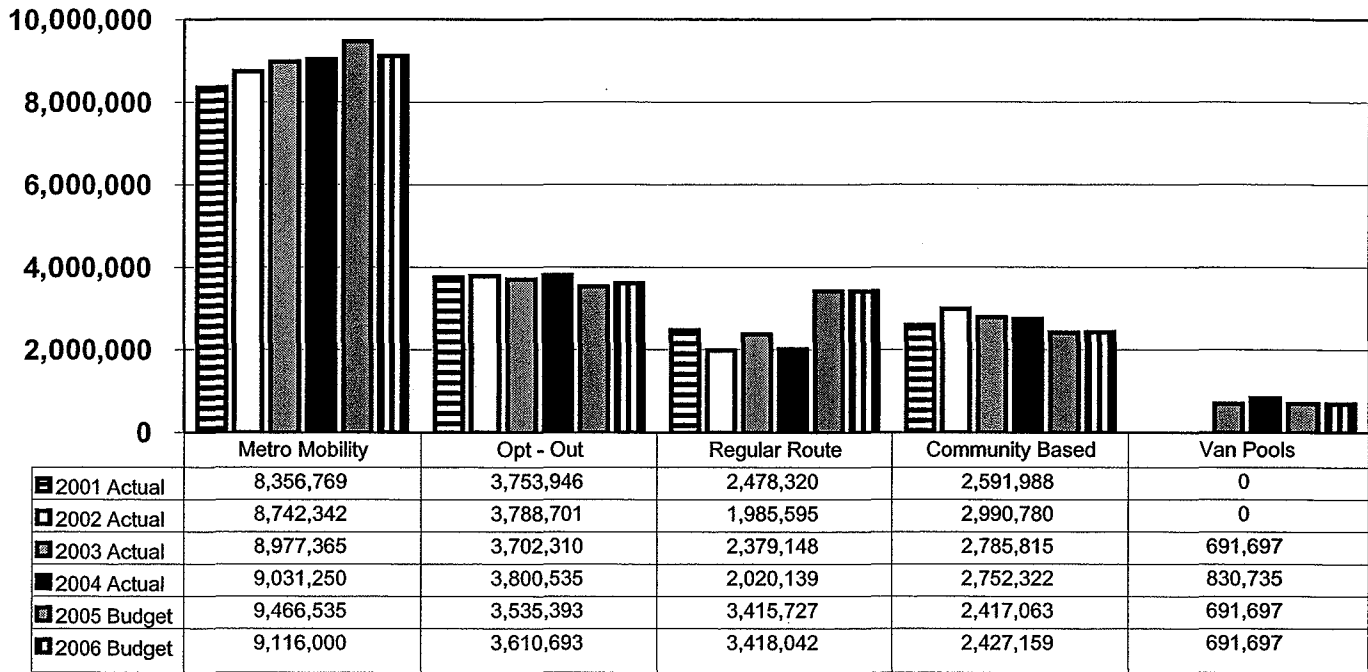
**Metropolitan Transportation Services
Maximum Vehicles 2001-2006**



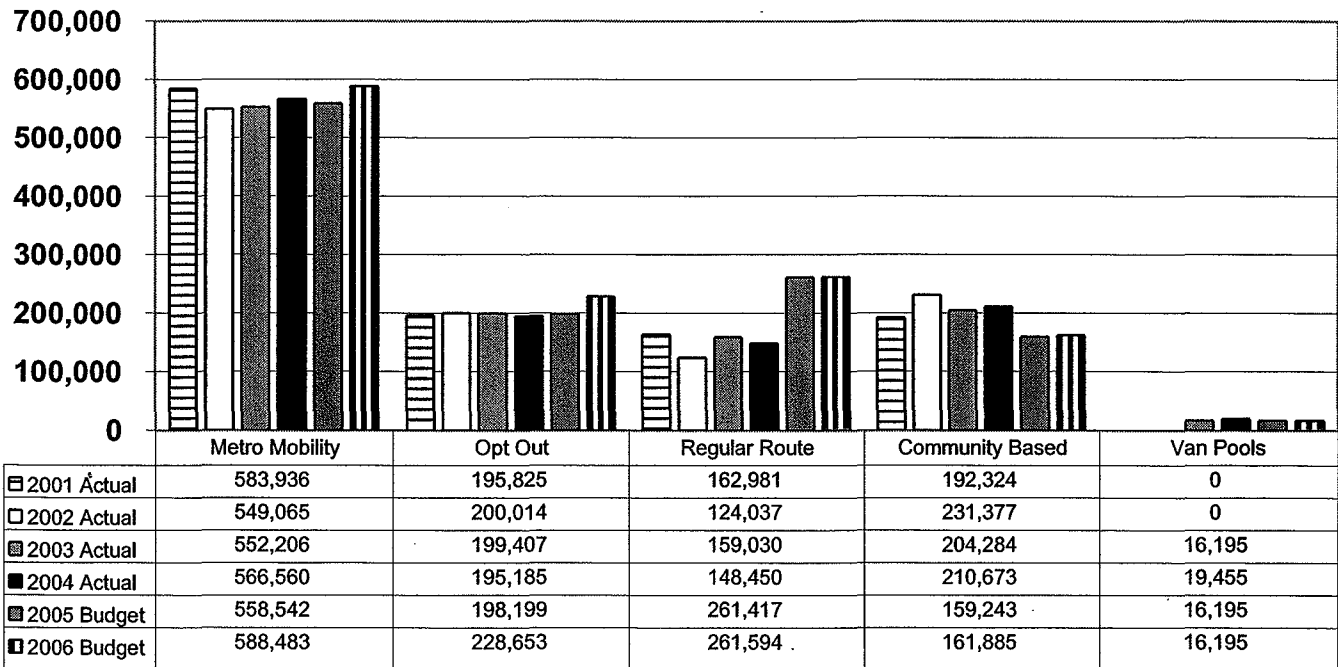
**Metropolitan Transportation Services
Peak Vehicles 2001-2006**



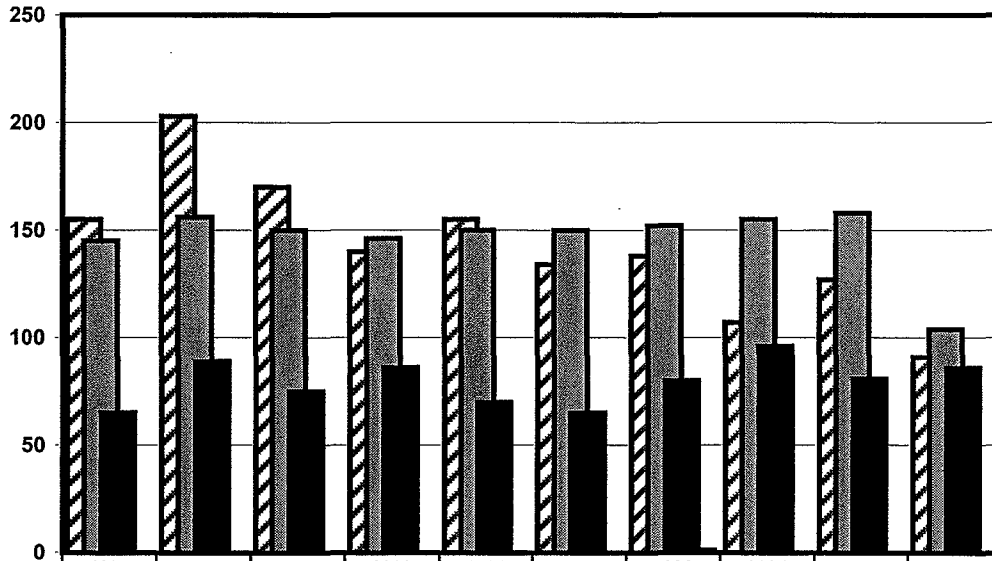
**Metropolitan Transportation Services
Revenue Miles**



**Metropolitan Transportation Services
Revenue Hours**

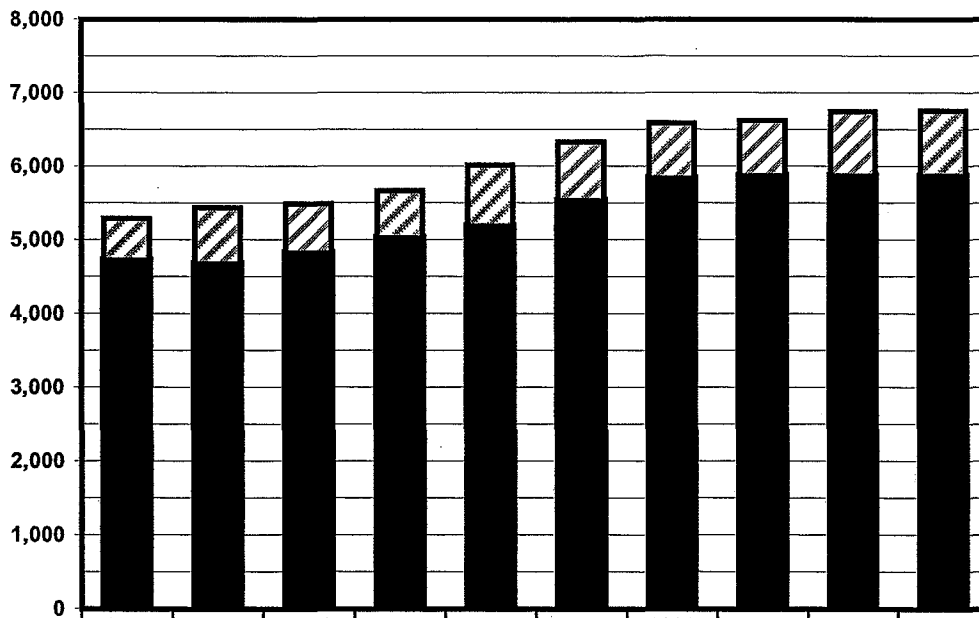


OFFICE OF LOCAL PLANNING ASSISTANCE
REVIEWS AND REFERRALS



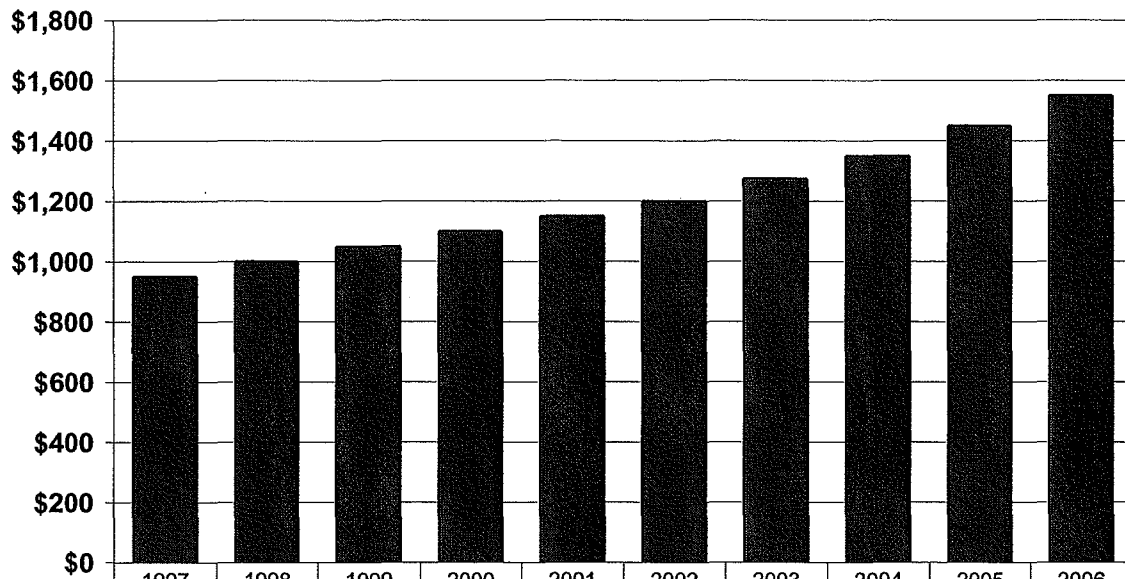
Comp Plans	155	203	170	140	155	134	138	107	127	91
Other	145	156	150	146	150	150	152	155	158	104
EAW/EIS	65	89	75	86	70	65	80	96	81	86
Land Use Airport Search	0	0	0	0	0	0	1	0	0	0

NUMBER OF HRA ASSISTED HOUSEHOLDS



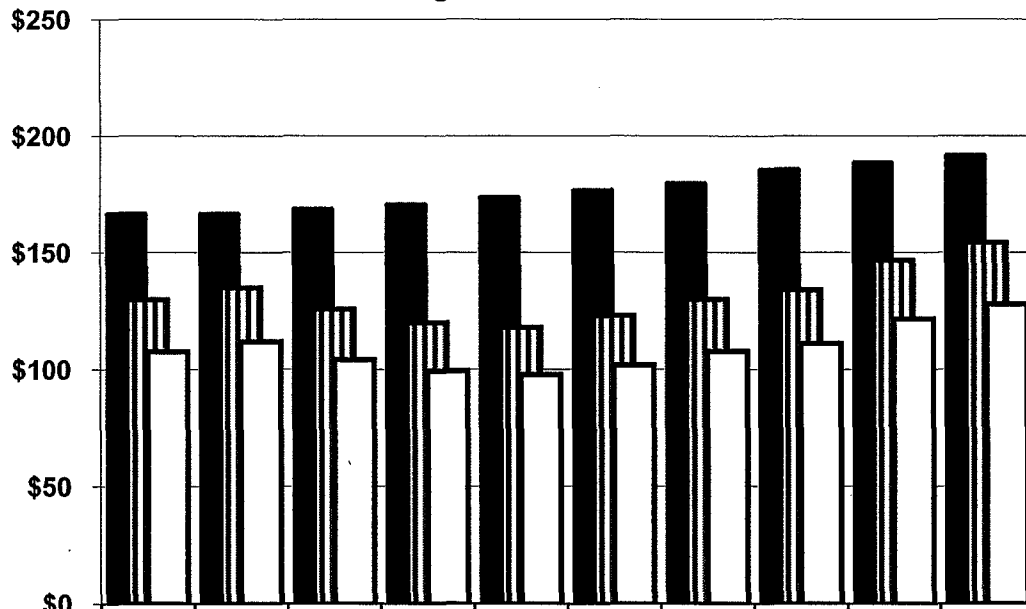
*SPECIAL PROGRAMS	566	762	662	641	822	799	750	750	875	886
SECTION 8	4722	4675	4825	5027	5190	5531	5836	5871	5871	5871

**Wastewater Services
Service Availability Standard Charge per Unit**



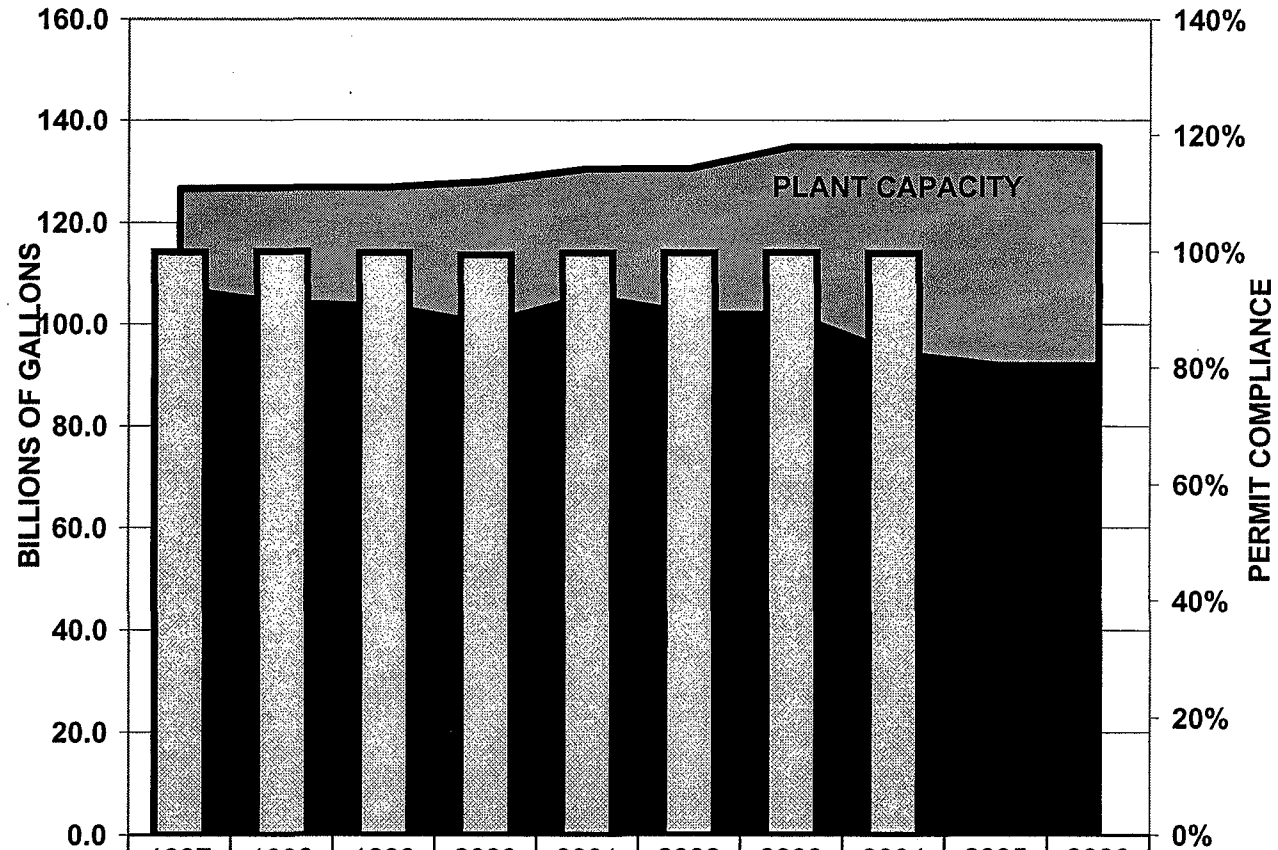
Residential Equivalent Connection Fee	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
	\$950	\$1,000	\$1,050	\$1,100	\$1,150	\$1,200	\$1,275	\$1,350	\$1,450	\$1,550

**Wastewater Services
Average Costs**



■ Average Household Retail Cost	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
■ Rate per 100,000 Gallons(Final)	\$129.82	\$135.00	\$125.70	\$120.00	\$118.00	\$123.00	\$130.00	\$134.00	\$146.72	\$154.33
■ Average Wholesale Cost per Household (Est.)	\$107.62	\$111.91	\$104.20	\$99.48	\$97.82	\$101.96	\$107.76	\$111.08	\$121.63	\$127.93

QUALITY COLLECTION AND TREATMENT OF WASTEWATER



	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
TREATMENT PLANT CAP	126.63	126.84	126.84	128.00	130.50	130.50	134.90	134.90	134.90	134.90
ANNUAL FLOW VOLUME	106.97	104.20	103.50	100.10	105.50	102.00	102.00	94.40	91.86	91.86
PERMIT COMPLIANCE	99.9%	100.0	99.8%	99.4%	99.8%	99.8%	99.9%	99.8%		

Legislative Requirement for Report on Consultant Activity

Legislation enacted in 2001 requires that the Metropolitan Council provide information about professional and technical contractual services in the annual budget document. Under the statute, the Council must provide specific information by contract or project for the preceding fiscal year(s) and on proposed projects for the next year. The information required includes:

1. Methods the Council used to obtain consultant services;
2. Criteria used by the Council to award the contract;
3. Number of consultants who sought the contract;
4. Total cost of the contract;
5. Duration of the contract; and
6. Source of the funds used to pay for the contract.

Procurement Procedures

The Council's procurement procedures for professional services are based on the value of the services, and can generally be divided into three groups:

- **Services valued at up to \$2,500** - These services are considered micro-purchases and do not require a competitive process. They are initiated as a purchase requisition, and are executed as a purchase order and are generally arranged by project managers without a solicitation process.
- **Services valued between \$2,500 and \$50,000** – Procurements of professional services between \$2,500 and \$50,000 are initiated as a purchase requisition and require an informal competitive process. They can be executed as either a purchase order or a contract. At least three proposals are solicited and evaluated based upon factors such as cost, experience, qualifications, work plan and schedule, and availability. The vendor judged to be most advantageous to the Council is selected. In some cases, a vendor may be selected using a Joint Purchasing Agreement (see discussion below), or through a sole source authorization.
- **Services valued at \$50,000 or greater** – Procurements of professional services above \$50,000 are initiated as a contract request and require a more formal competitive process. They are generally executed as a formal contract and generally follow one of four processes, Informal Request for Proposal (RFP), Formal RFP, Joint Purchasing Agreement (JPA), or Sole Source Authorization.
 - **Informal RFP:** typically used for procurement of professional services between \$50,000 and \$100,000. A written RFP is sent to prospective proposers. The RFP document defines the scope of work and project schedule, lists the information requested from proposers, and lists criteria that will be used by Council staff in the evaluation of the proposals. An evaluation panel of Council staff evaluates the proposals received and selects the vendor judged to be the most advantageous to the Council.
 - **Formal RFP:** typically used for all procurement of professional services over \$100,000. The RFP is advertised in the State Register, and sometimes in other publications that may attract proposals, depending on the scope of work. The RFP is a formal document that addresses the scope of work, the project schedule, various aspects of the procurement process, and instructions to proposers in the preparation of proposals. Proposals are evaluated by a formal evaluation panel based on the evaluation criteria published in the RFP. The evaluation panel recommends the proposal most advantageous to the Council. Awards up to \$250,000 are recommended to the Council's Regional Administrator; awards greater than \$250,000 require Council action.

The Council has the authority to enter into Joint Purchasing Agreements (JPA's) with other governmental units as provided for in Minnesota Statute. Joint Purchasing Agreements enable the Council to participate in cooperative buying arrangements where prices for certain goods and services are established based on the estimated total demand by the cooperative members. The Council has Joint Purchasing Agreements with the State of Minnesota, Hennepin County, Ramsey County, and the University of Minnesota. Some professional services are procured through JPA's.

In some cases, Council staff seeks authorization to award professional service contracts on a sole source basis. For contracts valued up to \$250,000, sole source authorization must be approved by the Regional Administrator. For contracts valued at greater than \$250,000, sole source authorization must be approved by Council action. Furthermore, procurements of architectural and engineering projects funded by the Federal Transit Administration must adhere to the Federal Brooks Act. The Brooks Act requires that vendor selection be done without the criteria of price.

Contents of Report

The consulting and contractual services report consists of a summary plus supporting schedules presented by year for 2004, 2005 and 2006. The report for fiscal year 2004 lists actual contracts including separate tables for Contracts \$50,000 or Greater and Contracts Less than \$50,000. Purchases under \$2,500, which are considered micro purchases, are not individually listed but are summarized as a line item within the less than \$50,000 schedule.

The report for fiscal year 2005 (draft report - 11 mos.) lists actual contracts including separate tables for Contracts \$50,000 or Greater and Contracts Less than \$50,000. Purchases under \$2,500, which are considered micro purchases, are not individually listed but are summarized as a line item within the less than \$50,000 schedule.

The report for 2006 (adopted budget) reflects budgeted authority for anticipated consulting or contractual services for each of the Council's major divisions.

Additional Information Available on Request

Additional information and detail is available upon request. Requests should be made to Mike Madden, Budget and Evaluation Manager (651-602-1374). Questions regarding Council procurement policies and procedures should be made to Jim Sipe, Central Purchasing Manager (651-602-1149).

METROPOLITAN COUNCIL
SUMMARY REPORT ON PROFESSIONAL/TECHNICAL SERVICES ACTIVITY

APPENDIX F

2004 Actual				Metropolitan		Reg'l Admin +	
Contract Amounts by Division	MCES	Metro Transit	Transportation Services	Metro HRA	Community Development	Total	
Contracts, \$50,000 or Greater	\$ 8,977,708	540,688	\$ 1,018,169	\$ 0	\$ 1,968,810	\$ 12,505,375	
Contracts, \$2,500 - \$50,000	539,496	288,669	57,899	37,520	946,133	1,869,717	
Contracts, Less Than \$2,500	50,400	124,780	7,362	213	115,846	298,601	
Total	\$ 9,567,604	\$ 954,137	\$ 1,083,430	\$ 37,733	\$ 3,030,789	\$ 14,673,693	
Percent of Total							
Contracts, \$50,000 or Greater	93.8%	56.7%	94.0%	0.0%	65.0%	85.2%	
Contracts, \$2,500 - \$50,000	5.6%	30.3%	5.3%	99.4%	31.2%	12.7%	
Contracts, Less Than \$2,500	0.5%	13.1%	0.7%	0.6%	3.8%	2.0%	
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	

2005 Actual (Draft Report - 11 mos.)				Metropolitan		Reg'l Admin +	
Contract Amounts by Division	MCES	Metro Transit	Transportation Services	Metro HRA	Community Development	Total	
Contracts, \$50,000 or Greater	\$ 21,338,399	2,397,714	\$ 120,055,487		\$ 3,569,560	\$ 147,361,160	
Contracts, \$2,500 - \$50,000	319,713	64,002	108,118	17,460	908,755	1,418,048	
Contracts, Less Than \$2,500	59,896	66,264	7,215	1,864	86,810	222,049	
Total	\$ 21,718,008	\$ 2,527,980	\$ 120,170,820	\$ 19,324	\$ 4,565,125	\$ 149,001,257	
Percent of Total							
Contracts, \$50,000 or Greater	98.3%	94.8%	99.9%	0.0%	78.2%	98.9%	
Contracts, \$2,500 - \$50,000	1.5%	2.5%	0.1%	90.4%	19.9%	1.0%	
Contracts, Less Than \$2,500	0.3%	2.6%	0.0%	9.6%	1.9%	0.1%	
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	

Note: Reg'l Admin includes operating capital outlay fund.
R2-Rpt Consulting Activity Summary 2004-05.xls, Summary

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
100	1/16/04	TRAPEZE SOFTWARE GROUP	S04000452	Maintenance for period February, 2004 to January 2005 for FX-DOS Base License: up to 999 peak vehicles 9 workstations	\$49,900
100	11/12/04	SYBASE	S04009939	Apeon Professional Services - Customers Relations (see attached proposal)	\$48,600
100	4/9/04	Markhurd	03P120	2004 Digital Orthophotography	\$48,245
100	10/29/04	ORACLE CORP	S04009578	Oracle Programmer/2000 Product Support (11/9/2004 to 7/31/2005)	\$46,584
100	10/12/04	THERMO LABSYSTEM INC	S04008996	L-SM-01 SampleManager Concurrent Single User License	\$39,528
100	10/27/04	ENVIRONMENTAL SYSTEMS RESEARCH INSTITUTE	S04009478	52384 Maintenance PRIM,AI,FL, 10/01/2004 to 9/30/2005	\$39,387
100	7/16/04	ORACLE CORP	S04006366	Support Renewal 1712132 Oracle Internet Developer (coverage 8/30/2004 to 7/31/2005)	\$37,649
100	3/19/04	GROUP 1 SOFTWARE	S04002573	Annual Maintenance - 5Day/12 Hour W/3% CPI Increase for Dataload, Data Access, Weblink, 2 Enduser, and Crystal reports (purchase data 3/31/99)	\$33,171
100	4/29/04	EMBARCADERO TECHNOLOGIES INC	S04003992	5786 DB Artisan Pro for Sybase/MS SQL - Concurrent	\$32,603
100	10/6/04	TRAPEZE SOFTWARE GROUP INC	S04008844	Maintenance fees on Trapeze-ATIS-Agent covering period 12/1/2004 through 11/20/2005	\$31,500
100	4/8/04	MINNEAPOLIS HEART INSTITUTE FOUNDATION	S04003223	Health Screening Services for estimated 1000 employees: Blood Pressure Screening (\$25 per hour per technician) Fingerstick Cholesterol/Blood Glucose Screening (\$20 per person) HeartFair (\$150 per day)	\$30,000
100	7/14/04	CISCO INC	S04006255	Oracle Application Server Project	\$27,300
100	2/18/04	HIMLE HORNER INC	S04001589	Public Relations services for labor strategy	\$25,000
100	9/7/04	STRATEGIC COMPUTING DIRECTIONS INC	S04007910	Consulting relating to resource allocation and business alignment.	\$24,750
100	7/6/04	PEOPLESOFT	S04006056	Prepaid Training units, 45 at \$500 each	\$22,500
100	12/9/04	EXECUTIVE INFORMATION SYSTEMS LLC	S04010756	SAS-10310-8 Base SAS for Servers, AIXR, IBM RA/6000 (1/1/05 to 12/31/05)	\$18,929
100	2/24/04	QUICKSILVER EXPRESS COURIER	S04001687	Monthly Courier service - daily route from 3/1/04 - 03/01/05	\$18,769
100	10/20/04	VERITAS SOFTWARE GLOBAL CORP	S04009272	Indepth for Oracle, UNIX, Enterprise.v3.2.2 License - Base Support for Application Performance Management (October 1, 2004 through September 30, 2005)	\$16,827
100	3/25/04	IBM CORP	S04002755	AIX SupportLine Agreement for RS6000 Operating Systems Term of Agreement: 4/1/2004 - 3/31/2005	\$16,088

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

APPENDIX F

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
100	8/20/04	BROWNSWORTH INC	S04007420	Project management, inventory and documentation of existing furniture systems. Create Electronic version of existing layout using AutoCAD and Cap Studio Software. Provide product counts of existing plan broken out by floor. Determine quantity of typical 8 x 8 workstations that can be built from existing inventory.	\$16,003
100	9/20/04	DELOITTE AND TOUCHE LLP	S04008288	Employee Benefits Consulting Services as Required.	\$16,000
100	3/16/04	ARCH WIRELESS	S04002437	Annual order for pager rental for Environmental Services. To cover period of 2/06/04 through 2/05/05	\$14,400
100	3/19/04	COGNOS INC	S04002563	Support for NT IntelCognos Planning Analyst, Contributor Users, Contributor Application Server (April 1, 2004 through March 31, 2005)	\$14,272
100	9/28/04	SOFTWARE HOUSE INTL	S04008580	MSFYBM-AE Magic Enterprise Help Desk Windows	\$13,973
100	6/25/04	SYNTAX INC	S04005793	EACSRN18000NT Citrix Metaframe Software Maintenance Subscription Advantage Annual Renewal 7/15/04 to 7/15/05	\$12,750
100	8/9/04	SYBASE IAD SUBSCRIPTION SVCS	S04007040	PBE50USP-R Sybase:Powerbuilder Enterprise	\$11,875
100	4/29/04	MIDWAVE	S04003986	Enterprise Software Subscription for VPN-1 Gateway for High Availability-U-NG-Product	\$11,443
100	6/15/04	POLL, DONN	S04005426	Editorial and design services for 12 issues of Council Directions newsletter (2 years)	\$11,040
100	7/15/04	STATE OF MN GOVERNOR'S OFFICE	S04006297	FY05 PORTION OF INTERAGENCY LOBBYING AGREEMENT FOR WASHINGTON DC OFFICE	\$10,727
100	9/10/04	SWEIDAN CONSULTING INC	S04008015	Consulting on Sybase upgrade - Rate of \$80 per hour	\$10,000
100	2/26/04	PAEPER GROUP LLC	S04001810	Provide professional services under the direction of Michael Karels	\$10,000
100	8/5/04	FOX LAWSON & ASSOCIATES	S04006995	Provide senior consulting services for in-person and telephone based advise and information on human resource issues.	\$9,990
100	2/6/04	BROUGHTON INTL	S04001192	WRQ Reflexion for Unix and OpenVMS - Maintenance - Concurrent	\$9,661
100	2/5/04	SYBASE INC	S04001148	PDE60USP-R Sybase: PowerDesigner Process Analyst updating Subscription Renewal	\$9,605
100	8/16/04	JESSON & PUST PA	S04007044	Investigative Services	\$8,700
100	3/4/04	SYNTAX INC	S04002083	On-site service to identify and assist in the installation of all necessary Microsoft and Citrix patched. Review/help install Network Associates virus protection. Review and recommend procedures for system failure recovery of Citrix servers.	\$8,580
100	8/31/04	SYBASE INC	S04007716	ASE Workplace Enterprise Support Contract (Covers period 7/29/04 to 7/28/05)	\$8,348
100	3/19/04	BUSINESS OBJECTS AMERICAS	S04002570	VSUPSTD Standard Support for Crystal Enterprise 10 Professional Win Concurrent Access License Software Updates 1 Year 3/19/2004 to 3/18/2005	\$8,200

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

APPENDIX F

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
100	7/9/04	TRIMBLE HART CONSULTING	S04006144	Risk management consultant services as described in the attached proposal dated May 11, 2004, to be performed under the direction of Phil Walljasper	\$6,825
100	9/2/04	STATE OF MN/INTER TECHNOLOGIES GROUP	S04007786	Advisor level seat holder subscription to the Gartner Cor Research for the period September 1, 2004 through June 30, 2005. Per Contract A46309. Charge number C00887.	\$6,317
100	8/5/04	LANDKAMER, JEANNE	S04006594	Writing and editing work on the 2004 Annual Report	\$6,250
100	9/24/04	MIDWAVE	S04008516	DMZ Implementation Assistance	\$6,000
100	12/30/04	ADVANCED SYSTEMS TECHNOLOGY	S04011433	125-one year subscriptions to Skillssoft Information Technology Skills Library	\$6,000
100	11/1/04	BLACKWELL IGBANUGO PA	S04009623	Investigative Services	\$5,040
100	1/12/04	LANDKAMER, JEANNE	S04000063	Writing articles and content for CouncilInfo - per instructions from Leigh Homstad	\$5,000
100	2/27/04	DUNHAM ASSOCIATES	S04001904	Provide professional services under the direction of Michael Karels.	\$5,000
253	11/5/04	COMSTOCK & DAVIS INC	S04009792	ALTA/ACSM Land Title Survey for 390 N. Robert Street Building	\$5,000
100	7/26/04	JESSON & PUST PA	S04006514	Investigative services	\$4,800
100	12/30/04	ROWEKAMP ASSOC.	S04011432	ArcGIS training, December 13-15, 2004, for Craig Lamothe, Karen Jensen, Victoria Pilko and Wendy Ruest.	\$4,200
100	5/26/04	BLACKWELL IGBANUGO PA	S04004757	Investigative services for February and March, 2004	\$4,000
100	10/11/04	LANDKAMER, JEANNE	S04006593	Editing and writing of the Parks and Open Space Policy Plan report	\$4,000
100	8/5/04	LANDKAMER, JEANNE	S04006609	Writing, editing for Council Directions - Aug. - Dec.	\$4,000
100	11/15/04	INFORMATIVE GRAPHICS CORP	S04010026	Priority Plan for Net-It Central covers period 12/19/2004 through 12/19/2005	\$3,999
100	1/29/04	STATE OF MN/INTER TECHNOLOGIES GROUP	S04000117	Advisor level seat holder subscription to the Gartner Core Research for the period March 1, 2004 through August 31, 2004. Per Contract A46309. Charge number C00887.	\$3,725
100	9/20/04	BLACKWELL IGBANUGO PA	S04008267	Investigative Services	\$3,520
100	4/28/04	ZASIO ENTERPRISES INC	S04003917	ENTSPR Annual Maintenance and Support for Versatile	\$3,395
100	4/29/04	SAFE SOFTWARE INC	S04003996	Annual Maintenance Contract Renewal (FME Server) AMC Valid through to March 31, 2005 Serial Number: S0107A2473	\$2,800
100	5/27/04	LAKE STATE REALTY SVC INC	S04004879	Appraisal Services performed by Julie Jeffrey-Schwartz under the direction of Michael Karels	\$2,775
100	1/26/04	QUICKSILVER EXPRESS COURIER	S04000727	two months services until new bid is completed.	\$2,756
100	4/21/04	IBM CORP	S04003663	1year of Support for the 2 systems: 7026-F519F AIX V5.2; 7025-1945 AIX V5.2	\$2,662
100	2/10/04	ATOMZ.COM	S04001288	Annual software license renewal for the Metropolitan Council's web site search engine. Term of agreement 3/15/04 - 3/15/05.	\$2,625

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

APPENDIX F

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
100	8/4/04	JESSON & PUST PA	S04006831	Investigative Services	\$2,550
100	1/29/04	JESSON & PUST PA	S04000889	Investigative Services as requested by the Council's Office of Diversity.	\$2,500
100	1/8/04	MN CLIPPING SERVICE	S04000179	Media clipping services provided on an as needed basis during 2004.	\$2,500
100	7/13/04	NORTHSTAR MEDIA SVC	S04006224	For transit related news clips and video duplication as requested by Media Coordinator Bonnie Kollodge throughout 2004.	\$2,500
100	7/19/04	GRAYBOW COMMUNICATIONS	S04006404	Audio/video services for the Metropolitan Council meetings.	\$2,500
100	9/3/04	CHAN, MARGARET	S04007848	Graphic design for the Transportation Policy Plan.	\$2,500
100	9/16/04	PORTRAIT DESIGN & PRINT STUDIO	S04008183	Photography work for the 2004 Annual Report. Total cost not to exceed \$2,500, at a rate of \$125/hour or \$1,000 per day. Rate for each master image - \$49.95. All completed work must be approved by the Manager of Graphics.	\$2,500
100	11/9/04	CHAN, MARGARET	S04009754	Graphic Design work for the regional transit marketing campaign.	\$2,500
100	12/8/04	HOLD THAT THOUGHT	S04010696	Graphic design for the Parks map at \$85/hour.	\$2,500
100		Summary Total	Various	Contracts Less Than \$2,500	\$115,846
SUBTOTAL GENERAL FUND					\$1,061,979
201	7/12/04	SRF CONSULTING GROUP	S04006214	Coding of new transit networks to include Sector 5 routes, Hiawatha Line, and Transit Ways proposed in Transportation Policy Plan, in accordance with SRF Proposal No. P04293 dated July 9, 2004. For Mark Filipi	\$24,900
201	8/10/04	MN POLLUTION CONTROL AGENCY	S04007049	Funding support for consulting services with Sonoma Technology Inc. to update road emissions inventories in the Twin Cities Carbon Monoxide Maintenance Plan using the US EPA MOBILE SIX-POINT TWO emissions model. For Jim Barton	\$15,000
201	3/3/04	MCCOLLOM MANAGEMENT CONSULTING INC	S04002036	Twin Cities Transit Audit Hourly rate \$125---Not to exceed \$9,999	\$9,999
201	1/6/04	ANOKA COUNTY HWY DEPT	S04000084	Metro Commuter Services portion of Anoka County Transit Study	\$8,000
		Summary Total	Various	Contracts Less Than \$2,500	\$7,362
SUBTOTAL TRANSPORTATION REVENUE FUNDS					\$65,261
222	2/3/04	SCHAFFER, DAVE	S04001031	Housing Quality Standards Inspections	\$17,500
234	2/19/04	NAN MCKAY & ASSOCIATES INC	S04001593	Consulting services: Financial analysis of HUD Sections Program and Metro HRA. Services to be performed by Ray Adair, on an as-needed basis, with no guaranteed minimum amount.	\$20,020
		Summary Total	Various	Contracts Less Than \$2,500	\$213
SUBTOTAL HRA / FAHP FUNDS					\$37,733
610	3/31/04	Wenck Associates, Inc.	04P020	Air Permitting Assistance	\$49,000
631	3/31/04	Wenck Associates, Inc.	04P021	Blue Lake Tunnel Improvements	\$49,000

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

APPENDIX F

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
610	11/1/04	Coastal Training Technologies, Inc.	04P131	Web-Based Interactive Safety Training	\$48,050
641	12/22/04	HERMAN APPRAISAL SERVICES	S04011175	Updates pf Appraisals for Parcels with Revised Easements Still to be Acquired Appraisals for New Permanent and Temporary Easements for Rosemount Interceptor. MCES Project # 9208000. Total not to exceed \$41,000.	\$41,000
631	5/17/04	Bolton & Menk, Inc. - Burnsville	04P025	Hastings Disinfection and Wet Well Improvements Design	\$35,508
631	4/26/04	THPA, Inc.	03P046A	A/E Services for Regional Maintenance Facility Expansion	\$35,000
631	6/25/04	BONESTROO, ROSENE, ANDERLIK & ASSOC.	S04005825	Project 800605 design and construction phase consultant services. Refer to the attached 'Consultant scope of work' document for specifics details. The services shall be performed according to MCES standard contract requirements. This value covers the BRA final cost proposal.	\$28,000
631	7/7/04	CNA CONSULTING ENGINEERS	S04006097	Engineering services for the 1-VH-422 improvements. Preliminary work until Professional Services contract is executed. Not to exceed \$25,000.	\$25,000
631	7/29/04	CNA CONSULTING ENGINEERS	S04006747	Design Review and Constructibility review for proposed realignment of interceptor 8451 in the City of New Brighton Per CNA proposal dated 7/16/04. Not to Exceed 24,929	\$24,929
641	4/21/04	CAMP DRESSER AND MCKEE INC	S04003734	Preliminary evaluation of flow attenuation facility	\$24,500
641	4/29/04	LAKE STATE REALTY SVC INC	S04003894	Appraisals fpr fee title Acquisition (Potential WWTP sites in Hastings)	\$16,200
641	4/7/04	MALACOLOGICAL CONSULTANTS	S04002609	A 2004 mussel translocation follow-up survey on Mississippi River mile 818.9. This is required by the DNR mussel permit for installing the new plant outfall pipe in the river. This task was not in the design/builder contracts scope of work and the design/builder will be completed by this date. Refer to the consultants letter for details. The river mussel work is tentatively scheduled for late May 2004 with a brief letter report within 2 weeks of completion for which payment will be made. The final report is scheduled to be submitted by 10/1/2004. The cost shall be time and material per the bid values. The cost shall not exceed \$14,000 unless circumstances differ as described.	\$14,000
610	2/12/04	MILLS,PAMELA A	S04001391	For Professional Library Cataloging Services. Services will be performed on an as-needed basis, with no guaranteed minimum amount. Please coordinate all work with the Council's Project Manager, Marcel Jouseau	\$10,400
641	3/30/04	SCOTT COUNTY PUBLIC WORKS DIVISION	S04002908	New Market Aerial Photography	\$10,293
610	8/9/04	COGNOS INC	S04007035	Training as Required	\$10,000
610	5/19/04	GOPHER STATE ONE CALL	S04004527	Gopher State One-Call Services as required for April 2004	\$8,964

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

APPENDIX F

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
610	6/16/04	GOPHER STATE ONE CALL	S04005450	Gopher State One Call Services as Required May 2004	\$8,461
610	7/14/04	GOPHER STATE ONE CALL	S04006289	Gopher State One-call services as Required for June 2004	\$7,865
641	5/4/04	LAKE STATE REALTY SVC INC	S04004164	Easement Acquisition Appraisal Service for 7 Parcels	\$7,600
641	7/12/04	CLJ RIGHT OF WAY & REALTY	S04006198	Easement Negotiation Services - Elm Creek Interceptor Relocation 4 parcels at \$600 each	\$7,550
610	8/18/04	GOPHER STATE ONE CALL	S04007348	Gopher State One Call services for July 2004	\$6,780
610	9/17/04	GOPHER STATE ONE CALL	S04008165	Gopher State One-Call Services as required August 2004	\$6,729
641	8/10/04	BOLTON & MENK INC	S04007059	Carver County Rural Growth Center WWTP Information and Analysis per proposal letter dated July 30, 2004. (letter is attached to the PO)	\$6,200
641	10/29/04	EVERGREEN LAND SERVICES CO	S04009583	Real Property and Sewer Easement Acquisition Assistance Services for Site C In Hugo as Per Attachment. (Scope of Work)	\$6,000
610	10/21/04	GOPHER STATE ONE CALL	S04009335	Gopher State One-Call Services as required September 2004	\$5,707
641	10/28/04	EMPIRE TOWNSHIP	S04009549	Professional Planning and Services for Coordination of Empire WWTP Expansion and Outfall.	\$5,000
610	10/4/04	UNIV. OF MN/DEPT OF ENTOMOLOGY	S04008787	Collect and analyze stream macroinvertebrate samples.	\$4,857
610	5/13/04	HEWLETT-PACKARD	S04004411	Hardware/Software Maint. Contract for June of 04 to May 31 of 05. Agreement # 93D65139D	\$4,512
610	4/22/04	GOPHER STATE ONE CALL	S04003758	Gopher State One-Call Services as required March 2004	\$4,296
610	9/9/04	CAMP DRESSER AND MCKEE INC	S04007990	Presentation & technical assistance on managed competition	\$3,800
641	11/15/04	GLACIAL RIDGE DRILLING & TESTING	S04009978	Gopher state one call; Mobilization - CME 75-HT truck mounted drill rig; HSA drill & sample 5-25' soil boring; clean up & Patch; Classification & final boring logs by registered P.E.	\$3,275
610	8/6/04	DIALOG CORP, THE	S04007011	Reactivate Service Agreement for Dialog -- July 2004 -- June 2005	\$3,000
610	3/4/04	GOPHER STATE ONE CALL	S04002081	Gopher State One Call Services for January 2004	\$2,803
610	3/30/04	GOPHER STATE ONE CALL	S04002903	Gopher State One-Call services as Required February 2004	\$2,716
610	5/12/04	HOWARD R GREEN CO	S04004407	Consulting Engineer Services; NEFCO (no competitive process required)	\$2,500
641	6/10/04	SEBESTA BLOMBERG & ASSOC. INC	S04005317	Provide assistance and review regarding Cimlogic (now AutoCad Electrical 2004) application in record drawings/documents on the project.	\$2,500
610	2/9/04	IRISH & ASSOCIATES INC	S04001205	CONSULTING ENGINEERING SERVICES FOR I/I TASK FORCE	\$2,500
610	9/8/04	EMA SERVICES INC	S04007950	CONSULTING SERVICES FOR ANALYSIS OF LOCAL 35 BIDDING COSTS -- NOT TO EXCEED \$2500	\$2,500
610	12/20/04	PROSOURCE TECHNOLOGIES INC	S04011085	Recording of Documents for Various Projects	\$2,500
Summary Total			Various	Contracts Less Than \$2,500	\$50,400

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

APPENDIX F

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
SUBTOTAL MCES FUNDS					\$589,896
702	4/1/04	International Transit Security	04P009	ADA Field Audits	\$48,960
	4/29/04	Zan Associates	04P013	Central Corridor Project Management	\$47,500
	9/15/04	Dorsey & Whitney LLP (Mpls)	04P137	Legal Services - MTS Litigation and Procurement Matters	\$35,000
	8/18/04	CH2M Hill	04P084	Blue Lake and Seneca WWTP Facility Plan Independent Technical Review	\$24,814
	10/21/04	ArchWing Innovations, LLC	04P102	Prepaid Benefits Website	\$22,000
702	1/12/04	TOLTZ KING DUVAL ANDERSON & A	T0000078909	Design of lube and grease piping for South Garage	\$8,900
702	10/14/04	WENCK ASSOC. INC	T0000086481	NICOLLET & HEYWOOD POTENTIAL HAP EMISSIONS - PER INVOICE # 402937	\$5,300
702	2/16/04	TOLTZ KING DUVAL ANDERSON & A	T0000079988	floor inspections for South and MJR PER INV. #067123	\$4,980
702	4/23/04	TOLTZ KING DUVAL ANDERSON & A	T0000081282	Provide CADD floor plan for the Overhaul Base PER INV. #067423, 5/20/04	\$4,980
702	7/13/04	GENERAL CORROSION CORP	T0000083470	up-grade the cathodic protection system at the OHB	\$4,850
702	12/22/04	PLUS RELOCATION SERVICES	T0000089391	MTC 0412222-MRB 12/22/04, RAYMOND ABRAHAM TEMP. LIVING EXP. - INVOICE 041222	\$4,727
702	4/7/04	WOLFGRAM/KNUTSON ARCHITECTS LT	T0000081020	Design services for the prelim drawings for police station renov	\$4,700
702	5/24/04	WENCK ASSOC. INC	T0000082046	Petro fund application for 2004 MJR	\$4,454
702	1/14/04	CERES ENVIRONMENTAL SVSC	T0000078989	monitoring and maintenance for Sn through Dec 14 03	\$3,988
703	4/7/04	CERES ENVIRONMENTAL SVSC	T0000081018	monthly maintenance and operations SN 1/15-2/14	\$3,988
702	1/23/04	CERES ENVIRONMENTAL SVSC	T0000079248	monthly operation and Maintenance 12/15 to 1/14	\$3,988
702	1/20/04	CERES ENVIRONMENTAL SVSC	T0000079026	operation and maintenance work at Snelling 10/15/03 - 11/14/03.	\$3,988
702	2/16/04	WOLFGRAM/KNUTSON ARCHITECTS LT	T0000079984	Professional services for Police Station rehab	\$3,900
702	10/13/04	KRAMER,KURT G	T0000086386	Design & Logistics for LRT Disaster Exercise	\$3,750
702	11/24/04	PLUS RELOCATION SERVICES	T0000088901	041124-ADW STEVE BETHEL-TAX PREP,PAUL DENISON, GARRY LANE TEMP LIVING	\$3,546
702	6/11/04	CERES ENVIRONMENTAL SVSC	T0000082557	Monthly maintenance and testing 3/15/to 4/14 PER INV. #37111	\$3,240
702	10/29/04	CERES ENVIRONMENTAL SVSC	T0000087019	Final maintenance and testing for Sn site - PER INVOICE # 38010	\$3,240
703	7/14/04	CERES ENVIRONMENTAL SVSC	T0000084515	maintenance and testing at Snelling for 6/15 to 7/14 PER INV. #37764	\$3,240
702	2/2/04	KNUTSON,JAMES	T0000079560	Final payment of Interior design services per proposal dated January 13, 2004	\$3,234

**Report on Professional/Technical Services Activity - 2004
Contracts Less Than \$50,000**

APPENDIX F

Fund	Issue Date	Vendor	Reference Number	Item Description	PO Amount
702	9/7/04	BERNARD JACOB ARCHITECTS LTD	T0000085170	Rendering of security walkway	\$3,176
702	5/21/04	KNUTSON,JAMES	T0000082005	Final payment of Interior Design Services per quote dated May 12, 2004	\$3,099
702	6/29/04	CERES ENVIRONMENTAL SVSC	T0000083136	maintenance and testing at Snelling for 4/15 to 5/14	\$3,060
702	10/14/04	CERES ENVIRONMENTAL SVSC	T0000086498	Sept Maint and testing at Snelling FINAL	\$3,060
702	7/30/04	CERES ENVIRONMENTAL SVSC	T0000083975	maintenance and testing od Snelling recovery system for 5/15/to6/14	\$3,060
702	9/13/04	CERES ENVIRONMENTAL SVSC	T0000085338	testing and maintenance for Snelling 7/15 to 8/14 PER INV. #37849	\$3,060
702	4/7/04	CERES ENVIRONMENTAL SVSC	T0000081019	maintenance and testing at Sn 2/15-3/14	\$3,060
702	12/15/04	MORRISON & ASSOCIATES INC	T0000088570	HR Consulting - PER LETTER DATED 11/15/04	\$3,038
702	6/29/04	PROGRESSIVE CONSULTING ENGINEERS	T0000083127	DESIGN OF CATCH BASIN AT FTH PER INV. #04019.01 (PARTIAL SHIPMENT PER JB)	\$2,790
		Summary Total	Various	Contracts Less Than \$2,500	\$124,780
SUBTOTAL METRO TRANSIT OPERATING FUND					\$413,449
TOTAL ALL FUNDS					\$2,168,318

**Report on Professional/Technical Services Activity - 2004
Contracts Greater than \$50,000**

Fund	Ref Number	Description of Services	Vendor	Start Date	End Date	Contract Amount	Interested Vendors	Proposers	Solicitation Method	Evaluation Criteria Used
100	04P065	Employee Benefits Consultant	Deloitte & Touche LLP	11/24/04	9/30/07	\$235,000	11	5	Formal RFP	Qualifications of the Proposer, Experience of the Proposer, Quality of the Proposal, Price
100	02P071B	Employee Long Term Disability Insurance	Hartford Life Group Sales Department	1/1/03	12/31/05	\$200,000	12	6	Formal RFP	Premium, Administration, Cost Control, Electronic Capability
100	S04003827	Annual Maintenance for Peoplesoft - Benefits Admin., eDevelopment, Enterprise Portal, ePay, eRecruit, Government Portal, Human Resources, Payroll, Time & Labor (6/25/04 - 6/24/05)	PEOPLESOFT	4/23/04		\$180,180			Sole source	
100	S04007552	Hardware and Software Maintenance for years 2 and 3 for NETAPPS	COMPAR	9/29/04		\$138,823			Joint Purchasing Agreement	
100	S04003472	Oracle Support Renewal # 1697116 for period May 23, 2004 to July 31, 2005 (See attached quote)	ORACLE CORP	4/15/04		\$129,241			Sole source	
100	S04001223	Annual Maintenance Agreement for period 3/06/04 to 3/05/05	SYNERGEN ASSOC. INC	2/9/04		\$128,843			Sole source	
100	S04005553	MNT-005654-001 Netware 6.5 1-User Maintenance	SOFTWARE HOUSE INTL	6/29/04		\$109,906			Joint Purchasing Agreement	
100	04P057-B	Labor Negotiator for ATU, TMSA, and MANA	Smith Parker P.L.L.P.	11/1/04	12/31/05	\$100,000	14	8	Formal RFP	Qualifications of the Proposer, Experience of the Proposer, Price
100	S04001994	For the services of Jim Wilson. Consultant shall: evaluate issues related to the Council's use of its PeopleSoft HRIS Benefits Module; provide assessments and recommendations; and work with the Council's HR Director and CFO to develop a long term work plan.	SOFT LINK SOLUTIONS INC	3/2/04	12/31/04	\$99,960	3	3	Proposals	Qualifications, experience, availability, price
100	03P103	Selection of flexible Healthcare & Dependent Care Spending Account Administration	Acclaim Benefits	1/8/04	5/1/07	\$99,000	8	5	Proposals	Quality, Experience, Administrative Procedures - Technical and Electronic Capabilities & Price
100	04P057-A	Labor Negotiator for AFSCME and Pipefitters	Frank Madden & Associates	10/21/04	12/31/05	\$90,000	14	8	Formal RFP	Qualifications of the Proposer, Experience of the Proposer, Price
100	03P094	MetroGIS - Improving Efficiencies	Richardson, Richter & Associates, Inc.	2/6/04	12/31/08	\$80,000	62	3	Formal RFP	Quality, Qualifications, Experience, Price
100	S04004087	Services related to Benefits Issues for RA Labor Negotiations.	DELOITTE AND TOUCHE LLP	5/3/04		\$75,000			Sole source	
100	S04002883	Services related to Benefits Issues for ATU Negotiations.	DELOITTE AND TOUCHE LLP	3/29/04		\$67,857			Sole source	
100	04P132	Woodbury Lift Station	Dorsey & Whitney LLP (Mpls)	9/15/04	8/30/05	\$65,000	3	3	Proposals	Knowledge of key personnel, general experience of firm
100	S04002663	Actuarial calculations for ES during labor negotiations in 2004.	MERCER HUMAN RESOURCES CONSULTING	3/23/04		\$50,000			Sole source	
100	05P030	Peoplesoft Financials Upgrade	PeopleSoft USA, Inc.	12/2/04	12/31/05	\$120,000			Sole source	
253	04P104	Office Building Rehabilitation Design Services	Wold Architects and Engineers	10/19/04	8/31/06	\$770,000	71	14	Formal RFP	Quality, Qualifications, Experience
253	04P105	Space Planning Consultant	SmithGroup, Inc.	10/13/04	8/31/06	\$90,150	74	15	Proposals	Specialized Experience, Competence, Work Plan
SUBTOTAL GENERAL FUNDS						\$1,968,810				
201	02P139	Development of a Regional Freight Planning Model	SRF Consulting Group, Inc.	3/10/04	11/30/04	\$75,000	8	5	Proposals	Completeness of proposal, specialized experience, previous direct or related experience, conceptual and technical approach, capacity to perform the work, past record of performance
202	S04004793	Software Maintenance Agreement which includes Pass, Pass Malteze and Pass-Web; Schedule & Dispatching, Base License: Up to 4000-4999 trips for 57 workstations. For the period July 1, 2004 through June 30, 2005.	TRAPEZE SOFTWARE GROUP INC	5/25/04		\$93,169			Sole source	

Report on Professional/Technical Services Activity - 2004

Contracts Greater than \$50,000

APPENDIX F

Fund	Ref Number	Description of Services	Vendor	Start Date	End Date	Contract Amount	Interested Vendors	Proposers	Solicitation Method	Evaluation Criteria Used
	04P023	VanGo! Program	VPSI Inc.	1/1/04	12/31/05	\$850,000			Sole source	
SUBTOTAL TRANSPORTATION SPECIAL REVENUE FUNDS						\$1,018,169				
237	03P089	Family Affordable Housing Program - Property Management Services	Cedar Management Inc.	4/1/04	12/31/08		9	4	Formal RFP	Demonstrated successful experience of the proposer, commitment to the project, capability and experience of personnel, quality and strength of management reporting systems, overall financial and managerial health of the Proposer, Proposed fee
SUBTOTAL HRA / FAHP FUNDS						\$0				
610	02P136	LIMS Upgrade	Thermo Electron	9/29/04	9/29/07	\$75,000			Sole source	
610	S04002301	Wonderware Site Support Agreement per Contract #36753 for a one year period beginning March 8, 2004.	GS SYSTEMS	3/11/04		\$74,043			Sole source	
631	03P100	MCES Security Improvements	CH2M Hill	8/19/04	12/31/06	\$834,185	31	6	Formal RFP	Quality of proposal, qualifications of proposer, experience of proposer, price of proposal
631	04P005	Interceptor System Standby Power Improvements	Sebesta Blomberg & Associates, Inc.	7/28/04	12/31/07	\$433,000	30	8	Formal RFP	Qualifications, Quality, Experience, Price
631	03P066	Elm Creek Interceptor Relocation	Bonestroo Rosene Anderlik & Associates, Inc.	2/24/04	6/30/06	\$273,256	27	9	Formal RFP	Quality, Qualifications, Exp. & Price
631	03P068	Comprehensive Facilities Plan for Oakdale and Point Douglas Road Lift Station Improvements	Bonestroo Rosene Anderlik & Associates, Inc.	2/10/04	6/15/05	\$218,154	27	4	Formal RFP	Qualifications, Quality, Experience, Price
631	04P074	Interceptor 1-VH-422 Improvements	CNA Consulting, Inc.	8/17/04	7/31/06	\$147,231			Sole source	
631	04P039	Interceptor 7073 Improvements	Edwards & Kelcey	4/12/04	12/31/05	\$83,264			Sole source	
631	04P113	Land Survey and CAD Services for Blue Lake and Seneca	Sunde Land Surveying, LLC	11/10/04	4/30/05	\$72,125	4	4	Proposals	Specialized experience and professional competence, ability of the proposer to perform the work within the time limitations, project cost, weighted against project scope and concept
641	03P093	Blue Lake Plant Improvements and Seneca Disinfection and Phosphorous	Brown and Caldwell	1/22/04	8/31/05	\$868,608	34	4	Formal RFP	Quality, Qualifications, Experience, Price
641	04P028	NE Interceptor Improvements	Camp Dresser & McKee Inc. (CDM)	6/17/04	12/31/06	\$747,660	27	3	Formal RFP	Quality, Qualifications, Experience, Price
641	04P035	MWWTP Odor Control Improvements	Camp Dresser & McKee Inc. (CDM)	11/3/04	10/31/06	\$509,088	29	3	Formal RFP	Experience, Qualification Quality, Price
641	03P116	Northwest Interceptor Improvements	Brown and Caldwell	3/19/04	3/31/05	\$247,875	31	2	Formal RFP	Quality of proposal, qualifications of Proposer, experience of Proposer, and price of proposal.
641	04P064	Mound Lift Station L-25 Relocation Project	Howard R. Green Company	7/13/04	2/28/06	\$124,505			Sole source	
641	04P055	Inspection of 1-MN-320 and 1-MN-300	Severn Trent Pipeline Services	10/7/04	2/28/05	\$97,000	12	3	Formal RFP	Quality, Qualifications, Experience, Price
641	04P026	PM Database	Harte Digital	8/20/04	1/31/06	\$92,305	29	3	Formal RFP	Exp., Qualifications, Quality & Price
641	03P099	Minnesota River Oxygen Dynamics Assessment	Hydro2 Water Quality Associates	5/24/04	3/31/07	\$65,900	15	1	Proposals	Qualifications, Price, Exp. & Quality
820	02P070	Scheduling and Operations Application Replacement	GIRO, Inc.	2/3/04	12/31/06	\$1,566,520	28	2	Formal RFP	Responsiveness, Features, Implement Plan, Experience, Qualifications, Price
	03P128	South St. Paul Forcemain Improvement	Howard R. Green Company	12/14/04	4/1/10	\$1,047,989	14	2	Formal RFP	Quality of proposal, qualifications of Proposer, experience of Proposer, and price of proposal.
	04P015A	Master Contracts - Interceptor Rehab	Brown and Caldwell	10/29/04	10/31/07	\$200,000	62	17	Formal RFP	Experience, Quality, Key Personnel, Location, Price

**Report on Professional/Technical Services Activity - 2004
Contracts Greater than \$50,000**

Fund	Ref Number	Description of Services	Vendor	Start Date	End Date	Contract Amount	Interested Vendors	Proposers	Solicitation Method	Evaluation Criteria Used
	04P015B	Master Contracts - Interceptor Rehab	Bonestroo Rosene Anderlik & Associates, Inc.	11/5/04	10/31/07	\$200,000	62	17	Formal RFP	Experience, Quality, Key Personnel, Location, Price
	04P015D	Master Contracts - Interceptor Rehab	Howard R. Green Company	11/19/04	10/31/07	\$200,000	62	17	Formal RFP	Experience, Quality, Key Personnel, Location, Price
	04P015E	Master Contracts - Interceptor Rehab	Earth Tech	10/29/04	10/31/07	\$200,000	62	17	Formal RFP	Experience, Quality, Key Personnel, Location, Price
	04P015G	Master Contracts - Interceptor Rehab	Bolton & Menk, Inc. - Chaska	11/5/04	10/31/07	\$200,000	62	17	Formal RFP	Experience, Quality, Key Personnel, Location, Price
	04P015H	Master Contracts - Interceptor Rehab	Short Elliott Hendrickson, Inc. (SEH)	11/5/04	10/31/07	\$200,000	62	17	Formal RFP	Experience, Quality, Key Personnel, Location, Price
	04P015C	Master Contracts - Interceptor Rehab	CNA Consulting, Inc.	12/2/04	10/31/07	\$200,000	62	17	Formal RFP	Experience, Quality, Key Personnel, Location, Price
SUBTOTAL MCES FUNDS						\$8,977,708				
710	04P059	County Road 73 and I-394 Park & Ride	Short Elliott Hendrickson, Inc. (SEH)	9/8/04	12/31/06	\$249,478	10	4	Formal RFP	Qualifications of the Proposer, Experience of the Proposer, Quality of the Proposal, Price
710	03P095	Interactive Voice Response System Replacement	Digital DataVoice	6/25/04	12/31/06	\$208,360			Sole source	
	04P078	Midtown Exchange Transit Station - Lake and Chicago	Hay Dobbs	12/17/04	12/31/05	\$82,850	42	5	Formal RFP	Quality of proposal, qualifications of proposer, experience of proposer
SUBTOTAL METRO TRANSIT OPERATING FUND						\$540,688				
TOTAL ALL FUNDS						\$12,505,375				

Draft Report on Professional/Technical Services Activity - 2005

Contracts Less than \$50,000

Expense								
Fund	Type	Issue Date	Vendor	PO Number	Description of Services	Amount		
100	5222	11/14/05	SYBASE INC	S05010046	12600 Adaptive Server Enterprise IBM-AIX 12/11/05 to 12/10/06	\$49,635		
100	5204	3/3/05	SYBASE	S05001990	Consulting for TIS - Workarounds	\$48,600		
100	5222	10/18/05	THERMO ELECTRON CORP	S05009135	L-SM-01 SampleManager Concurrent Single User License (Includes: SampleManager Server, Audit Trail, SMW, and Sm Reporter Development License	\$40,714		
100	5222	6/27/05	ENVIRONMENTAL SYSTEMS RESEARCH INSTITUTE	S05005568	Maintenance for: ArcInfo, Network Floating, ArcView Single, ArcView Concurrent, ArcGIS 3D, ArcSDE Developer, ArcGIS Spatial Analyst, ArcGIS Geostatistical Analyst, ArcPad 6.0, ArcIMS, ArcGIS Publisher for period 10/10/2005 to 9/30/2006	\$40,000		
100	5204	9/28/05	NET2NET SOLUTIONS INC	S05008546	Provide consulting services to assist the Council with server move.	\$39,375		
100	5222	5/20/05	EMBARCADERO TECHNOLOGIES INC	S05004472	5786 DB Artisan Pro for Sybase/MS SQL-Concurrent	\$37,500		
100	5222	2/18/05	GROUP 1 SOFTWARE	S05001604	Maintenance for 3/31/99 Purchase Covers period 3/31/2005 through 3/31/2006	\$34,498		
100	5222	11/14/05	TRAPEZE SOFTWARE GROUP INC	S05010048	ATIS - Agent/Web Base License System Maintenance	\$33,075		
345		6/1/2005	Elert & Associates	05P035	Audio Visual Consulting Services - 390 N. Robert Street Office Building	\$32,600		
100	5204	6/8/05	PRACTICAL COMMUNICATIONS INC	S05004977	Communications trainer and consultant for a three-year period per proposal dated April 14, 2005: LOD - Approximately 5 workshops; Community Development - Consultation on comprehensive planning documentation	\$28,000		
100	5204	11/3/05	SOFTLINK SOLUTIONS	S05009800	Provide development support for PeopleSoft 8.8 Financials upgrade.	\$28,000		
100	5222	3/1/05	KNOWLEDGE FRONT INC	S05001885	ForeSight Enterprise Unit set-up 10 Enterprise units	\$27,950		
100	5222	4/19/05	ENFOTECH	S05003394	Technical support and maintenance fee for PACS2000 for period 5/1/2005 to 4/30/2006	\$25,000		
100	5222	8/3/05	VERITAS SOFTWARE GLOBAL CORP	S05006737	W113918-200 NetBackup Server Windows, Enterprise Server v 5.0	\$24,997		
100	5204	8/4/05	AERITAE CONSULTING GROUP LTD	S05006807	Performance Monitoring of Network at 2 Transit Garages, for issues resulting from Server Consolidation	\$24,850		
100	5219	8/12/05	INSURANCE OVERLOAD SYSTEMS	S05007018	Temporary Claim's Representative for Risk Management; Bill Rate \$34.00/Hour	\$23,000		
100	5222	7/25/05	DATALINK	S05006435	Onsite Service for EMC F4500 populated with qty 40 73GB Drives	\$18,547		
100	5204	9/8/05	MERCER HUMAN RESOURCES CONSULTING	S05007877	Provide consulting services	\$18,000		
100	5222	3/30/05	MIDWAVE	S05002801	CPES-SS Premium Software Subscription and Support (24x7) (April 1 2005 to April 1 2005)	\$17,754		
100	5204	10/5/05	ORACLE USA INC	S05008720	Peoplesoft Consultant	\$17,688		
100	5222	11/2/05	MICRO FOCUS	S05009722	Server Express Support RS6000 AIX 5.2 (December 22 to November 13, 2007)	\$17,678		
345	5214	9/26/05	SPACE PLANS INC	S05008441	Design Services related to 390 North Robert Street project	\$15,000		
100	5214	2/2/05	BROWNSWORTH INC	S05001068	Project management, general reconfiguration, and moving services for 390 N. Robert	\$15,000		
100	5214	10/11/05	FRANK MADDEN & ASSOCIATES	S05008869	Arbitration services	\$15,000		
100	5222	4/19/05	COGNOS INC	S05003393	NT Intel Impromptu Web Reports User Pack Standard Support Renewal	\$14,980		
100	5222	6/27/05	SOFTWARE HOUSE INTL	S05005570	Magic Service Desk Suite (June 21, 2005 to June 30, 2006)	\$14,389		
100	5222	6/29/05	SYNTAX INC	S05005681	Citrix Metaframe Software Maintenance Subscription Advantage Annual Renewal	\$12,750		
100	5204	7/1/05	STATE OF MN GOVERNOR'S OFFICE	S05005787	FY06 portion of interagency lobbying agreement for Washington DC office	\$10,727		
100	5222	8/11/05	SYNTAX INC	S05007006	Citrix Software Maintenance Subscription Advantage Renewal for the period 7/15/05 - 7/15/06	\$10,000		
100	5222	8/3/05	SYBASE INC	S05006738	Sybase Powerbuilder Enterprise	\$9,675		
100	5222	2/18/05	SYBASE INC	S05001615	Sybase: Power Designer Data (Covers Period 3/4/2005 through 3/3/2006)	\$9,605		
100	5214	4/20/05	KROLL ONTRACK INC	S05003339	Consulting for Data Recovery necessary for ES legal Investigation. Estimate not to exceed \$10,000	\$9,600		
100	5222	3/1/05	BUSINESS OBJECTS AMERICAS	S05001870	Crystal Enterprise 10 Professional Concurrent Access License Software Updates	\$8,610		

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Contracts Less than \$50,000

Expense								
Fund	Type	Issue Date	Vendor	PO Number	Description of Services	Amount		
100	5222	8/16/05	SYBASE INC	S05007101	ASE Workplace IBM-AIX Extended Support Contract for periods 7/29/05 to 7/28/06.	\$8,348		
100	5204	6/13/05	SYNTAX INC	S05005077	Design and build two terminal servers with MetaFrame. Design and build two Web Interface Servers and design and build two CSG Servers	\$8,182		
100	5214	8/24/05	STATE OF MN/OFFICE OF ENTERPRISE TECHNOLOGIES	S05007375	Advisor level seat holder subscription to Gartner Core Research (9/1/05 to 8/31/06)	\$7,550		
100	5204	11/23/05	ROWEKAMP ASSOC	S05010330	Intro to Arc GIS I 2-day class, December 6 & 7, 2005. Introduction to Arc GIS II, 3-day class December 13, 14, 15, 2005	\$7,250		
100	5204	7/20/05	ELERT AND ASSOC	S05006261	Consulting work done on the new building to review wireless, cabling, and to recommend some move of technology equipment.	\$7,200		
100	5204	7/27/05	DATALINK	S05006514	Datalink Professional Services for installation assistance with NetBackup 5.1, modification of SAN	\$6,767		
100	5214	1/10/05	KNOWLEDGE FRONT INC	S05000250	ForeSight Service - Enterprise, Web and Up/Down for period 1/1/05 to 2/28/05	\$6,400		
100	5214	1/27/05	MINNEAPOLIS HEART INSTITUTE FOUNDATION	S05000857	2005 Quarterly Blood Pressure Screenings - 2005 (RA)	\$6,000		
100	5214	11/30/05	FISHER,AMY	S05010445	CONSULTANT TIME NOT TO EXCEED \$6000 (150 HR @ \$40/HR)	\$6,000		
100	5204	8/25/05	CISCO INC	S05007404	Consulting for Oracle Application Server issues	\$5,600		
100	5222	6/9/05	SOFTWARE HOUSE INTL	S05005029	SUSE Linux Enterprise Server 9 for X86 and for AMD64 July 1, 2005 to June 30, 2006	\$5,308		
100	5219	11/10/05	APPLEONE EMPLOYMENT SVCS	S05009650	Temporary Employee Services as required for HR Benefits Department Term 11/1/05 through 12/31/05 @ \$14.43/hour	\$5,000		
100	5204	11/30/05	JESSON & PUST PA	S05010348	Blue Lake. Inv# 1102. MCES issue	\$4,750		
100	5222	1/12/05	BUREAU OF NATIONAL AFFAIRS, TH	S05000370	ELCD 15 Environment Library on CD, 2-19-05 to 2-19-06	\$4,593		
100	5222	4/13/05	SOFTWARE HOUSE INTL	S05003263	Symantec Ghost Solution Suite (v.1.0), 1 year upgrade plan (renewal - 4/30/2005 to 4/29/2006)	\$4,500		
100	5222	3/3/05	INMAGIC INC	S05002008	NMAGIC CS Workgroup CS10-150-5410 2005 Software Maintenance & Support Contract (4/1/2005 to 3/31/2006)	\$4,000		
100	5222	11/30/05	INFORMATIVE GRAPHICS CORP	S05010486	Priority Plan contract for Net-It Central (12/19/2005 to 12/18/2006)	\$3,999		
100	5204	6/8/05	JESSON & PUST PA	S05004975	Metro Transit issue: Inv # 924. Apr 6, 05 - May 31, 05. Billed June 2nd; Rec'vd June 3, 2005.	\$3,540		
100	5222	5/11/05	ZASIO ENTERPRISES INC	S05004184	Annual Maintenance and Support for Versatile (6/1/05 to 5/31/05)	\$3,532		
100	5204	4/19/05	PRACTICAL COMMUNICATIONS INC	S05003403	Training tuition for the class, Language Control: Structure and Spin	\$3,300		
100	5204	7/15/05	ORACLE USA INC	S05006122	Airfare, Ground Transportation, Lodging, Meals and misc. expenses related to Contract 05P030, but not covered under the contract.	\$3,065		
100	5204	9/26/05	APPLAUSE INC	S05008416	One-day workshop teaching presentation skills for Leadership Challenge participants	\$2,950		
100	5222	2/18/05	SAFE SOFTWARE INC	S05001600	Annual Maintenance Contract for FMe Server for Unix (4-1-2005 to 3-31-2006)	\$2,800		
345	5214	7/22/05	INTEREUM PARTNERS	S05006377	Design services related to cubicle changes and optimizing usage of existing product in the furniture plans for 390 North Robert St	\$2,700		
100	5214	4/19/05	ATOMZ.COM	S05002367	Annual software license renewal for Metropolitan Council's web site search engine. Term of agreement 3/15/05 - 3/14/06	\$2,625		
100	5214	2/1/05	LANDKAMER, JEANNE	S05000280	Writing articles for Directions newsletter for Feb - April editions	\$2,500		
100	5214	4/20/05	LANDKAMER, JEANNE	S05003456	Writing articles for May - July issues of Directions newsletter.	\$2,500		
100	5214	5/11/05	LANDKAMER, JEANNE	S05004159	Writing and editing of the 2005 Metropolitan Council fact sheets.	\$2,500		
100	5214	6/6/05	LANDKAMER, JEANNE	S05004923	Editing of the Directions newsletter May - June 2005	\$2,500		
Summary Total - Contracts Less Than \$2,500				Various		\$86,810		
SUBTOTAL GENERAL FUNDS						\$995,565		

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Contracts Less than \$50,000

Expense							
Fund	Type	Issue Date	Vendor	PO Number	Description of Services	Amount	
201	5204	6/14/05	SRF CONSULTING GROUP	S05005147	Twin Cities Regional Model Review and Validation Checks	\$49,800	
201		4/1/2004	Trapeze Software Group, Inc.	04P141	Trapeze Software Group Maintenance Agreement	\$30,000	
201	5214	2/1/05	TRAPEZE SOFTWARE GROUP	S05001027	RidePro Web Maintenance and Telephone support for March 2004 thru February 2005	\$10,000	
201	5214	2/15/05	TRAPEZE SOFTWARE GROUP INC	S05001417	RidePro LAN Maintenance and Telephone Support for March 1,2005 thru February 28, 2006	\$10,000	
201	5214	5/27/05	UNIV OF MN/MN CTR FOR SURVEY RESEARCH	S05004686	Inclusion of questions in the 2005 Twin Cities Area Survey on the topic of transportation.	\$4,620	
201	5222	2/1/05	SPSS INC	S05001025	Software Maintenance thru 02-01-2006	\$3,698	
Summary Total - Contracts Less Than \$2,500				Various		\$7,215	
SUBTOTAL TRANSPORTATION REVENUE FUNDS						\$115,333	
237	5214	3/24/05	SCHAFFER,DAVE	S05002681	Capital Improvement needs assessment for the Family Affordable Housing Program	\$9,960	
234	5214	1/6/05	YANNARELLY,JIM	S05000195	Conduct Lead-Safe Work Practices Training at Dakota County training location in Eagan	\$7,500	
Summary Total - Contracts Less Than \$2,500				Various		\$1,864	
SUBTOTAL HRA / FAHP FUNDS						\$19,324	
6xx		2/7/2005	Bonestroo Rosene Anderlik & Associates, Inc.	05P003	Lift Station Site Survey	\$38,456	
610	5214	3/15/05	PERSONNEL DECISIONS INTL	S05002352	Leadership Assessment for BUC selection **NOT TO EXCEED \$25,000**	\$25,000	
610	5204	9/29/05	EXPERT OJT	S05008576	05P063 Structured on the Job Training Services as detailed in ExpertOJT's proposal dated July 22, 2005 and the Council's standard PTS terms and conditions.	\$23,550	
610		10/3/2005	EXPERT OJT	05P063	Consulting Services Development and Implementation of a Structured on the Job Training Program	\$23,550	
610	5219	4/28/05	KFORCE PROFESSIONAL STAFFING	S05003771	Temporary Employee Services as Required for Metro Plant Lab, May 2, 2005 through July 31, 2005 - \$20/hour bill rate; Term extended through September, 2005.	\$21,900	
610	5214	10/26/05	SYSTEMS IMPROVEMENT	S05009505	Provide two-days of in-house training for twelve persons in the use of TapRoOT system.	\$21,000	
641	5214	2/16/05	LAMONTAGNE ,PETER L	S05001513	Centrifuge optimization services at the Metro Plant - 3 weeks at \$6,200.00 /per week.	\$18,984	
641	5214	8/15/05	MN POLLUTION CONTROL AGENCY	S05007067	Petroleum Brownfields Program Technical Review Of Response Action Plan For Interceptor #Msb-6901 Diversion Project, W/Hourly Rate Of \$150.00.	\$15,000	
610	5210	7/28/05	UNIV OF MN/DEPT OF ENTOMOLOGY	S05006573	Genus-level taxonomic identification of 16 Ponar macroinvertebrate samples.	\$14,728	
641	5207	5/16/05	LYNCH ASSOC	S05004310	Labor as follows: Develop Communications Plan, Public Information Meetings, Individual/Group Meetings, and Administration fee includes (billing, contracting and other issues) \$120/Hour	\$13,500	
610	5214	2/17/05	MILLS,PAMELA A	S05001544	For Professional Library Cataloging Services. Services will be performed on an as-need basis, with no guaranteed minimum amount.	\$12,012	
610	5204	8/24/05	COGNOS INC	S05007392	Software upgrade, installation, testing, and technical support	\$12,000	
641	5214	7/22/05	JANIK PHD,JEFFREY	S05006335	Phytoplankton analyses for lower Minnesota River	\$9,600	
641	5214	7/22/05	MN POLLUTION CONTROL AGENCY	S05006389	Technical Review For A No Association Determination Request For The Metropolitan Council Sewer Reconstruction Project In Mound Mn. Hourly Rate: \$120.	\$8,340	
641	5214	5/24/05	OLD REPUBLIC NATIONAL TITLE	S05004561	Title Commitments for seventeen Maple Grove and Dayton Properties	\$7,735	
610	5204	4/11/05	NEUVEST	S05003183	Consultant Fees for Conducting a Neutral Workplace Investigation for Met. Council. INVOICE# 1199-247 dated 4/4/05 NeuVest File # 2101 41.5 hours @ \$180/hour	\$7,596	
610	5214	3/25/05	HDR ENGINEERING INC	S05002696	Analyze existing structure to increase stack height. Job includes: Clerical (setup project): 1 hour @ \$65.00 =, Engineer, 12 hours @ \$120 = \$1440.00 and Expenses @ 10% = \$151.00,	\$7,320	

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Contracts Less than \$50,000

Expense							
Fund	Type	Issue Date	Vendor	PO Number	Description of Services	Amount	
610	5214	10/14/05	WENCK ASSOC INC	S05009099	Market Analysis for potential use of Waste Incinerator Ash from MCES plants	\$6,400	
610	5214	3/14/05	APPLIED ENVIRONMENTAL SCIENCES	S05002282	Demolition inspection for Metro Plant Administration trailer PMC trailers, and N-Viro trailer. Inspect for asbestos, lead paint, mercury, light ballasts, fluorescent lights, refrigerants, and other hazardous materials. Provide separate report covering e	\$4,400	
631	5214	9/8/05	CNA CONSULTING ENGINEERS	S05007865	CONSULTING SERVICES FOR EASEMENT PERMIT ON B.N.S.F. RAILROAD	\$4,155	
610	5204	4/11/05	JESSON & PUST PA	S05003184	Consultant Fees for ES Investigation INVOICE# 801 dated 3/10/05 - 12.70 hours @ \$150/hr	\$3,813	
610	5207	3/29/05	HATCH MOTT MACDONALD	S05002758	Tunneling-Seminar Services On June 10, 2005, To Include Professional Services And Expenses	\$3,500	
610	5207	3/29/05	BRIERLEY ASSOC	S05002762	Tunneling-Seminar Services On June 10, 2005, To Include Professional Services And Expenses	\$3,500	
605	5214	9/22/05	HYDROQUAL INC	S05008359	Assemble and transfer remaining files for Mississippi River model	\$3,120	
610	5214	6/6/05	BAY WEST INC	S05004908	Pump and Flush Nitric Tank	\$2,996	
610	5207	3/16/05	BROWN AND CALDWELL	S05002384	Professional services for Metro Council regarding individual on-site and wetland treatment systems in the developing rural area. Invoice 56M000012	\$2,557	
610	5214	5/31/05	BHA GROUP INC	S05004743	FBR baghouse #3 annual inspection per MPCA.	\$2,500	
641	5207	6/20/05	XCEL ENERGY	S05005353	Review final application for connection for two 13.8 KV, 2000 KW Generators at Empire Wastewater Treatment Plant.	\$2,500	
Summary Total - Contracts Less Than \$2,500				Various		\$59,896	
SUBTOTAL MCES FUNDS						\$379,609	
702	5204	5/6/05	CENTURY COLLEGE	T0000093383	Facility Mechanic Certification Program per 4/4/05 proposal and revised 4/19/05.	\$20,000	
702	5204	1/12/05	HANSON, BRUCE ALAN	T0000089317	Police Background Investigations	\$10,980	
702	5204	1/12/05	CULHANE, RALPH FRANCIS	T0000089472	Police Background Investigations	\$10,892	
702	5204	3/3/05	CAMPION BARROW & ASSOC INC	T0000091255	Approx. 25 psychological exams per attached 6 letters dated Feb 23, 24, 25, 2005	\$6,750	
702	5204	4/7/05	APPLIED ENGINEERING SERVICES INC	T0000092422	Environmental for hoist repair at OHB - INVOICE # 5008	\$3,618	
702	5204	10/6/05	BERNARD JACOB ARCHITECTS LTD	T0000097996	Design Services For South Garage Dispatch Area	\$3,493	
702	5204	4/13/05	WENCK ASSOC INC	T0000092613	Testing at MJR while new contract is being processed - INVOICE # 500748	\$3,231	
702	5204	3/9/05	WENCK ASSOC INC	T0000091431	Maintenance and repair of system at MJR while bidding is in progress - INV.50043	\$2,538	
702	5214	5/25/05	PICS SMARTCARD INC	T0000093961	Fee for consultant services for the magnetic farecard project - INVOICE # 37456	\$2,500	
Summary Total - Contracts Less Than \$2,500				Various		\$66,264	
SUBTOTAL METRO TRANSIT OPERATING FUND						\$130,266	
TOTAL ALL FUNDS						\$1,640,097	

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Draft Report on Professional/Technical Services Activity - 2005

Contracts Greater than \$50,000

Fund	Reference Number	Description of Services	Vendor	Start Date	End Date	Contract Amount	Interested Vendors	Proposers	Solicitation Method	Evaluation Criteria Used
100	05P037	Property Management Services	Kingwood Management, Inc.	07/01/05	12/31/06	\$350,000			Formal RFP	
100	05P010	Insurance and Risk Broker	Aon	10/06/05	10/31/08	\$220,000			Formal RFP	
100	05P020	Metropolitan Council v. Barr Engineering, Inc.	Dorsey & Whitney LLP (Mpls)	01/01/05	12/31/05	\$185,000			Sole source	
100	05P025	URS v. Periscope and Metropolitan Council	Dorsey & Whitney LLP (Mpls)	01/01/05	12/31/05	\$125,000			Sole source	
100	05P080	DOT and FTA Matters	Patrick W. Reilly, Esq., Law Offices of Patrick W. Reilly	07/18/05	12/31/06	\$75,000			Sole source	
100	05P132	Legal Services for Energy Matters	Felhaber Larson Venlon & Vogt	10/20/05	10/31/06	\$50,000				
100	05P133	Legal Services for Northstar Matters	Rider Bennet Egan & Arundel	09/20/05	9/30/06	\$50,000				
100	04P121	Drug and Alcohol Testing Service	Park Nicollet Health Services Occupational Medicine	03/08/05	2/28/08	\$600,000			Formal RFP	
100	05P066	EAP services for Council employees	Dor and Associates	01/01/06	12/31/08	\$225,000			Formal RFP	
100	S05007413	Server EE 8.8.0 (200 concurrent users)	ORACLE USA INC	08/25/05	7/31/06	\$221,713			Sole source	
100	S05010343	2006 Annual Audit	STATE OF MN/AUDITOR	11/23/05		\$215,000			Legislative Requirement	
100	S05001850	2005 Annual Audit	STATE OF MN/AUDITOR	02/28/05		\$204,000			Legislative Requirement	
100	S05005457	Software Maintenance and Support Fees pursuant to the terms of the License Agreement	ORACLE USA INC	06/22/05	6/23/06	\$192,527			Sole source	
100	05P021	Marsh/Stars Risk Management Software Maintenance Agreement	CS STARS LLC	04/01/05	3/31/08	\$155,901			Sole source	
100	S05002060	Renewal of Software Support Services for the period 3/6/05 to 3/05/06	SYNERGEN ASSOC INC	03/04/05		\$135,265			Sole source	
100	05P044A	Workers' Compensation Legal Services	Bassford Remele, PA	07/01/05	6/30/08	\$125,000			Formal RFP	
100	S05006897	Novell BorderManager 3.8 1-User Maintenance	SOFTWARE HOUSE INTL	08/02/05	6/30/06	\$121,805			Joint Purchasing Agreement	
100	04P130	Off-Site Records Storage	Iron Mountain	05/18/05	3/31/08	\$100,000			Formal RFP	
100	05P089	Temporary Professional Employee for P-Card Implementation Project	Certes Financial Pros	09/12/05	2/28/06	\$90,000			Proposals	
100	05P006	E-Government Roadmap	Strategic Computing Directions, Inc.	04/07/05	7/31/05	\$73,270			Formal RFP	
106	S05003500	Bloomberg Software Services & Equipment Service	BLOOMBERG LP	04/20/05		\$55,080				
SUBTOTAL GENERAL FUND						\$3,569,560				
201	05P075	Transit Rider Survey	SRF Consulting Group, Inc.	09/26/05	6/30/06	\$294,000			Formal RFP	
202	04P056A	Metro Mobility Demand Contracts 2005 - 2010	Transit Team, Inc.	07/01/05	6/30/10	\$59,612,372			Formal RFP	
202	04P056B	Metro Mobility Demand Contracts 2005 - 2010	Laidlaw Transit Services Inc. (Mpls)	07/01/05	6/30/10	\$43,781,820			Formal RFP	
202	04P109	Subsidy Agreement with DARTS for ADA Paratransit Service	DARTS	01/01/05	12/31/05	\$2,467,017			Sole source	
202	04P110	Subsidy Agreement with H.S.I. for ADA Paratransit Service	Human Services, Inc. (HSI)	01/01/05	12/31/05	\$488,400			Sole source	
202	05P026	Travel Instructor	Safe Travel	12/01/05	11/30/06	\$220,682			Formal RFP	
202	04P043C	Premium Same Day (PSD) Service Pilot Project	Transportation Management Corporation	02/17/05	6/30/05	\$100,000			Formal RFP	
202	S05005788	Maintenance and base license for 57 work stations from July 2005 thru June 2006 invoice 055263	TRAPEZE SOFTWARE GROUP INC	07/01/05		\$92,627			Sole source	
204	04P003	West Metro Transit Service	Laidlaw Transit Services, Inc. (Pittsburgh)	05/21/05	5/31/10	\$6,109,964			Formal RFP	
204	04P002	East Metro Transit Service	Laidlaw Transit Services, Inc. (Pittsburgh)	06/06/05	5/31/10	\$3,780,756			Formal RFP	
204	04P004	Hopkins Area Regular Route Transit Contract	Laidlaw Transit Services, Inc. (Pittsburgh)	05/07/05	5/31/10	\$3,107,849			Formal RFP	
SUBTOTAL TRANSPORTATION SPECIAL REVENUE FUNDS						\$120,055,487				
710	05P072	I-35W and 46th Street Transit Station Design	Short Elliott Hendrickson, Inc. (SEH)	11/03/05	1/31/10	\$344,010			Formal RFP	
702	04P108A	Metro Transit Master Contracts - 2004	Kimley-Horn and Associates, Inc.	06/06/05	5/31/07	\$200,000			Formal RFP	
702	04P108B	Metro Transit Master Contracts - 2004	Short Elliott Hendrickson, Inc. (SEH)	06/27/05	5/31/07	\$200,000			Formal RFP	
702	04P108C	Metro Transit Master Contracts - 2004	Bonestroo Rosene Anderlik & Associates, Inc.	06/27/05	5/31/07	\$200,000			Formal RFP	
710	04P103	Little Canada Park & Ride Facility TH 36 / Rice Street / County Road B	Bonestroo Rosene Anderlik & Associates, Inc.	05/11/05	6/30/07	\$177,925			Formal RFP	

Draft Report on Professional/Technical Services Activity - 2005

Contracts Greater than \$50,000

Fund	Reference Number	Description of Services	Vendor	Start Date	End Date	Contract Amount	Interested Vendors	Proposers	Solicitation Method	Evaluation Criteria Used
825	05P024	Roof replacements on Ruter and Police Station and HVAC replacement at the Police Station	Howard R. Green Company	09/28/05	2/28/07	\$176,969			Formal RFP	
702	04P108D	Metro Transit Master Contracts - 2004	EVS, Inc. (formerly Enviroscience)	09/01/05	5/31/07	\$150,000			Formal RFP	
702	04P108E	Metro Transit Master Contracts - 2004	Toltz, King, Duvall, Anderson and Associates, Inc. (TKDA)	07/28/05	5/31/07	\$150,000			Formal RFP	
833	04P041	Inver Grove Heights Transit Center	Bonestroo Rosene Anderlik & Associates, Inc.	04/28/05	1/31/08	\$118,810			Formal RFP	
702	04P108F	Metro Transit Master Contracts - 2004	Edwards & Kelcey	06/01/05	5/31/07	\$100,000			Formal RFP	
702	04P108G	Metro Transit Master Contracts - 2004	Hay Dobbs	06/08/05	5/31/07	\$100,000			Formal RFP	
702	04P108H	Metro Transit Master Contracts - 2004	Howard R. Green Company	07/08/05	5/31/07	\$100,000			Formal RFP	
702	04P108I	Metro Transit Master Contracts - 2004	LSA Design, Inc.	06/27/05	5/31/07	\$100,000			Formal RFP	
702	04P108J	Metro Transit Master Contracts - 2004	SRF Consulting Group, Inc.	06/01/05	5/31/07	\$100,000			Formal RFP	
702	04P108K	Metro Transit Master Contracts - 2004	URS, Inc.	08/29/05	5/31/07	\$100,000			Formal RFP	
702	05P031	Metro Transit Temporary Payroll Manager	Robert Half Management Resources	04/04/05	9/30/05	\$80,000			Proposals	
SUBTOTAL METRO TRANSIT FUNDS						\$2,397,714				
610	04P117	Incinerator Ash Disposal	Onyx FCR Landfill	03/08/05	12/31/06	\$800,000			Formal RFP	
610	04P073	Rosemount Interceptor Lift Stations (L-74 and L-75)	Howard R. Green Company	01/07/05	8/31/07	\$399,894			Formal RFP	
610	03P127	Assessment, coaching, outplacement and 360 degree feedback services	Personnel Decisions International	06/29/05	12/31/09	\$249,500			Formal RFP	
610	05P111	Electrical Maintenance Services	Sebesta Blomberg & Associates, Inc.	10/13/05	12/31/06	\$219,700			Sole source	
610	S05001852	Wonderware Software Site Support Renewal for 2005 per Quotation TE04-272, TE04-275, TE04-285, Contract #36753	GS SYSTEMS	03/01/05		\$76,779			Sole source	
610	05P034	Odor Panel Services	St. Croix Sensory, Inc.	03/31/05	1/15/06	\$57,200			Sole source	
631	04P099A	Master Contract - Land Acquisition Services	ProSource Technologies, Inc.	07/22/05	5/31/10	\$200,000			Formal RFP	
631	04P099B	Master Contract - Land Acquisition Services	SRF Consulting Group, Inc.	07/22/05	5/31/10	\$200,000			Formal RFP	
631	04P099C	Master Contract - Land Acquisition Services	Herman Appraisal Services, Inc.	07/28/05	5/31/10	\$200,000			Formal RFP	
631	04P099D	Master Contract - Land Acquisition Services	Lake State Realty Services	08/03/05	5/31/10	\$200,000			Formal RFP	
631	05P009	St. Bonifacius L-24 Pumping Station Improvements	Sebesta Blomberg & Associates, Inc.	02/11/05	12/31/07	\$69,250			Sole source	
641	05P054	Blue Lake and Metropolitan Plant Service Area Planning	CH2M Hill	10/31/05	1/31/10	\$8,820,360			Formal RFP	
641	04P135	Design of Brooklyn Park (L-32) and Coon Rapids (L-34) Lift Station Improvements	Brown and Caldwell	07/28/05	1/29/10	\$394,879			Formal RFP	
641	04P115	NE Interceptor Improvements - Project Areas 2 and 4	Brown and Caldwell	08/17/05	7/31/13	\$6,703,294			Formal RFP	
641	04P007	7020 and 7019 A&B Interceptor Improvements (Victoria)	Bonestroo Rosene Anderlik & Associates, Inc.	01/07/05	12/31/06	\$762,000			Formal RFP	
641	05P023	Design of Riverview Siphon Improvements	Brown and Caldwell	09/19/05	6/30/08	\$574,000			Formal RFP	
641	05P007	Televised Inspection of Elm Creek Interceptor	Veit & Company, Inc.	05/09/05	10/31/05	\$128,548			Formal RFP	
641	05P082	Anoka L-42 Forcemain Design Services	Hakanson Anderson Assoc. Inc.	08/30/05	11/30/07	\$125,000			Sole source	
641	05P059	Hydrogeological Investigations for Rapid Infiltration Systems	Wenck Associates, Inc.	08/31/05	1/31/06	\$85,472			Proposals	
641	05P058	Rural Growth Center Wastewater Service Study	Bolton & Menk, Inc. - Chaska	08/15/05	3/31/06	\$72,522			Proposals	
6xx	04P015F	Master Contracts - Interceptor Rehab	Toltz, King, Duvall, Anderson and Associates, Inc. (TKDA)	01/05/05	10/31/07	\$200,000			Formal RFP	
6xx	04P017B	Master Contracts - Electrical Engineering	Sebesta Blomberg & Associates, Inc.	02/08/05	1/31/08	\$200,000			Formal RFP	
6xx	04P112B	Master Contracts for Geotechnical Services	Braun Intertec Corporation	05/16/05	5/31/08	\$200,000			Formal RFP	
6xx	04P112C	Master Contracts for Geotechnical Services	GME Consultants, Inc.	10/18/05	9/30/08	\$200,000			Formal RFP	
6xx	04P112D	Master Contracts for Geotechnical Services	STS Consultants Ltd.	05/24/05	5/31/08	\$200,000			Formal RFP	
SUBTOTAL MICES FUNDS						\$21,338,399				
TOTAL ALL FUNDS						\$147,361,159				

NOTE: 2005 is a draft report reflecting 11 months data through November 2005.

Report on Professional/Technical Services Activity Environmental Services - 2006 Budget

APPENDIX F

Unit	Expense Type	Description	2006 Proposed Budget
General Managers Office			
	Consultant	IT Master Plan, safety, actuarial, contingency	\$ 234,000
	Engineering		-
	Contracted Services/Other	Drug testing, Off-site records storage, contingency	92,500
	Safety services		10,000
	Insurance		825,000
	Total General Managers Office		\$ 1,161,500
Treatment Services			
	Consultant	Staff training	\$ 455,000
	Computer Services/Leased		5,000
	Engineering		20,000
	Contracted Services/Other	Emissions testing, process computer support	649,700
	Security		930,000
	Contracted Services/Safety		7,000
	Total Treatment Services		\$ 2,066,700
Interceptor Services			
	Consultant	Flow Metering Study	\$ 10,000
	Computer Services/Leased		20,000
	Engineering		200,000
	Contracted Services/Other	I/I program support	256,000
	Temporary Help		-
	Contracted Services/ Safety		8,000
	Total Interceptor Services		\$ 494,000
Technical Services			
	Consultant	CAD system programming	\$ 5,000
	Engineering	System planning assistance	200,000
	Contracted Services/Other	I/I program support, Drafting equipment services	216,500
	Total Technical Services		\$ 421,500
Environmental Quality Assurance			
	Consultant	Water Supply Planning (RA General Fund)	\$ 966,000
	Consultant	Cost of Service Study re: Customer Charges	25,000
	Laboratory		84,350
	Contracted Services/Other	Laboratory services, Odor sampling, Contingency	206,344
	Temporary Help		54,400
	Software Maintenance		-
	Equipment Repair		15,000
	Contracted Services/ Safety		1,000
	Total Environmental Quality Assurance		\$ 1,352,094
	Environmental Services Total		\$ 5,495,794

Note: Unless otherwise noted, all contractual services for the Environmental Services Division are funded by Environmental Services funds.

Report on Professional/Technical Services Activity

Metro Transit - 2006 Budget

APPENDIX F

Unit	Expense Type	Description	2006 Proposed Budget
METRO TRANSIT - BUS OPERATIONS			
Part A: Consulting Fees - Operations			
Customer Services and Marketing			
	Contractual Services Other	Metro Commuter Services Contracts	\$ 1,097,400
	Transit marketing	Advertising Fees	141,400
	Consultant	Telephone Info Center systems; web dev	8,651
	Contractual services other	Warehousing & Distribution Services for Pocket Schedules, Maps, etc.	44,500
	Total Customer Services and Marketing		\$ 1,291,951
Engr. And Facilities			
	Consultant	Petro fund form fees; testing fees for Air, Wells and Ground Water, UST testing; Misc. tech services	\$ 217,210
	Consultant	Interior design consultant and Voice mail maintenance	68,581
	Consultant	Tech. services-engineers; Testing Services including sump material	440,671
	Contractual services other	Sewer Cleaning, misc	142,930
	Total Engr. And Facilities		\$ 869,392
Service Development			
	Consultant	Training service fees	29,734
	Total Service Development		\$ 29,734
Bus Transportation			
	Consultant	Training and other Professional and Technical services	\$ 75,700
	Contractual services other	Misc	10,830
	Temporary help	Temporary help	5,050
	Total Bus Transportation		\$ 91,580
Executive			
	Consultant	Misc	37,380
	Total Executive		\$ 37,380
Finance			
	Consultant	Audit Fees - Office of the State Auditor	\$ 25,300
	Consultant	Purchasing Dept.: testing fees	7,620
	Contractual services other	Bank Service Charge	56,600
	Contractual services other	Photo application	33,570
	Contractual services other	Misc	22,960
	Contractual services other	Other services	23,030
	Contractual services other	Microfilm processing fees	900
	Consultant	Diesel Fuel price risk management advisor	24,000
	Temporary help	Temporary Help	22,210
	Total Finance		\$ 216,190
Bus Maintenance			
	Consultant	Boiler Licenses + transmission oil tests	\$ 100
	Consultant	Qualification development work service fees	14,010
	Contractual services other	Bus Watch Camera System	147,980
	Contractual services other	Paper and Oil Filter Recycling	18,303
	Contractual services other	Misc	71,270
	Consultant	Chemical testing, EPA, OSHA testing	3,030
	Total Bus Maintenance		\$ 254,693
Safety			
	Consultant	Hazardous information services; System safety support - bus and rail; Ergonomics training	\$ 12,830
	Total Safety		\$ 12,830
	Subtotal Part A: Consulting Fees - Operating		\$ 2,803,750

Report on Professional/Technical Services Activity Metro Transit - 2006 Budget

APPENDIX F

Unit	Expense Type	Description	2006 Proposed Budget
Part B: Metro Transit Contract Services - Operating Expenses			
Engr. And Facilities			
	Security	Alarm Monitoring System	8,200
	Contractual services other	Snow Removal & Maintenance of Lots	231,437
	Total Engr. And Facilities		\$ 239,637
Finance			
	Security	Armored Car Service Fees	\$ 98,590
	Contractual services other	Service Fees for Transit Stores	41,440
	Total Finance		\$ 140,030
Police Security - Public Safety			
	Security	Building Security Alarms/Equipment Systems and Monitoring.	\$ 117,494
	Consultant	Psychological exams, and contract w/police	1,110
	Consultant	Firearms Training	36,870
	Total Police Security - Public Safety		\$ 155,474
	Subtotal Part B: Contract Maintenance Fees - Operating		\$ 535,141
Total Metro Transit Operating Services Expenses			\$ 3,338,891
METRO TRANSIT - LIGHT RAIL TRANSIT OPERATIONS			
	Insurance		\$ 462,849
	Contracted Services	Rail Systems Maintenance	420,104
		Rail Vehicle Maintenance	25,000
		Rail Facilities & Support Maintenance	165,700
		Contracted Training Services - All Departments	68,000
		All other Contracted Services	13,700
		Finance - Armored Car Services/ Fare Collection	255,583
	Total Metro Transit - Light Rail Transit Operations		\$ 1,410,936
TOTAL METRO TRANSIT			\$ 4,749,827

**Report on Professional/Technical Services Activity
Metropolitan Transportation Services - 2006 Budget**

APPENDIX F

Unit	Expense Type	Description	2006 Proposed Budget	
Transportation Planning				
	Consultant	Transportation Planning Consultants	\$	575,000
	Equip Repair		\$	3,000
	Printing External		\$	12,517
	Contractual services/other	Miscellaneous	\$	25,000
	Total Transit Administration Fund		\$	615,517
Metro Commuter Services/TDM				
	Consultant	Graphic Design Services	\$	-
	Contractual services/other	TDM Activities		-
	Software maintenance	Ridepro maintenance		-
	Total Metro Commuter Services		\$	-
Travel Management Organizations				
	Contracted services/other	Travel Management Organizations	\$	-
Vanpools				
	Printing External	Vanpool info printing		4,120
	Total Vanpools		\$	4,120
Metro Mobility				
	Consultants	Functional Assessments		-
	Consultants	Recertification Consultant		50,000
	Consultants	Certification software consultant		25,000
	Contractual services other	Travel Instruction		100,000
	Equip Repair			2,000
	Printing External			45,000
	Computer Services/Leased	Leased high speed data phone lines		
	Software maintenance	Trapeze (Ride Scheduling) Software		125,000
	Total Metro Mobility		\$	347,000
Contracted Regular Route				
	Printing External	Schedule printing	\$	30,000
	Accounting & auditing	NTD Audit		
	Total Regular Route		\$	30,000
	Metropolitan Transportation Services Total		\$	996,637

Report on Professional/Technical Services Activity Community Development - 2006 Budget

APPENDIX F

Unit	Expense Type	Description	2006 Proposed Budget	
Division Management	Contractual Services Other	Contractual Services Other	\$	55,000
	Total Division Management		\$	55,000
Geographic Information Systems (GIS)	Consultant	GIS Consultant	\$	36,000
	Contractual Services Other	Metro GIS parcel data maintenance		50,000
	Contractual Services Other	Data maintenance: street centerline		47,800
	Total Geographic Information Systems (GIS)		\$	133,800
Research	Contractual Services Other	Survey's Reg'l Indicators, Apt Search, etc.	\$	31,000
	Total Research		\$	31,000
Local Planning Assistance	Consultant	Local technical assistance support		
	Total Planning and Technical Assistance		\$	-
Housing and Livable Communities	Consultant	Database Consultant		
	Total Housing and Livable Communities		\$	-
Subtotal Community Development - General Fund			\$	219,800
Metropolitan Housing and Redevelopment Authority				
HRA - Rent Assistance Programs	Accounting & auditing	Annual audit	\$	14,000
	Consultant	Financial Consulting services interpreter services, Loan counseling, etc.		150,000
	Contractual services other			
	Temporary help	Temporary staffing help		
	Total HRA		\$	164,000
Family Affordable Housing Program	Accounting & auditing	Annual audit		
	External legal services	External legal services		3,000
	Contractual services other	Contractual services other		396,120
	Management Company Fees	Management services		183,600
	Total FAHP		\$	582,720
Subtotal Community Development - HRA/FAHP			\$	746,720
Community Development Total			\$	966,520

Report on Professional/Technical Services Activity

Regional Administration - 2006 Budget

APPENDIX F

Unit	Expense Type	Description	2006 Proposed Budget
Legal Office	External legal services	External legal services	\$ 1,596,000
	Contractual Services Other	Court Reporter Services	21,500
	Total Legal Office		\$ 1,617,500
Office of Diversity	Consultant	WBE certifications, PFA issues, assist.	\$ 30,000
	Contractual Services Other	Contract investigations	12,000
	Total Office of Diversity		\$ 42,000
Human Resources Departments:			
- Labor Relations	Consultant	Labor negotiations	\$ 120,000
	Contractual Services Other	Temporary Services	
	Human Resources - Labor Relations		\$ 120,000
- Learning & Organizational Development	Consultant	Staff computer training	\$ 58,100
	Consultant	Mgmt / Employee Development training	15,000
	Contractual Services Other	PDI: Profilor processing	4,600
	Contractual Services Other	Employee Assistance Program	64,000
	Contractual Services Other	Health Services (BP screening, flu shots, etc.)	100,300
	Human Resources - Learning and Organizational Development		\$ 242,000
- Staffing & Compensation	Consultant	Hay Evaluations	\$ 20,800
	Consultant	Job studies, employee selection tools	\$ 45,000
	Consultant	Peoplesoft HRIS Upgrade / E-gov	\$ 120,000
	Contractual Services Other	Contractual services (surveys)	6,800
	Contractual Services Other	Pre-employment Checks	4,600
Human Resources - Staffing and Compensation		\$ 197,200	
- Metro Transit HR	Consultant	Occupational Health, Drug Testing, Employment Testing,	\$ 344,327
	Contractual Services Other	Temporary help	3,500
	Human Resources - Metro Transit		\$ 347,827
- Benefits Administration	Consultant	Benefits consultant	\$ 70,000
	Contractual Services Other	Flex spending admin.	35,000
	Contractual Services Other	Temporary Help	10,000
	Human Resources - Benefits Admin.		\$ 115,000
Total Human Resources			\$ 1,022,027
Government Affairs	Consultant	Intergovernmental relations services	\$ 55,000
	Total Government Affairs		\$ 55,000
Communications	Computer services	Computer services--Library	\$ 8,000
	Consultant	E-gov prjects	100,000
	Contractual Services Other	Meetings, forums, special events	10,000
	Contractual Services Other	Freelance writing, editing	45,000
	Contractual Services Other	Audio/Video Editing & Production	23,000
	Contractual Services Other	Website design, development, hosting, maintenance	110,000
	Contractual Services Other	Graphics--design, production	45,000
	Contractual Services Other	Regional transit marketing; branding, other	10,000
	Total Communications		\$ 351,000

Report on Professional/Technical Services Activity Regional Administration - 2006 Budget

APPENDIX F

Unit	Expense Type	Description	2006 Proposed Budget	
Fiscal Services	Accounting & auditing	Annual audit by State Auditors	\$	215,000
	Computer services	Comptr services-investment support		30,000
	Consultant	Peoplesoft implementation support		-
	Contractual Services Other	Other / General Fin's Advice		20,500
	Contractual Services Other	MCES Capital Asset Inventory		197,000
	Contractual Services Other	Banking fees		145,000
	Total Fiscal Services			\$
Information Services	Consultant	IT Consulting	\$	510,000
	Contractual Services Other	Wiring/Cable - Misc		44,000
	Software maintenance	Variety software packages		3,058,040
	Total Information Services			\$
Central Services	Consultant	Office space consultant (planning, design)	\$	54,000
	Contractual Services Other	Courier services, document storage, pager services,		129,500
	Total Central Services			\$
Risk Management	Consultant	Contract reviews, risk consultant	\$	10,000
	Consultant	Brokerage Fees, premiums		66,500
	Total Risk Management			\$
Budget and Evaluation	Accounting & auditing	Federal OMB A-87 Cost Alloc. plan	\$	22,000
	Total Budget and Evaluation			\$

Metropolitan Council 2006 Adopted Unified Budget
Glossary of Terms

Ad Valorem Tax	A tax based on the value of an item, such as property.
Appropriation	A legal authorization granted by a legislative body to make expenditures and to incur obligations for specific purposes.
Budget	Final budget adopted by the Council in December. The annual calendar-year plan of revenues and expenditures.
Block Grant	A grant from another governmental unit to be used or expended for a specified purpose.
Budget Amendment	A Council action authorizing revision of the adopted budget.
Capital Budget	Plan for capital expenditures (involving the construction or renovation of permanent facilities or acquisition of major equipment with a useful life greater than 3 years) for the coming year.
Capital Improvement Program	A six-year plan for proposed capital improvements, the first year of which is formally adopted as the Capital Budget.
Capital Outlay (Capital Investment)	Expenditures for acquiring or adding to Council assets of a long-term character with an expected useful life of three or more years.
Capital Project Grant	A grant made specifically for acquiring or constructing major capital facilities.
Cash Flow Forecasting	Estimates of the timing of revenues and expenditures to determine the amount of cash available to meet payments or to be invested.
Cash Management	The balancing of cash on hand necessary to pay for services and temporarily idle cash invested to earn interest revenue.
Central Services	A department within Regional Administration responsible for providing office facilities and support.
Certified Levy	Total tax levy of a jurisdiction, which is certified to the County Auditor for collection from property owners.

	provides a state payment in lieu of a portion of the property tax levy.
HRA Operating Reserve	The balance accumulated from the excess of revenues over expenditures in the Council's Housing and Redevelopment Authority program
Implicit Price Deflator	An index prepared by the federal government to measure changes in the price of goods and services.
Internal Service Fund	Fund used for the furnishing of goods or services by one department or other departments, on a cost-reimbursement basis.
Land Use Planning	The orderly use of land and placement of facilities based on local and state government public discussion, policy and regulation.
LCMR	Legislative Commission on Minnesota Resources, which is responsible for distributing grant monies to local units of government and other governmental agencies relating to Natural Resources.
Lease	A contract for temporary use of equipment or facilities at a negotiated price.
Long-Term Debt	Financial obligation with maturity of more than one year after the date of issuance.
Mapping Consortium (Metro GIS)	An ad hoc committee consisting of staff members from the Council and other organizations that shares information about computer mapping.
Metropolitan Airports Commission (MAC)	The commission that owns and operates the region's airport system, including the Minneapolis/St. Paul International Airport and seven satellite airports.
Metropolitan Area	The area in which the Metropolitan Council has jurisdiction, consisting of the seven metropolitan counties of Anoka, Carver, Dakota, Hennepin, Ramsey, Scott, and Washington.
Metropolitan Land Planning Act	The state law that mandates cities, townships and counties to prepare comprehensive plans, and that such plans be consistent with the Council's regional plans for sewer, transportation, parks and open space, and airports.
Metropolitan Parks and Open Space Commission (MPOSC)	The commission that advises the Council on matters affecting the regional park and open space system.
Metropolitan Region	See Metropolitan Area

Metropolitan Sports Facilities Commission (MSFC)	The commission that owns and operates the Hubert H. Humphrey Metrodome.
Motor Vehicle Sales Tax	The motor vehicle excise tax (or MVST) is a state sales tax applied to the purchase of motor vehicles.
Nonpoint-source Pollution Control	Diffuse pollution that is not traceable to a single source, but rather runs off the land in a widespread manner, includes urban and agricultural runoff.
Operating Expenditures	Expenditures incurred on behalf of primary service activities. The Council budget distinguishes operating budget activities from debt service activities and passthrough grant and loan activities.
Operating Budget	Plans of expenditures and the proposed means of financing them for the primary service activities. The Council budget distinguishes operating budget activities from debt service activities and passthrough grant and loan activities.
Operating Revenue	Revenue that is directly related to primary service activities.
Passthrough Grant or Loan	Funds that are received by the Council but then granted, loaned or passed on to another agency, organization or individual for a specified use.
Program	An organized set of related work activities directed toward a common purpose.
Proposed Budget	Budget as submitted by the Regional Administrator to the Council.
Section 8	A federal housing rental assistance program for low and moderate- income people.
Staff Complement (see FTE)	Number of full-time permanent positions (Note: two half-time positions equal one staff complement.)
Statutory Authority	Authority based on state or federal legislation.
Strategic Planning	Management based on a vision of success for the organization, using strategies to achieve desired goals.
Tax Capacity Rate	Tax rate applied to tax capacity to generate property tax revenue. The rate is obtained by dividing the property tax levy by the available tax capacity.

Tax Classification Rate	Rates at which estimated market values are converted into the property tax base. The classification rates are assigned to properties depending on their type (residential, commercial, farm, etc.) and, in some cases there are two tiers of classification rates, with the rate increasing as the estimated market value increases.
Truth-in-Taxation	Procedures adopted by the Minnesota Legislature intended to improve accountability in the adoption of the budget and property tax levy of local governments.
Truth-in-Taxation Public Hearing	Statutory requirement for local governments to hold public hearings on their proposed budgets and property tax levies. For Metro governments the hearing must be held on specific dates in December.
Tax Levy	The total amount to be raised by property taxes for the purpose stated on the resolution certified to the county auditor. Tax levy authority is based on state statutes
Undesignated Reserve	The balance accumulated from the excess of revenues over expenditures available for future expenditures in an enterprise fund.
User Charge	Charges for service based on the consumption or availability of that service.
Watershed	The land area from which water accumulations drain into a stream.
Work Priorities	The focus of Council work program efforts in any given year.
Work Program	A plan of work proposed to be done during a particular period.