Transportation for a growing region
The region’s population is expected to grow to over 3.6 million by 2040.
Regional trends - by 2040

The percentage of people of color in the region will grow from 26% to 40%.
Regional trends – by 2040

• 1 in 9 residents are senior citizens today

• 1 in 5 residents will be senior citizens by 2040

• In 2040, **1 in 3 households** will be headed by persons 65 years old.
Key transportation trends

• In the future: more people, more jobs. Travel times are likely to worsen
• Younger people are driving less
• As people age, people will drive less.
• Everyone is taking shorter trips

Fewer 20-24 year-olds with a driver’s license

<table>
<thead>
<tr>
<th>Year</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>1983</td>
<td>92%</td>
</tr>
<tr>
<td>2008</td>
<td>82%</td>
</tr>
<tr>
<td>2011</td>
<td>80%</td>
</tr>
<tr>
<td>2014</td>
<td>77%</td>
</tr>
</tbody>
</table>
Transit connects us to the places that matter
## Regional Transit Services

<table>
<thead>
<tr>
<th>Metropolitan Council Delivered Services</th>
<th>Contracted Services</th>
<th>Suburban Transit Provider Services</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bus regular route</td>
<td>Metro Mobility</td>
<td>Bus regular route</td>
</tr>
<tr>
<td>METRO Blue Line and Green Line light rail</td>
<td>Contracted bus regular route</td>
<td>Dial-a-ride</td>
</tr>
<tr>
<td>METRO Red Line bus rapid transit</td>
<td>Transit Link dial-a-ride</td>
<td></td>
</tr>
<tr>
<td>A Line arterial bus rapid transit</td>
<td>Metro Vanpool</td>
<td></td>
</tr>
<tr>
<td>Northstar commuter rail</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Regional support and rideshare services</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
2015 Regional Transit Ridership

Bus system accounts for 76% of regional ridership

324,000 rides per day

98.8 million rides per year
Metro Transit Historical Ridership

18.5% growth in ridership since 2005
Transit improves mobility

1 bus = 40 cars
At rush hour, buses carry 1.5 lanes of traffic
3-car LRT = 600 cars
A strong transit system contributes to regional competitiveness
Transit investment spurs development

Green Line: $4.2 billion in development
Red Line Bus Rapid Transit: $273 million
Transit investment creates jobs

METRO Green Line
(Central Corridor)
approximately 5,500 jobs created
Green Line Subs and Suppliers by County

- Examples
  - Aggregate Industries
  - Amcon Construction
  - Bituminous Roadways
  - Hardrives
  - Safety Signs
Green Line Construction
Workers: Home Counties

$256 million Green Line payroll benefits communities statewide
## Total Projected Transportation Deficit State Fiscal Years 2018-19

<table>
<thead>
<tr>
<th>Source of Deficit</th>
<th>SFY 18-19</th>
</tr>
</thead>
<tbody>
<tr>
<td>MVST Downturn (SFY 2016 – 2019)</td>
<td>$43</td>
</tr>
<tr>
<td>Metro Mobility Growth (inflation &amp; ridership demand)</td>
<td>$24</td>
</tr>
<tr>
<td>Certificates of Participation</td>
<td>$9</td>
</tr>
<tr>
<td>Other (Inflationary pressures)</td>
<td>$13</td>
</tr>
<tr>
<td><strong>Total Projected Deficit</strong></td>
<td><strong>$89</strong></td>
</tr>
</tbody>
</table>

Dollars in millions
Motor Vehicle Sales Tax

MVST expected to make up 44% ($225M) of our overall 2016 transit operating budget of $517M

• Budget 95% of state forecast
• Receipts above 95% go to MVST reserve for next year’s operations
• Currently calendar year 2016 at 95% of forecast used when adopting 2016 budget. Hence, no carry over MVST into 2017.
• Each 1% = $3M in MVST receipts
MVST Forecast Revised Downward Again in November 2016 Forecast

<table>
<thead>
<tr>
<th></th>
<th>SFY 2016</th>
<th>SFY 2017</th>
<th>SFY 2018</th>
<th>SFY 2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Nov 2015</td>
<td>$262</td>
<td>$282</td>
<td>$302</td>
<td>$315</td>
</tr>
<tr>
<td>Feb 2016</td>
<td>$257</td>
<td>$278</td>
<td>$297</td>
<td>$310</td>
</tr>
<tr>
<td>Nov 2016</td>
<td>$258</td>
<td>$268</td>
<td>$288</td>
<td>$304</td>
</tr>
<tr>
<td>Forecast Loss</td>
<td>($4)</td>
<td>($14)</td>
<td>($14)</td>
<td>($11)</td>
</tr>
</tbody>
</table>
Metro Mobility Cost Pressures

• Aging population
• Growing population
• Driver shortage
• Enhanced federal performance requirements
• Increased average trip length
Metro Mobility Ridership, Operating Costs

% Increase from 2006 Base Yr

Operating Cost

Ridership


$58.1M

$88.9

2.1M

2.9M
SFY 2018-2019
Budget Proposal
Governor’s Budget Proposal: increases transit funding

• 1/2 cent transit dedicates sales tax for the metro area raises $3 billion over ten years
  – SFY 2018: $174.6 million
  – SFY 2019: $271.8 million

• Allows for accelerated expansion of the entire system

• Covers transit capital and operating costs
Governor’s Budget Proposal: relieves pressure on state budget

• Relieves General Fund of operating costs for current and future transitways
  – $270 million over 10 years for current transitways alone

• Relieves state’s GO bonding share for future transit capital investments

• Continues general fund for Metro Mobility and provides general fund savings of $36.84 million in SFY 2018-19
Governor’s Budget Proposal: provides stable & reliable funding

• Predictable funding source allows for long-term transit system investment

• Governor’s budget would:
  – Keep the metro area highly competitive with other regions
  – Encourage private economic investment by bringing greater certainty to transit investment
  – Provide easy to administer collection source
Budget Proposal
Outcomes
Next 10 yrs: $3B investment

Allows our region to build:

- **Southwest LRT** (Green Line Extension)
- **Bottineau LRT** (Blue Line Extension)
- Red Line Extension
- Orange Line BRT (35W)
- Gold Line BRT (Gateway)
- 11 Arterial BRT lines
- Red Rock, Riverview, Robert Street
- Additional transitways under development
Rapid Bus Network

- 11 priority corridors
  - Service 20-30% faster than local bus, all-day & frequent
  - Serves 160,000 daily riders for $500 million in capital investment
  - Connects 1 in 3 Twin Cities jobs
Next 10 yrs: $3B investment

• Expands regional bus system by almost 30% by 2027

• More routes, more frequent service, more coverage

• Modernized system using new technologies and real-time updates

• Adds 1000 more shelters, many with light and heat
New Bus Service Coverage
Improved Existing Bus Service

Transit Capital Levy Communities are shown in white.
Suburban Transit Provider Service Expansion Areas are shown in dark grey.
New / Additional service will be added