

HENNEPIN COUNTY  
MINNESOTA

Public Works  
Executive Summary  
2026 Proposed Budget

October 1, 2025



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## 2026 Budget Hearing Schedule

## 2026 PROPOSED BUDGET

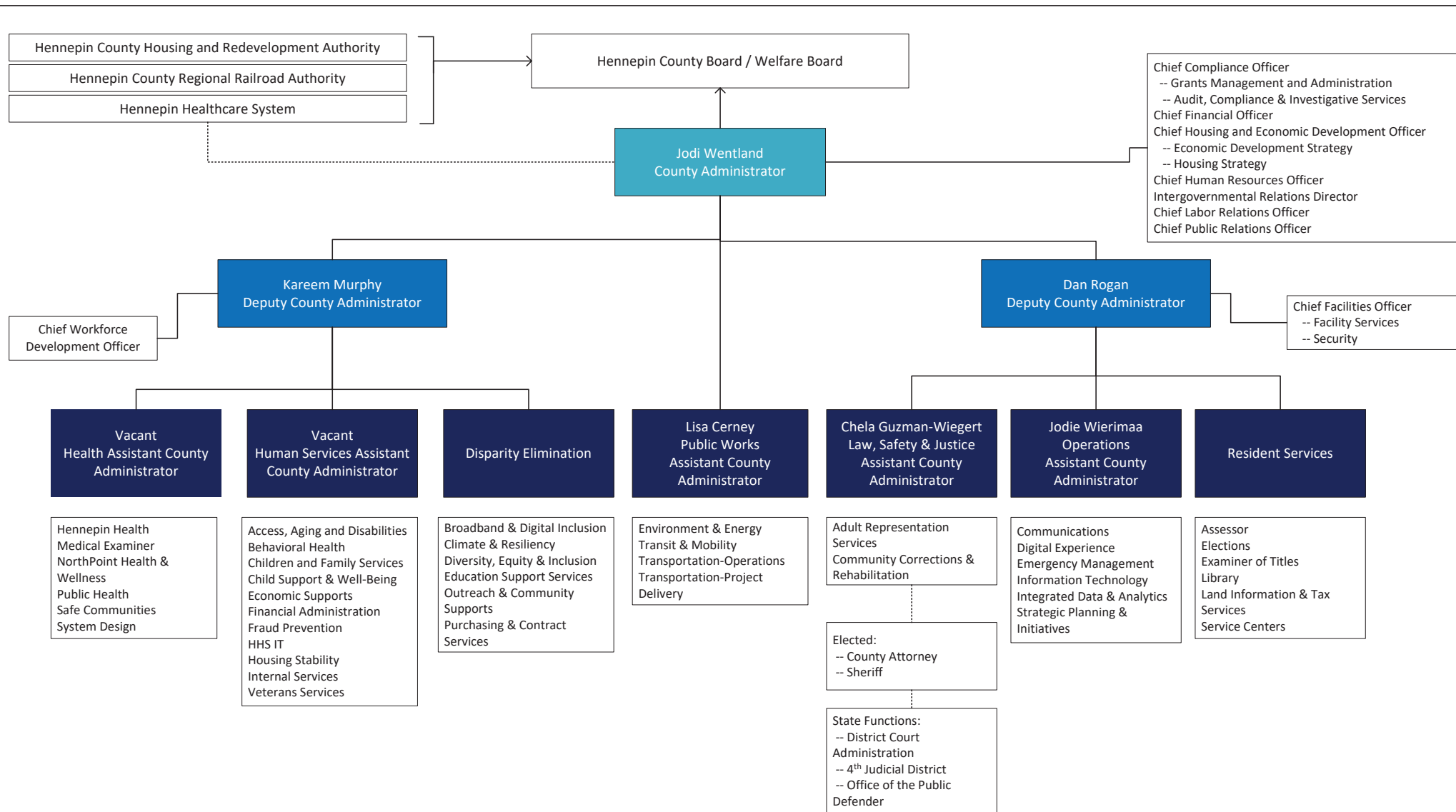
As presented on September 16, 2025

LOB/Department	Budget				Property Tax Requirement				Full-Time Equivalents (FTEs)			
	2025 Adjusted	2026 Proposed	Change 2025-2026	% Change 2025-2026	2025 Adjusted	2026 Proposed	Change 2025-2026	% Change 2025-2026	2025 Adjusted	2026 Proposed	Change 2025-2026	% Change 2025-2026
<b>Public Works</b>												
Public Works Services (F10)												
Public Works Administration	7,620,754	7,850,619	229,865	3.0%	3,481,830	3,660,305	178,475	5.1%	42.0	43.0	1.0	2.4%
Transit and Mobility	1,168,218	994,063	(174,155)	(14.9%)	0	0	0	0.0%	12.0	12.0	0.0	0.0%
Transportation Project Delivery	28,302,648	28,791,223	488,575	1.7%	14,627,138	14,631,958	4,820	0.0%	171.1	171.0	(0.2)	(0.1%)
Transportation Operations	45,915,256	45,420,422	(494,834)	(1.1%)	5,450,467	4,738,361	(712,106)	-13.1%	138.1	137.3	(0.8)	(0.6%)
Environment and Energy (F34)	105,519,827	110,989,372	5,469,545	5.2%	0	0	0	0.0%	118.2	118.2	0.0	0.0%
Glen Lake Golf Course (F89)	1,153,596	1,221,876	68,280	5.9%	0	0	0	0.0%	-	-	0.0	0.0%
County Transportation Sales Tax (F26)	1,400,000	1,700,000	300,000	21.4%	0	0	0	0.0%	-	-	0.0	0.0%
Metro Area Transportation (F23)	0	0	0	0.0%	0	0	0	0.0%	-	-	0.0	0.0%
<b>Public Works Total</b>	<b>191,080,299</b>	<b>196,967,575</b>	<b>5,887,276</b>	<b>3.1%</b>	<b>23,559,435</b>	<b>23,030,624</b>	<b>(528,811)</b>	<b>-2.2%</b>	<b>481.4</b>	<b>481.4</b>	<b>0.0</b>	<b>0.0%</b>
<b>Law, Safety and Justice</b>												
Law, Safety and Justice Operations	16,276,304	16,106,158	(170,146)	(1.0%)	15,442,699	15,471,553	28,854	0.2%	75.5	74.5	(1.0)	(1.3%)
County Attorney's Office	87,949,516	92,226,160	4,276,644	4.9%	81,278,444	85,261,646	3,983,202	4.9%	521.6	521.6	0.0	0.0%
Adult Representation Services	20,552,122	22,962,667	2,410,545	11.7%	18,442,122	21,349,667	2,907,545	15.8%	108.0	115.0	7.0	6.5%
Court Functions	186,532	190,263	3,731	2.0%	186,532	190,263	3,731	2.0%	0.0	-	0.0	0.0%
Public Defender's Office	9,144,756	4,457,035	(4,687,721)	(51.3%)	4,002,756	4,415,035	412,279	10.3%	17.8	17.3	(0.5)	(2.8%)
Sheriff's Office	169,245,647	182,451,997	13,206,350	7.8%	144,098,469	162,605,280	18,506,811	12.8%	883.0	883.0	0.0	0.0%
Community Corrections	144,646,429	150,419,227	5,772,798	4.0%	113,259,258	121,226,786	7,967,528	7.0%	918.7	889.8	(28.9)	(3.1%)
Radio Communications (F38)	4,234,016	4,813,721	579,705	13.7%	0	0	0	0.0%	0.0	-	0.0	0.0%
<b>Law, Safety and Justice Total</b>	<b>452,235,322</b>	<b>473,627,228</b>	<b>21,391,906</b>	<b>4.7%</b>	<b>376,710,280</b>	<b>410,520,230</b>	<b>33,809,950</b>	<b>9.0%</b>	<b>2,524.6</b>	<b>2,501.2</b>	<b>(23.4)</b>	<b>(0.9%)</b>
<b>Health</b>												
Hennepin Health (F30)	353,246,443	502,050,991	148,804,548	42.1%	0	0	0	0.0%	132.0	132.0	0.0	0.0%
NorthPoint Health & Wellness Center	55,312,825	57,263,906	1,951,081	3.5%	14,232,320	15,856,189	1,623,869	11.4%	293.3	280.4	(12.9)	(4.4%)
Medical Examiner's Office	11,863,142	12,469,249	606,107	5.1%	8,178,206	8,677,605	499,399	6.1%	66.1	64.1	(2.0)	(3.0%)
Community Healthcare	38,000,000	38,000,000	0	0.0%	38,000,000	38,000,000	0	0.0%	0.0	-	0.0	0.0%
Health Administration & Support	692,967	1,124,077	431,110	62.2%	290,227	1,124,077	833,850	287.3%	3.0	8.0	5.0	0.0%
Sexual Assault Resources Services	50,000	200,000	150,000	300.0%	50,000	200,000	150,000	300.0%	0.0	0.0	0.0	0.0%
<b>Health Total</b>	<b>459,165,377</b>	<b>611,108,223</b>	<b>151,942,846</b>	<b>33.1%</b>	<b>60,750,753</b>	<b>63,857,871</b>	<b>3,107,118</b>	<b>5.1%</b>	<b>494.4</b>	<b>484.5</b>	<b>(9.9)</b>	<b>(2.0%)</b>
<b>Human Services</b>												
HSPH Human Services (F20)	840,854,459	841,305,387	450,928	0.1%	313,249,169	319,020,783	5,771,614	1.8%	3,955.8	3,718.4	(237.4)	(6.0%)
Opioid Special Revenue (27)	9,800,661	4,753,712	(5,046,949)	(51.5%)	0	0	0	0.0%	0.0	-	0.0	0.0%
<b>Human Services Total</b>	<b>850,655,120</b>	<b>846,059,099</b>	<b>(4,596,021)</b>	<b>(0.5%)</b>	<b>313,249,169</b>	<b>319,020,783</b>	<b>5,771,614</b>	<b>1.8%</b>	<b>3,955.8</b>	<b>3,718.4</b>	<b>(237.4)</b>	<b>(6.0%)</b>
<b>Disparity Reduction</b>												
Disparity Reduction Administration	14,399,204	14,531,303	132,099	0.9%	3,899,204	4,006,303	107,099	2.7%	18.0	18.0	0.0	0.0%
Broadband & Digital Inclusion	2,895,515	2,720,121	(175,394)	(6.1%)	2,895,515	2,720,121	(175,394)	-6.1%	14.0	12.0	(2.0)	(14.3%)
Workforce Development	11,393,730	9,092,867	(2,300,863)	(20.2%)	5,843,281	5,960,056	116,775	2.0%	13.5	14.5	1.0	7.4%
Outreach and Community Supports	2,335,298	2,362,195	26,897	1.2%	2,335,298	2,362,195	26,897	1.2%	15.0	11.0	(4.0)	(26.7%)
Education Support Services	3,393,467	3,461,336	67,869	2.0%	3,393,467	3,461,336	67,869	2.0%	21.0	21.0	0.0	0.0%
Purchasing and Contract Services	5,932,335	6,044,979	112,644	1.9%	5,932,335	6,044,979	112,644	1.9%	38.3	38.0	(0.3)	(0.8%)
Climate and Resiliency	10,495,357	2,132,601	(8,362,756)	(79.7%)	1,695,967	1,729,886	33,919	2.0%	10.0	10.0	0.0	0.0%
<b>Disparity Reduction Total</b>	<b>50,844,906</b>	<b>40,345,402</b>	<b>(10,499,504)</b>	<b>(20.7%)</b>	<b>25,995,067</b>	<b>26,284,876</b>	<b>289,809</b>	<b>1.1%</b>	<b>129.8</b>	<b>124.5</b>	<b>(5.3)</b>	<b>(4.1%)</b>
<b>Resident Services</b>												
Resident Services Administration	11,967,877	12,509,024	541,147	4.5%	9,610,543	10,050,516	439,973	4.6%	50.8	50.8	0.0	0.0%
Land Information and Tax Services	24,795,833	24,377,909	(417,924)	(1.7%)	10,753,463	10,681,453	(72,010)	-0.7%	162.0	161.0	(1.0)	(0.6%)
Service Centers	15,141,927	299,788	(14,842,139)	(98.1%)	9,624,259	9,723,517	99,258	1.0%	144.5	141.0	(3.5)	(2.4%)
Elections	7,137,008	10,645,702	3,508,694	49.2%	6,379,408	10,419,852	4,040,444	63.3%	37.7	66.5	28.8	76.4%
Assessor	10,571,788	12,678,241	2,106,453	19.9%	10,542,288	12,643,241	2,100,953	19.9%	71.0	84.0	13.0	18.3%
Examiner of Titles	1,705,519	1,704,929	(590)	(0.0%)	1,705,519	1,704,929	(590)	0.0%	9.0	9.0	0.0	0.0%
Libraries	80,999,702	84,842,299	3,842,597	4.7%	71,662,469	73,628,791	1,966,322	2.7%	581.6	581.6	0.0	0.0%
<b>Resident Services</b>	<b>152,319,654</b>	<b>162,199,819</b>	<b>9,880,165</b>	<b>6.5%</b>	<b>120,277,949</b>	<b>128,852,299</b>	<b>8,574,350</b>	<b>7.1%</b>	<b>1,056.6</b>	<b>1,093.9</b>	<b>37.3</b>	<b>3.5%</b>

2026 PROPOSED BUDGET  
As presented on September 16, 2025

LOB/Department	Budget				Property Tax Requirement				Full-Time Equivalents (FTEs)			
	2025	2026	Change	% Change	2025	2026	Change	% Change	2025	2026	Change	% Change
	Adjusted	Proposed	2025-2026	2025-2026	Adjusted	Proposed	2025-2026	2025-2026	Adjusted	Proposed	2025-2026	2025-2026
Operations												
Commissioners	4,441,751.0	4,401,826	(39,925)	(0.9%)	4,441,751	4,401,826	(39,925)	-0.9%	27.0	26.0	(1.0)	(3.7%)
County Administration	4,975,462.0	5,544,369	568,907	11.4%	4,581,962	5,150,869	568,907	12.4%	19.0	21.0	2.0	10.5%
Compliance	1,558,487.0	1,685,059.0	126,572	8.1%	1,558,487	1,685,059	126,572	8.1%	8.0	8.0	0.0	0.0%
Grants Management and Administration	2,408,553.0	2,433,577	25,024	1.0%	2,408,553	2,433,577	25,024	1.0%	14.0	14.0	0.0	0.0%
Strategic Planning and Initiatives	3,054,397.0	2,919,886	(134,511)	(4.4%)	3,054,397	2,919,886	(134,511)	-4.4%	18.0	18.0	0.0	0.0%
Integrated Data and Analytics	2,481,389.0	2,481,389	0	0.0%	2,456,389	2,456,389	0	0.0%	13.0	13.0	0.0	0.0%
Housing and Economic Development	35,878,718.0	20,571,520	(15,307,198)	(42.7%)	2,993,536	2,700,294	(293,242)	-9.8%	57.0	53.0	(4.0)	(7.0%)
Budget & Finance	19,878,857.0	20,314,080	435,223	2.2%	18,906,357	19,431,580	525,223	2.8%	98.1	97.1	(1.0)	(1.0%)
Facility Services	77,688,630.0	78,232,051	543,421	0.7%	65,187,707	65,221,341	33,634	0.1%	296.7	296.6	(0.1)	(0.0%)
Information Technology	5,674,259.0	5,787,823	113,564	2.0%	5,674,259	5,787,823	113,564	2.0%	25.1	23.1	(2.0)	(8.0%)
Human Resources	21,123,304.0	21,904,035	780,731	3.7%	21,053,304	21,834,035	780,731	3.7%	127.9	126.9	(1.0)	(0.8%)
Audit, Compliance and Investigations	4,776,815.0	4,862,239	85,424	1.8%	4,776,815	4,862,239	85,424	1.8%	25.7	24.7	(1.0)	(3.9%)
Emergency Management	3,310,366.0	3,245,779	(64,587)	(2.0%)	1,529,417	1,529,417	0	0.0%	15.5	15.5	0.0	0.0%
Communications	9,661,482.0	9,757,771	96,289	1.0%	9,039,050	9,124,891	85,841	0.9%	62.8	57.8	(5.0)	(8.0%)
Digital Experience	3,592,571.0	3,592,571	0	0.0%	3,592,571	3,592,571	0	0.0%	23.0	23.0	0.0	0.0%
Operations Administration	3,353,472.0	4,179,151	825,679	24.6%	3,353,472	4,179,151	825,679	24.6%	19.0	20.0	1.0	5.3%
General County Purposes	14,927,972.0	16,651,092	1,723,120	11.5%	9,562,582	9,012,992	(549,590)	-5.7%	0.0	-	0.0	0.0%
Subtotal: Operations Depts	218,786,485.0	208,564,218	(10,222,267)	(4.7%)	164,170,609	166,323,940	2,153,331	1.3%	849.8	837.7	(12.1)	(1.4%)
Contingency	3,604,377.0	10,000,000	6,395,623	177.4%	3,604,377	10,000,000	6,395,623	177.4%	0.0	-	0.0	0.0%
Debt Retirement (F70)	154,402,775	175,373,947	20,971,172	13.6%	108,000,000	129,000,000	21,000,000	19.4%	0.0	-	0.0	0.0%
Ballpark Debt Retirement (F79)	10,279,250	1,280,750	(8,998,500)	(87.5%)	0	0	0	0.0%	0.0	-	0.0	0.0%
Local Affordable Housing Aid Fund (F24)	0.0	0	0	0.0%	0	0	0	0.0%	0	-	0.0	0.0%
Ballpark Sales Tax Programs (F25)	2,703,000.0	2,863,464	160,464	5.9%	0	0	0	0.0%	0.0	-	0.0	0.0%
Operations Total	389,775,887.0	398,082,379	8,306,492	2.1%	275,774,986	305,323,940	29,548,954	10.7%	849.8	837.7	(12.1)	(1.4%)
Capital Improvements (F51 - F57)	568,447,769	365,910,350	(202,537,419)	(35.6%)	902,000	1,793,000	891,000	98.8%	0.0	-	0.0	0.0%
Total (w/o Internal Services)	3,114,524,334	3,094,300,075	(20,224,259)	(0.6%)	1,197,219,639	1,278,683,623	81,463,984	6.8%	9,492.3	9,241.6	(250.7)	(2.6%)

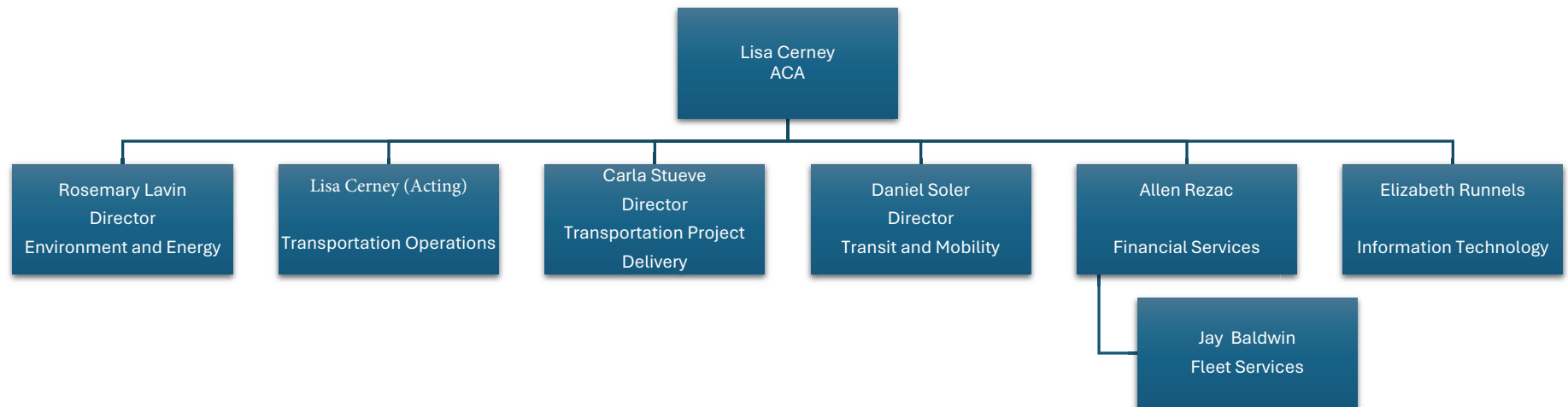
# Hennepin County Organizational Chart



Organizational chart represents reporting relationships for assistant county administrators, chief officers and directors.

Last updated: 9/8/2025

# Public Works Organizational Chart



## Executive Summary

### Mission

Public Works provides strong and resilient infrastructure that serves as a critical foundation for a healthy and thriving community. We connect people to places, protect our land, water and other natural resources and manage waste responsibly.

We manage physical assets like roadways, rail corridors, bridges, public water access, and waste and energy facilities to support resident needs. We maintain the vehicles and equipment needed for the county to deliver critical services and respond in emergencies. We track long-term quality of the county's natural resources, support restoration projects, enforce regulations to reduce the impact people and our infrastructure have on the environment. Our work is guided by values of safety, stewardship, resiliency, equity, integrity and innovation.

### Addressing Racism as a Public Health Crisis

Hennepin County recognizes racism as a public health crisis. With a lens on improving the health and well-being of Black, Indigenous and people of color (BIPOC) within our communities, the county is shifting its service delivery approach and transforming systems to generate long term impacts and benefits for all residents. In Public Works, efforts to eliminate disparities are intersectional with climate actions, which will result in a more equitable and resilient Hennepin County.

### Contributions to Disparity Elimination and Climate Action

#### We connect people to places

We recognize the connection between transportation and the ability for our residents to access better health care, employment, housing and education. By providing more transit and transportation choices, such as walking, biking, light rail and buses, we can reduce our dependency on cars, reduce greenhouse gas emissions and increase equity in transportation access. We also maximize opportunities within our right of way, by supporting the buildout of a countywide digital network for improving traffic management, and reducing the digital divide by expanding broadband, so that more people can access services via internet, without the need to travel.

- **Improve the experience for all users** by upgrading accessibility crossings and helping make better connections. We are guided by our recently board-approved

ADA Transition Plan. In 2024, more than 900 ADA pedestrian ramps were added and 76 intersections enhanced with accessible pedestrian signal (APS) upgrades.

- **Close gaps in** transportation system and ensures all people can connect to options like transit with ease. In 2024, we added 13 miles of bikeways, trails and new/improved sidewalks.
- **Making it safer to travel** by implementing our Toward Zero Deaths plan, which aims to reduce serious and fatal injuries especially for people walking and biking.

## We help people be better stewards of our environment

The county advances equity in environmental quality through our work to improve water quality, expand the tree canopy to filter and cool our air, build green infrastructure, and clean up contamination of our land from past improper practices. Grants and technical assistance are offered to support community-led efforts to protect the environment and to support the county's goal of a healthy and thriving community for current and future generations.

- **Decrease the heat island effect, especially in areas with highest vulnerability.** With the help of a federal forestry grant, foresters are removing 2,250 diseased trees for residents with lower incomes and replacing at a 2 to 1 ratio with climate-resilient tree species, expanding resident education and a workforce tree care pathway program. Additionally, \$500,000 in grant funding is provided for cities, affordable housing, schools and other organizations to plant and care for trees in areas with lower tree canopy cover.
- **Extending the life of our infrastructure is achieved through pavement preservation and rehabilitation.** In addition to extending the life of the pavement, innovative rehabilitation methods also provide an opportunity to recycle much of the material on-site. This climate-friendly strategy reduces the need for new materials and limits the number of construction vehicles hauling in and out resulting in greenhouse gas emission reductions from our operations.
- **Electrify the county's fleet and continue right-sizing of fleet and equipment.** 29% of our light duty fleet will be hybrid or electric vehicles by the end of 2025. Further, impressive strides have been made on the county's charging infrastructure.

## Accelerating a zero-waste future

We are making zero-waste a reality. Our formula to achieve this is investing in 12 bold actions in policy, programming and infrastructure to reinvent our solid waste system to



achieve a climate-driven zero-waste goal and ensure every individual has equitable access to zero-waste tools.

- Increasing efforts to reduce single-use plastics, provide more drop-off options for hard-to-recycle items, and expand capacity in the building material reuse and school waste reduction and recycling programs. We are also increasing compliance with the county's recycling and food waste recycling requirements.
- Supporting workforce development programs to deliver recycling services and proper management of waste.
- Expanding program outreach with culturally appropriate strategies and funding community-driven solutions.

## **Opportunities and challenges**

### **Maximizing investments in our transportation system**

Hennepin County maintains one of the largest roadway systems in the state, supporting regional movement throughout 45 cities. Keeping our transportation system functioning and healthy requires adequate funding for the safe and efficient movement of people, goods, and information. Counties heavily rely on state and federal funding to maintain county roads and bridges. Recent increases in the metro area sales tax provides the opportunity to modernize aging roads and bridges using a complete and green design, which enhances safety, accessibility and sustainability of the transportation system. These investments will help the county meet our net zero carbon emission goal by 2050, Toward Zero Deaths goal by 2045 and increase equity in transportation access. In partnership with Met Council, we continue to advance our work on the Blue Line Extension LRT project and support Arterial Bus Rapid Transit.

### **Gaining momentum to accelerate zero waste actions**

Reinventing the solid waste system and accelerating progress toward zero-waste goals is only possible with aligned goals and collaboration with partners. We are asking cities to expand access to recycling services. We are aligning with partner agencies and environmental advocates toward the same zero-waste objectives to be most effective in urging lawmakers to adopt zero-waste policies and boost funding for this climate and equity-focused work. Because of the priority placed on accelerating the progress toward zero-waste, the budget for the waste reduction and recycling programs are kept whole.

**Line of Business: Public Works**

Public Works Services  
Environment and Energy  
Glen Lake Golf Courses  
Transportation Sales Tax & Development  
Metro Area Transportation



**Line of Business Description:**

Public Works provides strong and resilient infrastructure that serves as critical foundation for a healthy and thriving community. We connect people to places, protect our land, water and other natural resources and manage waste responsibly.

We manage physical assets like roadways, rail corridors, bridges, public water accesses, and waste and energy facilities to support resident needs. We maintain the vehicles and equipment needed for the county to deliver critical services and respond in emergencies. We track long-term quality of the county's natural resources, support restoration projects, enforce regulations to reduce the impact people and our infrastructure has on the environment. Our work is guided by values of safety, stewardship, resiliency, equity, integrity and innovation.

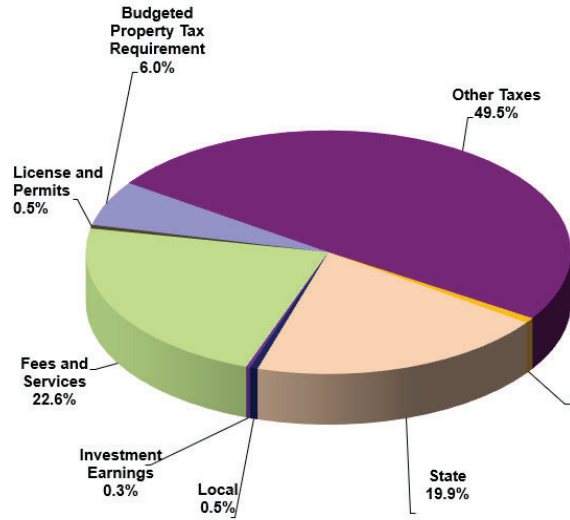
Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$23,388,097	\$23,559,435	\$23,030,624
Other Taxes	180,810,726	189,026,100	189,726,100
Federal	595,247	2,866,801	2,704,064
State	52,349,896	80,263,007	76,282,514
Local	10,710,863	1,587,989	1,956,891
Investment Earnings	2,885,708	1,060,000	1,040,500
Fees for Services	81,497,704	79,299,278	86,751,176
Fines and Forfeitures	63,591	30,000	50,000
Licenses and Permits	1,692,369	1,594,220	1,853,211
Other Revenue	7,818,351	61,691,609	-75,985,755
Other Financing	-147,554,849	-249,898,140	-110,441,750
<b>Total Revenues</b>	<b>\$214,257,704</b>	<b>\$191,080,299</b>	<b>\$196,967,575</b>
Personnel Services	\$51,712,608	\$63,473,868	\$65,876,729
Commodities	5,042,635	4,556,470	4,802,642
Services	86,695,282	96,229,216	99,304,843
Public Aid Assistance	0	0	0
Capital Outlay	402,255	238,822	30,000
Other Charges	16,342,328	18,070,371	18,289,990
Grants	9,004,747	8,511,552	8,663,371
Other Financing Uses	0	0	0
<b>Total Expenditures</b>	<b>\$169,199,854</b>	<b>\$191,080,299</b>	<b>\$196,967,575</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>476.4</b>	<b>481.4</b>	<b>481.4</b>

\*Reflects the adjusted property tax requirement budget, not actual property tax collection.

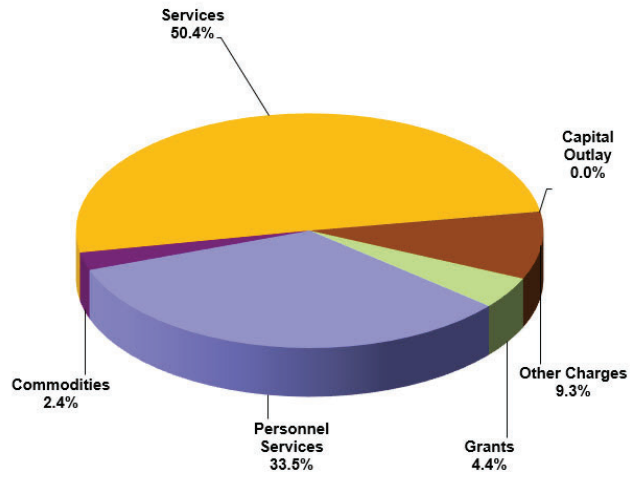
Note: Information on the Transportation Sales Tax & Development (Fund 26) and the Metro Area Transportation (Fund 23) can be found in the Fund Summaries section.

**Revenue and Expenditure Comparison**

**2026 Revenue**



**2026 Expenditures**



Department Expenditure Summary:	2024 Actual	2025 Budget	2026 Budget
Public Works Services	74,736,511	83,006,876	83,056,327
Environment and Energy	92,595,028	105,519,827	110,989,372
Glen Lake Golf Courses	1,089,389	1,153,596	1,221,876
Transportation Sales Tax & Development	778,926	1,400,000	1,700,000
Metro Area Transportation	0	0	0
<b>Total Expenditures</b>	<b>\$169,199,854</b>	<b>\$191,080,299</b>	<b>\$196,967,575</b>

Budgeted Positions:	2024 Actual	2025 Budget	2026 Budget
Public Works Services	363.2	363.2	363.2
Environment and Energy	113.2	118.2	118.2
Glen Lake Golf Courses	0	0	0
Transportation Sales Tax & Development	0	0	0
Metro Area Transportation	0	0	0
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>476.4</b>	<b>481.4</b>	<b>481.4</b>

**Public Works Administration**  
Public Works

**2026 BUDGET**  
Proposed Budget

**Department Description:**

Public Works Administration supports and directs the strategic and operational alignment of the Public Works business line through information technology support, financial services, and executive leadership.

Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$3,001,970	\$3,481,830	\$3,660,305
Other Taxes	0	300,000	0
Federal	7,431	0	0
State	0	0	0
Local	0	0	0
Investment Earnings	0	0	0
Fees for Services	24,671	30,000	30,000
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	3,245,697	3,808,924	4,160,314
Other Financing	0	0	0
<b>Total Revenues</b>	<b>\$6,279,769</b>	<b>\$7,620,754</b>	<b>\$7,850,619</b>
Personnel Services	\$5,671,580	\$6,151,407	\$6,734,148
Commodities	13,530	441,500	431,500
Services	522,246	651,797	607,971
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	72,414	376,050	77,000
Grants	0	0	0
<b>Total Expenditures</b>	<b>\$6,279,769</b>	<b>\$7,620,754</b>	<b>\$7,850,619</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>40.0</b>	<b>42.0</b>	<b>43.0</b>

\*Reflects the adjusted property tax requirement budget, not actual property tax collection.

**Transit and Mobility**  
Public Works

**2026 BUDGET**  
Proposed Budget

**Department Description:**

Transit & Mobility supports alignment of efforts around integration of transit, climate action, disparity reduction and transportation project development. The department manages and supports efforts of external partners, including Metro Transit and the Metropolitan Council.

Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$0	\$0	\$0
Other Taxes	0	0	0
Federal	6,603	200,551	310,000
State	0	0	0
Local	0	0	0
Investment Earnings	0	0	0
Fees for Services	0	0	0
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	549,273	967,667	684,063
Other Financing	0	0	0
<b>Total Revenues</b>	<b>\$555,876</b>	<b>\$1,168,218</b>	<b>\$994,063</b>
Personnel Services	\$425,139	\$957,211	\$803,063
Commodities	7,642	96,615	10,000
Services	114,827	104,392	174,000
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	8,268	10,000	7,000
Grants	0	0	0
<b>Total Expenditures</b>	<b>\$555,876</b>	<b>\$1,168,218</b>	<b>\$994,063</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>12.0</b>	<b>12.0</b>	<b>12.0</b>

*\*Reflects the adjusted property tax requirement budget, not actual property tax collection.*

**Transportation Project Delivery**  
Public Works

**2026 BUDGET**  
Proposed Budget

**Department Description:**

Transportation Project Delivery's primary function is to plan, design and construct projects through the Capital Improvement Program (CIP), in alignment with county climate and disparity elimination goals.

Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$12,132,043	\$14,627,138	\$14,631,958
Other Taxes	6,230,000	8,230,000	8,230,000
Federal	112,178	0	0
State	2,591,556	2,556,924	2,522,746
Local	2,399,203	1,447,451	1,816,353
Investment Earnings	0	0	0
Fees for Services	0	0	0
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	1,386,728	1,441,135	1,590,166
Other Financing	87,177	0	0
<b>Total Revenues</b>	<b>\$24,938,886</b>	<b>\$28,302,648</b>	<b>\$28,791,223</b>
Personnel Services	\$18,442,511	\$23,678,738	\$24,017,142
Commodities	336,060	267,295	293,625
Services	5,777,466	4,022,573	4,297,996
Public Aid Assistance	0	0	0
Capital Outlay	226,292	165,000	30,000
Other Charges	156,557	169,042	152,460
Grants	0	0	0
<b>Total Expenditures</b>	<b>\$24,938,886</b>	<b>\$28,302,648</b>	<b>\$28,791,223</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>175.5</b>	<b>171.1</b>	<b>171.0</b>

\*Reflects the adjusted property tax requirement budget, not actual property tax collection.

**Transportation Operations**  
Public Works

**2026 BUDGET**  
Proposed Budget

**Department Description:**

The Transportation Operations Department administers all functions associated with operations and maintenance of the county highways.

Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$5,403,152	\$5,450,467	\$4,738,361
Other Taxes	11,710,717	10,496,100	10,496,100
Federal	0	0	0
State	24,814,804	29,088,851	29,248,373
Local	85,504	140,538	140,538
Investment Earnings	0	0	0
Fees for Services	6,693	55,300	55,300
Fines and Forfeitures	0	0	0
Licenses and Permits	503,925	467,000	574,750
Other Revenue	435,122	217,000	167,000
Other Financing	2,063	0	0
<b>Total Revenues</b>	<b>\$42,961,980</b>	<b>\$45,915,256</b>	<b>\$45,420,422</b>
Personnel Services	\$14,473,412	\$17,041,536	\$18,159,722
Commodities	4,201,914	3,298,785	3,640,252
Services	23,985,604	25,164,912	23,281,748
Public Aid Assistance	0	0	0
Capital Outlay	175,963	73,822	0
Other Charges	125,088	336,201	338,700
Grants	0	0	0
<b>Total Expenditures</b>	<b>\$42,961,980</b>	<b>\$45,915,256</b>	<b>\$45,420,422</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>135.8</b>	<b>138.1</b>	<b>137.3</b>

\*Reflects the adjusted property tax requirement budget, not actual property tax collection.

**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**Department: Public Works Services**

**BUDGET DOLLARS**

	Budget	Property Tax
2025 Approved Budget	<b>\$82,379,681</b>	<b>\$22,932,240</b>
Board and GMA Authorized Adjustments	627,195	627,195
2025 Adjusted Budget	<b>\$83,006,876</b>	<b>\$23,559,435</b>
<b>2026 Department Requested Budget</b>	<b>\$83,989,327</b>	<b>\$24,030,624</b>
Proposed Adjustments	(933,000)	(1,000,000)
<b>2026 Proposed Budget</b>	<b>\$83,056,327</b>	<b>\$23,030,624</b>
Percent change from 2025 Adj. Budget	<b>0.1%</b>	<b>-2.2%</b>

**STAFFING: FULL-TIME EQUIVALENT POSITIONS (FTEs)**

2025 Number of Approved Total Positions	369.4
Board Authorized Adjustments	0.0
Reorganization In/(Out)	0.0
2025 Adjusted Number of Total Positions	369.4
<b>2026 Department Request for Total Positions</b>	<b>369.4</b>
Proposed Adjustments	-
<b>2026 Proposed Budget Total Positions</b>	<b>369.4</b>
Change from 2025 Adjusted Number of Total Positions	-

**Significant Items:**

Across all divisions, Public Works has shifted resources inside its budget to the highest priorities. Work performed by outside vendors has shifted to County staff where possible, and Public Works is absorbing increased costs on materials, services, healthcare, and personnel expenditures resulting from inflation and market forces in 2026.

Two adjustments to the department's requested budget are proposed:

- 1) Add \$67,000 budget for the federal Transit Coordination Assistance Projects (TCAP) grant,
- 2) Reduce property-tax funded Pavement Preservation Program by \$1,000,000.



**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**Department: Public Works Services**

**Summary of Board Approved 2025 Budget and Adjustments**

	Budget	Property Tax	FTE
Approved Budget: Res. No. 24-0373R1	\$82,379,681	\$22,932,240	363.2
1. Res. 25-0257 Labor Agreement Adjustment	627,195	627,195	-
<b>2025 Adjusted Budget</b>	<b>\$83,006,876</b>	<b>\$23,559,435</b>	<b>363.2</b>

**2026 Proposed Budget**

	Budget	Property Tax	FTE
Department Request	\$83,989,327	\$24,030,624	363.2
Proposed Adjustments			
1. Add TCAP grant to Transit and Mobility	67,000	-	-
2. Reduce Pavement Preservation Program	(1,000,000)	(1,000,000)	-
<b>2026 Proposed Budget</b>	<b>\$83,056,327</b>	<b>\$23,030,624</b>	<b>363.2</b>

Revenue and expenditure budget for the federal Transit Coordination Assistance Projects (TCAP) grant is proposed to move from the Hennepin County Regional Railroad Authority to Public Works Services for 2026. The Hennepin County Regional Railroad Authority budget will be reduced accordingly.

The Pavement Preservation Program encompasses several initiatives to maintain road surfaces. A reduction of this work is proposed in Transportation Operations, resulting in a \$1 million decrease - nearly 10% - to the Pavement Preservation Program.

Department	2025 Adjusted Budget	2026 Proposed Budget	Percent Change	TOTAL FTE	
				2025	2026
Administration	7,620,754	7,850,619	3.0%	42.0	43.0
Transit and Mobility	1,168,218	994,063	-14.9%	12.0	12.0
Transportation Project Delivery	28,302,648	28,791,223	1.7%	171.1	171.0
Transportation Operations	45,915,256	45,420,422	-1.1%	138.1	137.3
<b>TOTAL</b>	<b>\$83,006,876</b>	<b>\$83,056,327</b>	<b>-1.1%</b>	<b>363.2</b>	<b>363.2</b>

**Hennepin County**  
**2026 Board Summary**  
**Department Request with Administrator's Recommendations**

**SUMMARY OF REVENUES AND EXPENDITURES**

**Department: Public Works Services**

	2024 Year-End Actuals	2025 Adjusted Budget	2026 Proposed Budget	Amount Change From 2025 Adj to 2026 Rec	Percent Change
<b>Property Tax</b>	<b>\$20,537,164</b>	<b>\$23,559,435</b>	<b>\$23,030,624</b>	<b>(\$528,811)</b>	<b>-2.2%</b>
<b>Revenues:</b>					
Other Taxes	17,940,717	19,026,100	18,726,100	(300,000)	-1.6%
Federal	126,212	200,551	310,000	109,449	54.6%
State	27,406,360	31,645,775	31,771,119	125,344	0.4%
Local	2,484,707	1,587,989	1,956,891	368,902	23.2%
Fees for Services	31,364	85,300	85,300	-	0.0%
Licenses and Permits	503,925	467,000	574,750	107,750	23.1%
All Other Revenues	5,616,820	6,434,726	6,601,543	166,817	2.6%
<b>Total Revenues</b>	<b>54,110,106</b>	<b>59,447,441</b>	<b>\$60,025,703</b>	<b>\$578,262</b>	<b>1.0%</b>
<b>Total Revenues With Property Tax</b>	<b>\$74,647,271</b>	<b>\$83,006,876</b>	<b>\$83,056,327</b>	<b>\$49,451</b>	<b>0.1%</b>
<b>Expenditures:</b>					
Personnel Services	\$39,012,641	\$47,828,892	\$49,714,075	\$1,885,183	3.9%
Commodities	4,559,146	4,104,195	\$4,375,377	271,182	6.6%
Services	30,400,143	29,943,674	\$28,361,715	(1,581,959)	-5.3%
Capital Outlay	402,255	238,822	\$30,000	(208,822)	-87.4%
Other Charges	362,326	891,293	\$575,160	(316,133)	-35.5%
<b>Total Expenditures</b>	<b>\$74,736,511</b>	<b>\$83,006,876</b>	<b>\$83,056,327</b>	<b>\$49,451</b>	<b>0.1%</b>
<b>Other Financing</b>					
Other Financing Sources	89,240	-	-	-	0.0%
Other Financing Uses	-	-	-	-	0.0%
<b>Total Other</b>	<b>\$89,240</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.0%</b>
<b>FTEs:</b>					
<b>Total FTEs</b>	<b>300.8</b>	<b>363.2</b>	<b>363.2</b>	<b>0.0</b>	<b>0.0%</b>

Note: 2024 Actual FTEs represent the annual average. Source: County Wide FTE Report

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## EXPLANATION OF SIGNIFICANT CHANGES IN REVENUE

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**Property Tax:** With the proposed budget, one division increased its property tax requirement, one division decreased its property tax requirement, and two divisions held their property tax requirement flat for the 2026 requested budget. The result is a department-wide decrease in the property tax requirement of 2.2%.

Administration:	\$3,660,305	(+5.1%)
Transit and Mobility:	\$0	(0%)
Transportation Project Delivery:	\$14,631,958	(0%)
Transportation Operations:	\$4,738,361	(-13.1%)

**Other Taxes:** Public Works utilizes the county's portion of the wheelage tax in the Transportation Project Delivery division and the Transportation Operations division. In 2025, a one-time grant for Our Streets (\$300,000) was budgeted through the use of wheelage tax.

**Federal:** The budget for federal funding related to Transit Coordination Assistance Projects (TCAP) grant in 2026 is \$310,000. This was originally budgeted in the Hennepin County Regional Railroad Authority, but this budget proposes that it be moved back into the Public Works Transit and Mobility for 2026.

**State and Local:** Transportation Project Delivery division and the Transportation Operations division both have moderate increases in state and local aids. The budget is based on an expected increased workload due to projects that are happening or anticipated to happen in 2026 and a slight increase in state aid maintenance dollars.

**Licenses and Permits:** There are some proposed changes to the fee amounts for several types of permits. These increases support rising labor costs, complex review processes and inspections.

**Other Revenues:** This category of revenues contains interdepartmental revenues from Fleet, Hennepin County Regional Railroad Authority, Energy and Environment, and the Energy Center for services.

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## EXPLANATION OF SIGNIFICANT CHANGES IN SPENDING

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**Personnel Services:** 1.0 FTE will shift to the Administration division from the Transportation Project Delivery (0.2 FTE) and Transportation Operations (0.8 FTE) divisions.

**Commodities:** Part of the increase in commodities corresponds to a decrease in services. In the Transportation Operations division, increases to the commodities budget enables more product purchases that county staff are installing rather than contracting with vendors to install the same products.

**Services:** The decrease in services is driven by a reduction in the dollars allocated to road preservation projects inside of the Transportation Operations division.

**Capital Outlay:** The decrease in Capital Outlay is driven by a reduction in new vehicle purchases.

**Other Charges:** Decrease in budget is primarily due to the one-time grant for Our Streets (\$300,000) budgeted in 2025.

**Hennepin County**  
**with OBF Recommendations**  
**Department Request with Administrator's Recommendations**

**Department: Public Works Services**

**EXPENDITURES AND STAFFING BY DIVISION**

	2024 Year-End Actuals	2025 Adjusted Budget	2026 Proposed Budget	Amount Change	Percent Change	TOTAL FTE	
Department: Public Works Services						2025	2026
Administration	\$6,279,769	\$7,620,754	\$7,850,619	\$229,865	3.0%	42.0	43.0
Transit and Mobility	555,876	1,168,218	927,063	(241,155)	-20.6%	12.0	12.0
Transportation Project Delivery	24,938,886	28,302,648	28,858,223	555,575	2.0%	171.1	171.0
Transportation Operations	42,961,980	45,915,256	45,420,422	(494,834)	-1.1%	138.1	137.3
<b>TOTAL</b>	<b>\$74,736,511</b>	<b>\$83,006,876</b>	<b>\$83,056,327</b>	<b>\$49,451</b>	<b>0.1%</b>	<b>363.2</b>	<b>363.2</b>

**EXPLANATION OF SIGNIFICANT CHANGES**

**Administration:**

The largest cost driver in this division is personnel services, which makes up 86% of the division's expenditure budget. Approximately half of these costs are supported by interdepartmental revenues from Fleet, Hennepin County Regional Railroad Authority, Environment and Energy, and Energy Center, and the other half is supported by property tax. The 2026 budget includes an increase of 1.0 FTE for the ACA's office to align asset management priorities across Public Works (0.2 FTE reduction in Transportation Project Delivery and 0.8 FTE reduction in Transportation Operations). This division also has a budget reduction in wheelage tax revenues and associated expenditures due to the one-time budgeted funding for Our Streets (Res. 24-0373R1 #30, \$300,000) in 2025.

**Transit and Mobility:**

This division does not use property tax funding. The majority of this budget is funded by interdepartmental revenues from the Hennepin County Regional Railroad Authority. Personnel services costs are offset by Subordinate Funding Agreements with the Metropolitan Council as in-kind staff contributions to capital projects, which is reflected in the budget as a contra-expense (a reduction in staffing expenditures). More costs are offset as a result of increased staff involvement as capital projects progress.

**Transportation Project Delivery:**

The largest cost driver for this division is personnel services, which makes up 83% of the division's expenditure budget. Wheelage tax, intergovernmental revenues, and interdepartmental revenues support about half of the expenditures in this division. A portion of staff costs (for administration and design, for example) is supported with state and local revenues through cost sharing arrangements. Increases to state and local revenues are due to anticipated workloads for projects that are happening or anticipated to happen.

**Transportation Operations:**

The largest cost drivers for this division is transportation services like mill and overlay, road maintenance, and upkeep like weed control, which make up 51% of this division's expenditure budget, and personnel services which makes up 40% of this division's expenditure budget. Proposed permit fee increases help replace some of the interdepartmental revenues utilized in prior years by this department. These permit increases support rising labor costs, and complex review processes and inspections. Increases to the commodities budget enables more product purchases that county staff are installing rather than contracting with vendors to install the same products (for example, traffic signs and signals, and electrical tools to assemble and maintain and build signal infrastructure).

**Mission**

*Protecting the environment to enhance the quality of life for current and future generations.*

**Department Description:**

Environment and Energy focuses on reducing and responsibly managing waste, protecting and enhancing land, water and natural resources, producing efficient energy and promoting environmental stewardship.

Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$250,000	\$0	\$0
Other Taxes	36,008	0	0
Federal	469,035	2,666,250	2,394,064
State	7,578,882	7,112,403	7,055,595
Local	0	0	0
Investment Earnings	2,885,708	1,060,000	1,040,500
Fees for Services	81,466,340	79,213,978	86,665,876
Fines and Forfeitures	63,591	30,000	50,000
Licenses and Permits	1,188,444	1,127,220	1,278,461
Other Revenue	794,271	14,309,976	12,704,876
Other Financing	0	0	-200,000
<b>Total Revenues</b>	<b>\$94,732,279</b>	<b>\$105,519,827</b>	<b>\$110,989,372</b>
Personnel Services	\$11,977,003	\$14,944,604	\$15,451,486
Commodities	349,388	325,500	296,490
Services	55,339,509	64,708,275	69,056,582
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	15,924,382	17,029,896	17,521,443
Grants	9,004,747	8,511,552	8,663,371
Other Financing Uses	0	0	0
<b>Total Expenditures</b>	<b>\$92,595,028</b>	<b>\$105,519,827</b>	<b>\$110,989,372</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>113.2</b>	<b>118.2</b>	<b>118.2</b>

\* Reflects the adjusted property tax requirement budget, not actual property tax collections.

**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**Department: Environment and Energy**

**BUDGET DOLLARS**

	Budget	Property Tax
2025 Approved Budget	<b>\$104,899,560</b>	<b>\$0</b>
Res. 25-0257 Labor Agreement Adjustment	453,448	-
GMA Res. 0090-25 MPCA Sustainable Building and Materials	166,819	-
2025 Adjusted Budget	<b>\$105,519,827</b>	<b>\$0</b>
<b>2026 Department Requested Budget</b>	<b>\$110,289,372</b>	<b>\$0</b>
Proposed Adjustments	700,000	-
<b>2026 Proposed Budget</b>	<b>\$110,989,372</b>	<b>\$0</b>
Percent change from 2025 Adj. Budget	<b>5.2%</b>	<b>0.0%</b>

**STAFFING: FULL-TIME EQUIVALENT POSITIONS (FTEs)**

2025 Number of Approved Total Positions	118.2
Board Authorized Adjustments	0.0
Reorganization In/(Out)	0.0
2025 Adjusted Number of Total Positions	118.2
<b>2026 Department Request for Total Positions</b>	<b>118.2</b>
Proposed Adjustments	-
<b>2026 Proposed Budget Total Positions</b>	<b>118.2</b>
Change from 2025 Adjusted Number of Total Positions	-

**Significant Items:**

Environment and Energy is funded by the Solid Waste Enterprise Fund, which receives revenue from fees that pay for waste prevention, recycling, and other environmental programs.

Two adjustments to the department's requested budget are proposed:

1) Add \$200,000 transfer to Disparity Elimination for climate and resiliency programming

2) Add \$700,000 to the Glen Lake Wetland Improvement Capital Project

Increases in labor costs, contracts, and inflation are matched by increased revenues from fees for services, including solid waste management fees and tipping fees. Increased costs are also partially offset by a reduction in marketing and programming support for department activities.

Zero-waste programming has been kept whole.

**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**Department: Environment and Energy**

**Summary of Board Approved 2025 Budget and Adjustments**

	Budget	Property Tax	FTE
Approved Budget: Res. No. 24-0373R1	\$104,899,560	-	118.2
1. Res. 25-0257 Labor Agreement Adjustment	453,448	-	-
2. GMA Res. 0090-25 MPCA Sustainable Building and Materials	166,819	-	-
<b>2025 Adjusted Budget</b>	<b>\$105,519,827</b>	<b>\$0</b>	<b>118.2</b>

**2026 Proposed Budget**

	Budget	Property Tax	FTE
Department Request	\$110,289,372	\$0	118.2
Proposed Adjustments			
1. Increase Revenue for climate and resiliency programming	200,000	-	-
2. Transfer to Climate and Resiliency department	(200,000)	-	-
3. Glen Lake Wetland Improvement Capital Project funding	700,000	-	-
<b>2026 Proposed Budget</b>	<b>\$110,989,372</b>	<b>\$0</b>	<b>118.2</b>

**Administration and Planning** reduced 1.0 FTE to be utilized in the Environmental Protection division.

The interfund transfer of \$200,000 is proposed to support Climate and Resiliency programming in the Disparity Elimination line of business.

**Environmental Protection** added 1.0 FTE from the Administration and Planning division to advance planting 1 Million Trees and acquiring 6,000 Acres of conservation easement climate goals. This division also budgets federal revenues for projects related to contaminated lands and natural resources (\$2.4 million).

The additional \$700,000 of capital project funding for the Glen Lake Wetland Improvement project is proposed to replace property tax funds in the county's CIP.

**Environmental Response** is supported by the Hennepin County Deed and Mortgage Tax for the Environmental Response Fund. This funding is awarded as grants to assess and clean up contaminated sites for public priorities like affordable housing, increasing the tax base, and green spaces.

**Solid Waste** is responsible for the solid waste facilities operations and is supported through its revenues, primarily fees for waste disposal services.

Department	2025 Adjusted Budget	2026 Proposed Budget	Percent Change	TOTAL FTE	
				2025	2026
Administration and Planning	\$10,070,899	\$9,535,055	-5.3%	18.6	17.6
Environmental Protection	13,034,911	13,238,607	1.6%	45.5	46.5
Environmental Response	3,000,000	3,000,000	0.0%	-	-
Solid Waste	79,414,017	85,215,710	7.3%	54.1	54.1
<b>(21) TOTAL</b>	<b>\$105,519,827</b>	<b>\$110,989,372</b>	<b>7.3%</b>	<b>118.2</b>	<b>118.2</b>

**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**SUMMARY OF REVENUES AND EXPENDITURES**

**Department: Environment and Energy**

	2024 Actual	2025 Adjusted Budget	2026 Proposed Budget	2025-2026 Budget Amount Change	Percent Change
<b>Fees for Services</b>					
Solid Waste Tipping	\$33,633,108	\$34,300,000	\$38,606,000	\$4,306,000	12.6%
Hauler Collection - Residential	19,239,143	18,600,000	19,375,000	775,000	4.2%
Hauler Collection - Nonresidential	18,377,553	17,200,000	19,350,000	2,150,000	12.5%
Sale of Recyclables	990,287	844,532	957,509	112,977	13.4%
Electrical Energy Sales	5,452,581	4,000,000	4,000,000	0	0.0%
Hazardous Waste & Disposal Licenses	1,188,444	1,127,220	1,278,461	151,241	13.4%
Environmental Response Fund	2,464,020	2,500,000	2,500,000	0	0.0%
Other	1,373,238	1,799,446	1,927,367	127,921	7.1%
<b>Subtotal - Fees for Services</b>	<b>\$82,718,374</b>	<b>\$80,371,198</b>	<b>\$87,994,337</b>	<b>\$7,623,139</b>	<b>9.5%</b>
Property Taxes	\$258,284	-	-	-	0.0%
Federal	469,035	2,666,250	2,394,064	(272,186)	-10.2%
State and Local	7,578,903	7,112,403	7,055,595	(56,808)	-0.8%
Investment Earnings (Losses)	2,885,708	1,060,000	1,040,500	(19,500)	-1.8%
Miscellaneous Revenue	830,279	832,462	883,177	50,715	6.1%
Transfers In (Out)	-	-	(200,000)	(200,000)	0.0%
Use of (Add to) Fund Balance	(2,145,555)	13,477,514	11,821,699	(1,655,815)	-12.3%
<b>TOTAL REVENUES</b>	<b>\$92,595,028</b>	<b>\$105,519,827</b>	<b>\$110,989,372</b>	<b>\$5,469,545</b>	<b>5.2%</b>
Personnel Services	\$11,977,003	\$14,944,604	\$15,451,486	\$506,882	3.4%
Commodities	349,388	325,500	296,490	(29,010)	-8.9%
Services	55,339,509	64,708,275	69,056,582	4,348,307	6.7%
Other Charges	15,924,382	17,029,896	17,521,443	491,547	2.9%
Grants	9,004,747	8,511,552	8,663,371	151,819	1.8%
<b>TOTAL EXPENSES</b>	<b>\$92,595,028</b>	<b>\$105,519,827</b>	<b>\$110,989,372</b>	<b>\$5,469,545</b>	<b>5.2%</b>



**Mission**

*Operating in a manner that provides the greatest amount of community benefit.*

**Department Description:**

Glen Lake Golf Course is owned by the county and operated by Three Rivers Park District. The course is self-supported by fees.

<b>Revenue and Expenditure Information</b>	<b>2024 Actual</b>	<b>2025 Budget</b>	<b>2026 Budget</b>
Budgeted Property Tax Requirement*	\$0	\$0	\$0
Other Taxes	0	0	0
Federal	0	0	0
State	0	0	0
Local	0	0	0
Investment Earnings	0	0	0
Fees for Services	0	0	0
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	1,407,260	1,153,596	1,221,876
Other Financing	0	0	0
<b>Total Revenues</b>	<b>\$1,407,260</b>	<b>\$1,153,596</b>	<b>\$1,221,876</b>
Personnel Services	\$722,965	\$700,372	\$711,168
Commodities	134,101	126,775	130,775
Services	176,704	177,267	186,546
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	55,619	149,182	193,387
Grants	0	0	0
Other Financing Uses	0	0	0
<b>Total Expenditures</b>	<b>\$1,089,389</b>	<b>\$1,153,596</b>	<b>\$1,221,876</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Mission**

*The county implements this sales tax to provide a safe transportation network that offers strong connections through multiple modes, respects the environment and improves the health and quality of life for all who live, work, or visit here.*

**Department Description:**

Through these funds, the county supports a comprehensive regional system of transitways that includes existing Blue Line Light Rail Transit (LRT), Green Line LRT, and Northstar Commuter Rail, and Orange Line Bus Rapid Transit (BRT); planned Green Line Extension LRT and Blue Line Extension LRT; and proposed Riverview Corridor. The revenue is comprised of a 0.5 percent county local sales and use tax as well as a \$20 per vehicle excise tax for transit and/or transportation investments serving the county.

Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$0	\$0	\$0
Other Taxes	162,834,001	170,000,000	171,000,000
Federal	0	0	0
State	0	0	0
Local	8,226,156	0	0
Investment Earnings	0	0	0
Fees for Services	0	0	0
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	0	49,781,140	-91,215,250
Other Financing	-145,871,651	-218,381,140	-78,084,750
<b>Total Revenues</b>	<b>\$25,188,505</b>	<b>\$1,400,000</b>	<b>\$1,700,000</b>
Personnel Services	\$0	\$0	\$0
Commodities	0	0	0
Services	778,926	1,400,000	1,700,000
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	0	0	0
Grants	0	0	0
Other Financing Uses	0	0	0
<b>Total Expenditures</b>	<b>\$778,926</b>	<b>\$1,400,000</b>	<b>\$1,700,000</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Mission**

*The county receives this sales tax to to provide a safe transportation network that offers strong connections through multiple modes, respects the environment and improves the health and quality of life for all who live, work, or visit here.*

**Department Description:**

This is a Special Revenue Fund for collection of revenues related to the state's Transportation Advancement Account, which was created by the 2023 transportation funding bill (Minnesota Session Law 2023, Chapter 68, section 17). The Transportation Advancement Account includes revenue from the new metro area 0.75% transportation sales and use tax that was imposed by the Metropolitan Council, as well as revenue from the new statewide retail delivery fee, the auto parts sales tax, and a one-time state general fund appropriation. This funding supports project development for the county's Capital Improvement Program.

<b>Revenue and Expenditure Information</b>	<b>2024 Actual</b>	<b>2025 Budget</b>	<b>2026 Budget</b>
Budgeted Property Tax Requirement*	\$0	\$0	\$0
Other Taxes	0	0	0
Federal	0	0	0
State	17,364,654	41,504,829	37,455,800
Local	0	0	0
Investment Earnings	0	0	0
Fees for Services	0	0	0
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	0	-9,987,829	-5,298,800
Other Financing	-1,772,438	-31,517,000	-32,157,000
<b>Total Revenues</b>	<b>\$15,592,216</b>	<b>\$0</b>	<b>\$0</b>
Personnel Services	\$0	\$0	\$0
Commodities	0	0	0
Services	0	0	0
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	0	0	0
Grants	0	0	0
Other Financing Uses	0	0	0
<b>Total Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Mission**

*Supplying reliable and economical heating and cooling utilities to downtown county buildings.*

**Department Description:**

The Hennepin County Energy Center supplies steam and chilled water to the Government Center, City Hall, the Hennepin County Medical Center, and several other county buildings on the east end of downtown as well as several private customers.

Revenue and Expenditure Information	2024 Actual	2025 Budget	2026 Budget
Budgeted Property Tax Requirement*	\$0	\$0	\$0
Other Taxes	0	0	0
Federal	0	0	0
State	0	0	0
Local	0	0	0
Investment Earnings	0	0	0
Fees for Services	11,612,748	13,200,762	13,096,546
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	30,000	2,033	0
Other Financing	0	0	0
<b>Total Revenues</b>	<b>\$11,642,748</b>	<b>\$13,202,795</b>	<b>\$13,096,546</b>
Personnel Services	\$175,840	\$174,982	\$177,412
Commodities	5,711,394	7,258,799	6,956,942
Services	3,337,844	3,442,655	3,666,356
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	2,301,819	2,326,359	2,295,836
Grants	0	0	0
Other Financing Uses	0	0	0
<b>Total Expenditures</b>	<b>\$11,526,896</b>	<b>\$13,202,795</b>	<b>\$13,096,546</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>1.0</b>	<b>1.0</b>	<b>1.0</b>

\* Reflects the adjusted property tax requirement budget, not actual property tax collections.

**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**Department: Energy Center**

**BUDGET DOLLARS**

	Budget	Property Tax
2025 Approved Budget	<b>\$13,200,762</b>	<b>\$0</b>
Res. 25-0257 Labor Agreement Adjustment	2,033	-
2025 Adjusted Budget	<b>\$13,202,795</b>	<b>\$0</b>
<b>2026 Department Requested Budget</b>	<b>\$13,096,546</b>	<b>\$0</b>
Proposed Adjustments	-	-
<b>2026 Proposed Budget</b>	<b>\$13,096,546</b>	<b>\$0</b>
Percent change from 2025 Adj. Budget	<b>-0.8%</b>	<b>0.0%</b>

**STAFFING: FULL-TIME EQUIVALENT POSITIONS (FTEs)**

2025 Number of Approved Total Positions	1.0
Board Authorized Adjustments	0.0
Reorganization In/(Out)	0.0
2025 Adjusted Number of Total Positions	1.0
<b>2026 Department Request for Total Positions</b>	<b>1.0</b>
Proposed adjustments	-
<b>2026 Proposed Budget Total Positions</b>	<b>1.0</b>
Change from 2025 Adjusted Number of Total Positions	-

**Significant Issues:**

The Energy Center is funded through revenues from the sales of steam, chilled water, and electricity. Revenues and expenses are budgeted to break even.

Commodities prices are budgeted based on changing market prices. Natural gas costs are budgeted to increase by 2.6%, while electricity and fuel oil costs are budgeted to decrease by 14.9% and 16.7%, respectively.

There are no proposed adjustments to the department's requested budget for 2026.

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**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

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**Department: Energy Center**

**Summary of Board Approved 2025 Budget and Adjustments**

	Budget	Property Tax	FTE	LTD
Approved Budget: Res. No. 24-0373R1	\$13,200,762	-	1.0	-
1. Res. 25-0257 Labor Agreement Adjustment	2,033	-	-	-
<b>2025 Adjusted Budget</b>	<b>\$13,202,795</b>	<b>\$0</b>	<b>1.0</b>	<b>0.0</b>

**2026 Proposed Budget**

	Budget	Property Tax	FTE	LTD
Department Request	\$13,096,546	\$0	1.0	0.0
Proposed Adjustments				
1.				
<b>2026 Proposed Budget</b>	<b>\$13,096,546</b>	<b>\$0</b>	<b>1.0</b>	<b>0.0</b>

There are no proposed adjustments to the department's requested budget for 2026.

**Hennepin County**  
**2026 Board Summary**  
**Department Request with Administrator's Recommendations**

**SUMMARY OF REVENUES AND EXPENDITURES**

**Department: Energy Center**

	2024 Actual	2025 Adjusted Budget	2026 Proposed Budget	2025-2026 Budget Amount Change	Percent Change
<b>Fees for Services</b>					
Steam	\$6,282,387	\$7,366,156	\$7,308,444	(\$57,712)	-0.8%
Chilled Water	5,304,465	5,785,460	5,751,283	(34,177)	-0.6%
Other	25,896	49,146	36,819	(12,327)	-25.1%
<b>Subtotal - Fees for Services</b>	<b>\$11,612,748</b>	<b>\$13,200,762</b>	<b>\$13,096,546</b>	<b>(104,216)</b>	<b>-0.8%</b>
Miscellaneous Revenue	30,000	-	-	-	0.0%
Use of (Add to) Fund Balance	(115,852)	2,033	-	(2,033.00)	0.0%
<b>TOTAL REVENUES</b>	<b>\$11,526,896</b>	<b>\$13,202,795</b>	<b>\$13,096,546</b>	<b>(\$106,249)</b>	<b>-0.8%</b>
Personnel Services	\$175,840	\$174,982	\$177,412	2,430	1.4%
Commodities	5,711,394	7,258,799	6,956,942	(301,857)	-4.2%
Services	3,337,844	3,442,655	3,666,356	223,701	6.5%
Other Charges	2,301,819	2,326,359	2,295,836	(30,523)	-1.3%
<b>TOTAL EXPENSES</b>	<b>\$11,526,897</b>	<b>\$13,202,795</b>	<b>\$13,096,546</b>	<b>(\$106,249)</b>	<b>-0.8%</b>

**Mission**

*Providing county departments and staff with safe, reliable, economical and environmentally responsible fleet vehicles, equipment and services that best allow them to promote health, safety, well-being and quality of life to county residents.*

**Department Description:**

Fleet Services is responsible for Hennepin County vehicles and equipment. Fleet Services provides county departments with vehicles and equipment, including cars, trucks, vans, boats, trailers, on-road equipment, and off-road equipment, for conducting official county business.

<b>Revenue and Expenditure Information</b>	<b>2024 Actual</b>	<b>2025 Budget</b>	<b>2026 Budget</b>
Budgeted Property Tax Requirement*	\$0	\$0	\$0
Other Taxes	0	0	0
Federal	0	0	0
State	0	0	0
Local	0	0	0
Investment Earnings	0	0	0
Fees for Services	26,478	73,901	27,000
Fines and Forfeitures	0	0	0
Licenses and Permits	0	0	0
Other Revenue	17,111,255	19,578,936	20,252,605
Other Financing	1,878,675	1,000,000	1,500,000
<b>Total Revenues</b>	<b>\$19,016,408</b>	<b>\$20,652,837</b>	<b>\$21,779,605</b>
Personnel Services	\$2,876,578	\$3,475,798	\$3,512,226
Commodities	4,167,072	3,915,255	3,342,000
Services	2,340,416	3,847,668	3,546,483
Public Aid Assistance	0	0	0
Capital Outlay	0	0	0
Other Charges	9,861,810	9,414,116	11,378,896
Grants	0	0	0
Other Financing Uses	10,313	0	0
<b>Total Expenditures</b>	<b>\$19,256,189</b>	<b>\$20,652,837</b>	<b>\$21,779,605</b>
<b>Budgeted Positions (Full-Time Equivalents)</b>	<b>29.0</b>	<b>29.0</b>	<b>29.0</b>

\* Reflects the adjusted property tax requirement budget, not actual property tax collections.



**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**Department: Fleet Services**

**BUDGET DOLLARS**

	Budget	Property Tax
2025 Approved Budget	<b>\$20,553,839</b>	<b>\$0</b>
Res. 25-0257 Labor Agreement Adjustment	98,998	-
2025 Adjusted Budget	<b>\$20,652,837</b>	<b>\$0</b>
<b>2026 Total Department Requested Budget</b>	<b>\$21,779,605</b>	<b>\$0</b>
Proposed Adjustments	-	-
<b>2026 Proposed Budget</b>	<b>\$21,779,605</b>	<b>\$0</b>
Percent change from 2025 Adj. Budget	<b>5.5%</b>	<b>0.0%</b>

**STAFFING: FULL-TIME EQUIVALENT POSITIONS (FTEs)**

2025 Number of Approved Total Positions	29.0
Board Authorized Adjustments	0.0
Reorganization In/(Out)	0.0
2025 Adjusted Number of Total Positions	29.0
<b>2026 Department Request for Total Positions</b>	<b>29.0</b>
Proposed Adjustments	-
<b>2026 Proposed Budget Total Positions</b>	<b>29.0</b>
Change from 2025 Adjusted Number of Total Positions	-

**Significant Items:**

Fleet Services is an internal service fund supported through purchase-leaseback programs with county departments and partners, including the Sheriff's Office, Emergency Management, and Hennepin Healthcare.

The 2026 budget increase is driven by increased costs for new vehicles, commodities, and vendor labor. Internal costs are held at 2025 rates.

There are no proposed adjustments to the department's requested budget for 2026.

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**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

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**Department: Fleet Services**

**Summary of Board Approved 2025 Budget and Adjustments**

	Budget	Property Tax	FTE	LTD
Approved Budget: Res. No. 24-0373R1	\$20,553,839	-	1.0	-
1. Res. 25-0257 Labor Agreement Adjustment	98,998	-	-	-
<b>2025 Adjusted Budget</b>	<b>\$20,652,837</b>	<b>\$0</b>	<b>1.0</b>	<b>0.0</b>

**2026 Proposed Budget**

	Budget	Property Tax	FTE	LTD
Department Request	\$21,779,605	\$0	29.0	0.0
Proposed Adjustments				
1.				
<b>2026 Proposed Budget</b>	<b>\$21,779,605</b>	<b>\$0</b>	<b>29.0</b>	<b>0.0</b>

There are no proposed adjustments to the department's requested budget for 2026.

**Hennepin County  
2026 Board Summary  
Department Request with Administrator's Recommendations**

**SUMMARY OF REVENUES AND EXPENDITURES**

**Department: Fleet Services**

	2024 Actual	2025 Adjusted Budget	2026 Proposed Budget	2025-2026 Budget Amount Change	Percent Change
<b>Fees for Services</b>					
Equipment Rental	\$17,016,133	\$19,537,245	\$20,690,149	\$1,152,904	5.9%
Other	121,600	198,337	138,000	(60,337)	-30.4%
<b>Subtotal - Fees for Services</b>	<b>\$17,137,733</b>	<b>\$19,735,582</b>	<b>\$20,828,149</b>	<b>1,092,567</b>	<b>5.5%</b>
Use of (Add to) Fund Balance	239,782	(82,745)	(548,544)	(465,799.00)	0.0%
<b>TOTAL REVENUES</b>	<b>\$17,377,515</b>	<b>\$19,652,837</b>	<b>\$20,279,605</b>	<b>\$626,768</b>	<b>3.2%</b>
Personnel Services	\$2,876,578	\$3,475,798	\$3,512,226	36,428	1.0%
Commodities	4,167,072	3,915,255	3,342,000	(573,255)	-14.6%
Services	2,340,416	3,847,668	3,546,483	(301,185)	-7.8%
Other Charges	9,861,810	9,414,116	11,378,896	1,964,780	20.9%
<b>TOTAL EXPENSES</b>	<b>\$19,245,876</b>	<b>\$20,652,837</b>	<b>\$21,779,605</b>	<b>\$1,126,768</b>	<b>5.5%</b>
Other Financing Sources	1,878,675 \$	1,000,000 \$	1,500,000	500,000	50.0%
Other Financing Uses	(\$10,313)	-	-	-	0.0%
<b>NET OTHER FINANCING</b>	<b>1,868,362</b>	<b>\$1,000,000</b>	<b>\$1,500,000</b>	<b>\$500,000</b>	<b>50.0%</b>

## 2026 Hennepin County Regional Railroad Authority (HCRRA) Budget

	<u>2025 Adjusted</u>	<u>2026 Proposed</u>
<b>Revenues by Category</b>		
Budgeted Property Taxes	\$ 33,126,313	\$ 33,064,104
Intergovernmental and Other Taxes	-	-
Investment Earnings	1,000,000	1,000,000
Fees for Services	10,000	-
Use of Debt Service Fund Balance	-	-
Other Revenue	-	-
<b>Revenues</b>	<b>\$34,136,313</b>	<b>\$34,064,104</b>
<b>Expenditure by Category</b>		
Commodities	\$ 20,600	\$ 39,000
Services	7,354,915	6,623,551
Capital Outlay	2,326,000	1,776,000
Other Charges	123,900	68,900
Sub-total HCRRA Operations	9,825,415	8,507,451
Debt Service	8,812,250	8,824,000
Special Projects	15,498,648	16,732,653
<b>Expenditures</b>	<b>\$ 34,136,313</b>	<b>\$ 34,064,104</b>

	<u>2025 Adjusted</u>	<u>2026 Proposed</u>
<b>Levy Calculation Summary</b>		
Budgeted Property Taxes	\$33,126,313	\$33,064,104
Debt Service Excess Levy (statutory requirement)	440,613	441,200
Collection Factor	433,075	494,696
<b>HCRRA Property Tax Levy</b>	<b>\$34,000,000</b>	<b>\$34,000,000</b>

	<u>2025 Adjusted</u>	<u>2026 Proposed</u>
<b>Levy by Fund</b>		
Operations (Fund 85)	\$9,248,490	\$8,002,147
Debt Service (Fund 86)	9,252,863	\$9,265,200
Special Projects (Fund 87)	15,498,648	\$16,732,653
<b>HCRRA Property Tax Levy</b>	<b>\$34,000,000</b>	<b>\$34,000,000</b>

## Capital Budget and Capital Improvement Program

Administrator Proposed

Summary of Revenues - RRA - Component Unit

Revenue Category	Revenue Detail	Budget to Date	Admin Rec 2026	Admin Rec 2027	Admin Rec 2028	Admin Rec 2029	Admin Rec 2030	Admin Rec Beyond	Total Project Cost
<b>Grand Total</b>		<b>365,762,503</b>	<b>16,732,653</b>	<b>14,000,000</b>	<b>14,000,000</b>	<b>14,000,000</b>	<b>14,000,000</b>	<b>0</b>	<b>438,495,156</b>
<b>Taxes</b>		<b>221,725,978</b>	<b>16,732,653</b>	<b>14,000,000</b>	<b>14,000,000</b>	<b>14,000,000</b>	<b>14,000,000</b>	<b>0</b>	<b>294,458,631</b>
	Property Tax	221,725,978	16,732,653	14,000,000	14,000,000	14,000,000	14,000,000	0	294,458,631
<b>County Bonds</b>		<b>144,036,525</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>144,036,525</b>
	Bonds - GO	144,036,525	0	0	0	0	0	0	144,036,525

## Capital Budget and Capital Improvement Program

Administrator Proposed

Project	Revenue Detail	Budget to Date
	<b>Grand Total</b>	<b>365,762,503</b>
	<b>Regional Railroad Authority</b>	<b>365,762,503</b>
	<b>HCRRA Capital - Transit Mobility</b>	<b>351,292,853</b>
1000899	RRA: METRO Green Line Extension Light Rail Transit	188,756,582
	Property Tax	92,703,684
	Bonds - GO	96,052,898
1000941	RRA: METRO Blue Line Extension Light Rail Transit	121,026,554
	Property Tax	73,042,927
	Bonds - GO	47,983,627
	<b>1007842 RRA: Capital Reserve</b>	<b>41,509,717</b>
	Property Tax	41,509,717
	<b>HCRRA Capital - Corridor Investments</b>	<b>14,469,650</b>
1011901	RRA: Dakota Corridor - Arcola Bridge	0
	Property Tax	0
1009618	RRA: Midtown Bridges - 1st Avenue	4,663,131
	Property Tax	4,663,131
1009620	RRA: Midtown Bridges - Pillsbury Avenue	1,281,192
	Property Tax	1,281,192
1009619	RRA: Midtown Bridges - 10th Avenue	3,545,638
	Property Tax	3,545,638
1009621	RRA: Midtown Bridges - Nicollet Avenue	3,995,639
	Property Tax	3,995,639
1010999	RRA: Midtown Bridges - 18th Avenue S	450,000
	Property Tax	450,000
1011000	RRA: Midtown Bridges - Grand Ave S Bridge	534,050
	Property Tax	534,050

### Revenues by Project - RRA - Component Unit

Admin Rec 2026	Admin Rec 2027	Admin Rec 2028	Admin Rec 2029	Admin Rec 2030	Admin Rec Future	Total Project Cost
16,732,653	14,000,000	14,000,000	14,000,000	14,000,000	0	438,495,156
16,732,653	14,000,000	14,000,000	14,000,000	14,000,000	0	438,495,156
13,051,096	10,479,809	14,000,000	14,000,000	13,500,000	0	416,323,758
0	0	0	0	0	0	188,756,582
0	0	0	0	0	0	92,703,684
0	0	0	0	0	0	96,052,898
8,000,000	8,000,000	7,430,446	0	0	0	144,457,000
8,000,000	8,000,000	7,430,446	0	0	0	96,473,373
0	0	0	0	0	0	47,983,627
5,051,096	2,479,809	6,569,554	14,000,000	13,500,000	0	83,110,176
5,051,096	2,479,809	6,569,554	14,000,000	13,500,000	0	83,110,176
3,681,557	3,520,191	0	0	500,000	0	22,171,398
0	0	0	0	500,000	0	500,000
0	0	0	0	500,000	0	500,000
0	0	0	0	0	0	4,663,131
0	0	0	0	0	0	4,663,131
1,048,692	0	0	0	0	0	2,329,884
1,048,692	0	0	0	0	0	2,329,884
(1,429,359)	0	0	0	0	0	2,116,279
(1,429,359)	0	0	0	0	0	2,116,279
804,361	0	0	0	0	0	4,800,000
804,361	0	0	0	0	0	4,800,000
1,654,107	1,760,019	0	0	0	0	3,864,126
1,654,107	1,760,019	0	0	0	0	3,864,126
1,603,756	1,760,172	0	0	0	0	3,897,978
1,603,756	1,760,172	0	0	0	0	3,897,978

# ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1000899 RRA: METRO Green Line Extension Light Rail Transit  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Transit Mobility

**Funding Start:** 2011  
**Funding Completion:** 2022

## Summary:

The Southwest Light Rail Transit (LRT) project (METRO Green Line Extension) will operate from downtown Minneapolis through the communities of St. Louis Park, Hopkins, Minnetonka, and Eden Prairie, passing in close proximity to Edina. It will be part of an integrated system of transitways, including connections to the METRO Blue Line, bus routes and proposed future transitways.

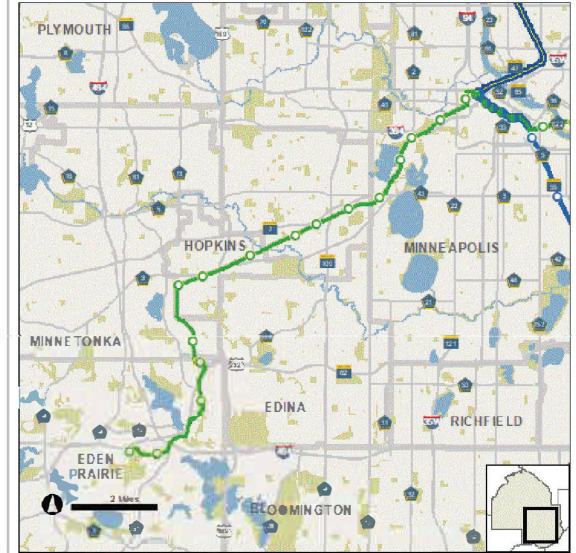
## Purpose & Description:

This light rail extension will add system capacity in an area of high travel demand, due to existing and planned residential and employment growth. The competitive travel time is attributed to the diagonal nature of the line compared to the northsouth/eastwest orientation of the roadway network.

NOTE: The Regional Railroad Authority's total project contribution is \$199,548,000. This capital project budget authority only shows the Regional Railroad Authority's capital component of \$188.8 million. An additional \$10,791,418 of HCRRA funding was provided to the project through previous operating budgets or in-kind staff contributions. "Bonds - GO" is general obligation bonded indebtedness funded with Regional Railroad Authority property taxes.

The total project budget is \$2.863 billion. Additional contributions are committed from:

\$1.308 billion Federal sources  
 1.082 billion Hennepin County  
 219 million Counties Transit Improvement Board  
 11 million Other Hennepin County Regional Railroad Authority operating sources  
 30 million State sources  
 24 million Other sources  
 \$2.674 billion Subtotal non-Hennepin County Regional Railroad Authority capital sources



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	92,703,684	92,703,684	0							92,703,684
Bonds - GO	96,052,898	96,052,898	0							96,052,898
Transfer		0	0							
<b>Total</b>	<b>188,756,582</b>	<b>188,756,582</b>	<b>0</b>							<b>188,756,582</b>
EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Land	32,600,000		32,600,000							32,600,000
Construction	156,156,582	19,353,614	136,802,968							156,156,582
Consulting		126,553,775	(126,553,775)							
Other Costs		42,849,193	(42,849,193)							
<b>Total</b>	<b>188,756,582</b>	<b>188,756,582</b>	<b>0</b>							<b>188,756,582</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1000899 RRA: METRO Green Line Extension Light Rail Transit <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRRA Capital - Transit Mobility	<b>Funding Start:</b> 2011 <b>Funding Completion:</b> 2022
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
<div style="display: flex;"> <div style="width: 20%;">           Department Requested            Administrator Proposed            CBTF Recommended            Board Approved Final         </div> <div style="width: 80%; text-align: center; font-size: 48px; font-weight: bold;">N/A</div> </div>								

<b>Scheduling Milestones (major phases only):</b>  Project Development: 2011 - 2016 Engineering: 2016 - 2020 Construction: Started in 2018 Project opening date subject to change; est. 2027.	<b>Board Resolutions / Supplemental Information:</b>  September 2011: The Federal Transit Administration approves the project to begin the Preliminary Engineering phase of work. The project transitions from Hennepin County to the Metropolitan Council.  2016: The Federal Transit Administration issues its Record of Decision and approves the project to enter the Engineering Phase of Work.  May 2018: The Metropolitan Council approved a new project budget of \$2.003 billion. Hennepin County Regional Railroad Authority Board Resolution 18-HCRRRA-0027 approved a total Regional Railroad Authority funding share of \$199,548,000, subject to certain conditions.  November 2018: The Federal Transit Administration issues the first Letter of No Prejudice to the Metropolitan Council, which permits construction expenditures prior to the execution of the federal grant. The Metropolitan Council award the civil construction contract to Lunda/C.S. McCrossan Joint Venture.  August 2019: The Federal Transit Administration issues the second Letter of No Prejudice. The Metropolitan Council also submits an application for \$928.9 million of federal funding through the Federal Transit Administration's Capital Improvement Grant program.  2020: The Federal Transit Administration issues the third and fourth Letter of No Prejudice from the Federal Transit Administration. The Federal Transit Administration also awards a Full Funding Grant Agreement for \$928.9 million.  April 2021: The FTA awarded \$100 million Coronavirus Response and Relief Supplemental Appropriation Act (CRRSAA), Section 5307 Urbanized Area Apportionment.  August 2021: Hennepin County Board Resolution 21-0297 approved a capital budget amendment to increase county funding for the project by \$200.3 million.  September 2021: The Federal Transit Administration awarded \$30.5 million American Rescue Plan grant to the project.  December 2022: The Metropolitan Council committed \$161 million of additional federal funds to the project.  September 2023: the FTA awarded a \$27.8 million Section 165 CIG Funding.  December 2024: Resolution 24-0514 increases county funding by \$90,047,888 million as part of 2025 capital budget.
<b>Project's Effect on the Operating Budget:</b>  None.	
<b>Project's Effect on County Priorities:</b>  This project aligns with Hennepin County priorities to reduce disparities, support Complete and Green Streets initiatives, and increase multi-modal access to local businesses.	
<b>Changes from Prior CIP:</b>	

Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Board Approved Final	188,756,582							188,756,582



## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1000941 RRA: METRO Blue Line Extension Light Rail Transit  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRRA Capital - Transit Mobility

**Funding Start:** 2014  
**Funding Completion:** 2028

### Summary:

The METRO Blue Line Extension project is a proposed 13-mile expansion of the existing METRO Blue Line in the Twin Cities area of Minnesota that will extend from downtown Minneapolis through north Minneapolis, Golden Valley, Robbinsdale, Crystal, and Brooklyn Park, serving the northwest Twin Cities metro. The Light Rail Transit will link to local and express bus routes, and will seamlessly connect to the regional transitway system at Target Field Station in downtown Minneapolis.

### Purpose & Description:

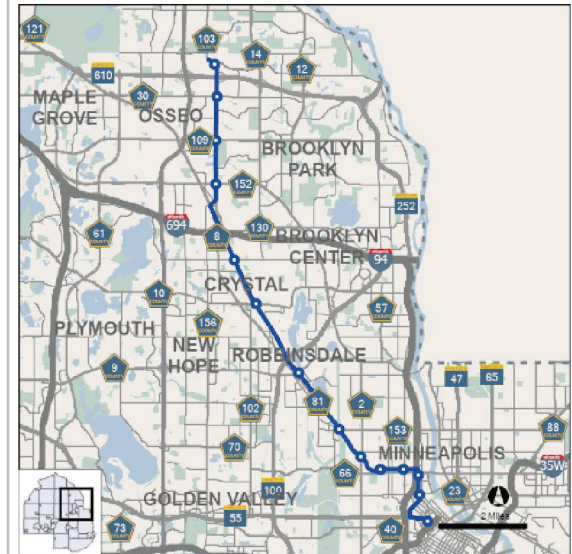
The Blue Line Extension project is needed to effectively address long-term regional transit mobility and local accessibility needs while providing efficient, travel-time competitive transit service that supports economic development goals and objectives of local, regional, and statewide plans.

NOTE: The project budget only shows the Regional Railroad Authority's share of project costs. "Bonds - GO" is general obligation bonded indebtedness funded with Regional Railroad Authority property taxes.

The total estimated project cost is between \$2.9 billion and \$3.2 billion, which includes contingency of 35% to 45%. Contributions are anticipated from:

\$752.7 million Federal sources  
 85.6 million Counties Transit Improvement Board  
 530.1 million Hennepin County  
 149.6 million Hennepin County Regional Railroad Authority (includes \$5.1 million prior non-capital contribution)  
 17.4 million Other sources  
1,664.6 million Funders to be determined  
 3,200.0 million Total

Current projections show a base cost for constructing the line at \$2.2 billion. To account for potential costs associated with unknown risks and conditions at this early design phase, the federal government also requires projects to add contingency costs between 35% and 45%, leading to a preliminary total cost range between \$2.9 billion and \$3.2 billion. These preliminary ranges are consistent with national trends in inflation and rising construction costs since the pandemic. The Blue Line Extension remains on the lower end of comparable projects around the country in terms of relative cost.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	73,042,927	68,242,927	4,800,000	8,000,000	8,000,000	7,430,446				96,473,373
Bonds - GO	47,983,627		47,983,627							47,983,627
<b>Total</b>	<b>121,026,554</b>	<b>68,242,927</b>	<b>52,783,627</b>	<b>8,000,000</b>	<b>8,000,000</b>	<b>7,430,446</b>				<b>144,457,000</b>
EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction	92,690,554	37,486,513	55,204,041	8,000,000	8,000,000	7,430,446				116,121,000
Other Costs	28,336,000	29,089,398	(753,398)							28,336,000
<b>Total</b>	<b>121,026,554</b>	<b>66,575,910</b>	<b>54,450,644</b>	<b>8,000,000</b>	<b>8,000,000</b>	<b>7,430,446</b>				<b>144,457,000</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1000941 RRA: METRO Blue Line Extension Light Rail Transit <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRA Capital - Transit Mobility	<b>Funding Start:</b> 2014 <b>Funding Completion:</b> 2028
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
<div style="display: flex;"> <div style="width: 20%;">           Department Requested            Administrator Proposed            CBTF Recommended            Board Approved Final         </div> <div style="width: 80%; text-align: center; font-size: 48px; font-weight: bold;">N/A</div> </div>								

**Scheduling Milestones (major phases only):**

Project Development: 2014 - 2016

Engineering: 2017 - Present

Construction: 2027-2030

**Board Resolutions / Supplemental Information:**

March 2010: Final Alternatives Analysis Study report published.

June 2012: The Hennepin County Regional Railroad Authority (HCRRA) recommends construction of light rail on the "B-C-D1 Alignment" along West Broadway Avenue in Brooklyn Park, the Burlington Northern Santa Fe Railroad corridor, and Olson Memorial Highway/Trunk Highway 55.

May 2013: The Metropolitan Council adopts the route and mode recommended by HCRRA as the Locally Preferred Alternative for the Blue Line Transitway Extension in the regional 2030 Transportation Policy Plan.

March 2014: The Blue Line Transitway Extension Draft Environmental Impact Statement is published.

August 2014: The Federal Transit Administration approves the project to begin the Project Development phase of work. The project transitions from Hennepin County to the Metropolitan Council.

March 2016: In the municipal consent process, a requirement under state law, Hennepin County and cities along the route review and approve preliminary design plans for the project.

July 2016: The Federal Transit Administration issues its Record of Decision.

January 2017: The Federal Transit Administration approves the project to enter the Engineering phase of work.

2017: The Bassett Creek stormwater tunnel under Olson Memorial Highway is relocated to accommodate the future Van White Boulevard Station.

April 2022: Hennepin County and the Metropolitan Council release a route recommendation for public comment.

May 2024: Minnesota State Legislature modified a prior appropriation to Hennepin County for Blue Line Extension. \$10 million will be available in fiscal year 2024 for planning and engineering, and \$10 million will support anti-displacement efforts; the remaining \$30 million will be available upon award of Full Funding Grant Agreement from the Federal Transit Administration.

March 2024: Current projections show a preliminary total cost range between \$2.9 and \$3.2 billion.

May 2025: Metropolitan Council and Federal Transit Administration published the Supplemental Final Environmental Impact Statement. Final environmental and design approvals expected in 2025/2026.

**Project's Effect on the Operating Budget:**

2023 Legislation requires that Metro Transit be responsible for operations and maintenance costs. There will be no effect on the Railroad Authority's operating budget.

**Project's Effect on County Priorities:**

This project aligns with Hennepin County priorities to reduce disparities, support Complete and Green Streets initiatives, and increase multi-modal access to local businesses.

**Changes from Prior CIP:**

August 2020: Hennepin County and the Metropolitan Council begin engaging project partners and community stakeholders about possible LRT route options for the project without using the approximately 8 miles of freight railroad property, as initially planned. By the end of 2021, the project team aims to have a new route option that has the support of corridor residents, businesses, and cities. This alignment will then be advanced for environmental review and engineering work to be completed in coming years.

Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Board Approved Final	111,426,554	9,600,000	8,000,000	8,000,000	7,430,446			144,586,163

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1007842 RRA: Capital Reserve  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Transit Mobility

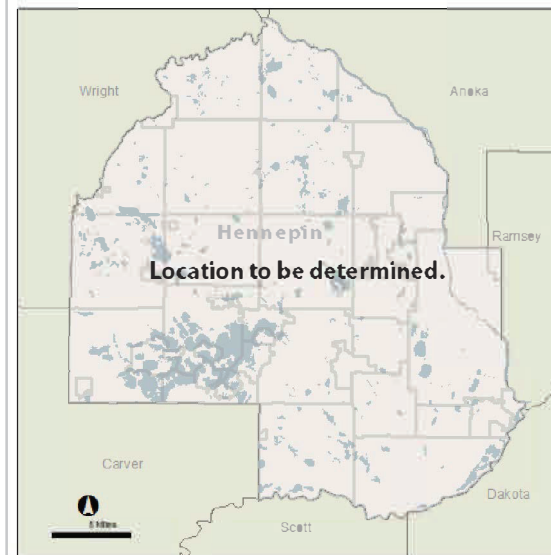
**Funding Start:** 2020  
**Funding Completion:** 2030

### Summary:

The Capital Reserve project recognizes the need for a number of future capital investments of which the scope, priority and timing have not been finalized.

### Purpose & Description:

The Hennepin County Regional Rail Authority Board has approved the creation of the Capital Reserve project to hold financial resources for a number of future capital investments of which the final scope, priority and timing have not been determined.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	41,509,717	41,476,070	33,647	5,051,096	2,479,809	6,569,554	14,000,000	13,500,000		83,110,176
<b>Total</b>	<b>41,509,717</b>	<b>41,476,070</b>	<b>33,647</b>	<b>5,051,096</b>	<b>2,479,809</b>	<b>6,569,554</b>	<b>14,000,000</b>	<b>13,500,000</b>		<b>83,110,176</b>

EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Other Costs	41,509,717		41,509,717	5,051,096	2,479,809	6,569,554	14,000,000	13,500,000		83,110,176
<b>Total</b>	<b>41,509,717</b>		<b>41,509,717</b>	<b>5,051,096</b>	<b>2,479,809</b>	<b>6,569,554</b>	<b>14,000,000</b>	<b>13,500,000</b>		<b>83,110,176</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1011901 RRA: Dakota Corridor - Arcola Bridge  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Corridor Investments

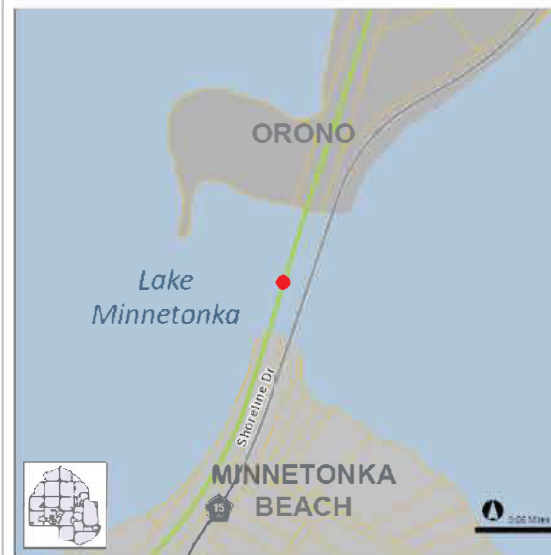
**Funding Start:** 2030  
**Funding Completion:** 2030

### Summary:

The HCRRA Arcola bridge over Lake Minnetonka carries the Dakota Trail over Lake Minnetonka between the Cities Minnetonka Beach and Orono. Project 1011901 will replace the existing bridge.

### Purpose & Description:

Project 1011901 is anticipated to be combined with the replacement of Bridge #27510 over Arcola Channel is in the Work Plan (Candidate ID 2201768) - tentatively scheduled for 2032.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax								500,000		500,000
<b>Total</b>								<b>500,000</b>		<b>500,000</b>
EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction								500,000		500,000
<b>Total</b>								<b>500,000</b>		<b>500,000</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1009618 RRA: Midtown Bridges - 1st Avenue  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Corridor Investments

**Funding Start:** 2023  
**Funding Completion:** 2024

### Summary:

HCRRA Bridge #92347 was constructed in 1914 and carries 1st Ave South over the Midtown Greenway in Minneapolis. Project 1009618 will replace the bridge.

### Purpose & Description:

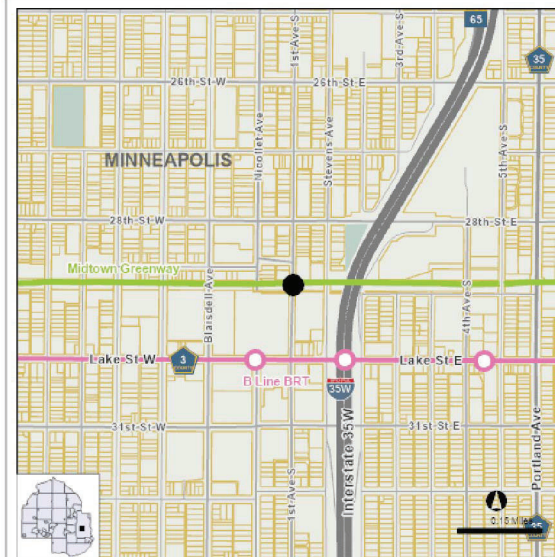
The roadway currently carries 8,600 AADT (2019), one-way Northbound, and is classified as a Urban Collector. The bridge is classified as Structurally Deficient and is Load Posted.

The City of Minneapolis will lead the project and contribute a total of **\$6,062,072**.

The Regional Railroad Authority will contribute a total of **\$4,663,131**.

No federal funds are contributing to the project.

The total project budget is **\$10,725,204**.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	4,663,131	4,663,131								4,663,131
<b>Total</b>	<b>4,663,131</b>	<b>4,663,131</b>								<b>4,663,131</b>
EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction	4,663,131	4,663,131								4,663,131
<b>Total</b>	<b>4,663,131</b>	<b>4,663,131</b>								<b>4,663,131</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1009618 RRA: Midtown Bridges - 1st Avenue <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRA Capital - Corridor Investments	<b>Funding Start:</b> 2023 <b>Funding Completion:</b> 2024
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final								

<b>Scheduling Milestones (major phases only):</b>  Construction complete and bridge open to traffic.	<b>Board Resolutions / Supplemental Information:</b>  In spring 2024, the City of Minneapolis bid the construction project for the First Avenue Bridge. Resolution 24-HCRRA-0014, passed on 07/23/2024, amended the agreement with the City of Minneapolis. The resulting bid award increased the county cost by \$1,301,940, and that the project budget for CP 1009618 be increased from \$3,361,191 to \$4,663,131.
<b>Project's Effect on the Operating Budget:</b>	
<b>Project's Effect on County Priorities:</b>  The bridge is located within the Chicago, Milwaukee and St. Paul Railroad Grade Separation district as listed on the National Register of Historic Places.  The improvement also aligns with Hennepin County priorities to reduce disparities, support Complete and Green Streets initiatives, and increase multi-modal access to local businesses.	
<b>Changes from Prior CIP:</b>  None.	

Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final	4,663,131							4,663,131



## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1009620 RRA: Midtown Bridges - Pillsbury Avenue  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Corridor Investments

**Funding Start:** 2023  
**Funding Completion:** 2026

### Summary:

HCRRA Bridge #L8909 was constructed in 1914 and carries Pillsbury Ave South over the Midtown Greenway in Minneapolis. Project 1009620 will improve the bridge condition.

### Purpose & Description:

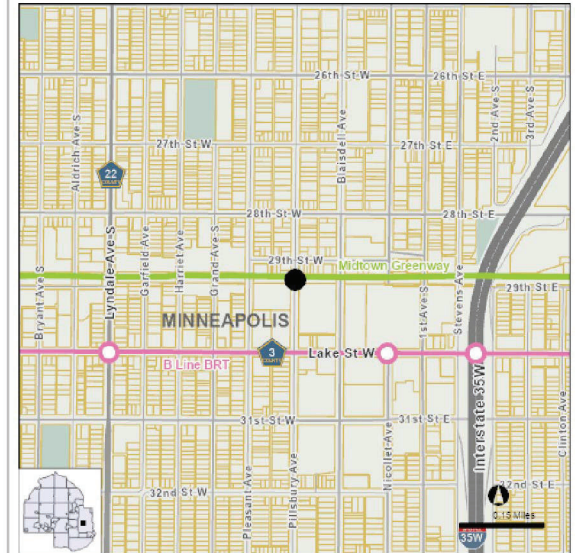
The roadway currently carries 5,200 AADT (2013) and is classified as a Urban Local. The bridge is classified as Structurally Deficient.

The City of Minneapolis will lead the project and contribute an increased budget amount approximately **\$3,338,241**.

The Regional Railroad Authority will contribute an increased amount of **\$1,048,692** for a total of **\$2,329,884**.

Total federal funding of \$4,160,000.

The new total project budget is **\$9,828,125**.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	1,281,192	815,378	465,814	1,048,692						2,329,884
<b>Total</b>	<b>1,281,192</b>	<b>815,378</b>	<b>465,814</b>	<b>1,048,692</b>						<b>2,329,884</b>
EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction	1,281,192	1,281,192		1,048,692						2,329,884
<b>Total</b>	<b>1,281,192</b>	<b>1,281,192</b>		<b>1,048,692</b>						<b>2,329,884</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1009620 RRA: Midtown Bridges - Pillsbury Avenue <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRA Capital - Corridor Investments	<b>Funding Start:</b> 2023 <b>Funding Completion:</b> 2026
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final								
<b>Scheduling Milestones (major phases only):</b>  The project is currently in design, and expected to bid in fall of 2025.  Construction is anticipated in 2026.			<b>Board Resolutions / Supplemental Information:</b>  BAR 23-HCRRA-0007 - Cooperative Funding Agmt PR00004528 with Minneapolis for cost participation in the replacement of First Avenue, Pillsbury Avenue, 10th Avenue, and Nicollet Avenue bridges					
<b>Project's Effect on the Operating Budget:</b>								
<b>Project's Effect on County Priorities:</b>  The bridge is located within the Chicago, Milwaukee and St. Paul Railroad Grade Separation district as listed on the National Register of Historic Places.  The improvement also aligns with Hennepin County priorities to reduce disparities, support Complete and Green Streets initiatives, and increase multi-modal access to local businesses.								
<b>Changes from Prior CIP:</b>  Actual bid prices have been significantly over the budgeted amounts for construction. Budgeted construction costs have been based on estimated overages.								
Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final	349,564	931,628						1,281,192



## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1009619 RRA: Midtown Bridges - 10th Avenue  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Corridor Investments

**Funding Start:** 2023  
**Funding Completion:** 2026

### Summary:

HCRRA Bridge #L8915 was constructed in 1915 and carries 10th Ave South over the Midtown Greenway in Minneapolis. Project 1009619 will improve the bridge condition.

### Purpose & Description:

The roadway currently carries 3,772 AADT (2018) and is classified as a Urban Local. The bridge is classified as Structurally Deficient and has been closed to vehicle traffic since December 2021. It remains open for bicyclists and pedestrians.

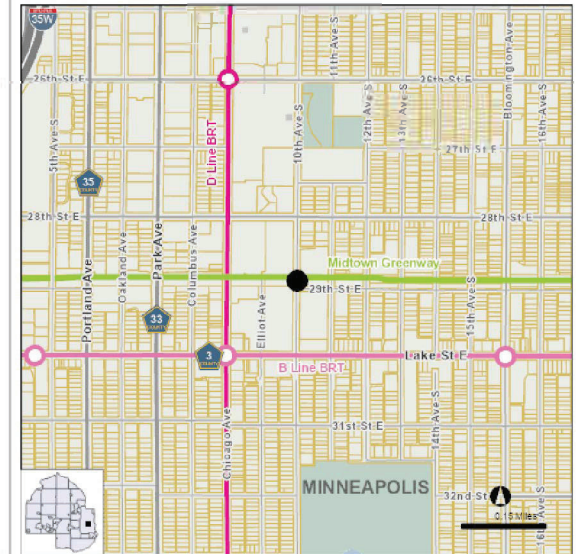
Construction costs are estimated to be over the originally budgeted amount, the City budget is estimated to increase at least **\$1,090,640** for a new total contribution of **\$3,179,971**.

Both the City of Minneapolis and RRA desired to advance this project ahead of receiving the federal funding for this project in 2026 and were willing to front some of the funding needs to expedite the schedule. The original project schedule was anticipated to be ahead of the federal reimbursement; however the project schedule now aligns with the federal reimbursement, therefore there is no need for the City and County to provide the funds up front. This also results in a budget decrease.

HCRRA contributed \$2,796,511 in 2024, and \$335,581 in 2025, for a total of contribution of \$3,545,638. The actual construction costs are budgeted to increase **\$1,090,640**, however the previous contributions in 2024 and 2025 result in a net **decrease** of **\$1,429,359** in 2026, for a new total contribution being **\$2,116,279**.

The total Federal Funding contribution is \$5,040,000.

The total project budget is **\$10,336,250**.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	3,545,638	3,377,848	167,790	(1,429,359)						2,116,279
<b>Total</b>	<b>3,545,638</b>	<b>3,377,848</b>	<b>167,790</b>	<b>(1,429,359)</b>						<b>2,116,279</b>
EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction	3,545,638	3,545,638		(1,429,359)						2,116,279
<b>Total</b>	<b>3,545,638</b>	<b>3,545,638</b>		<b>(1,429,359)</b>						<b>2,116,279</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1009619 RRA: Midtown Bridges - 10th Avenue <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRA Capital - Corridor Investments	<b>Funding Start:</b> 2023 <b>Funding Completion:</b> 2026
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final								

<b>Scheduling Milestones (major phases only):</b>  2025 - 2026: Construction	<b>Board Resolutions / Supplemental Information:</b>  BAR 23-HCRRA-0007 - Cooperative Funding Agmt PR00004528 with Minneapolis for cost participation in the replacement of First Avenue, Pillsbury Avenue, 10th Avenue, and Nicollet Avenue bridges
<b>Project's Effect on the Operating Budget:</b>	
<b>Project's Effect on County Priorities:</b>  The bridge is located within two historical sites: the Railroad Grade Separation Historic District and the Midtown Exchange (former Sears Building). The bridge is recognized as an important connection for the community as it supports access over and to the Midtown Greenway, the Allina Health Campus, and businesses on Lake St. The project will engage with many stakeholders, including the Midtown Exchange, Lake Street Council, Midtown Greenway Coalition, and Allina Health.  The improvement also aligns with Hennepin County priorities to reduce disparities, support Complete and Green Streets initiatives, and increase multi-modal access to local businesses.	
<b>Changes from Prior CIP:</b>  Actual bid prices have been significantly over the budgeted amounts for construction. Budgeted construction costs have been based on the overages.  Both the City of Minneapolis and RRA desired to advance this project ahead of receiving the federal funding for this project in 2026 and were willing to front some of the funding needs to expedite the schedule. The original project schedule was anticipated to be ahead of the federal reimbursement; however the project schedule now aligns with the federal reimbursement, resulting in a budget decrease.	

Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final	3,210,057	335,581						3,545,638

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1009621 RRA: Midtown Bridges - Nicollet Avenue  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Corridor Investments

**Funding Start:** 2023  
**Funding Completion:** 2026

### Summary:

HCRRA Bridge #90590 was constructed in 1914 and carries Nicollet Avenue South over the Midtown Greenway in Minneapolis. Project 1009621 will replace the bridge.

### Purpose & Description:

The bridge is classified as Structurally Deficient and has been closed since 1977.

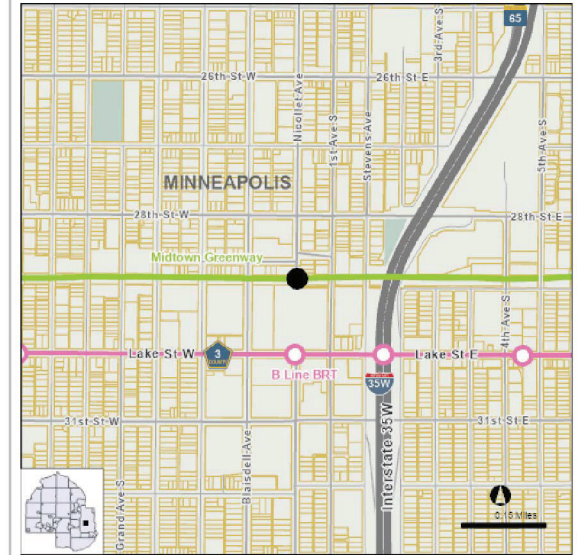
Actual construction costs were significantly over the budgeted amount.

The City of Minneapolis is leading the project, and will contribute an increased budget amount of **\$1,034,668** for a new total contribution of **\$6,228,999**.

The Regional Railroad Authority will contribute an increased budget amount of **\$804,361**, for a new total project contribution of **\$4,800,000**.

No federal funds are contributing to the project.

The new total project cost is **\$11,028,999**.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	3,995,639	2,205,592	1,790,046	804,361						4,800,000
<b>Total</b>	<b>3,995,639</b>	<b>2,205,592</b>	<b>1,790,046</b>	<b>804,361</b>						<b>4,800,000</b>

EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction	3,995,639	3,995,639		804,361						4,800,000
<b>Total</b>	<b>3,995,639</b>	<b>3,995,639</b>		<b>804,361</b>						<b>4,800,000</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1009621 RRA: Midtown Bridges - Nicollet Avenue <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRA Capital - Corridor Investments	<b>Funding Start:</b> 2023 <b>Funding Completion:</b> 2026
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final								

<b>Scheduling Milestones (major phases only):</b>  Bids received in April 2025.  Construction is expected to begin in early fall of 2025, and last through 2026.	<b>Board Resolutions / Supplemental Information:</b>  BAR 23-HCRRA-0007 - Cooperative Funding Agmt PR00004528 with Minneapolis for cost participation in the replacement of First Avenue, Pillsbury Avenue, 10th Avenue, and Nicollet Avenue bridges
<b>Project's Effect on the Operating Budget:</b>	
<b>Project's Effect on County Priorities:</b>  The bridge is located within the Chicago, Milwaukee and St. Paul Railroad Grade Separation district as listed on the National Register of Historic Places.  The improvement also aligns with Hennepin County priorities to reduce disparities, support Complete and Green Streets initiatives, and increase multi-modal access to local businesses.	
<b>Changes from Prior CIP:</b>  On April 22, 2025, bids for the Nicollet bridge project were received, with the apparent low bidder submitting at <b>\$8,232,051</b> .  The total project cost increased <b>\$1,839,029</b> , for a new total project cost of <b>\$11,028,999</b> .	

Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final	415,546	3,580,093						3,995,639

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1010999 RRA: Midtown Bridges - 18th Avenue S  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Corridor Investments

**Funding Start:** 2025  
**Funding Completion:** 2027

### Summary:

HCRRA Bridge #L8923 was constructed in 1916 and carries 18th Ave South over the Midtown Greenway in Minneapolis. Project 1010999 will improve the bridge condition.

### Purpose & Description:

The roadway currently carries 1,670 AADT (2018) and is classified as Local. The bridge is classified as being in Poor condition and is currently Load Posted.

Actual bid prices have been significantly over the budgeted amounts for construction. Budgeted construction costs have been based on estimated overages.

The City of Minneapolis will lead the project and contribute an increased amount of **\$1,749,845**, for a new total anticipated budget of **\$5,398,410**.

The Regional Railroad Authority will contribute an increased amount of **\$1,749,845**, for a new total of **\$3,864,126**.

Total federal funding is \$6,000,000.

The total project budget is **\$15,262,536**.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	450,000	225,000	225,000	1,654,107	1,760,019					3,864,126
<b>Total</b>	<b>450,000</b>	<b>225,000</b>	<b>225,000</b>	<b>1,654,107</b>	<b>1,760,019</b>					<b>3,864,126</b>
EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction	450,000	2,114,281	(1,664,281)	1,654,107	1,760,019					3,864,126
<b>Total</b>	<b>450,000</b>	<b>2,114,281</b>	<b>(1,664,281)</b>	<b>1,654,107</b>	<b>1,760,019</b>					<b>3,864,126</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1010999 RRA: Midtown Bridges - 18th Avenue S <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRA Capital - Corridor Investments	<b>Funding Start:</b> 2025 <b>Funding Completion:</b> 2027
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final								

<b>Scheduling Milestones (major phases only):</b>     <b>Project's Effect on the Operating Budget:</b>   <b>Project's Effect on County Priorities:</b>   <b>Changes from Prior CIP:</b> Actual bid prices have been significantly over the budgeted amounts for construction. Budgeted construction costs have been based on estimated overages.	<b>Board Resolutions / Supplemental Information:</b>  BAR 24-HCRRA-0015 - Agreement PR00006308 with the City of Mpls relating to the replacement of 18th Avenue and Grand Avenue bridges (CP 1010999 and CP 1011000); NTE \$4,262,414.
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Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final		450,000	1,654,107					2,104,107



## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

**Project Name:** 1011000 RRA: Midtown Bridges - Grand Ave S Bridge  
**Major Program:** Regional Railroad Authority  
**Department:** HCRRA Capital - Corridor Investments

**Funding Start:** 2025  
**Funding Completion:** 2027

### Summary:

HCRRA Bridge #L8907 was constructed in 1914 and carries Grand Ave South over the Midtown Greenway in Minneapolis. Project 1011000 will improve the bridge condition.

### Purpose & Description:

The roadway currently carries 986 AADT (2018) and is classified as Local. The bridge is classified as being in Poor condition and is currently Load Posted.

Actual bid prices have been significantly over the budgeted amounts for construction. Budgeted construction costs have been based on estimated overages.

The City of Minneapolis will lead the project and contribute an increased amount of **\$1,749,845**, for a new total anticipated budget of **\$5,487,417**.

The Regional Railroad Authority will contribute an increased amount of **\$1,760,172**, for a new total of **\$3,897,978**.

Total federal funding of \$6,300,000.

The total project budget is **\$15,685,395**.



REVENUE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Property Tax	534,050	267,025	267,025	1,603,756	1,760,172					3,897,978
<b>Total</b>	<b>534,050</b>	<b>267,025</b>	<b>267,025</b>	<b>1,603,756</b>	<b>1,760,172</b>					<b>3,897,978</b>

EXPENSE	Budget To-Date	Act & Enc	Balance	2026 Budget	2027	2028	2029	2030	Future	Total
Construction	534,050	2,148,133	(1,614,083)	1,603,756	1,760,172					3,897,978
<b>Total</b>	<b>534,050</b>	<b>2,148,133</b>	<b>(1,614,083)</b>	<b>1,603,756</b>	<b>1,760,172</b>					<b>3,897,978</b>

## ADMIN RECOMMENDED: 2026 CAPITAL BUDGET AND 2026-2030 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1011000 RRA: Midtown Bridges - Grand Ave S Bridge <b>Major Program:</b> Regional Railroad Authority <b>Department:</b> HCRRA Capital - Corridor Investments	<b>Funding Start:</b> 2025 <b>Funding Completion:</b> 2027
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Current Year's CIP Process Summary	Budget To-Date	2026 Budget	2027	2028	2029	2030	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final								

<b>Scheduling Milestones (major phases only):</b>     <b>Project's Effect on the Operating Budget:</b>   <b>Project's Effect on County Priorities:</b>   <b>Changes from Prior CIP:</b> Actual bid prices have been significantly over the budgeted amounts for construction. Budgeted construction costs have been based on estimated overages.	<b>Board Resolutions / Supplemental Information:</b>  BAR 24-HCRRA-0015 - Agreement PR00006308 with the City of Mpls relating to the replacement of 18th Avenue and Grand Avenue bridges (CP 1010999 and CP 1011000); NTE \$4,262,414.
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Last Year's CIP Process Summary	Budget To-Date	2025	2026	2027	2028	2029	Future	Total
Department Requested	N/A							
Administrator Proposed								
CBTF Recommended								
Board Approved Final		534,050	1,603,756					2,137,806



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## **2026 Budget Hearing Schedule**

**(as of January 3, 2025)**

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Tuesday, September 16, 2025 – 1:30 p.m.

County Administrator presents proposed 2026 budget to the County Board

Thursday, September 25, 2025 – 1:30 p.m.

County Board adopts maximum 2026 property tax levy.

HCRRA and HCHRA maximum levies are approved by their respective boards.

Monday, September 29, 2025, 12:00 noon

Disparity Elimination

Wednesday, October 1, 2025, 12:00 noon

Law, Safety and Justice and Public Works

Monday, October 6, 2025, 12:00 noon

Hennepin County Sheriff and Hennepin County Attorney

Monday, October 20, 2025, 12:00 noon

Capital Budget Public Hearing, Capital Budgeting Task Force (CBTF) presentation,  
Fees Public Hearing

Wednesday, October 22, 2025, 12:00 noon

Resident Services and Operations

Thursday, October 23, 2025, 12:00 noon

Health, Human Services and Public Health

Monday, November 10, 2025, 12:00 noon

Administrator amendments

Thursday, November 20, 2025, 12:00 noon

Commissioner amendments

Tuesday, December 2, 2025, 6:00 pm

Truth in Taxation Public Hearing

Thursday, December 11, 2025 – 1:30 pm

County Board approves 2026 budget / levy at regularly scheduled board meeting