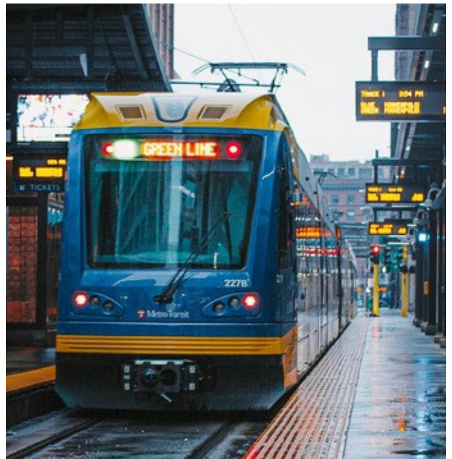
Management of Regional Assets Policy, FM 8-1

December 3, 2025

METROPOLITAN COUNCIL

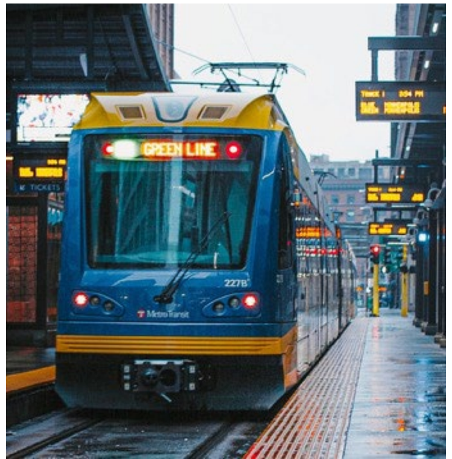
Council Capital Assets

- Land
- Buildings and infrastructure
- Construction in progress
- Vehicles
- Equipment
- Property leases / Subscription-based information technology arrangements
- Public-Private or Public-Public Partnerships



Proposed Change - Management of Regional Assets Policy, FM 8-1

- Updates to this policy will allow the Regional Administrator to set the initial cost threshold and document it in Council Procedure FM 8-1b Regional Capital Asset Guidelines.
- For example, in 2024, the Federal Transit Administration (FTA) updated its guidance to increase the asset capitalization threshold from $5,000 to $10,000. The proposed change to the Council's policy will allow the Council to align with FTA's guidance through amendments to Procedure FM 8-1b and provides flexibility to address future changes to the initial cost threshold whether suggested by FTA or other accounting guidance.
- Housekeeping: update job titles, remove employee names, formatting, change name from "fixed assets" to "capital assets", etc.



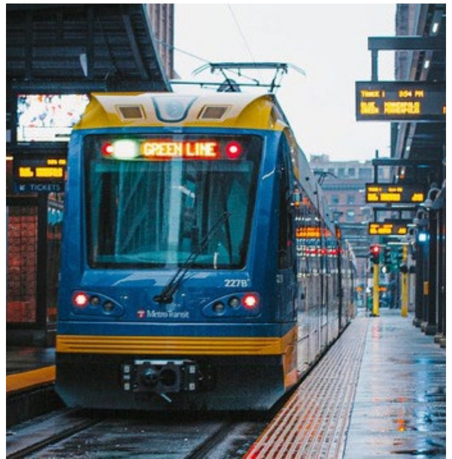
Reporting Impact of Procedure FM 8-1b Change

Capital assets between $5K - $10K (range)

	ES	HRA	MT	MTS	RA	Total
Quantity of assets in range	1,218	0	1,583	4	47	**2,852**
Total quantity of assets	8,038	302	7,989	1,492	176	**17,997**
Percent of assets in range	**15%**	**0%**	**20%**	**0.3%**	**27%**	**16%**
Dollar value of assets in range	$8.7M	$0	$10.1M	$35K	$341K	**$19.4M**
*Total dollar value of assets	$3.9B	$29.2M	$6.5B	$350M	$29.1M	**$10.7B**
Percent of assets in range	**0.2%**	**0%**	**0.2%**	**0.01%**	**1.2%**	**0.2%**

total cost of assets as of 12/31/24

Conclusion: adoption of the policy and implementation of the proposed Procedure FM 8-1b will impact 0.2% of the total of the total dollar value of reported assets.



Thank you!

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