End-of-Session Update
Transportation Advisory Board

Prepared by
MnDOT, Office of Government Affairs
June 21, 2017
The Sources of New Funding:

Major provisions include:

• **Dedicating Vehicle Rental Taxes, Vehicle Rental Sales Tax, and remaining Motor Vehicle Lease Sales Tax**

• **Dedicating a portion of the Auto Parts Sales tax** $2.628M/month (‘18/’19), $12.137M/month (‘20/’21)

• **Motor Vehicle Lease Sales Tax (MVLST) split changed:**
  • 38% Greater Minnesota Transit – net loss of $3.1M over 10 year in Transit Assistance Fund
  • 38% 5 Metro “Collar Counties” $3.3M/biennium but net loss over 10 years of $3M
  • 13% Local Bridge Program- $25M/biennium
  • 11% Highway User Tax Distribution Fund
## The Funding:

<table>
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<tr>
<th>HUTD Funding</th>
<th>House File 3: FY 2018-19</th>
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<td>State Trunk Highway</td>
<td>$102M</td>
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<tr>
<td>County State Aid Highway</td>
<td>$47.8M</td>
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<tr>
<td>Municipal State Aid Street</td>
<td>$14.8M</td>
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<tr>
<td>Turnbacks</td>
<td>$4.6M</td>
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<tr>
<td>Townships</td>
<td>$4.0M</td>
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TH Funding Allocations:

- New revenue to the trunk highway fund from the general fund through the highway user tax distribution fund totaling $102.2M FY18-19; $244.5M FY20-21
- Trunk highway fund cash appropriation to Corridors of Commerce $25M/ year
- Trunk Highway bonding $940M over 4 years
  - State Road Construction $100 $100 $220 $220
  - Corridors of Commerce $ 50 $ 50 $100 $100
- New TH revenues required for bonding debt service and Corridors of Commerce appropriation
Additional Funding Allocations:

One time major funding provisions include:

- $8M/year for small cities under 5,000
- Metro Counties $5M/year (no money spent in Minneapolis or St. Paul)
- Town Roads - $2M/year
- Funding for 2 airport terminals: Duluth Airport - $6.6M and Rochester - $2.3M
- One time reduction in Greater MN Transit

General Fund appropriation by $16.825M

Other major funding provisions are:

- Base funding for MnDOT Passenger Rail = $1 million FY 18-19
- Change Item funding for MnDOT Freight Rail = $1.6 million FY 18-19
Policy Items:

• Corridors of Commerce Program
  • Use all criteria; no additional allowable
  • Added criteria for regional balance statewide
  • Score all eligible projects; scores must be public
  • Report required on project selection process
  • Highway 212 eligible

• Highway Construction Costs Study

• Maintain information on TH project spending by locals

• Tolling and MnPASS study

• Report on Turnbacks

• I-35E weigh station construction moratorium
Additional Policy Items:

- Report on Turnbacks
- I-35 E weigh station construction moratorium
- $7 million cap on local bridge bonding, and new major bridge account
- 15% MnDOT efficiencies
- $75 annual electric vehicle registration surcharge into HUTD fund
- Creation of an Active Transportation Program
SS HF 5 Bonding Bill:

Local Bridge Program TOTAL- $49.2M
• Local Bridge Program $16.5M
• Local Bridge Program earmarks:
  • City of Isle: $.8M
  • City of Minneapolis, 10th Ave.: $31.875M

Local Road Improvement Program TOTAL- $115.932M
• Local Road Improvement Program: $25.3M
SS HF 5 Bonding Bill:

Local Road Improvement Program earmarks:

- Hennepin County/Minneapolis: I35W - $25M
- TH 12 intersections - $11.3M
- TH 212 interchange in Chaska - $10.5M
- Inver Grove Heights, Broderick Blvd. - $1M
- Ramsey Co. 694/Rice St. interchange - $20.5M
- Redwood County, State Veterans Cemetery Road - $.7M

- McLeod County, CSAH 15 - $2.35M
- Appleton Township, 100th St. SW - $1M
- Anoka County, Lake Drive and I-35 - $9M
- City of Baxter, Cypress Drive - $6M
- City of Blaine, 105th Ave. - $3.246M
SS HF 5 Bonding Bill:

Rail Grade Separations on Crude Oil Rail Lines - $71.124M:
- Moorhead - $42.262M
- Anoka Co. Hanson Blvd - $14.1M
- Red Wing Sturgeon Lake Rd - $14.762M

Other Rail Provisions:
- Highway Rail Grade Crossing Signal Replacement - $1M
- Minnesota Valley Regional Rail Road - $4M
- City of Hugo Rail line improvement - $1.5M
- Minnesota Rail Service Improvement Program - $1M
SS HF 5 Bonding Bill:

Other Provisions:

• Minnesota Port Improvement Program - $5M
• International Falls: Koochiching Airport terminal - $3M
• City of Grand Rapids Pedestrian bridge - $.750M
• Eden Prairie Rail Crossing - $1.4M
• Safe Routes to School - $1M
• Transportation Economic Development Program, Dept. of Employment and Economic Development - $3.5M