



# Legislative Update

Erik Rudeen

Office of Government Affairs

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# Key transportation issues in 2023

- IJJA trunk highway budget authority
  - \$315M
- IJJA matching funds
- Historic, transformational
- Climate change
  - Electric vehicles
  - Active transportation
  - NLX passenger rail
  - 0.75% metro sales tax
    - 83% to Metro Transit
    - 17% to counties



# Capital Investment Bills



- \$85M Local Roads
  - + \$146.5M earmarks
  - + \$18M in transportation bill
- \$67M Local Bridges
  - + \$42M earmarks
  - + \$18m in transportation bill
- \$12M local road wetland mitigation
- \$18M water ports
- \$9.6M freight rail program
  - + \$3.6M grade crossings
- \$3.6M rail grade crossings
- \$3M greater MN transit
- \$1.5M TEDI program (DEED)

# Local Government Assistance

- Small cities dedicated funding
- Local road program
  - \$103M available
  - Last solicitation: \$80.5M available, \$344M applications
  - Fall/early winter 2023 solicitation
  - 3 months to submit applications, 3-4 months to score applications and convene advisory committee
  - Announce awards spring 2024
- Local bridge program
  - \$85M available
  - Waiting list includes ~\$30M in needs



# New Revenues – Chapter 68

- Indexes the gas tax to inflation
- Adjusts the motor vehicle registration tax
- Increases the motor vehicle sales tax to 6.875%
- New “transportation advancement account”
  - 50-cent fee on deliveries over \$100 (excluding food and most tax-exempt items)
  - 56.5% of the sales tax on auto parts by 2033 (43.5% to highway user fund immediately)
- TAA distribution
  - 36% metropolitan counties (50% population, 50% needs)
  - 10% county state-aid highways
  - 15% large cities assistance
  - 27% small cities assistance
  - 11% town roads
  - 1% food delivery support



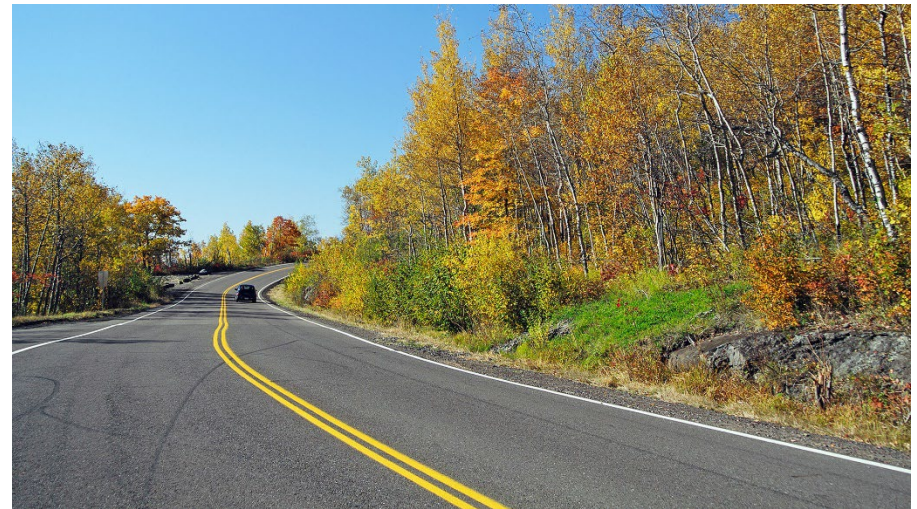
# Omnibus Transportation Bill

- Matching funds for IIJA
  - \$2M technical assistance for local gov'ts, tribes, metropolitan planning orgs
  - \$216.4M, up to \$10M to match federal grants
- \$13.6M EV infrastructure
- \$600/\$2500 EV credits
- \$4M electric bicycle grants
- \$39M active transportation
  - + \$1.2M bonding
- \$20M safe routes to school
  - + \$2.4M bonding



# Omnibus Transportation Bill

- \$599M trunk highway bonding
  - \$200M state road construction
  - \$87M MnDOT facilities
  - \$153M Corridors of Commerce
  - \$158M earmarks
- \$11.7M sustainable aviation fuels
- Greenhouse gas and vehicle miles traveled assessment, mitigation, working group
- Electric transmission location along roadways for non-public utilities
- Unmet need of \$27B over next 20 years for trunk highway system



# Thank you!

Erik Rudeen

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[erik.rudeen@state.mn.us](mailto:erik.rudeen@state.mn.us)