Total 2003 Revenues: $3.4 Billion

- Registration Tax: 14.7%
- Motor Fuel Tax: 19.5%
- MVET: 9.9%
- General Fund: 2.1%
- Federal Highway Aid: 14.4%
- Federal Transit Aid: 5.6%
- Local Effort: 33.7%
Minnesota Road and Transit Spending

Total 2003 Spending: $3.4 Billion

- MnDOT Construction: 17.8%
- City Streets: 25.1%
- County Highways: 21.9%
- Township Roads: 3.0%
- State Patrol: 2.2%
- Met Council Transit: 13.2%
- Greater MN Transit: 1.3%
- MNDOT Other: 15.5%
Highway Funding Sources
Highway Users Tax Distribution Fund
(HUTDF)

Gas Tax
$ 642 M

Vehicle Registration Tax
$ 487 M

Motor Vehicle Sales Tax (MVET)
$ 195 M

Collection Costs
DNR & Other

misc. Revenue
$12 m

Highway User Tax Distribution Fund
$1.324 billion

To:
Trunk Highway Fund
58.9%
$780 M

To:
County State Aid:
27.55%
$365 M

To:
Municipal State Aid: 8.55%
$113 M

To:
Town Roads, Bridges & Flexible Fund 5.0%
$66 M

FY 2003 - Vennewitz
Gas Tax Rate

Statutory Rate: 20 cents

Inflation adjusted 13.4 cents
Gas Tax Collections

2002 Dollars

$0 $100 $200 $300 $400 $500 $600 $700


Actual

Inflation Adjusted

2002 Dollars

Vennewitz
State Fuel Tax

Cents per gallon

June 30 2003 - Washington State Fuel Cost Analysis
Includes only gasoline and only state excise tax
Mn Vehicle Registration Tax
Adjusted for Inflation

2002 Dollars

Actual

Inflation-adjusted

2002 Dollars

$0

$100

$200

$300

$400

$500

$600

$700


Millions
State Trunk Highway Fund

Trunk Highway Fund

$1.180 billion

Federal Aid $340 m

HUTDF $780 m

Driver’s License & Other $60 m

MnDOT Operations, Maintenance & Other $490 m

MnDOT Construction $585 m

Debt Service $15

Public Safety & Other $95

FY 2003 - Vennewitz
Federal Highway Aid

Millions of dollars


Federal Highway Funding
Inflation - adjusted Federal Dollars

MnDOT OIM - 1988 Dollars
MnDOT Major Highway Revenues

Millions of dollars


State Funds  Federal Funds  Inflation-adjusted Total

MnDOT OIM - Does not include 2000 General Fund Appropriation
One-time Funding

2000

One-time Funds: $382.5 M

Uses:
- 50% Bottleneck removal
- 50% Interregional corridors

2003

Trunk Highway Bonds: $400 M
Advanced Construction: $400 M

Metro Projects:
- 694/35E: Unweave the Weave
- I-494: I-94 to TH 212 – Third Lane
- TH 169 South of I-494 – Convert to freeway
- Highway 212: New four lane highway
Highway Expenditures
MnDOT Trunk Highway Expenditures

Millions of dollars


$0 $500 $1,000 $1,500 $2,000

O&M  Construction  Public Safety/Other  Inflation - Adjusted

MnDOT OIM - Include 2000 General Fund Appropriation - State Fiscal Year
MnDOT Construction Program

 Millions

Federal Aid  State Funds  One-Time GF  TH Bond Funds  Federal AC

Vennewitz
MnDOT Debt Service

Vennewitz - Excludes AC
MnDOT Advanced Construction Payback

Vennewitz
CSA/MSA Funding

County State Aid: $365.2 M
- Metro: 18.7%
- Greater Mn: 81.3%

Municipal State Aid: $116.4 M
- Metro: 70.6%
- Greater Mn: 29.4%

Totals:
- Metro: $148 M
- Greater Mn: $323 M

Calendar 2002 - Relative Size Pies
Highway Spending
As Percent of State Gross Product

MnDOT - Federal Highway Statistics

<table>
<thead>
<tr>
<th>Year</th>
<th>Roadway Capital</th>
<th>Roadway Maintenance</th>
</tr>
</thead>
<tbody>
<tr>
<td>1991</td>
<td>1.63%</td>
<td></td>
</tr>
<tr>
<td>1992</td>
<td>1.62%</td>
<td></td>
</tr>
<tr>
<td>1993</td>
<td>1.59%</td>
<td></td>
</tr>
<tr>
<td>1994</td>
<td>1.41%</td>
<td>1.34%</td>
</tr>
<tr>
<td>1995</td>
<td>1.35%</td>
<td>1.4%</td>
</tr>
<tr>
<td>1996</td>
<td>1.4%</td>
<td>1.35%</td>
</tr>
<tr>
<td>1997</td>
<td>1.27%</td>
<td>1.34%</td>
</tr>
<tr>
<td>1998</td>
<td>1.27%</td>
<td>1.34%</td>
</tr>
<tr>
<td>1999</td>
<td>1.27%</td>
<td>1.34%</td>
</tr>
</tbody>
</table>

MnDOT - Federal Highway Statistics
State Disbursements for Highways: Capital Outlays per Capita

FHWA 2000 Data

National Comparisons
What do you buy?
MnDOT Major Projects

2004 – 2006

2007 - 2013
Examples of Unmet Needs: 2005 - 2025

Principal Arterials

- 35W N of 46th in Mpls
- Hwy 65 Blaine/Ham Lake
- I-35W/I-94 Interchange
- Hwy 13 Savage
- Hwy 77 S of river

Minor Arterials - Developing Areas

- TH 47 Andover/Ramsey
- TH 97 Forest Lake
- TH 55 Medina/Corcoran
- TH 3 Farmington/Rosemont

River Crossings

- TH 41 Chaska
- NW River Crossing Dayton
- TH 61 Hastings

Minor Arterials - Developed Areas

Little expansion because of development
Needs: Mobility at Current Levels

2001 TSP

Billions of Dollars

- Preserve: Need $2.26 B, Projected $2.26 B
- Manage: Need $0.84 B, Projected $0.84 B
- ROW: Need $3.23 B, Projected $0.88 B
- Improve/Expand: Need $8.30 B, Projected $1.22 B

2001 TSP
Transit
State and Local Transit Spending

FY 2003

Metro
87.6%

Greater Mn
12.4%
Transit Operating Funding

State
MVET: 21.5%
$128 M

State
General Fund
$59 M

Fares
$71 M

Federal
$28 M

Other
$16 M

Metro Transit - Bus: $213 M
Metro Transit - LRT: $12 M
Metro Mobility: $31 M
Opt Out Communities: $30 M
Contracted Routes: $11 M
Community Programs: $5 M
Transit Operating Revenues: State General Fund

Millions

Excludes $5 M of transition funds in 2001
Transit Operating Revenues: Property Tax/MVET

Millions

$0 $20 $40 $60 $80 $100 $120 $140


Prop Tax MVET Inflation-adjusted Total
Transit Operating Revenues: Fares

- Fares
- Inflation-adjusted Fares

Millions

$0 $20 $40 $60 $80


Bar chart showing Transit Operating Revenues for the years 1994 to 2004.
## Sources of Transit Operating Funding

<table>
<thead>
<tr>
<th>Region</th>
<th>Largest Source</th>
<th>Second Largest</th>
</tr>
</thead>
<tbody>
<tr>
<td>Baltimore</td>
<td>State Multimodal Fund (Gas Tax/MVET/Corporate Income)</td>
<td></td>
</tr>
<tr>
<td>Buffalo</td>
<td>State Petroleum Business Tax</td>
<td>Mortgage Recording Tax</td>
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<tr>
<td>Cincinnati</td>
<td>Local Payroll Tax</td>
<td>State General</td>
</tr>
<tr>
<td>Cleveland</td>
<td>Local Sales Tax</td>
<td></td>
</tr>
<tr>
<td>Denver</td>
<td>Local Sales Tax</td>
<td></td>
</tr>
<tr>
<td>Houston</td>
<td>Local Sales Tax</td>
<td></td>
</tr>
<tr>
<td>Pittsburgh</td>
<td>State and Local General Funds</td>
<td>State Lottery/Hotel/other</td>
</tr>
<tr>
<td>Portland</td>
<td>Local Payroll Tax</td>
<td>Local Property Tax</td>
</tr>
<tr>
<td>Seattle</td>
<td>Local Sales Tax</td>
<td>Local Property Tax</td>
</tr>
<tr>
<td>St Louis</td>
<td>Local Sales Tax</td>
<td></td>
</tr>
<tr>
<td><strong>Metro Transit</strong></td>
<td>Motor Vehicle Sales Tax (MVET)</td>
<td>State General</td>
</tr>
</tbody>
</table>

For largest transit system in the region - 2003
Regional Transit Capital Program

Amount approved by Legislature by year approved
Federal Transit Capital Funding

Federal Fiscal Year - CMAQ is year in TIP

Bus  LRT New Starts  LRT CMAQ

Millions

$0  $20  $40  $60  $80  $100  $120  $140  $160

Federal Transit Capital Funding: Bus Only

Federal Fiscal Year - Excludes all funds for Hiawatha - CMAQ is year in TIP
New Sources Of Revenue
“User” Taxes

- **Gas Tax:**
  1 penny = $32M/yr

- **Indexed Gas Tax:**
  $12 M - $20 M/yr

- **License Tab Fee:**
  2001 reduction = $190 M/yr

- **Motor Vehicle Sales Tax (MVST):**
  1% = $6 M/yr
General Revenues

- State General Fund

- Regional Sales Tax:
  Half cent = $200 M (11 county area)

- Property Tax
Value Pricing

- Toll Roads
- FAST Lanes (Toll Lanes)
- HOT (High Occupancy Toll) Lanes
Metropolitan Council