

2015 Transportation Finance Proposals Comparison

Selected Proposals & Major Finance Provisions¹

Category	Governor	House	Senate
<i>Version</i>	H.F. 847 – Budget As introduced	H.F. 4 (Kelly) – 3 rd Engrossment / H.F. 848 (Davids) – 3 rd Engrossment, art. 8 As passed House	H.F. 4 (Dibble) – 3 rd Unofficial Engrossment As passed Senate
<i>General Fund spending</i>	None	\$228 M (onetime) for: <ul style="list-style-type: none"> • CSAH & MSAS • Small cities • Twin Cities metro CSAH • Greater MN transit 	<ul style="list-style-type: none"> • \$6 M (onetime) for active transportation (bike, pedestrian) programs • \$6 M/yr. for greater MN transit
<i>Base appropriations switch to use General Fund</i>	None	Base shifts from TH & HUTD (starting in 2018), including: <ul style="list-style-type: none"> • Some MnDOT activities • Some DPS activities 	None
<i>Trunk highway bonding</i>	\$2 billion over 8 years <ul style="list-style-type: none"> • \$200 M/yr. – Corridors of Commerce • \$100 M/yr. (4 years) – SRC 	\$1.3 billion over 7 years ² <ul style="list-style-type: none"> • \$125 M/yr. – Corridors of Commerce • \$5 M/yr. – TED • \$70 M/yr. – SRC 	\$1 billion over 4 years <ul style="list-style-type: none"> • \$200 M/yr. – Corridors of Commerce • \$50 M/yr. – TED
<i>Motor fuels gross receipts tax</i>	Provision includes: <ul style="list-style-type: none"> • 6.5% of wholesale price • Min. \$2.50 price (= 16.25 cents/gal. rate) 	None	Provision includes: <ul style="list-style-type: none"> • 6.5% of wholesale price • Min. \$2.50 price (= 16.25 cents/gal. rate)
<i>Registration tax</i>	Increase includes: <ul style="list-style-type: none"> • 1.5% rate plus \$20 • Phase-in • No hold-harmless 	None	Increase includes: <ul style="list-style-type: none"> • 1.5% rate plus \$20 (starting in 2018) • No hold-harmless

¹ Excludes transportation budget and provisions enacted in 2015 (in Laws 2015, Ch. 75)

² In the final year, amounts are half that listed.

Category	Governor	House	Senate
<i>Motor vehicle lease sales tax (MVLST)</i>	None	<ul style="list-style-type: none"> • All funds to transportation • Uses current split for transit/metro area county highways • Revenue is less Legacy funds • Begins in FY 2017 	<ul style="list-style-type: none"> • Additional funds to metro area county highways • Aid includes Hennepin & Ramsey w/ adjusted populations • Eliminates greater MN transit funding • Revenue is less Legacy funds
<i>State sales taxes</i>	None	<p>Allocation to transportation:</p> <ul style="list-style-type: none"> • 6.5% general sales tax from auto parts – to HUTD • 6.5% general sales tax from vehicle rentals – for metro area transit capital (starting in 2018) • 9.2% vehicle rental tax – for small cities (starting in 2018) 	None
<i>Local transit sales tax</i>	<p>Provision includes:</p> <ul style="list-style-type: none"> • 0.5% rate • In 7-county metro area • Administered by Met Council 	None	<p>Provision includes:</p> <ul style="list-style-type: none"> • 0.75% rate • In 7-county metro area, with conditional opt-out • Spending administered by Met Council
<i>Other taxes & fees</i>	<ul style="list-style-type: none"> • \$32.5 M/yr. railroad assessment – for grade crossings³ • Railroad property taxes in HF 848 (Governor’s tax bill) 	None	<ul style="list-style-type: none"> • \$32.5 M/yr. railroad assessment – for grade crossings • \$10 title surcharge – for small & larger cities aid • \$10 registration renewal surcharge – for small & larger cities aid • License plate fee & issuance period • Late registration tax penalty

³ Amount as indicated by change item narrative.

Category	Governor	House	Senate
<i>Finance restructuring</i>	None	<ul style="list-style-type: none"> • Transit assistance fund direct appropriations • Met Council GF appropriations reduction / forecasted base • CTIB full transitway operating funding • MnDOT state roads forecasted base appropriations • MnDOT planning/program delivery separated appropriations 	<ul style="list-style-type: none"> • MVST split reallocation w/ increase to Greater MN transit • 5-percent set-aside reallocation & local road aid • Turnback accounts
<i>Other fiscal provisions⁴</i>	<ul style="list-style-type: none"> • Snow and ice statutory appropriation 	<ul style="list-style-type: none"> • \$5 M for grade crossings • Snow and ice contingent appropriation • Special overweight vehicles permit for commodities • Guideway development legislative authorization • LRT operating costs from non-state sources • MnDOT agency efficiencies • Public-private partnership pilot program 	<ul style="list-style-type: none"> • MnDOT loans for trunk highway right-of-way acquisition • Driving privilege license • Active transportation programs • Met Council loans for transit capital projects • City parking facility fee authority • Road user charge working group • MnDOT effectiveness and innovation review • MnDOT agency efficiencies • Public-private partnership pilot program

⁴ List is partial