

Proposed Revenue Changes in HF 1684 3E (House)

All figures in thousands 000's

Highway User Tax Distribution Fund (HUTD) Proposed Change

1	Motor Fuels Tax Index to the FWHA Highway Construction Cost Index						
2		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
3	Change from Current in Cents Cumulative	1.2	2.4		3.7	5	
4	Year over year change	1.2	1.2		1.3	1.3	
5	Estimated Revenue Increase	25,000	75,700	100,700	116,600	157,200	273,800
6	Qualifying Service Station Credit	(100)	(310)	(410)	(500)	(710)	(1,210)
7	DNR Transfers 2.48% of gross	(620)	(1,877)	(2,497)	(2,892)	(3,899)	(6,791)
8							
9	Total HUTD Transfer	24,280	73,513	97,793	113,208	152,591	265,799

10 Estimate based on MnDOT Calculator & February 2021 forecast, DOR revenue note

11	Registration Tax Changes						
12		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
13	Depreciation Schedule Change	30,200	38,700	68,900	39,200	41,500	80,700
14	Electric Vehicle Surcharge Change (2)	(490)	(580)	(1,070)	(690)	(810)	(1,500)
15	Total Registration Tax Changes - HUTD	29,710	38,120	67,830	38,510	40,690	79,200

17	Motor Vehicle Sales Tax (MVST) Changes (HUTD Only)						
18		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
19	Total MVST Changes - HUTD	14,400	29,600	44,000	31,300	33,300	64,600

21		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
22	Registration Fee On Retails Change	(300)	(300)	(600)	(300)	(300)	(600)

24	Total Fuel, Reg, & MVST (HUTD) Increase	68,090	140,933	209,023	182,718	226,281	408,999
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26	Auto Parts Attributed State General Sales Tax Changes						
27		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
28	Current Law Auto Parts to HUTD	145,644	145,644	291,288	145,644	145,644	291,288
29	Proposed Change in Distribution						
30	Small Cities 6.5%, 13.5%	9,467	19,662	29,129	19,662	19,662	39,324
31	Township Roads 2%, 5.5%, 7.5%	2,913	8,010	10,923	10,923	10,923	21,846
32	Greater Minnesota Transit 0.5%, 5%	728	728	1,456	7,282	7,282	14,564
33							-
34	HUTD Change from Auto Parts Current Law	(13,108)	(28,400)	(41,508)	(37,867)	(37,867)	(75,734)
35	Remaining HUTD from Auto Parts changes	132,536	117,244	249,780	107,777	107,777	215,554

37		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25		
38	NET HUTD Change	54,982	112,533	167,515	144,851	188,414	333,265		
39	Trunk Highway Fund	32,384	66,282	98,666	85,317	110,976	196,293	62%	95%
40	County State Aid Highway	15,148	31,003	46,150	39,906	51,908	91,815	29%	
41	Municipal State Aid Streets	4,701	9,622	14,323	12,385	16,109	28,494	9%	
42									
43	Flexible Highway / Turnbacks	1,471	3,010	4,481	3,875	5,040	8,915	53.5%	5%
44	Township Roads	838	1,716	2,555	2,209	2,873	5,082	30.5%	
45	Township Bridges	440	900	1,340	1,159	1,507	2,666	16%	

Transit Proposed Tax Changes

46 Motor Vehicle Sales Tax (MVST) Change

47		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25	
48	Additional Tax Increment	22,156	54,773	76,929	57,537	60,940	118,477	0.375%
49								
50	Total MVST Change	22,156	54,773	76,929	57,537	60,940	118,477	
51	MVST Change Transit	8,862	21,909	30,771	23,015	24,376	47,391	40%
52	Greater MN Transit	886	2,191	3,077	2,301	2,438	4,739	4%
53	Metro Area Transit	7,976	19,718	27,694	20,713	21,938	42,651	36%

55 Metropolitan Transit Taxing District 0.5% Sales and Use Tax

56		FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
57	Transit District Sales and Use Tax	109,800	266,200	376,000	268,900	271,700	540,600

Revenue Change Comparison with Current Law Resources

60		Roads					
61	Highway User Tax Distribution Fund	FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
62	HUTD Current Law Resources	2,563,396	2,629,399	5,192,795	2,699,436	2,777,691	5,477,127
63	HUTD Proposed Increase (net)	54,982	112,533	167,515	144,851	188,414	333,265
64	% Change from current law	2%	4%	3%	5%	7%	6%
65	Township Roads and Bridges						
66	Township Road & Bridge current law resources	60,881	62,448	123,329	64,112	65,970	130,082
67	Township Road & Bridge proposed increase*	4,191	10,626	14,817	14,291	15,303	29,594
68	% Change from Current Law	7%	17%	12%	22%	23%	23%
69	* Includes both Township road and bridge increases from HUTD & Auto Part allocation						
70	Small Cities						
71	Small Cities current law resources	-	-	-	-	-	-
72	Small Cities increase	9,467	19,662	29,129	19,662	19,662	39,324
73							
74	Total Net New Resources Roads	67,362	140,205	207,567	175,436	218,999	394,435

	Transit						
76	Greater Minnesota Transit	FY 2022	FY 2023	FY 2022-23	FY 2024	FY 2025	FY 2024-25
77	Greater MN Transit Current Law Resources	92,669	93,891	186,560	96,073	99,877	195,950
78	Greater MN Transit Proposed Increase	1,614	2,919	4,533	9,583	9,720	19,303
79	% Change from Current Law	2%	3%	2%	10%	10%	10%
80	Twin Cities Metropolitan Area Transit						
81	TC Metropolitan Area Transit Current Law Resources	420,882	430,414	851,296	447,658	468,898	916,556
82	TC Metropolitan Area Transit Proposed Increase	117,776	285,918	403,694	289,613	293,638	583,251
83	% Change from Current Law	28%	66%	47%	65%	63%	64%
84							
85	Total New Transit Resources	119,390	288,837	408,227	299,196	303,358	602,554

87	Net Revenue Change all uses	187,862	431,499	618,291	478,215	527,066	1,003,780
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88 *Note: Current Law does not include Capital Grants or non state funds (Federal, fares, local ext.), bonds, or fund balance spending

89 Roads and transit current law does not include local option sales taxes

90 (1) Includes Motor Vehicle Lease Sales Tax proceeds for local bridges, HUTD, & some metropolitan counties

91 (2) Does not include modifications of use of part of the Electric vehicle surcharge, or Registration fee on rentals change

92 Source: DOR, February 2021 Transportation Funds Forecast, DOR notes

93 Total Revenue Increase does not include railroad assessments or DVS changes