



REVENUE FORECASTING FOR ROAD AND BRIDGE FUNDING

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Local Technical Assistance Program

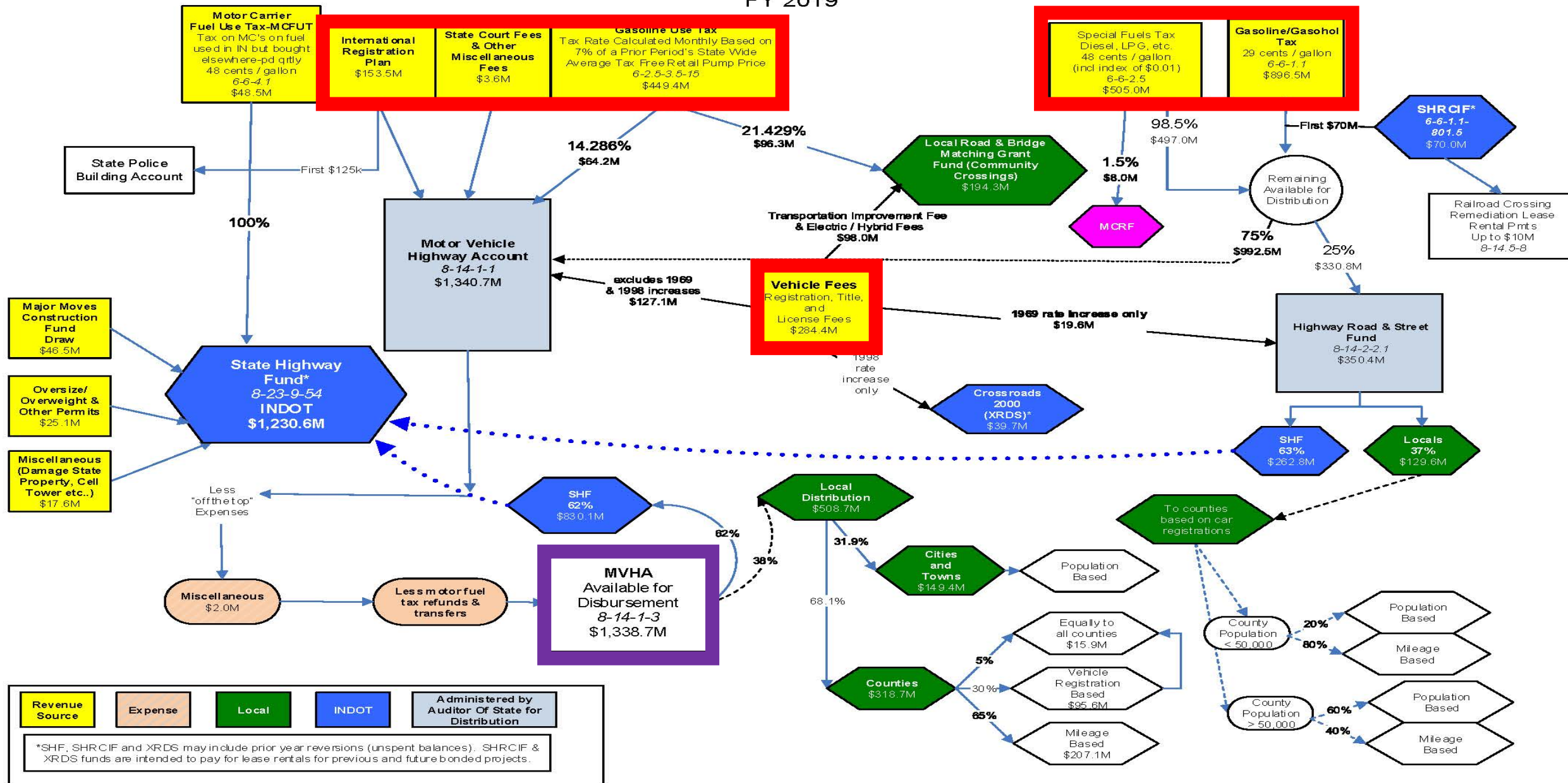
FY 2017



Indiana Transportation Funding

(all \$ in Millions)

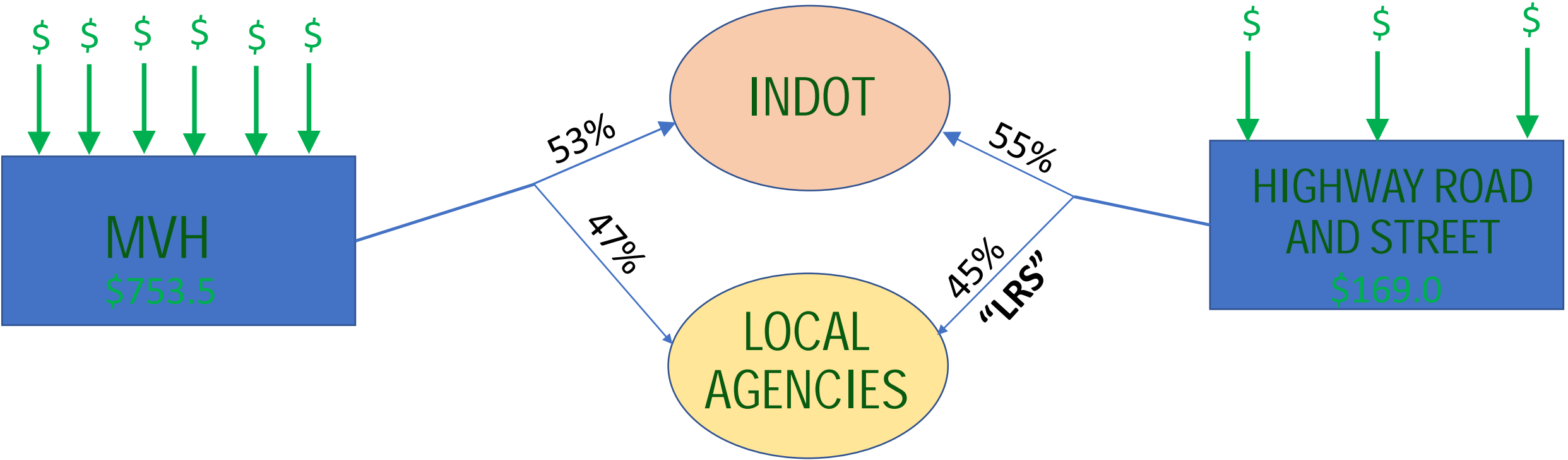
FY 2019



NOTE: TOTALS MAY NOT MATCH DUE TO ROUNDING

MVH AND LRS

FY 2017





2016: HB 1001



2016: HB 1001



- ➡ Established Local Road and Bridge Matching Grant Fund (Community Crossings)
- ➡ Increased the maximum rates for Wheel Tax / Excise Surtax for Counties
- ➡ Allowed Municipalities to also adopt a Wheel Tax / Excise Surtax

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2017: HB 1002

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2017: HB 1002



- ➔ 10 cent/gal Gas Tax Increase
 - ➔ 10 cent/gal Special Fuel Tax Increase
 - ➔ 10 cent/gal Motor Carrier Surtax Increase
 - ➔ Increase in IRP
 - ➔ Eliminates sales tax on special fuel
 - ➔ New requirements on how MVH to be used
- *Annually Indexed

2017: HB 1002

- ➡ Eliminated the 1 cent/gal to INDOT
- ➡ Eliminated the 1 cent/gal to Local MVH
- ➡ Eliminated Special Distributions Account
- ➡ Changes the MVH distribution from 53/47 (INDOT/Local) to 60/40

Local Share	2018: 45.50%
	2019: 40.75%
	2020: 40.75%
	2021: 40.50%
	2022: 40.25%
	2023: 40.00%

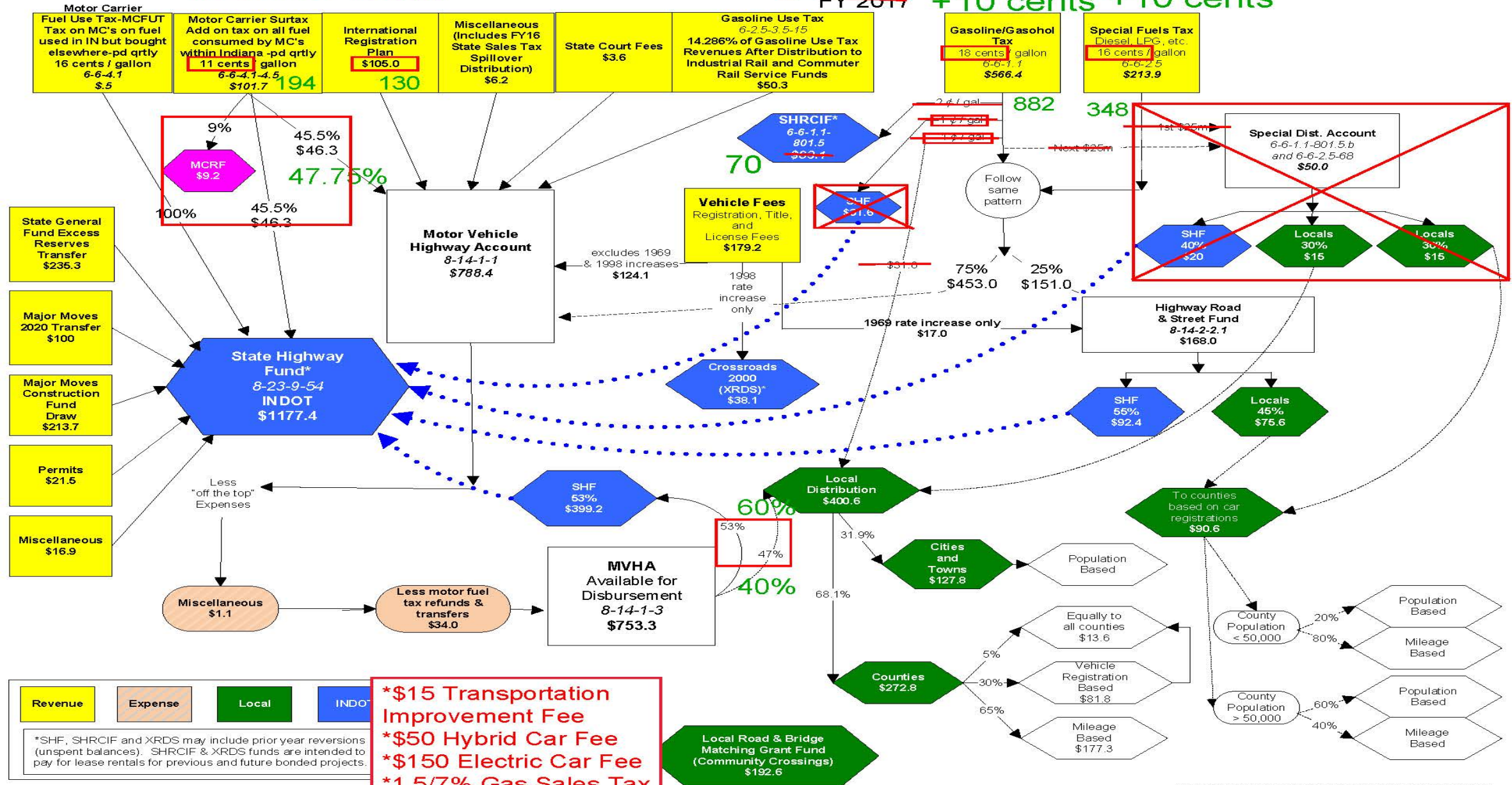
Indiana Transportation Funding

(all \$ in Millions)

~~FY 2017~~

+10 cents +25%

+10 cents +10 cents

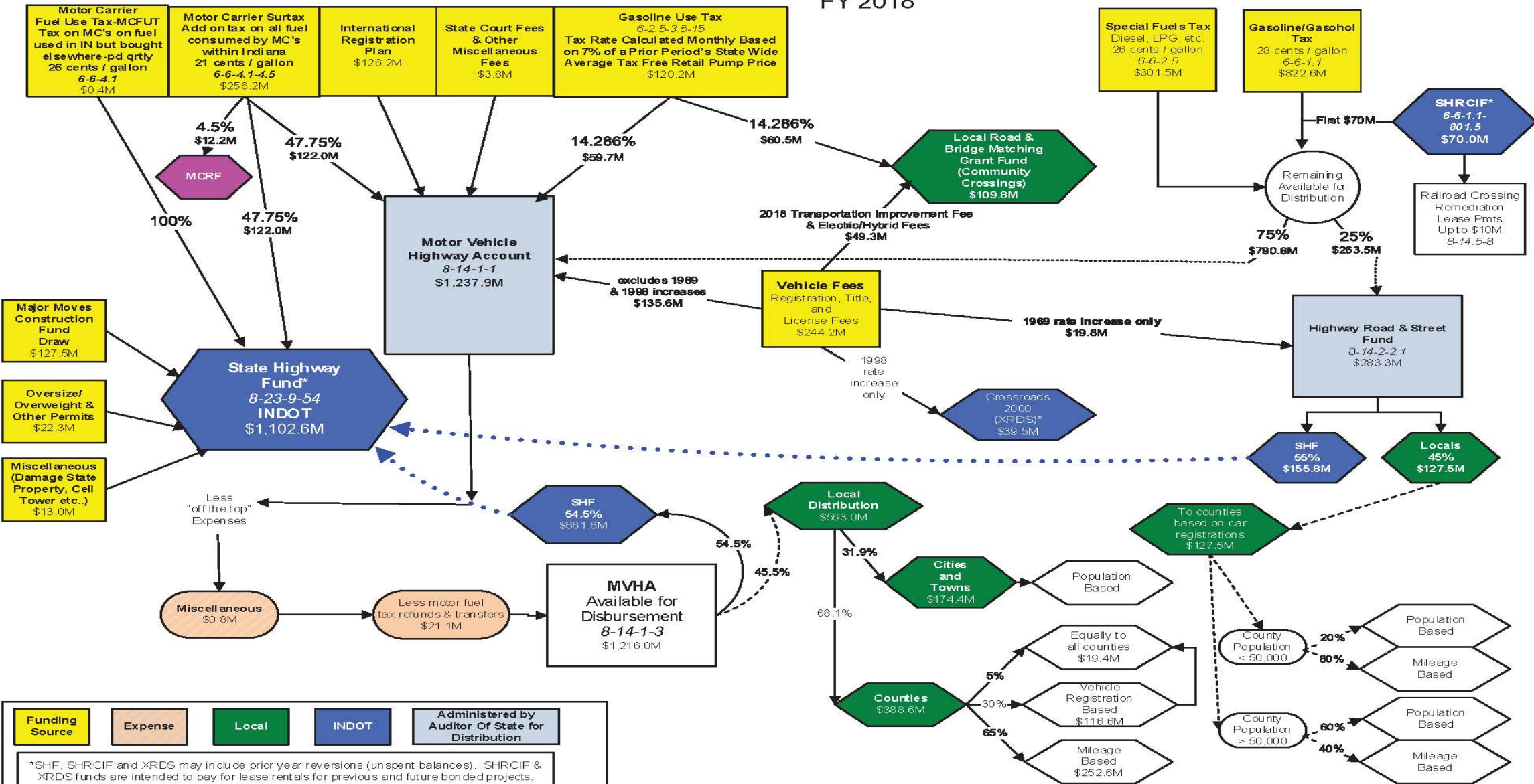


NOTE: TOTALS MAY NOT MATCH DUE TO ROUNDING

Indiana Transportation Funding

(all \$ in Millions)

FY 2018



NOTE: TOTALS MAY NOT MATCH DUE TO ROUNDING

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2018: HB 1290

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HB 1290 (2018) IMPACT

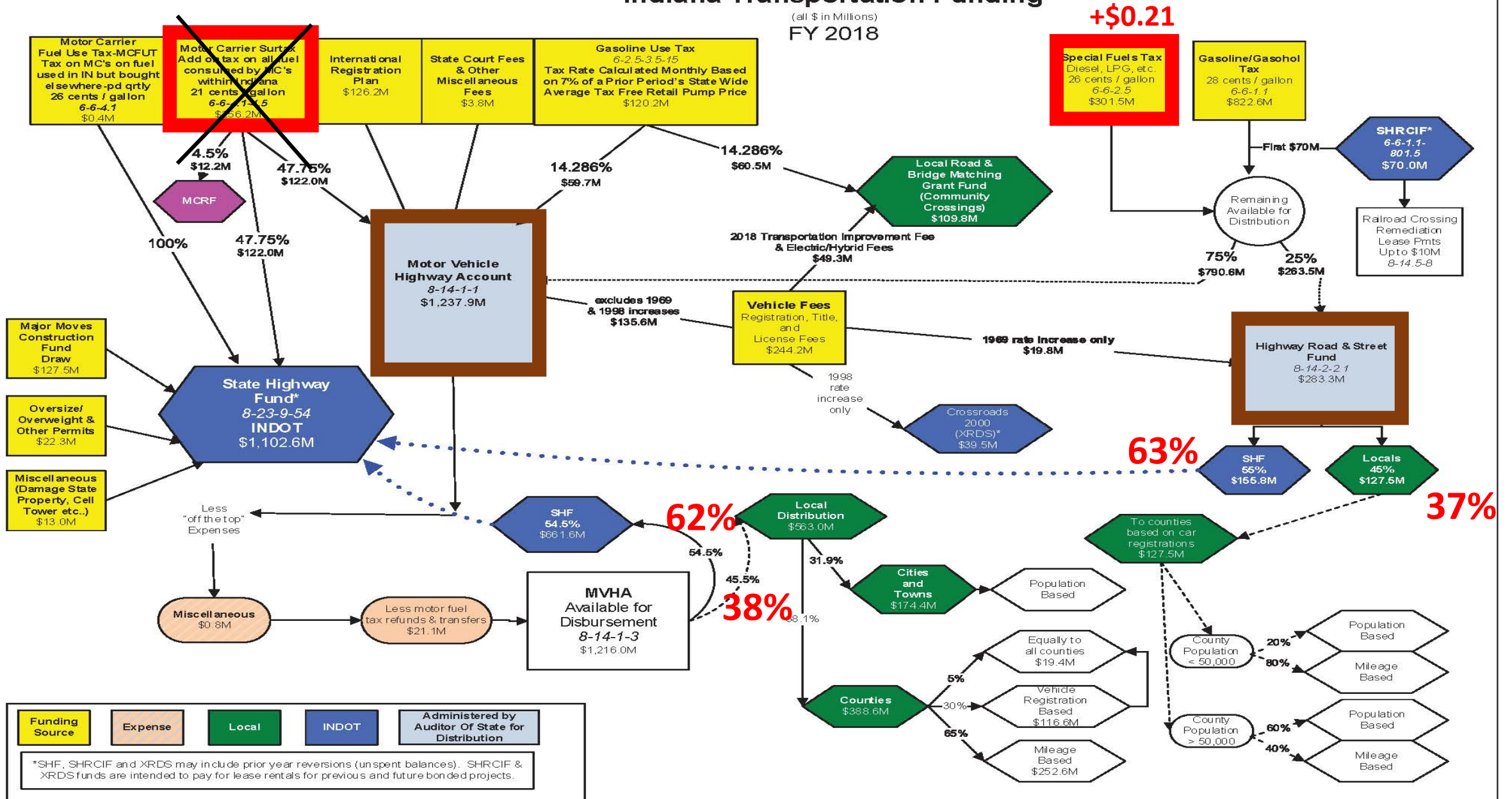
MVH AND LRS

HB 1290

- ➡ Changed 50% of MVH funds to be used for Construction, Reconstruction, or Preservation
 - ➡ Lowered the LRS distribution to locals from 45% to 37%
 - ➡ Changed the rate of Local MVH distribution over 5 years and (floor of 40%) to immediate 38%
 - ➡ Eliminated the Motor Carrier Surtax
 - ➡ Increased the Special Fuel Tax \$0.21/gallon
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Indiana Transportation Funding

(all \$ in Millions)
FY 2018

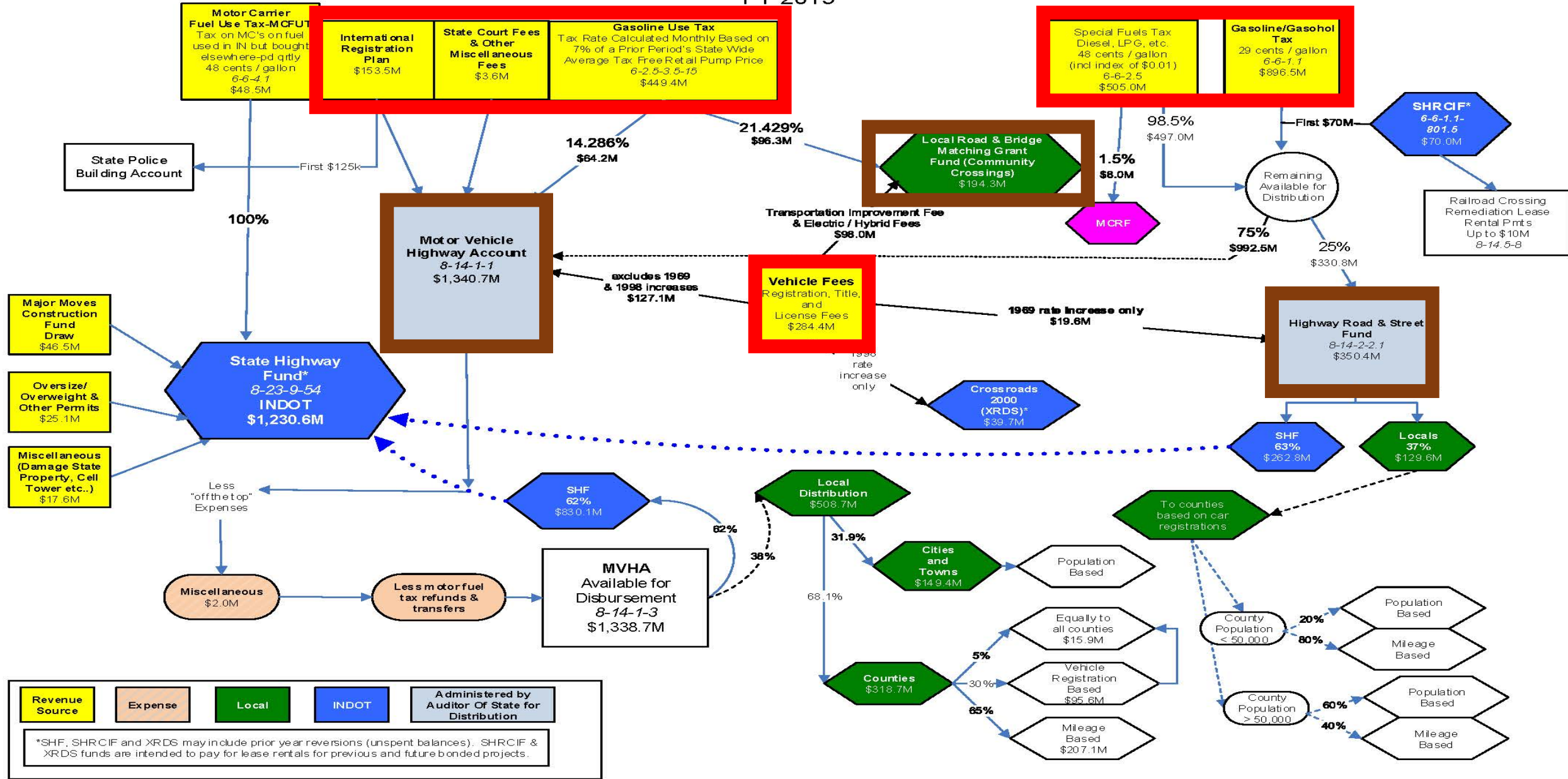


NOTE: TOTALS MAY NOT MATCH DUE TO ROUNDING

Indiana Transportation Funding

(all \$ in Millions)

FY 2019



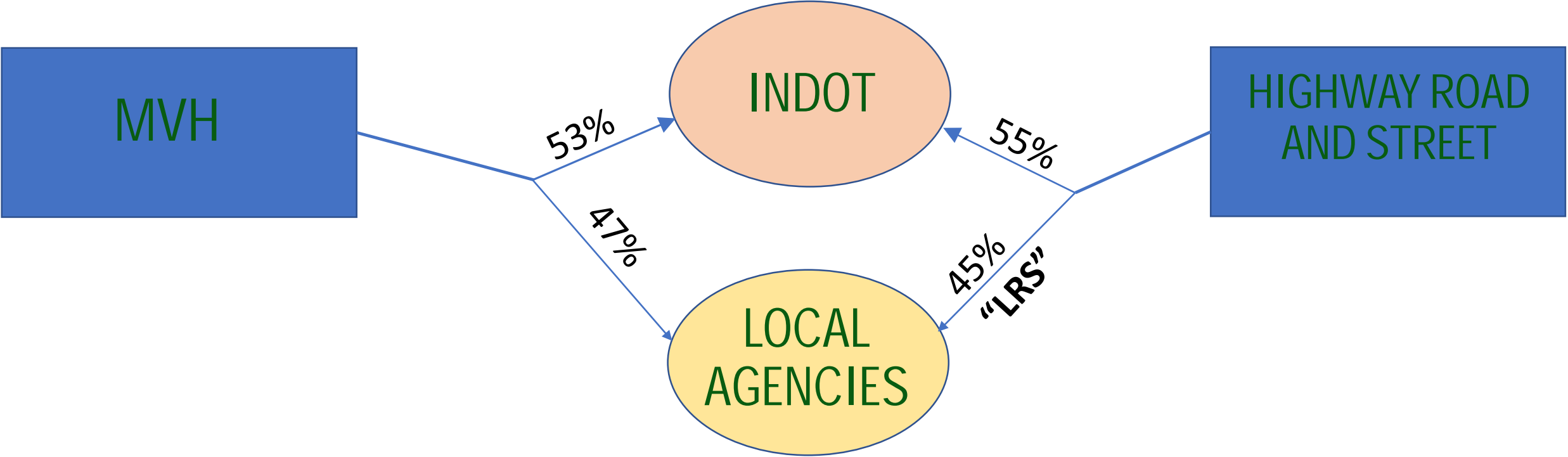
NOTE: TOTALS MAY NOT MATCH DUE TO ROUNDING

SUMMARY OF CHANGES

- 1) Community Crossings Matching Grant Program
- 2) Increase the allowable rates for Wheel Tax / Excise Surtax
- 3) Decrease in Local Share of MVH ~~over 5 years to 40%~~ **Reduced to 38%**
- 4) \$0.10 increase in Gas, Special Fuel, Motor Carrier Surtax
- 5) Fuel Taxes indexed (potentially increasing each year)
- 6) Eliminated dedicated pennies and Special Distributions
- 7) 50% Rule for MVH: Construction, Reconstruction, ~~Maintenance~~ **Preservation**
- 8) Lowered the Local Share of LRS to 37%
- 9) Transferred the Motor Carrier Surtax (\$0.21/gal) to Special Fuel Tax

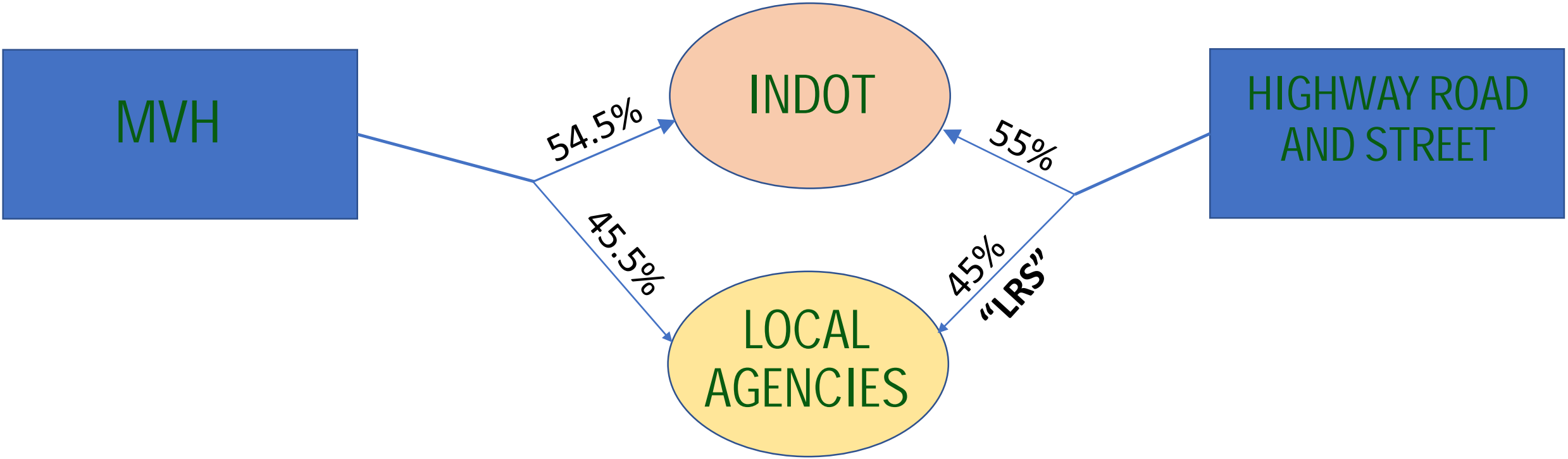
MVH AND LRS

FY 2017



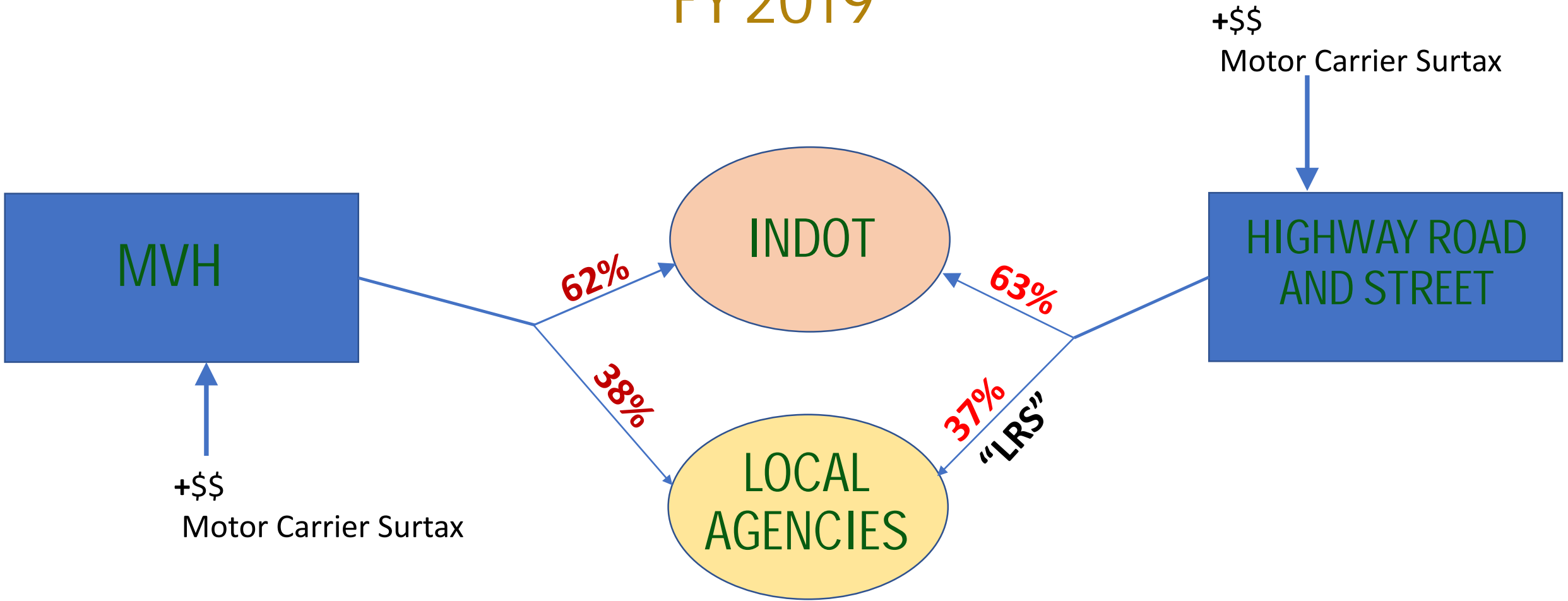
MVH AND LRS

FY 2018



MVH AND LRS

FY 2019



SUMMARY

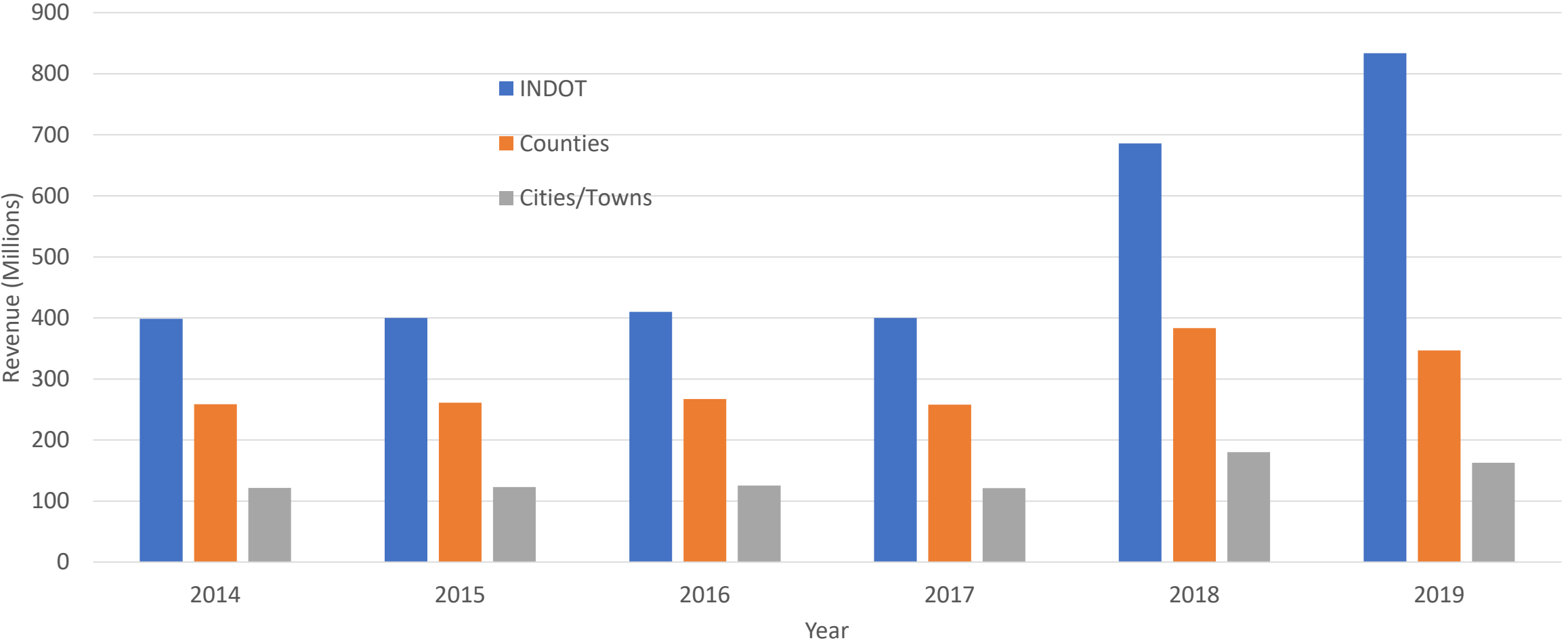
Since the Gas Tax Increase:

- 1) We have not had 2 consecutive 6 month periods that are the same
- 2) August distributions were the 1st we can compare to the previous year.

Therefore:

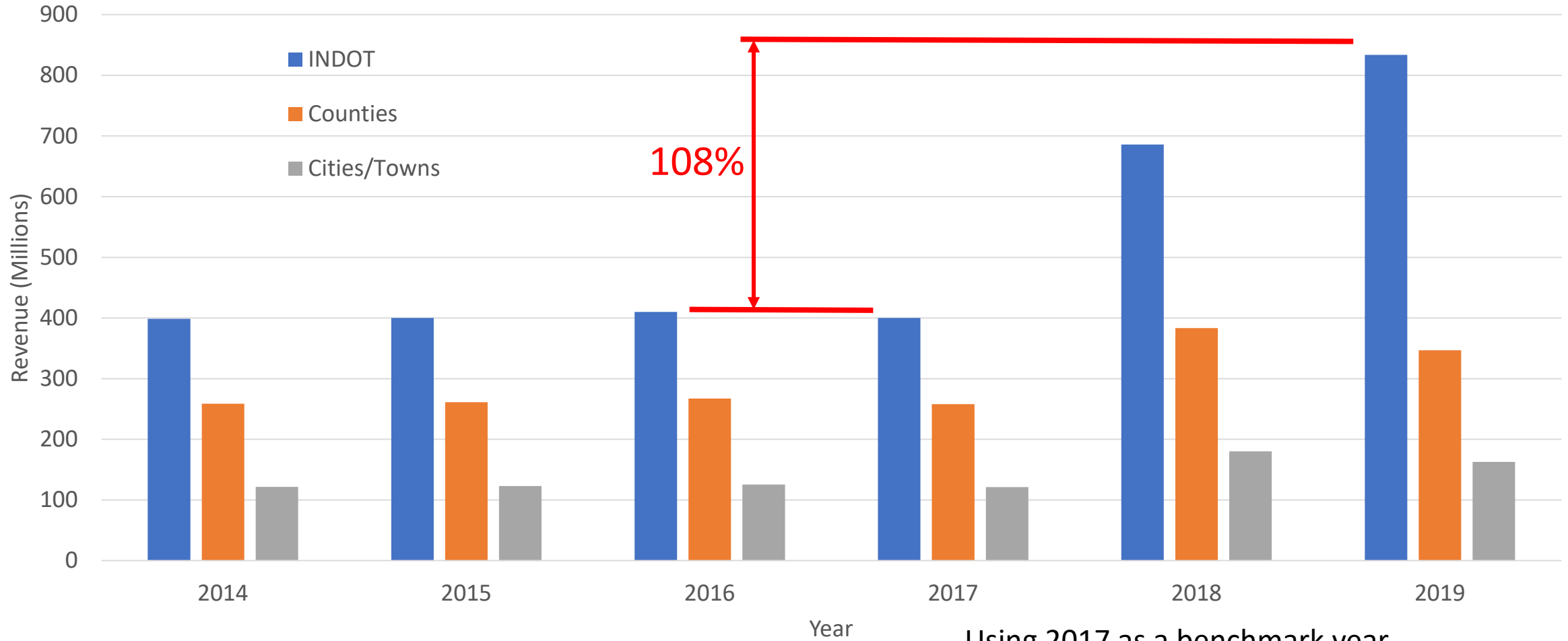
It has been extremely difficult to plan and budget for a calendar year when there has been so many significant changes.

Motor Vehicle Highway Account



*Source: Indiana Auditor of State

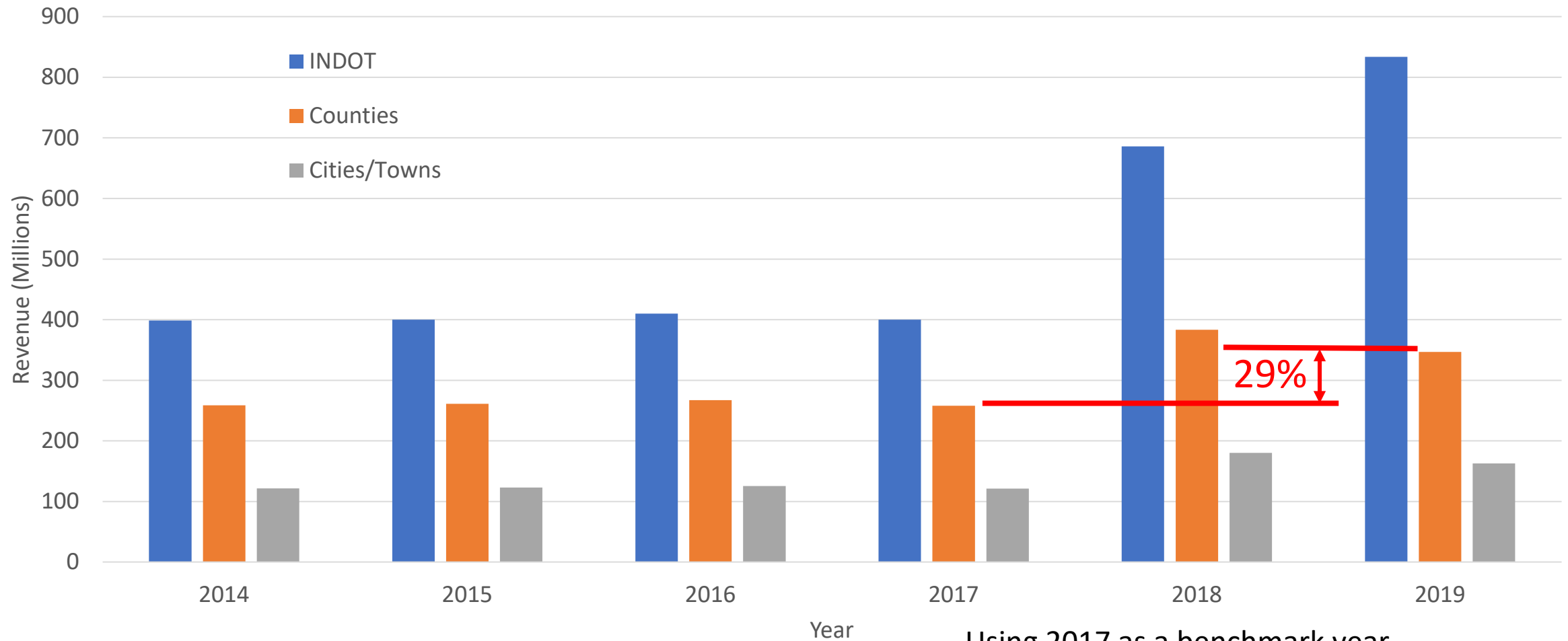
State Highway Fund MVH Percent Increase Based on 2017



Using 2017 as a benchmark year

*Source: Indiana Auditor of State

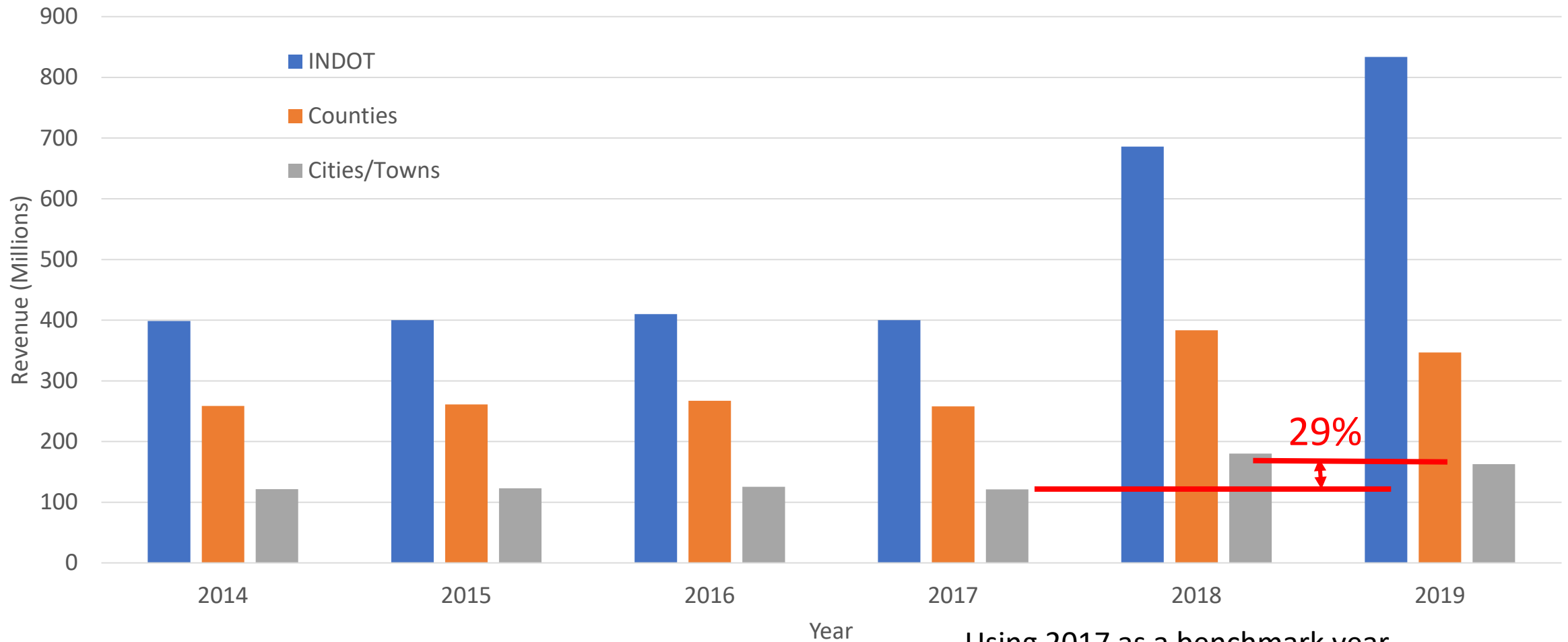
Counties MVH Percent Increase Based on 2017



Using 2017 as a benchmark year

*Source: Indiana Auditor of State

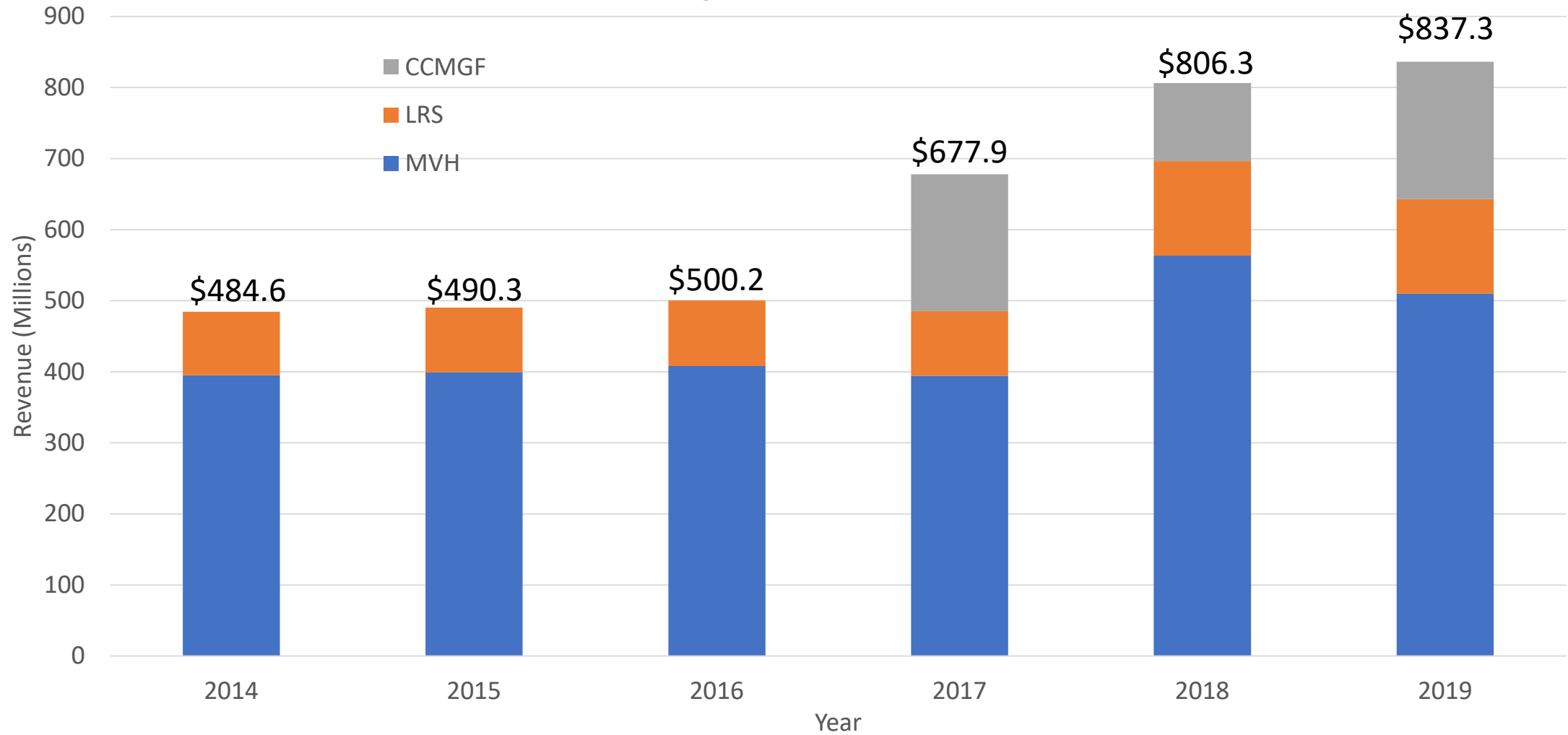
Cities and Towns MVH Percent Increase Based on 2017



Using 2017 as a benchmark year

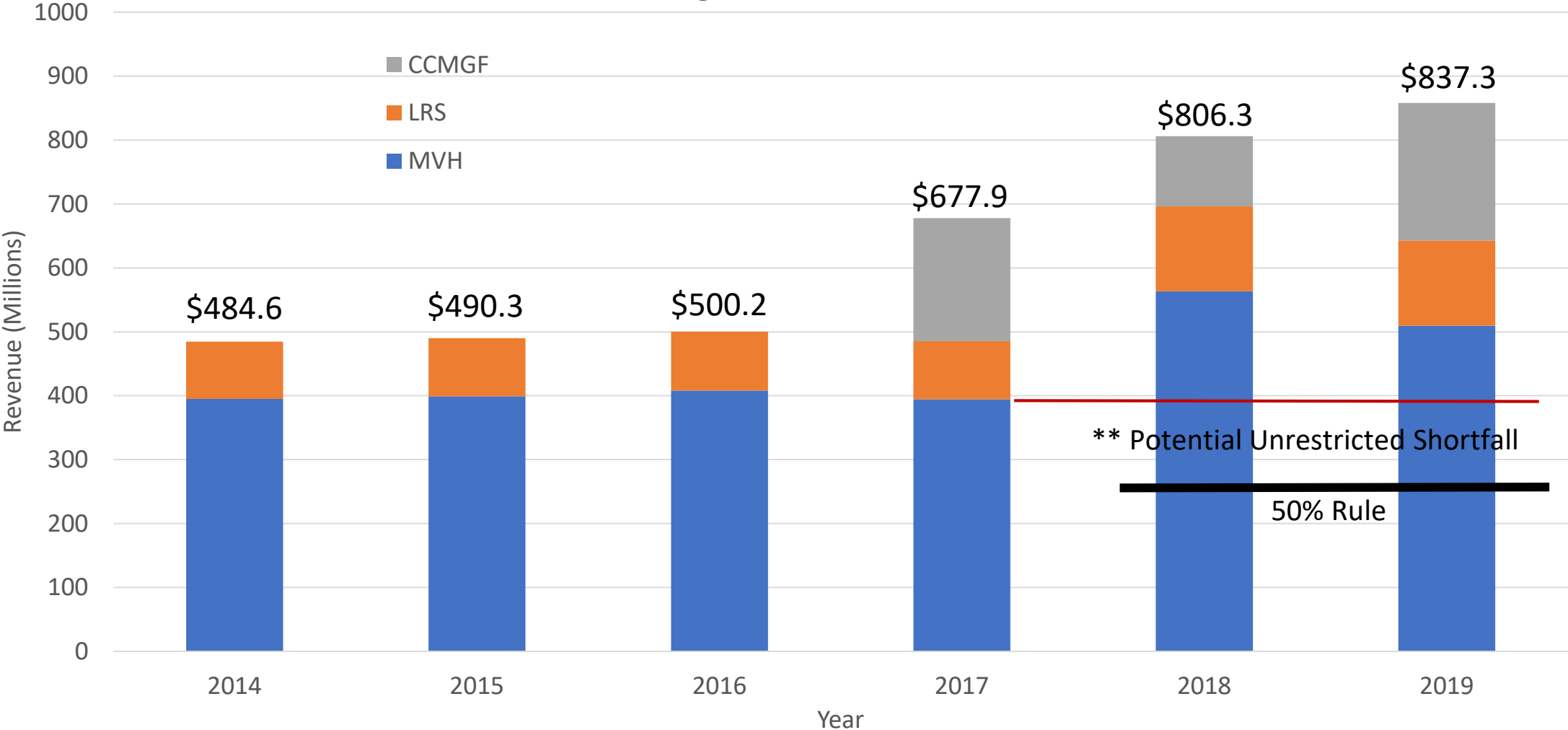
*Source: Indiana Auditor of State

Total Local Agencies MVH, LRS, CCMGF



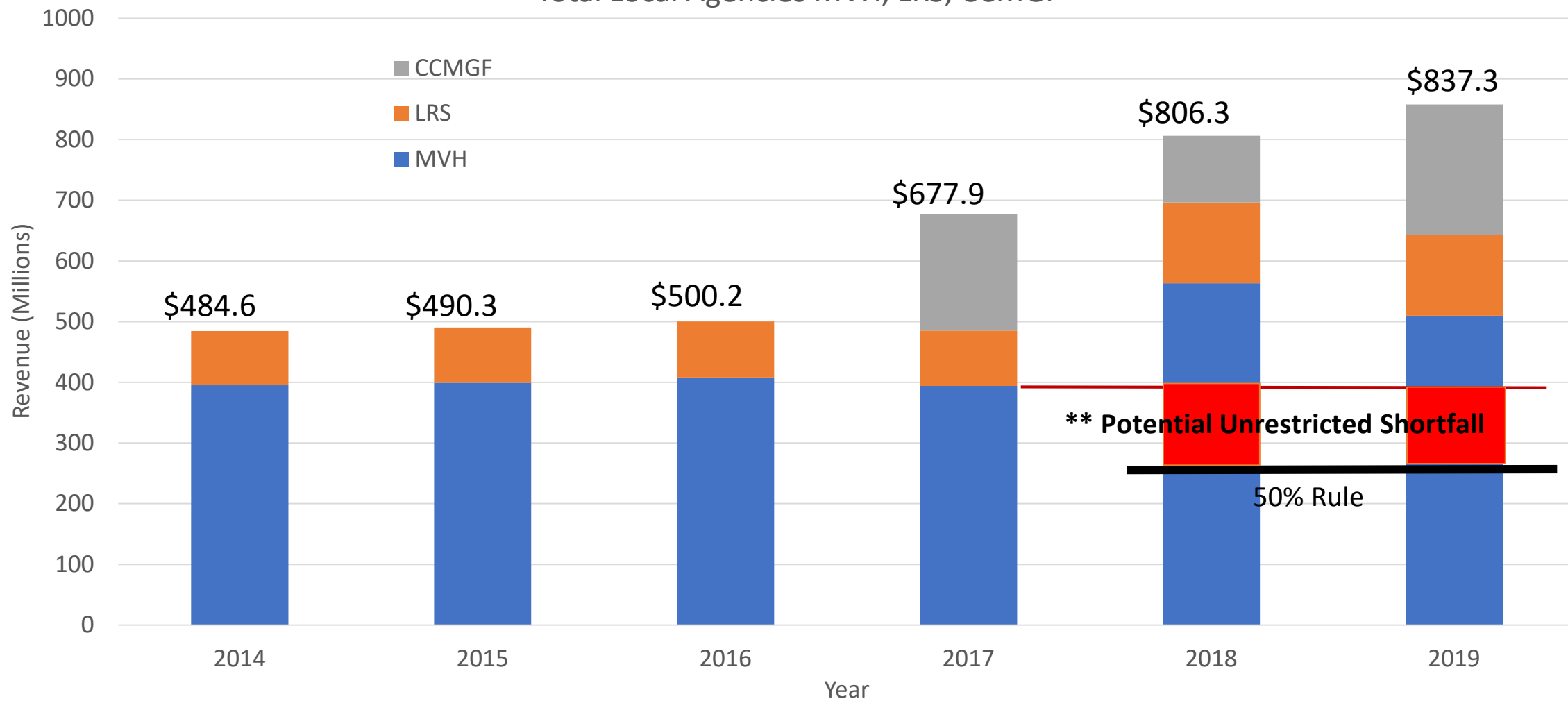
*Source: Indiana Auditor of State

Total Local Agencies MVH, LRS, CCMGF



*Source: Indiana Auditor of State

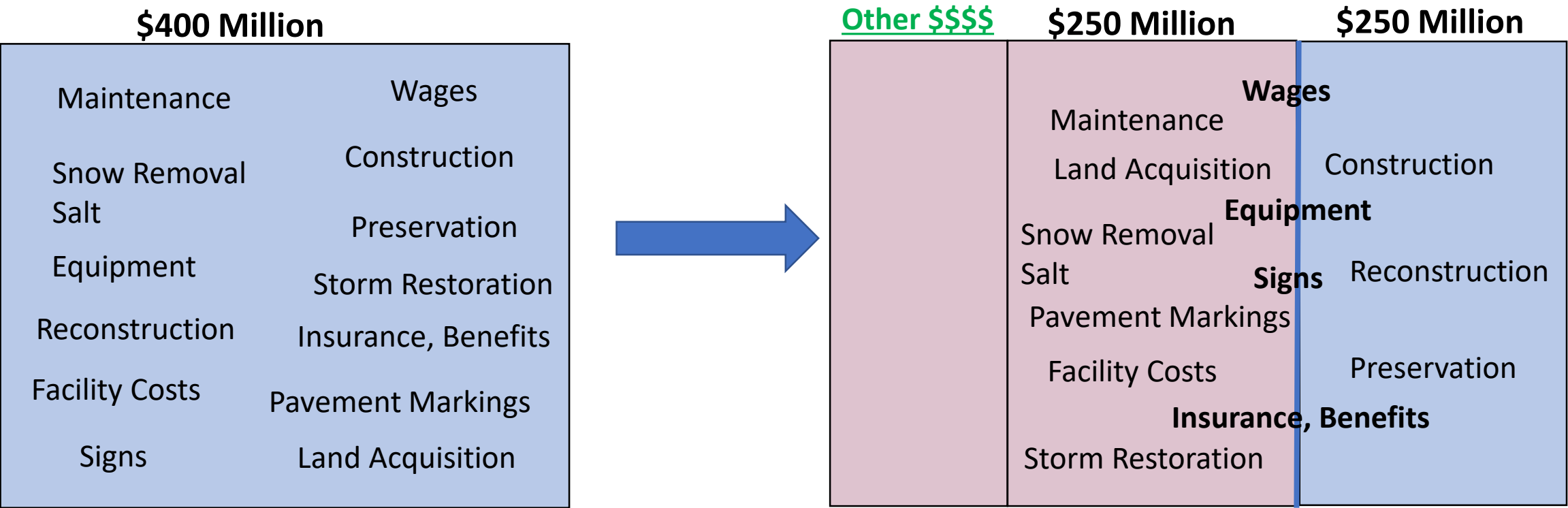
Total Local Agencies MVH, LRS, CCMGF



MOTOR VEHICLE HIGHWAY ACCOUNT (MVH)

RESTRICTIONS: 50% RULE

➡ 50% of MVH Funds must be used on Construction, Reconstruction, and Preservation




Other \$\$\$\$

Wheel Tax

- A county, city, or town may only use the surtax revenues it receives to construct, reconstruct, repair, or maintain streets and roads under its jurisdiction. (IC 6-3.5-4-13)

LRS

Intent: "...monies...shall be used exclusively for engineering, land acquisition, construction, resurfacing, restoration, and rehabilitation of highway facilities'."

- The purchase, rental, or repair of highway equipment.
 - Engineering, land acquisition, construction, resurfacing, maintenance, restoration or rehabilitation of both local and arterial road and street systems.
(IC 8-14-2-5)
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QUESTIONS?

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