



State Aid Update on Legislative Funding

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Office of State Aid

September 15, 2023



New Transportation Revenues

- Highway User Tax Distribution Fund (HUTDF)
 - Indexes the gas tax to inflation
 - Adjusts the motor vehicle registration tax
 - Increases the motor vehicle sales tax to 6.875%
 - Sales tax on auto parts (43.5% of total) - immediately
- Transportation Advancement Account (TAA)
 - 50-cent fee on deliveries over \$100 (with exceptions)
 - 56.5% of sales tax on auto parts by 2033
- Metro Regional Transportation Sales and Use Tax (0.75%)
 - 83% to Met Council (5% for active transportation as determined by Transportation Advisory Board (TAB))
 - 17% to metro counties
- \$20M one-time general funds for metro counties



Transportation Advancement Account (TAA)

Distribution %	Recipient	Distribution Calculation	Estimated Timing of Deposit	Responsible Entity
36%	Metro Counties	50% population / 50% Needs	February and July	MnDOT
10%	CSAH	Per existing statutes	Include in February Commissioner's Order	MnDOT
15%	Large Cities	50% population / 50% Needs	February and July	MnDOT
27%	Small Cities	Per existing statute	July and December per statute	MnDOT / MnDOR
11%	Townships	Per existing statute	Include in February Commissioner's Order	MnDOT
1%	Food Delivery Support			MnDOT / MnDHS

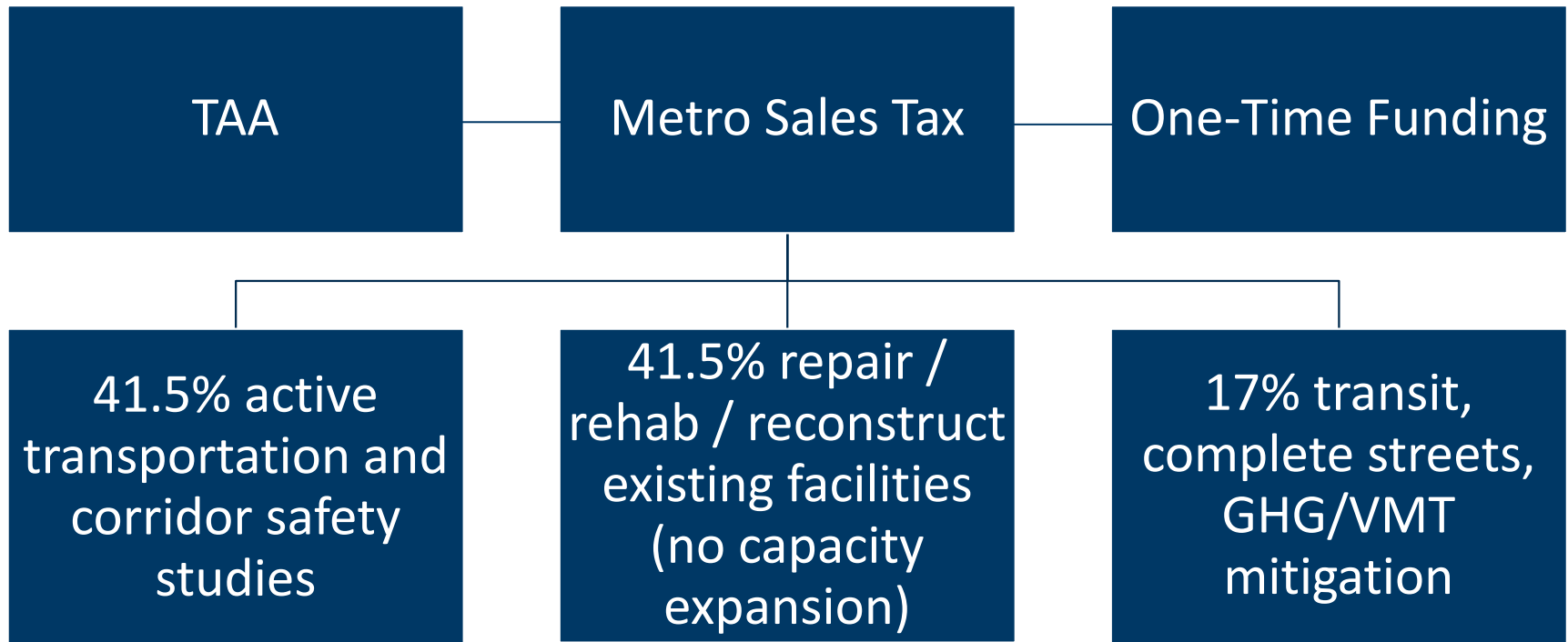
Metro Regional Transportation Sales and Use Tax (Metro Counties)

Distribution %	Recipient	Distribution Calculation	Estimated Timing of Deposit	Responsible Entity
17%	Metro Counties	50% population / 50% Needs	TBD	MnDOR

One-Time Funding to Metro Counties

Distribution Amount	Recipient	Distribution Calculation	Estimated Timing of Deposit	Responsible Entity
\$20M	Metro Counties	50% population / 50% Needs	Q4 of CY 2023	MnDOT

Metro Counties Funding Uses



IIJA Matching Funds

- \$216.4M in general funding to match federal discretionary grants
 - Available for all Minnesota entities that have been awarded a discretionary grant under IIJA for a transportation related purpose
 - For match amount or at \$10M each, whichever is less
 - Includes IIJA awards made since the law's enactment on November 15, 2021
 - Funds awarded on first come, first served basis
- **Application will be open soon**
 - Communication will be sent

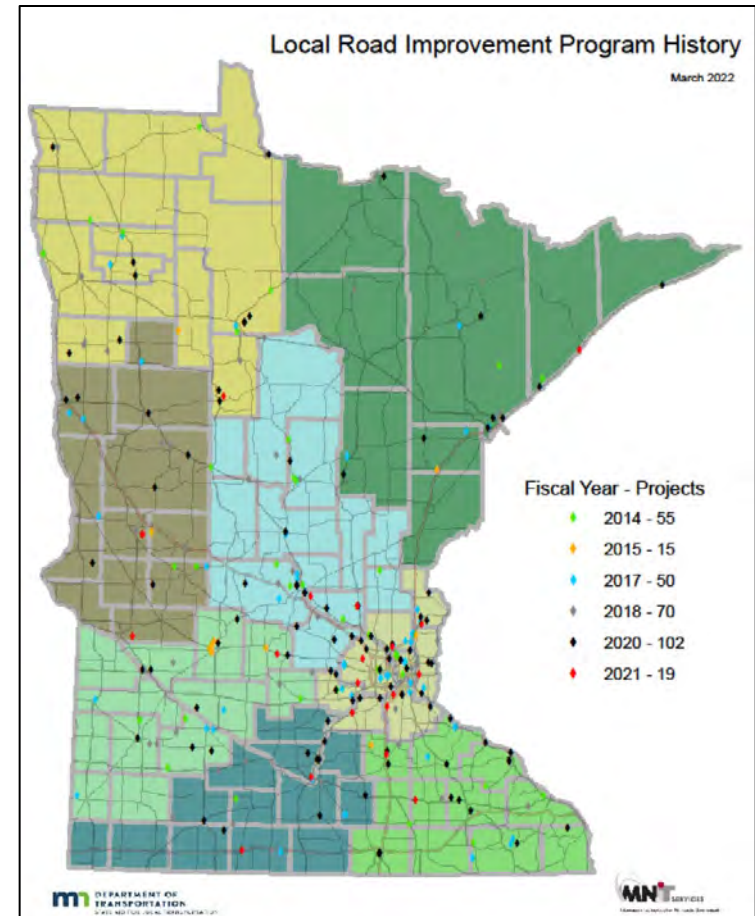
IJA Technical Assistance

- \$2M in general funding for technical assistance for local governments and tribes
 - \$30,000 max grant award
 - 15% set aside for tribes, 15% set aside for small cities
 - Only one grant per local agency per year. Tribes may be awarded multiple grants in a year.
- **Application will open on Monday, September 18**
 - [Bipartisan Infrastructure Bill - Infrastructure Investments and Jobs Act - State Aid - MNDOT](#)
 - Communication will go out to local agencies and tribes

Local Road Improvement Program

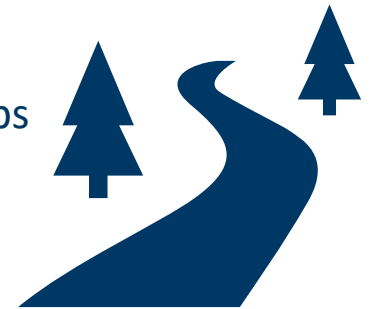
2014-2021

Year	Competitive LRIP		Earmarked LRIP	
	LRIP Funds (millions)	No. of Projects Funded	LRIP Funds (millions)	No. of Projects Funded
2014	\$54.4	3	-	-
2015	\$4.3	9	\$9.3	3
2016	\$0.0	n/a	-	-
2017*	\$25.3	45	\$90.6	11
2018*	\$35.0	53	\$75.4	16
2019	\$0.0	n/a	-	-
2020*	\$75.0	75	\$109.9	23
2021*	\$5.5	8	\$30.9	10
2022	\$0.0	n/a	-	-
2023	\$102.967		\$282.163	46



Local Road Improvement Program

- 2023 LRIP Legislative Funding - \$102.967M
 - \$84.954M – GO Bonds, C72 A1 S16 Subd. 2
 - Of this amount, at least \$6M must be for grants to townships
 - \$18.013M – General Funds, C68 A1 S2 Subd. 4(c)(2)
- 2023 LRIP Solicitation
 - Counties, state aid cities, small cities, townships, tribes eligible
 - Small cities and townships require county sponsor
 - Maximum Award: \$1.5M



Local Road Improvement Program

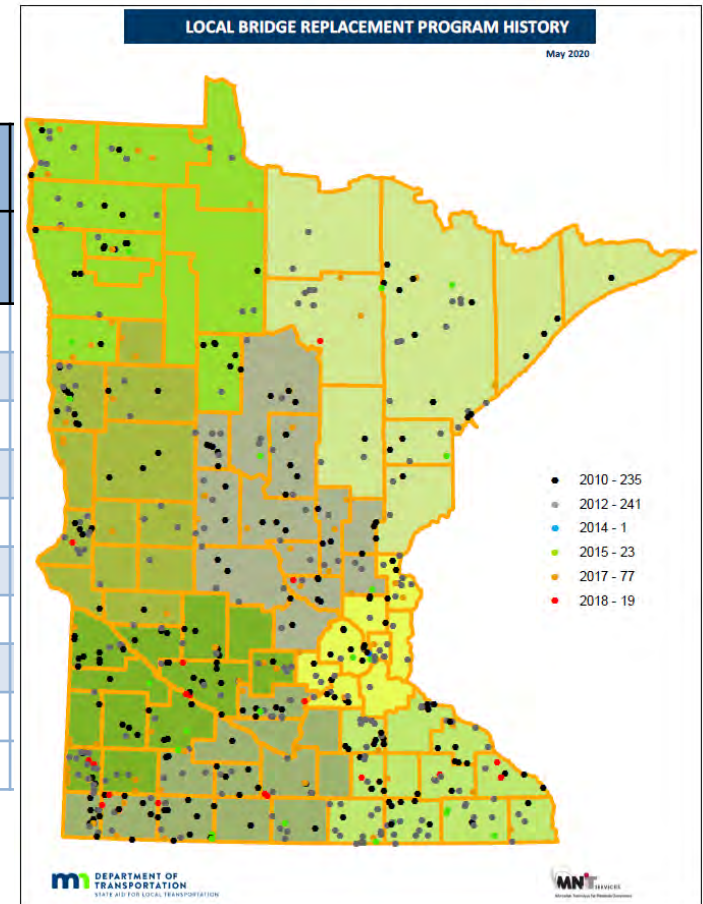
- 2023 Solicitation, continued
 - **Application opened: September 12, 2023**
 - [LRIP - State Aid - MnDOT](#)
 - Applications due: December 8, 2023
 - Anticipate announce awards: end of March, 2024



Local Bridge Replacement Program

Year	General LBRP - Appropriations		General LBRP – Motor Vehicle Lease Sales Tax [†]	
	LBRP Funds (millions)	No. of Projects Funded	LBRP Funds (millions)	No. Projects Funded
2013	\$0.0	0		
2014	\$21.3	48		
2015	\$7.4	23		
2016	\$0.0	0		
2017*	\$16.5	79		
2018*	\$5.0	26	\$12.6	32
2019	\$0.0	0	\$12.7	43
2020*	\$30.0	109	\$11.2	37
2021*	\$14.0	44	\$10.2	16
2022	\$0.0	0	\$8.9	30

2010-2018



Local Bridge Replacement Program

- 2023 LBRP Legislative Funding - \$85.013M
 - \$67M – GO Bonds, [C72](#) A1 S16 Subd. 3
 - \$18.013M – General Funds, [C68](#) A1 S2 Subd. 4(c)(1)
- Funds available for replacement or major rehabilitation of eligible local bridges
- Funding summary through July – August 2023
 - 71 local bridge projects funded
 - \$37.6 million in state bridge funds allocated
 - ~\$45 million in state bridge funds still available



Safe Routes to School (SRTS) / Active Transportation (AT)

- 2023 SRTS Infrastructure Solicitation

- \$12.9M (\$2.4M GO bond + \$8.5M GF)
- Statewide counties, state aid cities, small cities, townships, schools, tribes eligible
 - Small cities, townships, schools require county sponsor
- Maximum Award: \$1.0M
- Projects that enable children to walk, bike, roll safely to school
 - Examples include trails, sidewalks, safe crossings, ped bridges



- 2023 AT Infrastructure Solicitation

- \$13.2M (\$1.2M GO bond + \$12M GF)
- Tribes, non-profits, and Greater Minnesota counties, state aid cities, small cities, townships eligible
 - Small cities, townships, non-profits require county sponsor
- Maximum Award: \$1.0M
- Projects that enable users to walk, bike, roll safely
 - Examples include trails, sidewalks, safe crossings, ped bridges

Active Transportation Funding for Metro Area

- FY24, one-time general funds
 - 41.5% x \$20M to metro counties
- 0.75% Metro sales tax
 - 83% x 5% for Met Council AT (process in development)
 - 17% x 41.5% to Metro Counties for AT
- Sales tax on auto parts dedication to TAA
 - 3.5% in FY24 (increasing to 56.5% in FY33) x 36% metro counties x 41.5% for AT
- 50-cent retail delivery fee through TAA (Effective 7/1/2024)
 - 36% metro counties x 41.5% for AT
- Estimated AT funding in metro:
 - ~\$50.5M in FY24
 - ~\$73.9M in FY25
 - Increasing to ~\$125.5M in FY33

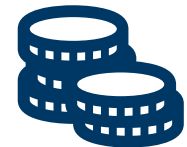


Safe Routes to School (SRTS) / Active Transportation (AT)

- SRTS and AT solicitations will run concurrently
 - SRTS - [Infrastructure Grants - Safe Routes to School - MnDOT \(state.mn.us\)](https://state.mn.us)
 - AT – [Infrastructure - Active Transportation Program - MnDOT \(state.mn.us\)](https://state.mn.us)
- Timeline
 - Release solicitation/Letter of interest (LOI): October 9, 2023
 - Full application open: November 27, 2023
 - Applications due: February 2, 2024
 - Anticipate announce awards: end of April, 2024

State Legislative Transportation Earmarks

- 50 appropriations to local agencies for road and bridge projects, totaling \$427 million in state earmarks:
 - General funds (36 projects): \$214,903,000
 - GO bonds (10 projects): \$67,260,000
 - TH bonds (4 projects): \$144,950,000
- 34 projects in Metro (85% of funding)
- 16 project in Greater MN (15% of funding)



Other Open Funding Solicitations

- Highway Safety Improvement Program (HSIP)
 - Approximately \$37,830,000 available
 - Greater MN only (metro has its own solicitation through at the same time as the Regional Solicitation process)
 - Reduce fatal and life changing crashes
 - **Application opened: September 11, 2023**
 - Application closes: November 22, 2023
 - Anticipate announce awards: Mid-February, 2024
- State Park Road Account (SPRA)
 - Approximately \$4M available
 - Improve local access roads to state parks, state campgrounds, public water access and other eligible recreation areas
 - **Application opened: September 13, 2023**
 - Application closes: November 1, 2023

Federal IIJA Discretionary Grants

Bridge Investment Program BIP

Multimodal Projects Discretionary
Grants MPDG- INFRA RURAL MEGA

National Scenic Byways Program Grants

Rail Road Crossing Elimination Program
Grants

RAISE Grants

Reconnecting Communities

Safe Streets for All Grants SS4A

Strengthening Mobility and
Revolutionizing Transportation SMART

Tribal Transportation Program Safety Fund
TTPSF

Thriving Communities

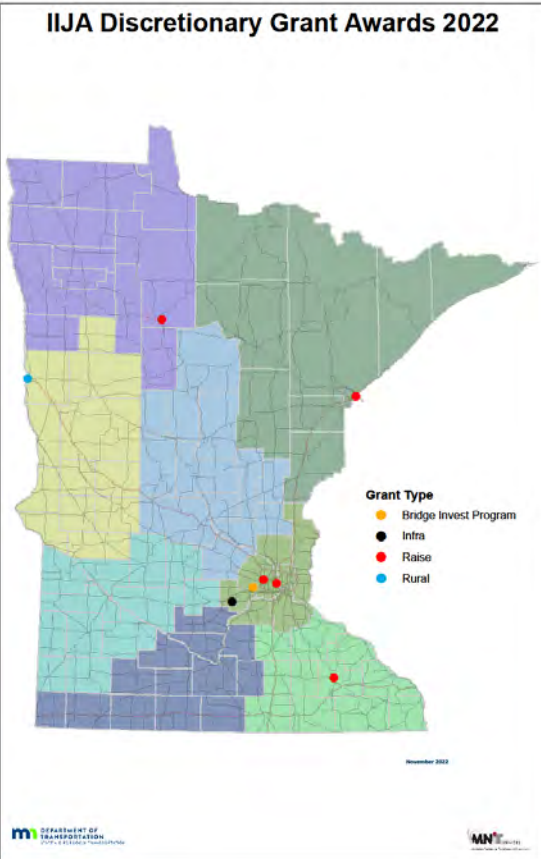
Advanced Transportation Technology &
Innovative Mobility Deployment

Charging and Fueling Infrastructure Grants

Promoting Resilient Operations for
Transformative, Efficient, and Cost Savings
Transportation PROTECT

Discretionary Grant Awards 2022 (RAISE, INFRA, BIP, RURAL)

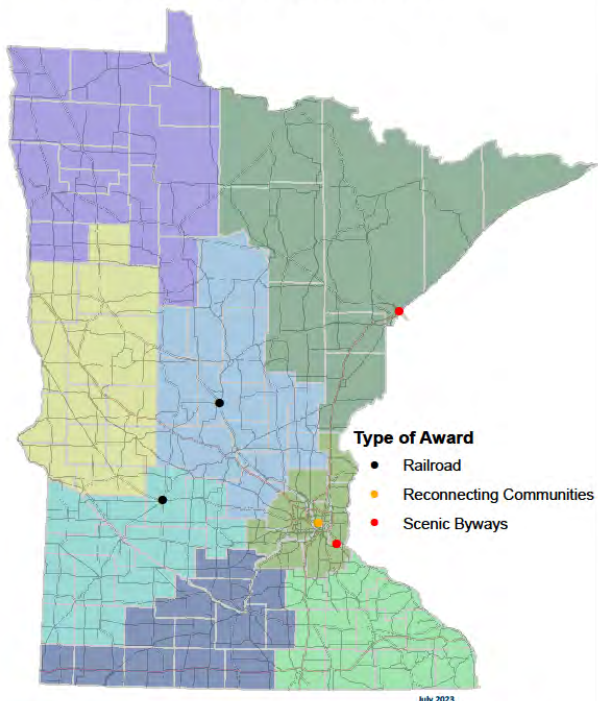
IIJA Discretionary Grant Awards 2022



Applicant	Description	Amount
City of Rochester	6 th Street Bridge RAISE	\$19,000,000
Hennepin County	Lake Street Multimodal BRT RAISE	\$12,000,000
City of Plymouth	Station 73 Transit and Regional Improvements- RAISE	\$15,000,000
City of Duluth	West Superior Street Active Transportation Corridor- RAISE	\$24,999,160
City of Bemidji/MnDOT	Hwy 197 RAISE	\$18,000,000
Carver County	US 212 Freight and Mobility INFRA	\$10,000,000
City of Excelsior	Minnetonka Blvd Bridge, St. Albans Bay Bridge Investment Program- Design	\$269,900
City of Moorhead	Moorhead Downtown Grade Separation Rural	\$26,309,600

Discretionary Grant Awards 2022 (Railroad Crossing, Reconnecting Communities and Scenic Byways)

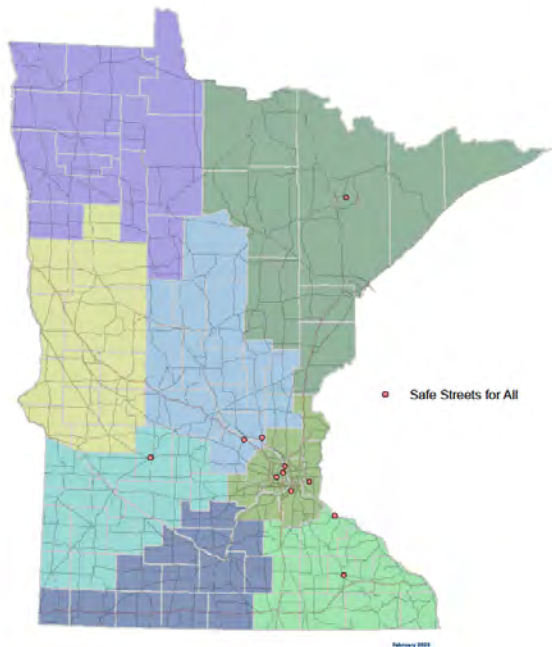
Discretionary Grant Awards 2022



Applicant	Description	Amount
City of Duluth	Skyline Parkway Overlook and Interpretive Marker Project Scenic Byways	\$1,500,000
Dakota County	All American Great River Road Spring Lake Park Reserve, Fischer Avenue Scenic Byways	\$700,000
St Paul and Reconnecting Rondo	Reconnecting Rondo- Reconnecting Communities	\$2,000,000
City of Little Falls	TH 27/ Mississippi River Bridge Grade Separation–Rail Grade Crossing Elimination	\$3,200,000
Kandiyohi County	CSAH 55 Highway –Rail Grade Crossing Elimination	\$4,824,563

Discretionary Grant Awards 2022 (Safe Streets for All – SS4A)

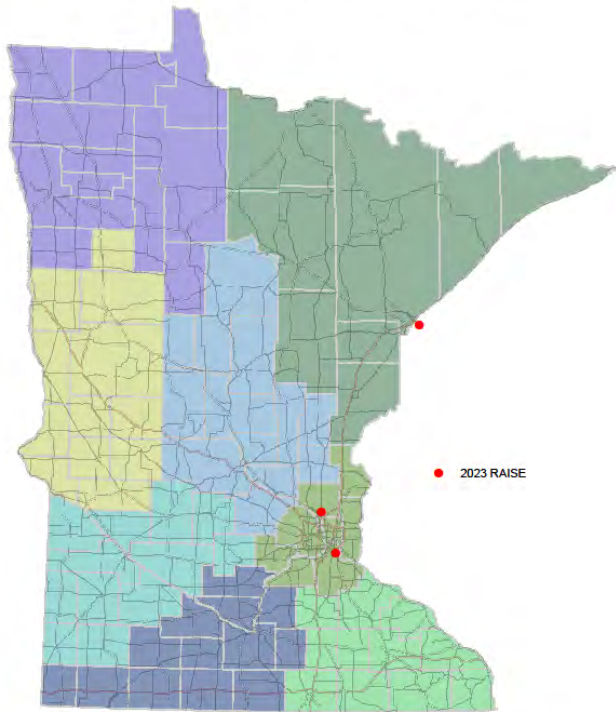
IIJA Discretionary Grant Awards 2022



Applicant	Description	Amount
City of Columbia Heights	City of Columbia Heights Safety Action Plan	\$ 2,000,000
City of Eagan	City of Eagan SS4A Discretionary Grant Action Plan	\$ 80,000.00
City of Elk River	City of Elk River Comprehensive Community Safety Assessment	\$ 198,480.00
City of Monticello	City of Monticello Comp. Safety Action Plan	\$ 200,000.00
City of Red Wing	City of Red Wing Comp. Safety Action Plan	\$ 195,760.00
City of St. Louis Park	City of St. Louis Park SS4A Action Plan	\$ 160,000.00
City of Willmar	City of Willmar Safety Action Plan	\$ 200,000.00
City of Woodbury	City of Woodbury SS4A	\$ 300,000.00
Hennepin County	Hennepin County Toward Zero Deaths Action Plan	\$ 240,000.00
Roch-Olmsted Council of Gov.	Roch.-Olmsted MPO SS4A Action Plan	\$ 276,800.00
St. Louis County Dept. of Public Works	St. Louis Co. SS4A Action Plan	\$ 200,000.00

Discretionary Grant Awards 2023 (RAISE)

Discretionary Grant Awards 2023



July 2023

Applicant	Description	Amount
City of Blaine	TH 65 97th Ave to 117th Ave	\$20,000,000
Dakota County	Completing the Mississippi River Greenway	\$8,800,000
City of Duluth	Coastal Transportation Infrastructure Rehab	\$8,196,234

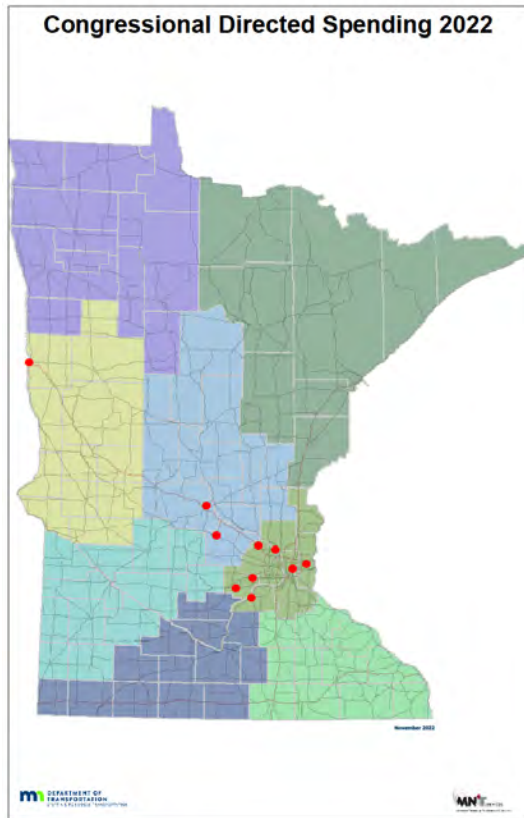
Congressionally Directed Spending (Federal Earmarks)

The Federal Appropriations Process will permit Congress to directly fund projects in the form of “Congressionally Directed Spending” CDS in each Fiscal Year

Apply through your Congressional delegation.

Available to non-profits, state and local governments

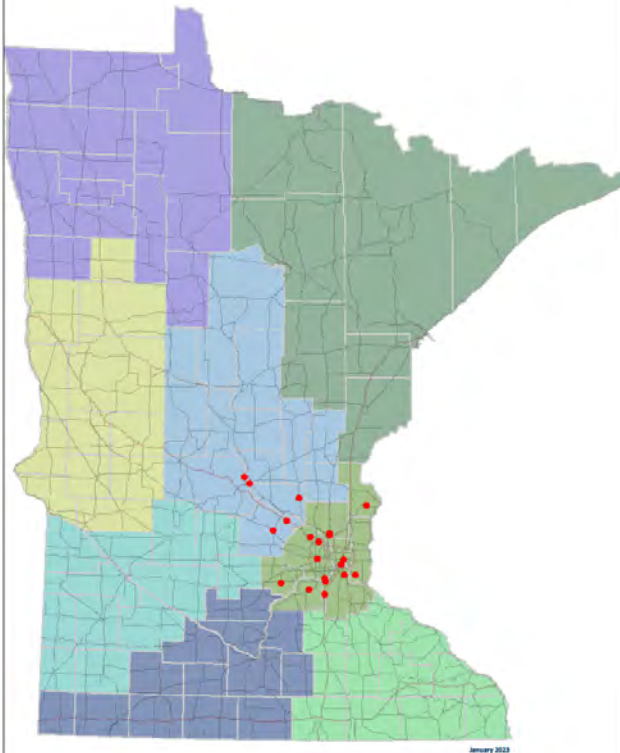
Congressional Directed Awards 2022



Applicant	Description	Amount
City of Annandale	Hwy 24 and Hemlock Intersection	\$2,000,000
Carver County	Highway 212 Rural Freight Mobility and Safety. Cologne to Young America	\$2,500,000
Stearns County	Br 6819 CSAH 75	\$1,000,000
City of Rogers	Extension of CSAH 116/Fletcher Bypass, City of Rogers	\$3,501,040
Carver County	Hwy 5 Mobility and Lake Minnewashta Causeway Bridge	\$2,000,000
City of Jordan	US 169 Multi-Use Trail Underpass	\$1,124,000
Ramsey County Parks	Bruce Vento Trail Extension	\$1,300,000
Washington County	Central Greenway Regional Trail Improvements	\$1,000,000
City of Moorhead	Center Avenue Reconstruction	\$500,000
Three Rivers Park District*	Gateway Regional Park West Rover Road Pedestrian Underpass	\$1,250,000

Congressional Directed Awards 2023

Congressional Directed Spending 2023



Stearns County	Stearns County Road 120 Resurfacing and Safety Improvements	\$1,250,000
St Louis Park	City of St. Louis Park—Cedar Lake and Louisiana Reinvestment	\$2,000,000
St. Paul	City of St. Paul—Eastbound Kellogg Bridge Reconstruction	\$7,000,000
West St Paul	City of West St. Paul Smith/Dodd Intersection Realignment, Public Plaza and Officer Scott Patrick Memorial	\$3,100,000
Dakota County	Dakota County Veterans Memorial Greenway	\$4,995,000
Prior Lake	City of Prior Lake Trail Gap Construction	\$632,150
Cottage Grove	City of Cottage Grove—80th Street Transportation and Infrastructure Project	\$5,000,000
Dakota County	Dakota County I35 & 50 Interchange Reconstruction	\$5,040,000
Burnsville	City of Burnsville Highway 13 & Nicollet Avenue Mobility	\$3,000,000
Buffalo	Trunk Highway 25 Reconstruction	\$5,785,000
Sherburne County	US Highway 169 / CR 4 Rural Safety and Mobility Interchange Project	\$7,000,000
I 94 West Corridor Coalition	I-94 Expansion Project	\$3,000,000
Carver County	US 212 Rural Freight Mobility and Safety Project	\$4,000,000
Anoka County	Trunk Highway 65 Improvements at 109th Avenue	\$5,000,000
Blaine	Trunk Highway 65 Improvements at 99th Avenue Project	\$4,000,000
Brooklyn Park	Construction of a High Priority Off-Street Trail Along Zane Avenue	\$874,400
Maple Grove	Highway 610 Extension Project	\$2,750,000
Bloomington	Minnesota Valley State Trail—Lyndale to Nine Mile Creek Segment	\$2,350,000
Chisago County	US Highway 8 Reconstruction	\$3,000,000

Thank you!

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