

Financial Snapshot

Fiscal Year 2019, February 2019 Forecast

highway user tax distribution fund (HUTD)

\$ in rounded millions

HUTD Fund Revenue

Revenue	Actual			Forecast					FY18 % of HUTD Total Revenue
	FY 16	FY 17	FY 18	FY 19	FY 20	FY 21	FY 22	FY 23	
Motor Fuel Tax	\$ 899	\$ 911	\$ 926	\$ 940	\$ 947	\$ 951	\$ 952	\$ 950	41%
Motor Vehicle Registration Tax (Tab Fees)	702	753	782	806	823	833	838	840	35%
Motor Vehicle Sales Tax (MVST)	429	453	463	490	516	548	574	596	21%
General Fund Transfers	0	0	85	91	208	210	213	216	4%
Other	5	4	4	6	7	7	7	7	0%
Total Revenue	\$2,035	\$2,120	\$2,260	\$2,333	\$2,499	\$2,550	\$2,584	\$2,610	100%

Per Article XIV of the State Constitution, these revenues (net of collection costs and transfers) are transferred: 58.9% to Trunk Highways, 27.55% to Counties, 8.55% to Municipalities, 5% to flexible highway account for county and municipal turnbacks, township roads and township bridges

HUTD facts

Gasoline Tax Rate

July 1, 2012* 28.0 cents to 28.5 cents (debt service surcharge)

* Final Chapter 152 phase-in of 5 cent gas tax increase and 3.5 cent debt service surcharge

In FY 18, 1¢ of gas tax generated ~\$32.5 million in revenue to the HUTD

Minnesota's total state gasoline taxes are 28th highest out of 51 states including the District of Columbia (taxes include state excise taxes and other state taxes and fees) (Source: API, as of 1/1/2019)

Gas Consumed**

	Millions of Gallons	% change vs previous year
FY16 (act)	3,155	1.3%
FY17 (act)	3,195	1.3%
FY18 (act)	3,248	1.7%
FY19 (fcst)	3,298	1.5%
FY20 (fcst)	3,321	0.7%
FY21 (fcst)	3,336	0.5%
FY22 (fcst)	3,340	0.1%
FY23 (fcst)	3,335	-0.2%

** Implied gallons based on actual revenue divided by tax rate

trunk highway fund

\$ in rounded millions

Policies

Financial Policies	Description	Policy Target	Score	Actual			Forecast					
				FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	
Debt Management	Debt service for the Trunk Highway Fund (THF) should not exceed 20% of annual state revenues to the THF	<20%	\$	15%	15%	15%	16%	15%	16%	17%	18%	
Fund Balance	Maintain a balance of 6% of annual state revenues + 2% of authorized but unissued debt	~90 million in FY 18	\$	Total	\$382	\$377	\$437	\$256	\$317	\$452	\$657	\$862
				Unreserved	\$297	\$292	\$346	\$163	\$216	\$347	\$556	\$761
Cash Balance	Maintain 15 days of cash flow needs	>15 days	\$	43	46	46	39	36	39	39	39	
Advance Construction (AC)	Should not exceed target amounts in policy statement	<\$805 million	\$	Maximizing use of AC as program allows								

\$ = in compliance with policy \$ = out of compliance with policy (none for this forecast)

trunk highway bonds

\$ in rounded millions

Debt Service Amounts

	Actual			Forecast				
	FY 16	FY 17	FY 18	FY 19	FY 20	FY 21	FY 22	FY 23
Debt Service Transfer	\$ 181	\$ 194	\$ 211	\$ 215	\$ 227	\$ 241	\$ 256	\$ 275
Local Government Advances	0	0	0	7	7	7	7	7
Transportation Revolving Loan Fund (TRLF)	2	2	0	3	3	3	3	3
Total Debt Service	\$ 183	\$ 196	\$ 211	\$ 224	\$ 236	\$ 251	\$ 266	\$ 284

* FY 19 debt service transfer reflects actual

Bond Overview

Bonds Authorized since 2000*	\$ 4,325
Bonds Sold**	\$ 2,939
Remaining to be Sold	\$ 1,386

* Includes the \$416 million authorized during the 2018 Legislative Session

** The most recent bond sale in August 2018 included \$206 million of TH bonds

county state-aid highway (CSAH) / municipal state-aid street (MSAS) funds

\$ in rounded millions

Commissioner's Order Distributions

	Actual				Forecast			
	2016	2017	2018	2019	2020	2021	2022	2023
Net Revenues Available	\$ 2,025	\$ 2,061	\$ 2,226	\$ 2,272	\$ 2,463	\$ 2,512	\$ 2,548	\$ 2,573
Total Distributions to Local Governments								
Counties	639	643	712	713	783	799	812	821
Municipalities	174	173	192	192	211	215	218	220
Town Roads and Bridges	48	48	54	54	57	58	59	60

The Commissioner's Order is issued in January based on November forecast information. Per the Commissioner's Order process defined in Minnesota Statutes Chapter 162.07, .08, .13 and .14, net HUTD revenue is allocated to counties and municipalities based on various percentages and calculations. 2020-23 distributions are based on forecast.

other modes

\$ in rounded millions

MnDOT Transit Funding

	Actual			Forecast				
	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23
General Fund	\$ 20	\$ 20	\$ 0	\$ 18	\$ 17	\$ 17	\$ 17	\$ 17
Transit Assistance Fund								
Motor Vehicle Sales Tax	29	30	31	33	34	37	38	40
Motor Vehicle Lease Tax	29	33	37	37	38	40	42	43
Total Funding*	\$ 77	\$ 83	\$ 68	\$ 87	\$ 90	\$ 94	\$ 97	\$ 100

* Does not include federal transit funds or bond funds

State Airports Fund Forecast

	Actual			Forecast				
	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23
Balance Forward	\$ 25	\$ 18	\$ 20	\$ 14	\$ 8	\$ 12	\$ 16	\$ 20
Revenue	21	25	25	24	25	25	25	26
General Fund Transfer								
Expenditures	29	24	32	30	22	22	22	22
Balance Before Reserves	18	19	13	7	11	15	20	25
Less Appropriations Carryover	3	3	3	3	3	4	4	4
Fund Balance**	\$ 15	\$ 16	\$ 10	\$ 4	\$ 8	\$ 12	\$ 16	\$ 20

** Reflects activity in all 3 airport funds: State Airports, Hangar Loan Revolving and Air Transportation Revolving

Fund balance policy requires an undesignated, unreserved fund balance of no less than 5% of total appropriations but no more than 15% (maximum of \$3 million)

other

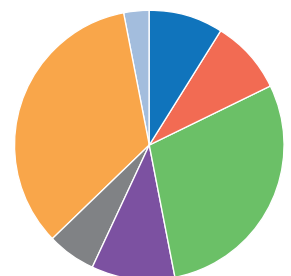
All dollars in thousands (\$1 = \$1,000)

MnDOT All Appropriations* - FY 2018-19

	FY 2018	FY 2019	Total
Total Direct Appropriations	2,806,754	3,035,620	5,842,374
Total Open Appropriations	8,793	9,543	18,336
Statutory Appropriations:			
Special Revenue	103,245	114,610	217,855
Federal (Non-Trunk Highway)	253,279	705,205	958,484
All Other Appropriations	99,858	100,538	200,396
Total Statutory Appropriations	456,382	920,353	1,376,735
Grand Total Appropriations	\$3,271,929	\$3,965,516	\$7,237,445

Appropriation Allocation Plan

Multimodal Systems	9.1%
Program Planning & Delivery	8.8%
State Road Construction	29.0%
Operations and Maintenance	10.0%
Debt Service	6.0%
State Aid for Local Transportation	34.0%
Agency Management & Other	3.0%
Grand Total All Appropriations	100%



* Does not include bond funds