

Financial Snapshot

Fiscal Year 2021, February 2021 Forecast

highway user tax distribution fund (HUTD)

\$ in rounded millions

HUTD Fund Revenue

Revenue	Actual			Forecast					FY21 % of HUTD Total Revenue
	FY 18	FY 19	FY 20	FY 21	FY 22	FY 23	FY 24	FY 25	
Motor Fuel Tax	\$ 926	\$ 938	\$ 879	\$ 860	\$ 912	\$ 920	\$ 926	\$ 932	35%
Motor Vehicle Registration Tax (Tab Fees)	782	804	813	862	905	937	970	1,004	36%
Motor Vehicle Sales Tax (MVST)	463	486	486	521	553	570	598	634	22%
State Sales Taxes	85	90	198	177	190	199	201	204	7%
Other	4	6	4	3	4	4	4	5	0%
Total Revenue	\$2,260	\$2,323	\$2,380	\$2,424	\$2,563	\$2,629	\$2,699	\$2,778	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 20, 1¢ of gas tax generated ~\$30.9 million in revenue to the HUTD

Minnesota's total state gasoline taxes are ranked 32nd 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 January, 2021)

Gas Consumed**

	Millions of Gallons	% change vs previous year
FY18 (act)	3,248	1.7%
FY19 (act)	3,290	1.3%
FY20 (act)	3,085	-6.2%
FY21 (fcst)	3,018	-2.2%
FY22 (fcst)	3,199	6.0%
FY23 (fcst)	3,228	0.9%
FY24 (fcst)	3,251	0.7%
FY25 (fcst)	3,270	0.6%

** 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					
				FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	
Debt Management	Debt service for the Trunk Highway Fund (THF) should not exceed 20% of annual state revenues to the THF	<20%	\$	15%	15%	14%	12%	15%	17%	17%	17%	
Fund Balance	Maintain a balance of 6% of annual state revenues + 2% of authorized but unissued debt	~107million in FY 21	\$	Total	\$437	\$424	\$491	\$189	\$203	\$316	\$394	\$517
				Unreserved	\$346	\$332	\$393	\$82	\$95	\$211	\$289	\$413
Cash Balance	Maintain 15 days of cash flow needs	>15 days	\$	45	59	37	52	58	65	77	95	
Advance Construction (AC)	Should not exceed target amounts in policy statement	<\$898 million	\$	Projected to comply with policy in all years								

\$ = 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 18	FY 19	FY 20	FY 21	FY 22	FY 23	FY 24	FY 25
Debt Service Transfer	\$ 211	\$ 215	\$ 210	\$ 178	\$ 226	\$ 261	\$ 279	\$ 282
Local Government Advances	0	0	0	0	2	2	2	2
Transportation Revolving Loan Fund	0	0	0	0	1	1	1	1
Total Debt Service	\$ 211	\$ 215	\$ 210	\$ 178	\$ 229	\$ 264	\$ 282	\$ 285

Bond Overview

Bonds Authorized since 2000*	\$ 4,625
Bonds Sold**	\$ 3,282
Remaining to be Sold	\$ 1,342

* Includes the \$300 million authorized during the 2020 Legislative 5th Special Session

** The most recent bond sale in August 2020 included \$152 million of TH bonds

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

\$ in rounded millions

Commissioner's Order Distributions

	Actual				Forecast			
	2018	2019	2020	2021	2022	2023	2024	2025
Net Revenues Available	\$ 2,226	\$ 2,272	\$ 2,453	\$ 2,384	\$ 2,529	\$ 2,595	\$ 2,665	\$ 2,743
Total Distributions to Local Governments								
Counties	712	713	778	709	789	809	830	856
Municipalities	192	192	210	193	212	217	223	230
Town Roads and Bridges	54	54	57	53	59	60	62	64

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. 2022-25 distributions are based on forecast.

other modes

\$ in rounded millions

MnDOT Transit Funding

	Actual				Forecast			
	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25
General Fund	\$ 0	\$ 18	\$ 17	\$ 18	\$ 17	\$ 17	\$ 17	\$ 17
Transit Assistance Fund								
Motor Vehicle Sales Tax	31	32	32	35	37	38	40	42
Motor Vehicle Lease Tax	37	37	33	35	38	38	38	39
Total Funding*	\$ 68	\$ 87	\$ 82	\$ 88	\$ 92	\$ 93	\$ 95	\$ 99

* Does not include federal transit funds or bond funds

State Airports Fund Forecast

	Actual					Forecast		
	FY1	FY1	FY	FY	7'	FY2	FY2	FY2
Balance Forward	\$ 21	\$ 16	\$ 19	\$ 22	\$ 8	\$ 6	\$ 7	\$ 8
Revenue	25	27	26	24	26	26	26	26
General Fund Transfer								
Expenditures	32	27	24	39	28	26	26	26
Balance Before Reserves	15	16	22	7	6	6	7	8
Less Appropriations Carryover	3	2	2	2	2	3	3	4
Fund Balance**	\$ 12	\$ 13	\$ 20	\$ 5	\$ 3	\$ 4	\$ 4	\$ 4

** 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

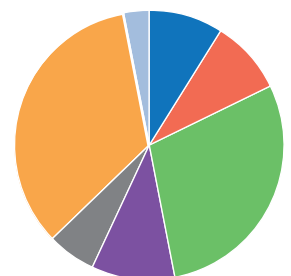
All dollars in thousands (\$1 = \$1,000)

MnDOT All Appropriations* - FY 2020-21

	FY 2020	FY 2021	Total
Total Direct Appropriations	2,921,602	3,110,051	6,031,653
Total Open Appropriations	8,566	10,044	18,610
Statutory Appropriations:			
Special Revenue	133,457	84,718	218,175
Federal (Non-Trunk Highway)	289,472	978,461	1,267,933
All Other Appropriations	96,310	114,822	211,132
Total Statutory Appropriations	519,240	1,178,001	1,697,241
Grand Total Appropriations	\$3,449,408	\$4,298,096	\$7,747,504

Appropriation Allocation Plan

Multimodal Systems	12.0%
Program Planning & Delivery	8.5%
State Road Construction	27.0%
Operations and Maintenance	10.1%
Debt Service	5.0%
State Aid for Local Transportation	33.7%
Agency Management & Other	3.5%
Grand Total All Appropriations	100%



* Does not include bond funds