

Financial Snapshot

Fiscal Year 2018, November 2017 Forecast

highway user tax distribution fund (HUTD)

\$ in rounded millions

HUTD Fund Revenue

Revenue	Actual				Forecast				FY17 % of HUTD Total Revenue
	FY 14	FY 15	FY 16	FY 17	FY 18	FY 19	FY 20	FY 21	
Motor Fuel Tax	\$ 878	\$ 888	\$ 899	\$ 911	\$ 921	\$ 927	\$ 931	\$ 926	43%
Motor Vehicle Registration Tax (Tab Fees)	652	686	702	753	787	809	823	829	36%
Motor Vehicle Sales Tax (MVST)	384	417	429	453	471	464	476	481	21%
General Fund Transfers	0	0	0	0	90	92	208	210	0%
Other	3	5	5	4	4	4	5	5	0%
Total Revenue	\$1,918	\$1,996	\$2,035	\$2,120	\$2,274	\$2,296	\$2,443	\$2,452	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 17, 1¢ of gas tax generated ~\$32.0 million in revenue to the HUTD

Minnesota's total state gasoline taxes are 27th 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 11/1/2017)

Gas Consumed**

	Millions of Gallons	% change vs previous year
FY14 (act)	3,081	1.9%
FY15 (act)	3,115	1.1%
FY16 (act)	3,155	1.3%
FY17 (act)	3,195	1.3%
FY18 (fcst)	3,233	1.2%
FY19 (fcst)	3,253	0.6%
FY20 (fcst)	3,267	0.4%
FY21 (fcst)	3,249	-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				
				FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	
Debt Management	Debt service for the Trunk Highway Fund (THF) should not exceed 20% of annual state revenues to the THF	<20%	\$	13%	13%	15%	15%	16%	16%	16%	16%	
Fund Balance	Maintain a balance of 6% of annual state revenues + 2% of authorized but unissued debt	~85 million in FY 17	\$	Total	\$415	\$276	\$382	\$377	\$143	\$134	\$249	\$389
				Unreserved	\$325	\$184	\$297	\$292	\$53	\$43	\$151	\$288
Cash Balance	Maintain 15 days of cash flow needs	>15 days	\$	45	53	43	46	42	39	36	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 14	FY 15	FY 16	FY 17	FY 18*	FY 19	FY 20	FY 21
Debt Service Transfer	\$ 136	\$ 155	\$ 181	\$ 194	\$ 211	\$ 218	\$ 225	\$ 234
Local Government Advances	5	0	0	0	7	7	7	7
Transportation Revolving Loan Fund (TRLF)	2	2	2	2	3	3	3	3
Total Debt Service	\$ 144	\$ 157	\$ 183	\$ 196	\$ 221	\$ 227	\$ 235	\$ 244

* FY 18 debt service transfer reflects actual

Bond Overview

Bonds Authorized since 2000*	\$ 3,909
Bonds Sold**	\$ 2,733
Remaining to be Sold	\$ 1,176

* Includes the \$940 million authorized during the 2017 Legislative Session

** The most recent bond sale in September 2017 included \$114 million of TH bonds

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

\$ in rounded millions

Commissioner's Order Distributions

	Actual				Forecast			
	2014	2015	2016	2017	2018	2019	2020	2021
Net Revenues Available	\$ 1,853	\$ 1,945	\$ 2,025	\$ 2,061	\$ 2,237	\$ 2,260	\$ 2,407	\$ 2,416
Total Distributions to Local Governments								
Counties	543	569	639	643	713	720	765	766
Municipalities	168	181	174	173	191	193	206	207
Town Roads and Bridges	43	46	48	48	52	53	56	56

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. 2018-21 distributions are based on forecast.

other modes

\$ in rounded millions

MnDOT Transit Funding

	Actual				Forecast			
	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21
General Fund	\$ 16	\$ 23	\$ 20	\$ 20	\$ 1	\$ 17	\$ 17	\$ 17
Transit Assistance Fund								
Motor Vehicle Sales Tax	26	28	29	30	31	31	32	32
Motor Vehicle Lease Tax	23	23	29	33	36	37	37	36
Total Funding*	\$ 64	\$ 74	\$ 77	\$ 83	\$ 68	\$ 85	\$ 86	\$ 86

* Does not include federal transit funds or bond funds

State Airports Fund Forecast

	Actual				Forecast			
	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21
Balance Forward	\$ 6	\$ 21	\$ 25	\$ 18	\$ 19	\$ 6	\$ 6	\$ 6
Revenue	20	27	21	25	23	22	21	22
General Fund Transfer	15							
Expenditures	20	25	29	24	37	22	21	21
Balance Before Reserves	21	24	18	19	6	6	6	6
Less Appropriations Carryover	2	3	3	3	3	3	3	3
Fund Balance**	\$ 19	\$ 22	\$ 15	\$ 16	\$ 2	\$ 3	\$ 3	\$ 3

** 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

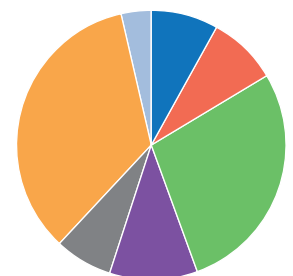
All dollars in thousands (\$1 = \$1,000)

MnDOT All Appropriations* - FY 2018-19

	FY 2018	FY 2019	Total
Total Direct Appropriations	2,959,907	2,878,405	5,838,312
Total Open Appropriations	8,812	8,812	17,625
Statutory Appropriations:			
Special Revenue	194,334	194,334	388,669
Federal (Non-Trunk Highway)	477,019	468,450	945,469
All Other Appropriations	104,847	105,130	209,976
Total Statutory Appropriations	776,200	767,914	1,544,114
Grand Total Appropriations	\$3,744,919	\$3,655,131	\$7,400,051

Appropriation Allocation Plan

Multimodal Systems	8.2%
Program Planning & Delivery	8.2%
State Road Construction	30.7%
Operations and Maintenance	9.9%
Debt Service	6.3%
State Aid for Local Transportation	33.6%
Agency Management & Other	3.0%
Grand Total All Appropriations	100%



* Does not include bond funds