

Table of Contents

Transportation

<i>Agency Profile</i>	1
Agency Expenditure Overview	4
Agency Financing by Fund	5
Agency Change Summary	11
<u>Additional Documents</u>	18
<i>Enacted Budget Changes</i>	18

<https://www.dot.state.mn.us/>

AT A GLANCE

- Over 145,000 centerline miles (single roadway, regardless of the number of lanes) including trunk highways and local roads
- 4th largest roadway system in the nation
- 4,928 bridges greater than 10 feet in length on Trunk Highway routes (including railroad, pedestrian, and other structures)
- More than 91 million vehicle miles driven on average every day on the state highway system
- 360 construction projects planned in the FY22-23 biennium
- \$30-33 billion in planned investments for state highways over the next 20 years (MnSHIP)
- 5,105 full-time equivalent employees as of FY22
- Truck freight traffic projected to increase by 10 percent over the next ten years

MnDOT works with our partners to support:

- 3 active Lake Superior and 4 Mississippi River system ports
- 34 transit providers serving all 80 non-metro counties
- 133 publicly owned state-funded airports
- 4,420 track miles serving 21 railroad companies, Northstar commuter, and Amtrak passenger service

PURPOSE

Transportation provides access to critical connections for all Minnesotans by managing an efficient, safe, reliable, and accessible system of interconnected modes. Transportation supports a robust quality of life by linking people to education, healthcare, jobs, and recreation. Transportation underpins a healthy economy, providing for the efficient shipping of raw and finished goods as well as access to jobs. Transportation also plays an important role in the stewardship of our environment by ensuring compliance with environmental laws and policies. Therefore, MnDOT has adopted the following:

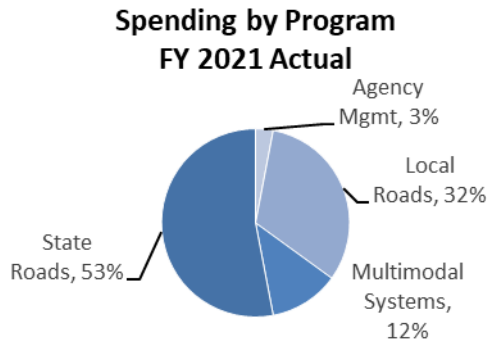
Vision: Minnesota's multimodal transportation system maximizes the health of people, the environment, and our economy.

Mission: Plan, build, operate and maintain a safe, accessible, efficient, and reliable multimodal transportation system that connects people to destinations and markets throughout the state, regionally and around the world.

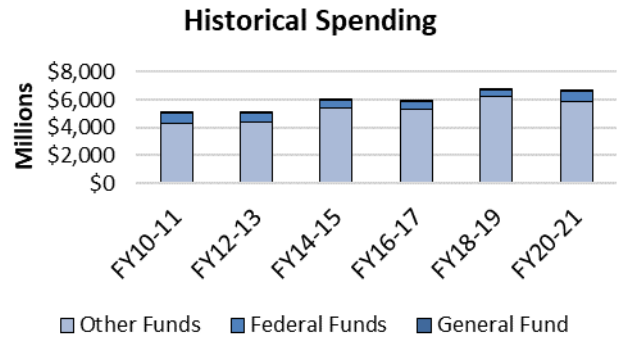
Funding is provided in four programs with 13 budget activities:

Multimodal Systems	State Roads	Local Roads	Agency Management
Aeronautics	Program Planning & Delivery	County State Aid Roads	Agency Services
Transit	State Road Construction	Municipal State Aid Roads	Building Services
Freight	Debt Service		
Passenger Rail	Operations and Maintenance		
	Statewide Radio Communications		

BUDGET



*Spending includes Trunk Highway fund debt service transfer
Source: Budget Planning & Analysis System (BPAS)*



*Spending includes Trunk Highway fund debt service transfer
Source: Budget Planning & Analysis System (BPAS)*

MnDOT is committed to efficiency and fiscal responsibility, while also acknowledging that long-term investments are necessary to sufficiently address the maintenance and improvement needs of the transportation system. Despite those challenges, MnDOT strives to advance statewide strategic priorities and continues to build and maintain a comprehensive transportation system that serves all Minnesotans.

The primary source of financing for state-owned highways is the trunk highway fund, which is supported by motor fuel taxes, motor vehicle registration fees, and motor vehicle sales taxes. Other sources of transportation funding include transit assistance, county state aid highway, municipal state aid street, state airport, special revenue, general, and federal funds. The Federal Infrastructure Investment and Jobs Act (IIJA), which was signed into law on November 15, 2021, includes a continuation of the current level of federal formula funds as well as new areas of investment focused on carbon reduction, climate resiliency, restorative justice, and electric vehicle infrastructure. Minnesota, along with local and tribal governments, are also eligible for new and expanded competitive grant programs related to roads and bridges, transit, aviation, ports, and rail.

STRATEGIES

MnDOT's strategic initiatives demonstrate the agency's critical role in creating a safe, accessible, efficient, and reliable transportation system. MnDOT strives to advance statewide strategic priorities and continue to build and maintain a comprehensive transportation system that serves Minnesotans now and into the future - including enhancing pedestrian safety, reducing transportation's impact on greenhouse gas emissions, and cultivating a more diverse transportation industry and workforce.

As stewards of the transportation system, we're committed to the following objectives:

1. **Open Decision-Making:** Make transportation system decisions through processes that are inclusive, engaging, and supported by data and analysis. Provide for and support coordination, collaboration, and innovation. Ensure efficient and effective use of resources.
2. **Transportation Safety:** Safeguard transportation users as well as the communities the systems travel through. Apply proven strategies to reduce fatalities and serious injuries for all modes. Foster a culture of transportation safety in Minnesota (<http://www.minnesotatzd.org/>).
3. **Critical Connections:** Maintain and improve multimodal transportation connections essential for Minnesotans' prosperity and quality of life. Strategically consider new connections that help meet performance targets and maximize social, economic, and environmental benefits.
4. **System Stewardship:** Strategically build, manage, maintain, and operate all transportation assets. Rely on system data and analysis, performance measures and targets, agency and partners' needs, and public expectations to inform decisions. Use technology and innovation to get the most out of investments and

maintain system performance. Increase the resiliency of the transportation system and adapt to changing needs.

5. **Healthy Communities:** Make fiscally responsible decisions that respect and complement the natural, cultural, social, and economic context. Integrate land uses and transportation systems to leverage public and private investments.

The Minnesota Department of Transportation requires that the principles of “Complete Streets”, which balances the needs of all transportation users, be considered at all phases of planning and project development in the establishment, development, operation, and maintenance of a comprehensive, integrated, and connected multimodal transportation system (<https://www.dot.state.mn.us/planning/completestreets/index.html>).

The Department of Transportation’s legal authority comes from:

Minnesota Constitution, Article XIV, Public Highway System (<https://www.revisor.mn.gov/constitution>)

Powers of Road Authorities, M.S. 160 (<https://www.revisor.mn.gov/statutes/?id=160>)

Trunk Highways, M.S. 161 (<https://www.revisor.mn.gov/statutes/?id=161>)

Administration of State Aid Road Systems, M.S. 162 (<https://www.revisor.mn.gov/statutes/?id=162>)

Responsibilities Related to Bridges, M.S. 165 (<https://www.revisor.mn.gov/statutes/?id=165>)

Trunk Highway Bonds, M.S. 167 (<https://www.revisor.mn.gov/statutes/?id=167>)

Traffic Regulation, M.S. 169 (<https://www.revisor.mn.gov/statutes/?id=169>)

Signs and Billboards Along Highways, M.S. 173 (<https://www.revisor.mn.gov/statutes/?id=173>)

Department of Transportation, M.S. 174 (<https://www.revisor.mn.gov/statutes/?id=174>)

Enforcement of Prevailing Wage, M.S. 177.44 (<https://www.revisor.mn.gov/statutes/?id=177.44>)

Rail Transportation, M.S. 218 (<https://www.revisor.mn.gov/statutes/?id=218>)

Railroad Safety, M.S. 219 (<https://www.revisor.mn.gov/statutes/?id=219>)

Regulation of Motor Carriers, M.S. 221 (<https://www.revisor.mn.gov/statutes/?id=221>)

Rail Service Improvement and Rail Bank, M.S. 222 (<https://www.revisor.mn.gov/statutes/?id=222>)

Aeronautics, M.S. 360 (<https://www.revisor.mn.gov/statutes/?id=360>)

Transportation

Agency Expenditure Overview

(Dollars in Thousands)

	Actual	Actual	Actual	Estimate	Forecast Base		Enacted Budget	
	FY20	FY21	FY22	FY23	FY24	FY25	FY24	FY25
<u>Expenditures by Fund</u>								
1000 - General	20,167	21,643	28,711	100,290	23,159	23,159	756,247	47,028
1050 - Transit Assistance	71,192	64,265	83,551	80,357	59,957	59,957	79,707	79,883
2000 - Restrict Misc Special Revenue	127,508	55,432	61,998	102,101	67,358	58,402	96,388	137,084
2001 - Other Misc Special Revenue	5,950	3,725	3,053	3,757	2,358	2,377	2,658	2,677
2050 - Environment & Natural Resources	65	121	52	365				
2500 - Municipal State Aid Street	237,270	175,770	152,566	222,798	231,228	230,389	243,483	251,713
2600 - County State Aid Highway	795,902	762,339	790,237	862,415	891,790	890,706	921,773	987,415
2700 - Trunk Highway	1,652,140	1,841,884	1,808,212	2,328,404	1,804,502	1,804,451	2,144,516	2,126,171
2710 - Highway Users Tax Distribution	115	132	119	119	119	119	119	119
2720 - State Airports	21,607	33,245	31,718	27,944	25,414	25,414	40,414	25,414
2721 - Hanger Loan Revolving	1,126	674	1,620					
2722 - Air Transportation Revolving	1,197	781	788	891	891	891	891	891
3000 - Federal	289,472	464,881	456,806	1,894,507	1,136,223	1,124,798	1,136,223	1,124,798
3010 - Coronavirus Relief		600						
3520 - Transportation-Loc Bridge&Road	6,436	12,770	8,698	14,000	14,000	14,000	14,000	14,000
4900 - 911 Emergency	9,309	10,052	9,464	9,886	9,675	9,675	10,116	10,384
Total	3,239,454	3,448,313	3,437,593	5,647,834	4,266,674	4,244,338	5,446,535	4,807,577
Biennial Change			2,397,661		(574,415)		1,168,685	
Biennial % Change			36		(6)		13	
Enacted Budget Change from Base							1,743,100	
Enacted Budget % Change from Base							20	

Transportation

Agency Financing by Fund

(Dollars in Thousands)

	Actual	Actual	Actual	Estimate	Forecast Base		Enacted Budget	
	FY20	FY21	FY22	FY23	FY24	FY25	FY24	FY25
1000 - General								
Balance Forward In	1,404	3,315	875	78,902				
Direct Appropriation	21,558	19,691	143,333	33,784	23,284	23,284	928,522	66,653
Transfers In	1,367	1,330	1,501	1,401	1,384	1,391	1,384	1,391
Transfers Out	1,414	1,388	38,094	8,026	1,509	1,516	173,659	21,016
Cancellations		433		5,771				
Balance Forward Out	2,749	872	78,903					
Expenditures	20,167	21,643	28,711	100,290	23,159	23,159	756,247	47,028
Biennial Change in Expenditures				87,191		(82,683)		674,274
Biennial % Change in Expenditures				209		(64)		523
Enacted Budget Change from Base								756,957
Enacted Budget % Change from Base								1,634

1050 - Transit Assistance

Balance Forward In	51,401	48,741	60,737	42,569	22,507	21,871	22,507	21,871
Receipts	65,106	69,179	65,397	60,308	59,334	59,720	80,014	79,940
Transfers In	416	416	416	685	540	540	540	540
Transfers Out	423	424	429	698	553	553	1,483	847
Balance Forward Out	45,308	53,647	42,569	22,507	21,871	21,621	21,871	21,621
Expenditures	71,192	64,265	83,551	80,357	59,957	59,957	79,707	79,883
Biennial Change in Expenditures				28,451		(43,994)		(4,318)
Biennial % Change in Expenditures				21		(27)		(3)
Enacted Budget Change from Base								39,676
Enacted Budget % Change from Base								33

2000 - Restrict Misc Special Revenue

Balance Forward In	77,324	71,817	64,495	50,308	20,423	18,747	20,423	18,747
Receipts	94,917	44,848	41,370	65,216	65,682	58,390	76,939	132,342
Transfers In	4,706	2	6,500	6,500			20,250	21,000
Transfers Out	4,706	56	0				2,477	16,270
Net Loan Activity	296	173	(57)	500				
Balance Forward Out	45,030	61,352	50,309	20,423	18,747	18,735	18,747	18,735
Expenditures	127,508	55,432	61,998	102,101	67,358	58,402	96,388	137,084
Biennial Change in Expenditures				(18,841)		(38,339)		69,373

Transportation

Agency Financing by Fund

(Dollars in Thousands)

	Actual FY20	Actual FY21	Actual FY22	Estimate FY23	Forecast Base FY24 FY25		Enacted Budget FY24 FY25	
Biennial % Change in Expenditures				(10)		(23)		42
Enacted Budget Change from Base								107,712
Enacted Budget % Change from Base								86

2001 - Other Misc Special Revenue

Balance Forward In	8,791	9,208	9,451	9,041	8,495	8,521	8,495	8,521
Receipts	6,119	3,945	2,645	3,211	2,384	2,414	2,684	2,714
Balance Forward Out	8,961	9,427	9,043	8,495	8,521	8,558	8,521	8,558
Expenditures	5,950	3,725	3,053	3,757	2,358	2,377	2,658	2,677
Biennial Change in Expenditures				(2,865)		(2,075)		(1,475)
Biennial % Change in Expenditures				(30)		(30)		(22)
Enacted Budget Change from Base								600
Enacted Budget % Change from Base								13

2050 - Environment & Natural Resources

Balance Forward In	202	138		165				
Direct Appropriation			217	200	0	0	0	0
Transfers Out		16						
Cancellations		1						
Balance Forward Out	137		165					
Expenditures	65	121	52	365				
Biennial Change in Expenditures				231		(417)		(417)
Biennial % Change in Expenditures				124		(100)		(100)
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								

2500 - Municipal State Aid Street

Balance Forward In	182,395	159,315	179,406	256,112	256,112	256,112	256,112	256,112
Direct Appropriation	216,063	197,431	226,238	222,836	231,266	230,427	238,521	251,751
Transfers In			5,000				5,000	
Transfers Out	19	24	38	38	38	38	38	38
Cancellations	1,964	1,597	1,927					
Balance Forward Out	159,205	179,356	256,112	256,112	256,112	256,112	256,112	256,112

Transportation

Agency Financing by Fund

(Dollars in Thousands)

	Actual FY20	Actual FY21	Actual FY22	Estimate FY23	Forecast Base FY24 FY25		Enacted Budget FY24 FY25	
Expenditures	237,270	175,770	152,566	222,798	231,228	230,389	243,483	251,713
Biennial Change in Expenditures				(37,675)		86,253		119,832
Biennial % Change in Expenditures				(9)		23		32
Enacted Budget Change from Base								33,579
Enacted Budget % Change from Base								7

2600 - County State Aid Highway

Balance Forward In	678,068	735,352	748,510	835,489	835,489	835,489	835,489	835,489
Direct Appropriation	858,698	780,107	886,178	862,537	891,912	890,828	928,745	975,147
Transfers In			12,000					12,390
Transfers Out	61	76	15,122	122	122	122	6,972	122
Cancellations	5,769	4,696	5,840					
Balance Forward Out	735,034	748,347	835,489	835,489	835,489	835,489	835,489	835,489
Expenditures	795,902	762,339	790,237	862,415	891,790	890,706	921,773	987,415
Biennial Change in Expenditures				94,411		129,844		256,536
Biennial % Change in Expenditures				6		8		16
Enacted Budget Change from Base								126,692
Enacted Budget % Change from Base								7

2700 - Trunk Highway

Balance Forward In	64,221	216,027	66,169	273,566	37,204	35,473	37,204	35,473
Direct Appropriation	1,930,422	2,006,611	2,207,785	2,291,178	2,007,876	2,016,740	2,352,778	2,357,542
Open Appropriation	8,409	9,866	11,019	11,480	11,480	11,480	11,480	11,480
Receipts	43,849	45,821	68,608	48,163	48,163	48,163	48,163	48,163
Transfers In	418,545	432,493	109,882	117,829	93,232	97,404	93,232	97,404
Transfers Out	627,053	677,333	315,636	368,729	356,755	369,791	361,643	388,873
Cancellations	1,314	126,486	66,049	7,879	1,225	5,397	1,225	5,397
Balance Forward Out	184,938	65,114	273,566	37,204	35,473	29,621	35,473	29,621
Expenditures	1,652,140	1,841,884	1,808,212	2,328,404	1,804,502	1,804,451	2,144,516	2,126,171
Biennial Change in Expenditures				642,592		(527,663)		134,071
Biennial % Change in Expenditures				18		(13)		3
Enacted Budget Change from Base								661,734
Enacted Budget % Change from Base								18

Transportation

Agency Financing by Fund

(Dollars in Thousands)

	Actual FY20	Actual FY21	Actual FY22	Estimate FY23	Forecast Base FY24 FY25		Enacted Budget FY24 FY25	
--	----------------	----------------	----------------	------------------	----------------------------	--	-----------------------------	--

2710 - Highway Users Tax Distribution

Open Appropriation	2,346,805	2,428,323	2,493,331	2,509,733	2,569,809	2,600,441	2,654,661	2,850,907
Transfers Out	2,346,690	2,428,191	2,493,212	2,509,614	2,569,690	2,600,322	2,654,542	2,850,788
Expenditures	115	132	119	119	119	119	119	119
Biennial Change in Expenditures				(9)		0		0
Biennial % Change in Expenditures				(4)		0		0
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

2720 - State Airports

Balance Forward In	7,321	15,167	12,343	6,031	3,501	3,501	3,501	3,501
Direct Appropriation	25,332	28,832	25,360	25,368	25,368	25,368	40,368	25,368
Open Appropriation	42	46	46	46	46	46	46	46
Transfers In		1,250						
Transfers Out		1,950						
Cancellations		194						
Balance Forward Out	11,088	9,905	6,031	3,501	3,501	3,501	3,501	3,501
Expenditures	21,607	33,245	31,718	27,944	25,414	25,414	40,414	25,414
Biennial Change in Expenditures				4,810		(8,834)		6,166
Biennial % Change in Expenditures				9		(15)		10
Enacted Budget Change from Base								15,000
Enacted Budget % Change from Base								30

2721 - Hanger Loan Revolving

Balance Forward In	2,311	1,572	2,320	972	1,272	1,572	1,272	1,572
Net Loan Activity	387	296	272	300	300	300	300	300
Balance Forward Out	1,572	1,195	972	1,272	1,572	1,872	1,572	1,872
Expenditures	1,126	674	1,620					
Biennial Change in Expenditures				(179)		(1,620)		(1,620)
Biennial % Change in Expenditures				(10)				
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								

Transportation

Agency Financing by Fund

(Dollars in Thousands)

	Actual FY20	Actual FY21	Actual FY22	Estimate FY23	Forecast Base FY24 FY25		Enacted Budget FY24 FY25	
--	----------------	----------------	----------------	------------------	----------------------------	--	-----------------------------	--

2722 - Air Transportation Revolving

Balance Forward In	1,136	740	1,017	1,323	1,534	1,745	1,534	1,745
Receipts	742	1,052	1,094	1,102	1,102	1,102	1,102	1,102
Balance Forward Out	681	1,010	1,323	1,534	1,745	1,956	1,745	1,956
Expenditures	1,197	781	788	891	891	891	891	891
Biennial Change in Expenditures				(298)		103		103
Biennial % Change in Expenditures				(15)		6		6
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

3000 - Federal

Balance Forward In	2,165	1,068	762	657				
Receipts	287,608	464,170	456,700	1,893,850	1,136,223	1,124,798	1,136,223	1,124,798
Internal Billing Receipts	486	542	645	480	229	208	229	208
Transfers Out	8	20						
Balance Forward Out	292	338	657					
Expenditures	289,472	464,881	456,806	1,894,507	1,136,223	1,124,798	1,136,223	1,124,798
Biennial Change in Expenditures				1,596,959		(90,292)		(90,292)
Biennial % Change in Expenditures				212		(4)		(4)
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

3010 - Coronavirus Relief

Direct Appropriation	600							
Expenditures	600							
Biennial Change in Expenditures				(600)		0		0
Biennial % Change in Expenditures								
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								

3520 - Transportation-Loc Bridge&Road

Balance Forward In	24,528	29,281	26,743	26,925	22,987	18,815	22,987	18,815
--------------------	--------	--------	--------	--------	--------	--------	--------	--------

Transportation

Agency Financing by Fund

(Dollars in Thousands)

	Actual FY20	Actual FY21	Actual FY22	Estimate FY23	Forecast Base		Enacted Budget	
					FY24	FY25	FY24	FY25
Receipts	11,188	10,232	8,879	10,062	9,828	9,893	9,828	9,893
Balance Forward Out	29,281	26,743	26,925	22,987	18,815	14,708	18,815	14,708
Expenditures	6,436	12,770	8,698	14,000	14,000	14,000	14,000	14,000
Biennial Change in Expenditures				3,493		5,302		5,302
Biennial % Change in Expenditures				18		23		23
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

4900 - 911 Emergency

Balance Forward In		378		211				
Transfers In	9,675	9,675	9,675	9,675	9,675	9,675	10,116	10,384
Cancellations		1						
Balance Forward Out	366		211					
Expenditures	9,309	10,052	9,464	9,886	9,675	9,675	10,116	10,384
Biennial Change in Expenditures				(11)		0		1,150
Biennial % Change in Expenditures				(0)		0		6
Enacted Budget Change from Base								1,150
Enacted Budget % Change from Base								6

Transportation

Agency Change Summary

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Direct				
Fund: 1000 - General				
FY2023 Appropriations	29,784	29,784	29,784	59,568
Base Adjustments				
All Other One-Time Appropriations		(6,500)	(6,500)	(13,000)
Forecast Base	29,784	23,284	23,284	46,568
Change Items				
Maintain Current Service Levels		304	487	791
Multimodal Transportation Package / Federal Match		458,650		458,650
Maximize Federal Transportation Climate Funding		2,000	2,000	4,000
Twin Cities-Milwaukee-Chicago Rail Corridor		1,833	3,238	5,071
Northern Lights Express		194,700		194,700
Active Transportation		19,500	19,500	39,000
Safe Routes to School		14,797	10,000	24,797
Tribal Affairs Training Programs		1,000	1,000	2,000
Stone Arch Bridge		5,000		5,000
Local Transportation Disaster Support Account		4,300	1,000	5,300
Strategic Technology System Investments		7,000	4,000	11,000
Local Road Improvement Program		18,013		18,013
Local Bridges		18,013		18,013
Metropolitan Counties Aid		20,000		20,000
Weigh Station Program		1,000	1,000	2,000
Utility Aircraft Replacement		7,000		7,000
ARMER Tower and Building Replacement		2,000		2,000
Federal Grants Technical Assistance		2,000		2,000
Electric Vehicle Infrastructure Program Staff		190	190	380
Speed Mitigation in Work Zones		300		300
Safe Road Zones		1,000		1,000
Highways for Habitat		1,000		1,000
Living Snow Fences		1,500		1,500
Construction Material Environmental Analysis		310		310
Rail Safety Inspectors		(287)	(287)	(574)
Clean Fuel Standard Economic Impact Study and Working Group		250		250
Transportation Management Organization Grants		753	403	1,156
I-494 Corridor Commission Grant		300	300	600
City of Rochester Demand Response Transit		200	50	250
Intercity Passenger Rail Planning & Project Management		488	488	976
St. Cloud Transit Service Analysis	4,000			
Disadvantaged Communities Car-sharing Grants		500		500
Freight Network Optimization Appropriation Extension		974		974
Named Road Projects		120,650		120,650

Transportation

Agency Change Summary

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Total Enacted Budget	33,784	928,522	66,653	995,175
Fund: 2050 - Environment & Natural Resources				
FY2023 Appropriations	200	200	200	400
Base Adjustments				
All Other One-Time Appropriations		(200)	(200)	(400)
Forecast Base	200	0	0	0
Total Enacted Budget	200	0	0	0
Fund: 2500 - Municipal State Aid Street				
FY2023 Appropriations	223,828	223,828	223,828	447,656
Base Adjustments				
November Forecast Adjustment	8,763	14,086	14,257	28,343
February Forecast Adjustment	(9,746)	(6,648)	(7,658)	(14,306)
Forecast Base	222,845	231,266	230,427	461,693
Change Items				
Registration Tab Fee Restructure		5,198	15,457	20,655
Gas Tax Indexing			3,561	3,561
Motor Vehicle Sales Tax Increase		2,652	2,683	5,335
Auto Parts Sales Tax Reallocation		(491)	(96)	(587)
Disabled Veterans Exemptions		(68)	(239)	(307)
Car-sharing Exemption from Rental Car Tax		(15)	(17)	(32)
Impact of DPS HUTD Fund Items	(9)	(21)	(25)	(46)
Total Enacted Budget	222,836	238,521	251,751	490,272
Fund: 2600 - County State Aid Highway				
FY2023 Appropriations	889,827	889,827	889,827	1,779,654
Base Adjustments				
November Forecast Adjustment	8,023	25,049	27,299	52,348
February Forecast Adjustment	(35,278)	(22,964)	(26,298)	(49,262)
Forecast Base	862,572	891,912	890,828	1,782,740
Change Items				
Registration Tab Fee Restructure		19,790	58,843	78,633
Gas Tax Indexing			13,558	13,558
Motor Vehicle Sales Tax Increase		10,097	10,214	20,311
Auto Parts Sales Tax Reallocation		493	2,775	3,268
Flexible Highway / Turnback Account		6,850		6,850
Disabled Veterans Exemptions		(260)	(911)	(1,171)
Car-sharing Exemption from Rental Car Tax		(55)	(65)	(120)
Impact of DPS HUTD Fund Items	(35)	(82)	(95)	(177)
Total Enacted Budget	862,537	928,745	975,147	1,903,892

Transportation

Agency Change Summary

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Fund: 2700 - Trunk Highway				
FY2023 Appropriations	2,386,680	2,386,680	2,386,680	4,773,360
Base Adjustments				
All Other One-Time Appropriations		(317,630)	(317,630)	(635,260)
Forecast Open Appropriation Adjustment	(43,558)	(43,558)	(43,558)	(87,116)
November Forecast Adjustment	(51,944)	(4,404)	(6,362)	(10,766)
February Forecast Adjustment		(13,212)	(2,390)	(15,602)
Forecast Base	2,291,178	2,007,876	2,016,740	4,024,616
Change Items				
Maintain Current Service Levels		51,892	82,709	134,601
Multimodal Transportation Package / Federal Match		269,931	238,763	508,694
Upper Sioux Land Transfer		1,193		1,193
Speed Mitigation on Rural High-Risk Roadways		10,000		10,000
Living Snow Fences		248	248	496
Debt Service for Capital Investments		4,888	19,082	23,970
Named Road Projects		6,750		6,750
Total Enacted Budget	2,291,178	2,352,778	2,357,542	4,710,320
Fund: 2720 - State Airports				
FY2023 Appropriations	25,368	25,368	25,368	50,736
Forecast Base	25,368	25,368	25,368	50,736
Change Items				
Aeronautics Systems and Investments		15,000		15,000
Total Enacted Budget	25,368	40,368	25,368	65,736
Open				
Fund: 2700 - Trunk Highway				
FY2023 Appropriations	11,480	11,480	11,480	22,960
Forecast Base	11,480	11,480	11,480	22,960
Total Enacted Budget	11,480	11,480	11,480	22,960
Fund: 2710 - Highway Users Tax Distribution				
FY2023 Appropriations	2,675,330	2,675,330	2,675,330	5,350,660
Base Adjustments				
November Forecast Adjustment	(124,597)	(97,141)	(59,902)	(157,043)
February Forecast Adjustment	(40,894)	(8,380)	(14,987)	(23,367)
Forecast Base	2,509,839	2,569,809	2,600,441	5,170,250
Change Items				
Registration Tab Fee Restructure		60,799	180,779	241,578

Transportation

Agency Change Summary

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Gas Tax Indexing			42,720	42,720
Motor Vehicle Sales Tax Increase		31,020	31,380	62,400
Auto Parts Sales Tax Reallocation		(5,747)	(1,121)	(6,868)
Disabled Veterans Exemptions		(800)	(2,800)	(3,600)
Car-sharing Exemption from Rental Car Tax		(170)	(200)	(370)
Impact of DPS HUTD Fund Items	(106)	(250)	(292)	(542)
Total Enacted Budget	2,509,733	2,654,661	2,850,907	5,505,568
Fund: 2720 - State Airports				
FY2023 Appropriations	46	46	46	92
Forecast Base	46	46	46	92
Total Enacted Budget	46	46	46	92
Dedicated				
Fund: 1050 - Transit Assistance				
Planned Spending	80,357	59,957	59,957	119,914
Forecast Base	80,357	59,957	59,957	119,914
Change Items				
Motor Vehicle Sales Tax Increase		19,750	19,996	39,746
Disabled Veterans Exemptions			(70)	(70)
Total Enacted Budget	80,357	79,707	79,883	159,590
Fund: 2000 - Restrict Misc Special Revenue				
Planned Spending	102,101	67,358	58,402	125,760
Forecast Base	102,101	67,358	58,402	125,760
Change Items				
Auto Parts Sales Tax Reallocation		8,780	11,662	20,442
Retail Delivery Fee			46,020	46,020
Active Transportation		19,500	19,500	39,000
Rail Grade Crossing Safety		750	1,500	2,250
Total Enacted Budget	102,101	96,388	137,084	233,472
Fund: 2001 - Other Misc Special Revenue				
Planned Spending	3,757	2,358	2,377	4,735
Forecast Base	3,757	2,358	2,377	4,735
Change Items				
Rail Safety Inspectors		300	300	600
Total Enacted Budget	3,757	2,658	2,677	5,335
Fund: 2700 - Trunk Highway				

Transportation

Agency Change Summary

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Planned Spending	17,575	17,594	17,592	35,186
Forecast Base	17,575	17,594	17,592	35,186
Total Enacted Budget	17,575	17,594	17,592	35,186
Fund: 2722 - Air Transportation Revolving				
Planned Spending	891	891	891	1,782
Forecast Base	891	891	891	1,782
Total Enacted Budget	891	891	891	1,782
Fund: 3000 - Federal				
Planned Spending	1,894,507	1,136,223	1,124,798	2,261,021
Forecast Base	1,894,507	1,136,223	1,124,798	2,261,021
Total Enacted Budget	1,894,507	1,136,223	1,124,798	2,261,021
Fund: 3520 - Transportation-Loc Bridge&Road				
Planned Spending	14,000	14,000	14,000	28,000
Forecast Base	14,000	14,000	14,000	28,000
Total Enacted Budget	14,000	14,000	14,000	28,000
Revenue Change Summary				
Dedicated				
Fund: 1050 - Transit Assistance				
Forecast Revenues	60,308	59,334	59,720	119,054
Change Items				
Motor Vehicle Sales Tax Increase		20,680	20,920	41,600
Disabled Veterans Exemptions			(700)	(700)
Total Enacted Budget	60,308	80,014	79,940	159,954
Fund: 2000 - Restrict Misc Special Revenue				
Forecast Revenues	65,216	65,682	58,390	124,072
Change Items				
Auto Parts Sales Tax Reallocation		11,257	14,952	26,209
Retail Delivery Fee			59,000	59,000
Total Enacted Budget	65,216	76,939	132,342	209,281
Fund: 2001 - Other Misc Special Revenue				
Forecast Revenues	3,211	2,384	2,414	4,798
Change Items				
Rail Safety Inspectors		300	300	600

Transportation

Agency Change Summary

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Total Enacted Budget	3,211	2,684	2,714	5,398
Fund: 2700 - Trunk Highway				
Forecast Revenues	48,163	48,163	48,163	96,326
Total Enacted Budget	48,163	48,163	48,163	96,326
Fund: 2722 - Air Transportation Revolving				
Forecast Revenues	1,102	1,102	1,102	2,204
Total Enacted Budget	1,102	1,102	1,102	2,204
Fund: 3000 - Federal				
Forecast Revenues	1,893,850	1,136,223	1,124,798	2,261,021
Total Enacted Budget	1,893,850	1,136,223	1,124,798	2,261,021
Fund: 3520 - Transportation-Loc Bridge&Road				
Forecast Revenues	10,062	9,828	9,893	19,721
Total Enacted Budget	10,062	9,828	9,893	19,721
Non-Dedicated				
Fund: 2500 - Municipal State Aid Street				
Forecast Revenues	8,264	11,557	8,097	19,654
Total Enacted Budget	8,264	11,557	8,097	19,654
Fund: 2600 - County State Aid Highway				
Forecast Revenues	45,536	55,355	44,301	99,656
Total Enacted Budget	45,536	55,355	44,301	99,656
Fund: 2700 - Trunk Highway				
Forecast Revenues	978,575	773,361	730,030	1,503,391
Total Enacted Budget	978,575	773,361	730,030	1,503,391
Fund: 2710 - Highway Users Tax Distribution				
Forecast Revenues	6,758	9,376	6,931	16,307
Change Items				
Registration Tab Fee Restructure		60,799	180,779	241,578
Gas Tax Indexing			42,720	42,720
Motor Vehicle Sales Tax Increase		31,020	31,380	62,400
Auto Parts Sales Tax Reallocation		(5,747)	(1,120)	(6,867)
Disabled Veterans Exemptions		(800)	(2,800)	(3,600)
Car-sharing Exemption from Rental Car Tax		(170)	(200)	(370)

Transportation

Agency Change Summary

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Total Enacted Budget	6,758	94,478	257,690	352,168
Fund: 2720 - State Airports				
Forecast Revenues	9,365	11,668	9,371	21,039
Total Enacted Budget	9,365	11,668	9,371	21,039

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Maintain Current Service Levels

This provision provides additional operating funds to maintain the current level of service delivery at the Department of Transportation.

1000 - General Fund Cost (Savings)	0	304	487	791	487	487	974
Expenditures	0	304	487	791	487	487	974

2700 - Trunk Highway Fund Cost (Savings)	0	51,892	82,709	134,601	82,709	82,709	165,418
Expenditures	0	51,892	82,709	134,601	82,709	82,709	165,418

4900 - 911 Emergency Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	441	709	1,150	709	709	1,418
Expenditures	0	441	709	1,150	709	709	1,418

Multimodal Transportation Package / Federal Match

This provision provides funding to be used as a state match for the federal Infrastructure Investment and Jobs Act (IIJA), including for discretionary programs and formula programs for multimodal programs such as transit and active transportation, aeronautics, and electric vehicle infrastructure. A portion of funding is also transferred to the Trunk Highway Fund for use in state road construction.

1000 - General Fund Cost (Savings)	0	458,650	0	458,650	0	0	0
Transfers Out	0	152,650	0	152,650	0	0	0
Expenditures	0	306,000	0	306,000	0	0	0

2700 - Trunk Highway Fund Cost (Savings)	0	117,281	238,763	356,044	226,531	226,531	453,062
Transfers In	0	152,650	0	152,650	0	0	0
Expenditures	0	269,931	238,763	508,694	226,531	226,531	453,062

Registration Tab Fee Restructure

This provision modifies the motor vehicle registration tax by increasing the percentage of the manufacturer's suggested retail price that is charged to registrants as well as delaying the percentages in the depreciation schedule used to calculate the tax. This provision also reduces the minimum amount owed by registrants from \$35 to \$30. These provisions are effective for taxes payable for a registration period starting on or after January 1, 2024.

2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	5,198	15,457	20,655	22,044	24,658	46,702
Expenditures	0	5,198	15,457	20,655	22,044	24,658	46,702

2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	19,790	58,843	78,633	83,924	93,874	177,798
Expenditures	0	19,790	58,843	78,633	83,924	93,874	177,798

2700 - Trunk Highway Fund Cost (Savings)	0	(35,811)	(106,479)	(142,290)	(151,862)	(169,868)	(321,730)
Transfers In	0	35,811	106,479	142,290	151,862	169,868	321,730

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
2710 - Highway Users Tax Distribution Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	60,799	180,779	241,578	257,830	288,400	546,230
Transfers Out	0	60,799	180,779	241,578	257,830	288,400	546,230

Gas Tax Indexing

This provision annually indexes the gasoline excise tax to the Minnesota Highway Construction Cost Index. Changes to the tax rate cannot decrease and beginning January 1, 2026 cannot exceed three percent. Beginning on August 1, 2023, the indexing calculation is performed by the transportation commissioner based on the inflation calculated during the fiscal year ending on June 30 two calendars prior and is effective January 1 the following year. For example, the first indexing calculation under this provision will occur on August 1, 2023 and use the Minnesota Highway Construction Cost Index for the 12-month period ending on June 30, 2021, and the new rate will be imposed beginning on January 1, 2024.

2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	0	3,561	3,561	9,351	10,690	20,041
Expenditures	0	0	3,561	3,561	9,351	10,690	20,041

2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	0	13,558	13,558	35,599	40,699	76,298
Expenditures	0	0	13,558	13,558	35,599	40,699	76,298

2700 - Trunk Highway Fund Cost (Savings)	0	0	(24,533)	(24,533)	(64,416)	(73,645)	(138,061)
Transfers In	0	0	24,533	24,533	64,416	73,645	138,061

2710 - Highway Users Tax Distribution Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	0	42,720	42,720	112,170	128,240	240,410
Transfers Out	0	0	42,720	42,720	112,170	128,240	240,410

Motor Vehicle Sales Tax Increase

This provision increases from 6.5 percent to 6.875 percent the excise tax on the purchase price of any motor vehicle purchased or acquired which is required to be registered under the laws of this state. Changes were effective July 1, 2023.

1050 - Transit Assistance Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	20,680	20,920	41,600	21,720	22,600	44,320
Transfers Out	0	930	924	1,854	1,002	1,092	2,094
Expenditures	0	19,750	19,996	39,746	20,718	21,508	42,226

2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	2,652	2,683	5,335	2,786	2,898	5,684
Expenditures	0	2,652	2,683	5,335	2,786	2,898	5,684

2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	10,097	10,214	20,311	10,605	11,034	21,639

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
Expenditures	0	10,097	10,214	20,311	10,605	11,034	21,639
2700 - Trunk Highway Fund Cost (Savings)	0	(18,271)	(18,483)	(36,754)	(19,189)	(19,968)	(39,157)
Transfers In	0	18,271	18,483	36,754	19,189	19,968	39,157
2710 - Highway Users Tax Distribution Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	31,020	31,380	62,400	32,580	33,900	66,480
Transfers Out	0	31,020	31,380	62,400	32,580	33,900	66,480

Auto Parts Sales Tax Reallocation

This provision modifies the statute directing the deposit of revenues derived from taxes on the sale and purchase of motor vehicle repair and replacement parts. Statute previously authorized a monthly deposit of \$12,137,000 into the highway user tax distribution fund. Statute was modified to instead deposit 43.5 percent of to the highway user tax distribution fund and an increasing percentage, beginning at 3.5 percent in fiscal year 2024 and increasing to 7.5 percent in fiscal year 2027 to 56.5 percent in fiscal year 2033, to a newly created transportation advancement account with the remainder when applicable being deposited in the general fund.

2000 - Restrict Misc Special Revenue Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	11,257	14,952	26,209	18,847	26,438	45,285
Transfers Out	0	2,477	3,290	5,767	4,146	5,816	9,962
Expenditures	0	8,780	11,662	20,442	14,701	20,622	35,323
2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	(491)	(96)	(587)	292	658	950
Expenditures	0	(491)	(96)	(587)	292	658	950
2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	493	2,775	3,268	5,069	8,056	13,125
Expenditures	0	493	2,775	3,268	5,069	8,056	13,125
2700 - Trunk Highway Fund Cost (Savings)	0	3,385	660	4,045	(2,011)	(4,532)	(6,543)
Transfers In	0	(3,385)	(660)	(4,045)	2,011	4,532	6,543
2710 - Highway Users Tax Distribution Fund Cost (Savings)	0	0	(1)	(1)	0	0	0
Revenues	0	(5,747)	(1,120)	(6,867)	3,414	7,694	11,108
Transfers Out	0	(5,747)	(1,121)	(6,868)	3,414	7,694	11,108

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Retail Delivery Fee

This provision establishes a \$0.50 fee on retailers for each transaction that exceeds \$100 pre-tax. Exemptions include purchases of items that are exempt from the general sales tax, food, medical drugs and devices, and baby products. Small businesses, which is defined in statute as a retailer with sales totaling less than \$1,000,000 or a marketplace provider with sales totaling less than \$100,000, are also exempt. Proceeds from this fee are deposited into a newly established transportation advancement account, which is distributed according to statutory percentages.

- 36 percent to metropolitan counties based 50 percent on population and 50 percent on road maintenance needs, to be used 41.5 percent for active transportation and transportation corridor safety studies, 41.5 percent for repair and rehabilitation of transportation systems or roadway replacement that does not add traffic capacity, and 17 percent for transit purposes, complete streets projects, or greenhouse gas mitigation projects
- 27 percent to small cities
- 15 percent to larger cities
- 11 percent to town roads
- 10 percent to the county state-aid highway fund
- 1 percent for food delivery support

2000 - Restrict Misc Special Revenue Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	0	59,000	59,000	64,800	65,300	130,100
Transfers Out	0	0	12,980	12,980	14,256	14,366	28,622
Expenditures	0	0	46,020	46,020	50,544	50,934	101,478

2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	0	12,390	12,390	13,608	13,713	27,321
Expenditures	0	0	12,390	12,390	13,608	13,713	27,321

Maximize Federal Transportation Climate Funding

This provision provides funds to leverage federal funding for implementation of climate-related programs as provided under the federal Infrastructure Investment and Jobs Act (IIJA).

1000 - General Fund Cost (Savings)	0	2,000	2,000	4,000	2,000	2,000	4,000
Expenditures	0	2,000	2,000	4,000	2,000	2,000	4,000

Twin Cities-Milwaukee-Chicago Rail Corridor

This provision provides funding to be used as a match to federal aid for capital and operating costs for expanded Amtrak train service between Minneapolis and St. Paul to Chicago.

1000 - General Fund Cost (Savings)	0	1,833	3,238	5,071	4,754	4,754	9,508
Expenditures	0	1,833	3,238	5,071	4,754	4,754	9,508

Northern Lights Express

This provision provides funding for capital improvements and betterments for the Minneapolis-Duluth Northern Lights Express intercity passenger rail project, including preliminary engineering, design, engineering, environmental analysis and mitigation, acquisition of land and right-of-way, equipment and rolling stock, and construction. Funding includes the necessary amounts for Coon Rapids station improvements to establish a joint station that provides Amtrak train service on the Empire Builder line between Chicago and Seattle.

1000 - General Fund Cost (Savings)	0	194,700	0	194,700	0	0	0
Expenditures	0	194,700	0	194,700	0	0	0

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Aeronautics Systems and Investments

This provision provides funding for system maintenance of critical airport safety systems, equipment, and essential airfield technology.

2720 - State Airports Fund Cost (Savings)	0	15,000	0	15,000	0	0	0
Expenditures	0	15,000	0	15,000	0	0	0

Active Transportation

This provision provides funds to be transferred to the active transportation account which is used to fund programs related to bicycling, pedestrian activities, and other forms of nonmotorized transportation.

1000 - General Fund Cost (Savings)	0	19,500	19,500	39,000	8,875	9,000	17,875
Transfers Out	0	19,500	19,500	39,000	8,875	9,000	17,875

2000 - Restrict Misc Special Revenue Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	19,500	19,500	39,000	8,875	9,000	17,875
Expenditures	0	19,500	19,500	39,000	8,875	9,000	17,875

Safe Routes to School

This provision provides onetime funding and an increase in ongoing funding for the Safe Routes to School program. In addition, this provision cancels funding in fiscal year 2023 and re-appropriates it in fiscal year 2024. This program provides assistance in capital investments for safe and appealing nonmotorized transportation to and from a school.

1000 - General Fund Cost (Savings)	(4,797)	14,797	10,000	24,797	1,000	1,000	2,000
Expenditures	(4,797)	14,797	10,000	24,797	1,000	1,000	2,000

Tribal Affairs Training Programs

This provision provides funding to establish a Tribal affairs workforce training program for construction and to expand the Tribal-State Relations Training program.

1000 - General Fund Cost (Savings)	0	1,000	1,000	2,000	1,000	1,000	2,000
Expenditures	0	1,000	1,000	2,000	1,000	1,000	2,000

Stone Arch Bridge

This provision provides funds to be used as the state match for federal funds to repair the Stone Arch bridge in Minneapolis, including improvements, engineering, and administrative costs.

1000 - General Fund Cost (Savings)	0	5,000	0	5,000	0	0	0
Expenditures	0	5,000	0	5,000	0	0	0

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Local Transportation Disaster Support Account

This provision provides onetime and ongoing funding to be used by local governments as a cost-share for federal assistance from the Federal Highway Administration for their emergency relief program, as authorized under Minnesota Statute 12.221, subdivision 6, paragraph (a), provision (3).

1000 - General Fund Cost (Savings)	0	4,300	1,000	5,300	1,000	1,000	2,000
Expenditures	0	4,300	1,000	5,300	1,000	1,000	2,000

Strategic Technology System Investments

This provision provides funds for information technology projects and implementation, such as asset management, document and data transferring, and research project management.

1000 - General Fund Cost (Savings)	0	7,000	4,000	11,000	4,000	4,000	8,000
Expenditures	0	7,000	4,000	11,000	4,000	4,000	8,000

Local Road Improvement Program

This provision provides funding for construction and reconstruction of local roads, to be used to assist in paying the local share of trunk highway projects.

1000 - General Fund Cost (Savings)	0	18,013	0	18,013	0	0	0
Expenditures	0	18,013	0	18,013	0	0	0

Local Bridges

This provision provides funding for construction and reconstruction of local deficient bridges.

1000 - General Fund Cost (Savings)	0	18,013	0	18,013	0	0	0
Expenditures	0	18,013	0	18,013	0	0	0

Metropolitan Counties Aid

This provision provides funding for distribution to metropolitan counties based on each county's share of population and road maintenance needs, to be used as follows:

- 41.5 percent for active transportation and transportation corridor safety studies
- 41.5 percent for repair, preservation, and rehabilitation of transportation systems as well as roadway replacement to modernize a corridor without adding traffic capacity
- 17 percent for transit purposes including operations, maintenance, capital maintenance, demand response service, and assistance to replacement service providers as well as complete street projects or greenhouse gas mitigating projects

1000 - General Fund Cost (Savings)	0	20,000	0	20,000	0	0	0
Expenditures	0	20,000	0	20,000	0	0	0

Weigh Station Program

This provision provides funding for staff, operating costs, and maintenance related to weight and safety enforcement systems.

1000 - General Fund Cost (Savings)	0	1,000	1,000	2,000	1,000	1,000	2,000
Expenditures	0	1,000	1,000	2,000	1,000	1,000	2,000

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Utility Aircraft Replacement

This provision provides funding to replace two utility aircraft used for transporting Department of Transportation Aeronautics employees who serve nearly 500 seaplane bases, heliports, and airports in every county of the state.

1000 - General Fund Cost (Savings)	0	7,000	0	7,000	0	0	0
Expenditures	0	7,000	0	7,000	0	0	0

ARMER Tower and Building Replacement

This provision provides funding for Allied Radio Matrix for Emergency Response (ARMER) tower building improvements and replacement. The ARMER system serves as the primary communications tool for the majority of state, county, and local public safety entities in Minnesota.

1000 - General Fund Cost (Savings)	0	2,000	0	2,000	0	0	0
Expenditures	0	2,000	0	2,000	0	0	0

Federal Grants Technical Assistance

This provision provides funding for federal transportation grants technical assistance to a requesting local unit of government that seeks to submit an application for a federal discretionary grant for a transportation-related purpose. Grants may not exceed \$30,000. At least 15 percent of funds are to be reserved for Tribal governments and an additional at least 15 percent is to be reserved for small cities. Evaluation criteria must include criteria for mitigating the impacts of climate change, projects located in areas of historically disadvantaged communities, improving safety, projects located in townships or small cities, support for Tribal governments, and geographical balance throughout the state.

1000 - General Fund Cost (Savings)	0	2,000	0	2,000	0	0	0
Expenditures	0	2,000	0	2,000	0	0	0

Electric Vehicle Infrastructure Program Staff

This provision provides ongoing funding for staff costs related to the electric vehicle infrastructure program established in state statute.

1000 - General Fund Cost (Savings)	0	190	190	380	190	190	380
Expenditures	0	190	190	380	190	190	380

Upper Sioux Land Transfer

This provision provides funding for costs related to the property conveyance to the Upper Sioux Community of state-owned land within the boundaries of Upper Sioux Agency State Park, including fee purchase, property purchase, appraisals, and road and bridge demolition and related engineering.

2700 - Trunk Highway Fund Cost (Savings)	0	1,193	0	1,193	0	0	0
Expenditures	0	1,193	0	1,193	0	0	0

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Speed Mitigation on Rural High-Risk Roadways

This provision provides funding for roadway design and related improvements that reduce speeds and eliminate intersection interaction on rural high-risk roadways as identified based on crash information and in consultation with the Advisory Council on Traffic Safety and local traffic safety partners.

2700 - Trunk Highway Fund Cost (Savings)	0	10,000	0	10,000	0	0	0
Expenditures	0	10,000	0	10,000	0	0	0

Speed Mitigation in Work Zones

This provision provides funding for additions and modifications to work zone design or layout to reduce vehicle speeds in work zones.

1000 - General Fund Cost (Savings)	0	300	0	300	0	0	0
Expenditures	0	300	0	300	0	0	0

Safe Road Zones

This provision provides funding for safe road zones including the development and delivery of public awareness and education campaigns about safe road zones. These zones are established in statute which considers traffic safety concerns such as excessive speed, crash history, safety of pedestrians and bicyclists, intersection risks, and roadway design. Funding can be used for implementing safety measures through education, public awareness, behavior modification, and traffic engineering efforts.

1000 - General Fund Cost (Savings)	0	1,000	0	1,000	0	0	0
Expenditures	0	1,000	0	1,000	0	0	0

Highways for Habitat

This provision provides funding for the Highways for Habitat program, which is established in statute to enhance roadsides with pollinator and other wildlife habitat and vegetative buffers.

1000 - General Fund Cost (Savings)	0	1,000	0	1,000	0	0	0
Expenditures	0	1,000	0	1,000	0	0	0

Living Snow Fences

This provision provides funding for living snow fence implementation and maintenance activities. Funding can be used for acquiring and planting trees, shrubs, native grasses, and wildflowers that are climate adaptive to Minnesota as well as improvements, contracts, easements, rental agreements, and program delivery.

1000 - General Fund Cost (Savings)	0	1,500	0	1,500	0	0	0
Expenditures	0	1,500	0	1,500	0	0	0
2700 - Trunk Highway Fund Cost (Savings)	0	248	248	496	248	248	496
Expenditures	0	248	248	496	248	248	496

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Construction Material Environmental Analysis

This provision provides funding for grants to assist manufacturers to obtain environmental product declarations for certain construction materials used to build roads and other transportation infrastructure.

1000 - General Fund Cost (Savings)	0	310	0	310	0	0	0
Expenditures	0	310	0	310	0	0	0

Rail Grade Crossing Safety

This provision increases annual funding for the rail grade crossing safety account in response to increasing needs for rail safety improvements on the trunk highway and local road system by transferring funding from the railroad and pipeline safety account. The provision also requires any amount in the railroad and pipeline safety account at the end of a fiscal biennium that is greater than \$2,000,000 to be transferred to the rail grade crossing safety account. The rail grade crossing safety account is used for rail-highway grade crossing safety projects on public streets and highways.

2000 - Restrict Misc Special Revenue Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	750	1,500	2,250	1,500	1,500	3,000
Expenditures	0	750	1,500	2,250	1,500	1,500	3,000

Rail Safety Inspectors

This provision increases from four to six the number of rail safety inspectors that the Department of Transportation assesses to railroad companies. Assessments collected are deposited in a state rail safety inspection account that is appropriated to the transportation commissioner to administer a state rail safety inspection program.

1000 - General Fund Cost (Savings)	0	(287)	(287)	(574)	(287)	(287)	(574)
Expenditures	0	(287)	(287)	(574)	(287)	(287)	(574)

2001 - Other Misc Special Revenue Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	300	300	600	300	300	600
Expenditures	0	300	300	600	300	300	600

Flexible Highway / Turnback Account

This provision establishes transfers from the flexible highway account in the county state-aid highway fund to the trunk highway fund and municipal turnback account in the municipal state-aid street fund. This account and funding is used for the transition of trunk highways or local roads that are turned back to other governmental entities for maintenance and operation.

2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	5,000	0	5,000	0	0	0
Expenditures	0	5,000	0	5,000	0	0	0

2600 - County State Aid Highway Fund Cost (Savings)	0	6,850	0	6,850	0	0	0
Transfers Out	0	6,850	0	6,850	0	0	0

2700 - Trunk Highway Fund Cost (Savings)	0	(1,850)	0	(1,850)	0	0	0
Transfers In	0	1,850	0	1,850	0	0	0

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Clean Fuel Standard Economic Impact Study and Working Group

This provision provides funding for the Clean Transportation Fuel Standard Working Group. This group is established in statute and is tasked with studying and addressing information gaps and opportunities related to a clean transportation fuel standard that requires the aggregate carbon intensity of transportation fuel supplied to Minnesota be reduced to at least 25 percent below the 2018 baseline level by the end of 2030, by 75 percent by the end of 2040, and by 100 percent by the end of 2050.

1000 - General Fund Cost (Savings)	0	250	0	250	0	0	0
Expenditures	0	250	0	250	0	0	0

Transportation Management Organization Grants

This provision provides funding for grants to the following: St. Paul transportation management organization for programming and service expansion; downtown Minneapolis transportation management organization for programming and service expansion; and the City of Chatfield to develop a transportation management organization in southeastern Minnesota to serve the counties of Dodge, Fillmore, Freeborn, Goodhue, Houston, Mower, Olmsted, Rice, Steele, Wabasha, and Winona.

1000 - General Fund Cost (Savings)	0	753	403	1,156	0	0	0
Expenditures	0	753	403	1,156	0	0	0

I-494 Corridor Commission Grant

This provision provides funding for a grant to the I-494 Corridor Commission to provide telework resources, assistance, information, and related activities on a statewide basis.

1000 - General Fund Cost (Savings)	0	300	300	600	0	0	0
Expenditures	0	300	300	600	0	0	0

City of Rochester Demand Response Transit

This provision provides funding for a grant to the City of Rochester to implement demand response transit service using electric transit vehicles. Funding is available for mobile software application development, vehicles and equipment including accessible vehicles, associated charging infrastructure, and capital and operating costs.

1000 - General Fund Cost (Savings)	0	200	50	250	50	50	100
Expenditures	0	200	50	250	50	50	100

Intercity Passenger Rail Planning & Project Management

This provision provides funding for rail corridor service analysis and evaluation of options for development of transit and rail service improvements between the cities of St. Paul, Minneapolis, Coon Rapids, St. Cloud, Fargo, and Moorhead.

1000 - General Fund Cost (Savings)	0	488	488	976	488	488	976
Expenditures	0	488	488	976	488	488	976

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

St. Cloud Transit Service Analysis

This provision provides funding for an assessment of a project to extend Northstar Commuter Rail services to the City of St. Cloud.

1000 - General Fund Cost (Savings)	4,000	0	0	0	0	0	0
Expenditures	4,000	0	0	0	0	0	0

Disadvantaged Communities Car-sharing Grants

This provision provides funding for grants to nonprofit organizations or carsharing operators to support the growth of carsharing in disadvantaged communities through programs, marketing, and community engagement. Grant recipients may use proceeds for capital and operational costs of a program. Eligible recipients must be based in Minnesota and be a nonprofit organization or carsharing operator.

1000 - General Fund Cost (Savings)	0	500	0	500	0	0	0
Expenditures	0	500	0	500	0	0	0

Freight Network Optimization Appropriation Extension

This provision cancels funding from fiscal year 2023 for the procurement costs of a freight network optimization tool and re-appropriates it in fiscal year 2024. This tool is intended to use data and mathematical models to reduce transportation inefficiencies for lowering supply chain costs to Minnesota businesses, among other goals.

1000 - General Fund Cost (Savings)	(974)	974	0	974	0	0	0
Expenditures	(974)	974	0	974	0	0	0

Debt Service for Capital Investments

This provision provides funding to pay the additional debt service owed due to additional trunk highway bond authorizations in the bill.

2700 - Trunk Highway Fund Cost (Savings)	0	4,888	19,082	23,970	36,706	51,086	87,792
Transfers Out	0	4,888	19,082	23,970	36,706	51,086	87,792

Disabled Veterans Exemptions

This provision exempts vehicles registered by a veteran with a total service-connected disability from registration taxes, administrative fees, filing fees and surcharges, plate and validation sticker fees, special plate fees. These exemptions impact the revenues collected and deposited to the highway users tax distribution fund, transit assistance fund, and some accounts in the special revenue fund.

1050 - Transit Assistance Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	0	(700)	(700)	(800)	(800)	(1,600)
Transfers Out	0	0	(630)	(630)	(720)	(720)	(1,440)
Expenditures	0	0	(70)	(70)	(80)	(80)	(160)

2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	(68)	(239)	(307)	(265)	(265)	(530)
Expenditures	0	(68)	(239)	(307)	(265)	(265)	(530)

2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
--	----------	----------	----------	----------	----------	----------	----------

Transportation

Enacted Budget Changes

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
Transfers In	0	(260)	(911)	(1,171)	(1,009)	(1,009)	(2,018)
Expenditures	0	(260)	(911)	(1,171)	(1,009)	(1,009)	(2,018)
2700 - Trunk Highway Fund Cost (Savings)	0	472	1,650	2,122	1,826	1,826	3,652
Transfers In	0	(472)	(1,650)	(2,122)	(1,826)	(1,826)	(3,652)
2710 - Highway Users Tax Distribution Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	(800)	(2,800)	(3,600)	(3,100)	(3,100)	(6,200)
Transfers Out	0	(800)	(2,800)	(3,600)	(3,100)	(3,100)	(6,200)

Car-sharing Exemption from Rental Car Tax

This provision exempts vehicles of a nonprofit carsharing corporation or similar entity from the tax imposed on the lease or rental for not more than 28 days of a motor vehicle.

2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	(15)	(17)	(32)	(21)	(25)	(46)
Expenditures	0	(15)	(17)	(32)	(21)	(25)	(46)
2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	0	(55)	(65)	(120)	(78)	(94)	(172)
Expenditures	0	(55)	(65)	(120)	(78)	(94)	(172)
2700 - Trunk Highway Fund Cost (Savings)	0	100	118	218	141	171	312
Transfers In	0	(100)	(118)	(218)	(141)	(171)	(312)
2710 - Highway Users Tax Distribution Fund Cost (Savings)	0	0	0	0	0	0	0
Revenues	0	(170)	(200)	(370)	(240)	(290)	(530)
Transfers Out	0	(170)	(200)	(370)	(240)	(290)	(530)

MnDOT Central Office Open Appropriation

This provision specifies that the cost of operation and maintenance of the central office building for the Department of Transportation must be paid 75 percent from the trunk highway fund and 25 percent from the general fund. This item will begin being tracked in the November 2023 forecast.

MnDOT Buildings Direct Appropriation

This provision deletes the direct general fund appropriation, beginning in fiscal year 2026, for the buildings activities which is used for building construction projects.

1000 - General Fund Cost (Savings)	0	0	0	0	(55)	(55)	(110)
Expenditures	0	0	0	0	(55)	(55)	(110)

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Named Road Projects

These provisions provide funding for sixteen specific legislatively named road projects throughout the state.

1000 - General Fund Cost (Savings)	0	120,650	0	120,650	0	0	0
Expenditures	0	120,650	0	120,650	0	0	0

2700 - Trunk Highway Fund Cost (Savings)	0	6,750	0	6,750	0	0	0
Expenditures	0	6,750	0	6,750	0	0	0

Impact of DPS HUTD Fund Items

This provision reflects the impact on transportation funds from Department of Public Safety spending items from the highway users tax distribution fund.

2500 - Municipal State Aid Street Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	(9)	(21)	(25)	(46)	(25)	(25)	(50)
Expenditures	(9)	(21)	(25)	(46)	(25)	(25)	(50)

2600 - County State Aid Highway Fund Cost (Savings)	0	0	0	0	0	0	0
Transfers In	(35)	(82)	(95)	(177)	(95)	(95)	(190)
Expenditures	(35)	(82)	(95)	(177)	(95)	(95)	(190)

2700 - Trunk Highway Fund Cost (Savings)	62	147	172	319	172	172	344
Transfers In	(62)	(147)	(172)	(319)	(172)	(172)	(344)

2710 - Highway Users Tax Distribution Fund Cost (Savings)	(106)	(250)	(292)	(542)	(292)	(292)	(584)
Transfers Out	(106)	(250)	(292)	(542)	(292)	(292)	(584)