

HF 1555 2nd Engrossment Motor Vehicle Sales Tax, Motor Vehicle Lease Sales Tax & Twin Cities Metropolitan Area Sales Tax

All figures in thousands

1 Motor Vehicle Lease Sales Tax (MVLST) Changes

3								
4	Current Law Distribution	% Distribution	FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
5	Metropolitan Counties	38%	38,152	40,090	78,242	41,952	43,434	85,386
6	Greater MN Transit	38%	38,152	40,090	78,242	41,952	43,434	85,386
7	Local Bridge Program	13%	13,052	13,715	26,767	14,352	14,859	29,211
8	HUTD	11%	11,044	11,605	22,649	12,144	12,573	24,717
9								
10	Total Motor Vehicle Lease Sales Tax Current Law		100,400	105,500	205,900	110,400	114,300	224,700

12	MVLST - \$32 Million Annually to General Fund, Distribution and Uses Change							
13		% Distribution After						
14	Proposed Distribution	General Fund	FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
15	General Fund	Flat Rate	32,000	32,000	64,000	32,000	32,000	64,000
16	Metropolitan Counties (1)	75%	51,300	55,125	106,425	58,800	61,725	120,525
17	Greater MN Transit	10%	6,840	7,350	14,190	7,840	8,230	16,070
18	Small Cities	15%	10,260	11,025	21,285	11,760	12,345	24,105
19								
20	Total Motor Vehicle Lease Sales Tax Proposed		100,400	105,500	205,900	110,400	114,300	224,700
21	(1) Includes Hennepin County at 20% of Population & Ramsey County at 35% of Population							
22								
23	MVLST Change, not including non-MVLST changes		FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
24	General Fund		32,000	32,000	64,000	32,000	32,000	64,000
25	Metropolitan Counties (1)		13,148	15,035	28,183	16,848	18,291	35,139
26	Small Cities		10,260	11,025	21,285	11,760	12,345	24,105
27	Greater MN Transit		(31,312)	(32,740)	(64,052)	(34,112)	(35,204)	(69,316)
28	Local Bridge Program		(13,052)	(13,715)	(26,767)	(14,352)	(14,859)	(29,211)
29	HUTD		(11,044)	(11,605)	(22,649)	(12,144)	(12,573)	(24,717)

31 Motor Vehicle Sales Tax (MVST) Changes

33		% of	% of						
34	Current Law Distribution	Total	Transit	FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
35	Highway User Distribution Fund	60%		515,520	548,460	1,063,980	574,140	596,340	1,170,480
36	Transit Assistance Fund	40%		343,680	365,640	709,320	382,760	397,560	780,320
37	Metropolitan Area Transit	36%	90%	309,312	329,076	638,388	344,484	357,804	702,288
38	Greater Minnesota Transit	4%	10%	34,368	36,564	70,932	38,276	39,756	78,032
39						-			-
40	Total Current Law MVST Distribution			859,200	914,100	1,773,300	956,900	993,900	1,950,800

43	MVST Tax Rate Increased from 6.5% to 6.875% & Formula Change to 57% HUTD, 43% Transit								
44		% of	% of						
45		Total	Transit	FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
46	Tax Rate Increased 0.375%			28,700	52,500	81,200	54,900	57,000	111,900
47									
48	Highway User Distribution Fund	57%		506,103	550,962	1,057,065	576,726	599,013	1,175,739
49	Transit Assistance Fund	43%		381,797	415,638	797,435	435,074	451,887	886,961
50	Metropolitan Area Transit	34.5%	80.2%	306,326	333,477	639,803	349,071	362,561	711,632
51	Greater Minnesota Transit	8.5%	19.8%	75,472	82,161	157,633	86,003	89,327	175,330
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53	Total MVST Distribution			887,900	966,600	1,854,500	1,011,800	1,050,900	2,062,700
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55	MNVST Change not including non-MVST changes								
56	Highway User Distribution Fund			(9,417)	2,502	(6,915)	2,586	2,673	5,259
57	Transit Assistance Total			38,117	49,998	88,115	52,314	54,327	106,641
58									

60 Twin Cities Metropolitan Area Sales Tax

24,063

62	Metropolitan Council Authorized to Levy 0.5% Sales and Use Tax Applied to Seven Counties								
63		% of	% of						
64		Sales	Tab						
65		Tax	Grants	FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
66	0.5% Sales and Use Tax			114,956	280,256	395,212	290,164	300,472	590,636
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68	Transit System Operations & Capital	50%		57,478	140,128	197,606	145,082	150,236	295,318
69	Transportation Advisory Board (TAB)	50%		57,478	140,128	197,606	145,082	150,236	295,318
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71	TAB - Transit Grants Min %		30%	17,243	42,038	59,282	43,525	45,071	88,595
72	TAB - Roadway Grants Min %		30%	17,243	42,038	59,282	43,525	45,071	88,595
73	TAB - Non-Motorized Grants Min %		10%	5,748	14,013	19,761	14,508	15,024	29,532
74	TAB - Flexible %		30%	17,243	42,038	59,282	43,525	45,071	88,595
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76	* Note does not include the DOR administrative cost								

77 **Net Transit Change**

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79	<b>Metropolitan Area Transit</b>	FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
80	<i>Motor Vehicle Sales Tax Change</i>	(2,987)	4,401	1,415	4,587	4,757	9,344
81	<i>Metro Area Sales Tax - Transit</i>	57,478	140,128	197,606	145,082	150,236	295,318
82	<i>Metro Area Sales Tax - TAB Minimum</i>	17,243	42,038	59,282	43,525	45,071	88,595
83				-			-
84	<b>Total Metropolitan Area Transit Increase*</b>	<b>71,735</b>	<b>186,567</b>	<b>258,302</b>	<b>193,194</b>	<b>200,063</b>	<b>393,257</b>

85 \*Does not include potential additional TAB Flexible Grant Awards, up to line 74

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87	<b>Greater Minnesota Transit</b>	FY 2020	FY 2021	FY 2020-21	FY 2022	FY 2023	FY 2022-23
88	<i>Motor Vehicle Sales Tax Change</i>	41,104	45,597	86,701	47,727	49,571	97,298
89	<i>Motor Vehicle Lease Sale Tax Change</i>	(31,312)	(32,740)	(64,052)	(34,112)	(35,204)	(69,316)
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91	<b>Net Greater MN Transit MVST increase &amp; MVLST</b>	<b>9,792</b>	<b>12,857</b>	<b>22,649</b>	<b>13,615</b>	<b>14,367</b>	<b>27,982</b>

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93 Source: MnDOT February 2019 Transportation Funds Forecast & 2019 Govs Recs