

FISCAL UPDATE Article

Fiscal Services Division August 28, 2017



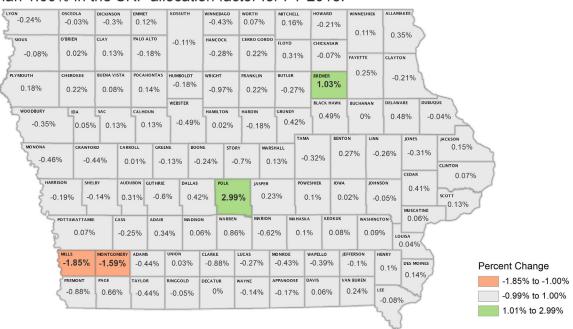
SECONDARY ROAD FUND DISTRIBUTION COMMITTEE AUGUST 2017 MEETING

Meeting. The Secondary Road Fund Distribution Committee met on August 24, 2017, in Des Moines. The intent of the Committee is to determine a methodology to distribute Secondary Road Funds and Farm-to-Market Funds and revise the Secondary Road and Farm-to-Market distribution factor formulas. The Committee is governed under 761 IAC <u>102.1</u>. The topics discussed included:

Analysis of Allocation Factors for FY 2018. Steve De Vries of the Iowa County Engineers Association Service Bureau (ICEASB) reviewed changes to the allocation factors for FY 2018 for the Secondary Road Fund (SRF) and Farm-to-Market Road Fund (FM). The formulas for allocation include the following variables, per 761 IAC <u>102.2</u>, illustrated in the table below.

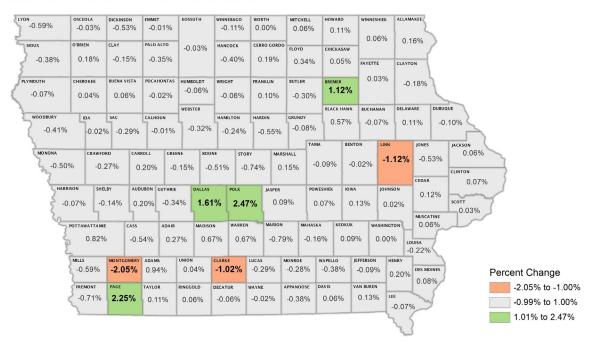
RUTF Distribution Formulas							
	Total Area	Rural	Vehicle Miles	Type of Road Surface			Linear Feet of
	<u>of County</u>	Population	Traveled	<u>Earth</u>	<u>Granular</u>	<u>Paved</u>	Bridge Deck
Secondary	30.0%	10.0%	12.5%	0.5%	20.0%	13.0%	14.0%
Farm-Market	30.0%	15.0%	10.0%	0.0%	9.0%	23.0%	13.0%

The SRF allocation factor for Polk County increased by 2.99%. This is due to an increase in vehicle miles traveled (VMT) and an increase in granular road surface. The SRF allocation factor for Mills County decreased by 1.85%. This is due to a loss in VMT and a loss of linear feet of bridge deck (LFBD). The following map shows the changes in SRF allocation factors by county.



Four counties had an increase or decrease of more than 1.00% in the SRF allocation factor for FY 2018.

The FM allocation factor for Polk County increased by 2.47%. This is due to an increase in VMT and an increase in granular road surface. The FM allocation factor for Montgomery County decreased by 2.05%. This is due to a loss in VMT and of LFBD. The following map shows the changes in FM allocation factors by county.



Seven counties had an increase or decrease of more than 1.00% in the FM allocation factor for FY 2018.

Other Discussion. The committee briefly discussed potential electric vehicle (EV) registration fees, and inquired as to the current number of registered EVs in the State. According to data from the Department of Transportation, the Legislative Services Agency (LSA) estimates that there are 397 registered EVs in the State as of April 2017.

The next committee meeting has not been scheduled.

STAFF CONTACT: Michael Guanci 515.725.1286 michael.guanci@legis.iowa.gov