House Study Bill 219

HOUSE FILE BY (PROPOSED COMMITTEE ON TRANSPORTATION BILL BY CHAIRPERSON ARNOLD)

Passed	House,	Date _		Passed	Senate,	Date	
Vote:	Ayes _		Nays	Vote:	Ayes		Nays
		Approv	ed			_	

A BILL FOR

- 1 An Act relating to distribution of secondary and farm=to=market road funds.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
- 4 TLSB 3073HC 81
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Section 1. Section 307.22, Code 2005, is amended to read
   2 as follows:
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         307.22 PLANNING AND RESEARCH.
         The department's administrator of planning and research
   5 shall:
   6 1. Assist the director in planning all modes of 7 transportation in order to develop an integrated
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   8 transportation system providing adequate transportation
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   9 services for all citizens of the state.
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         2. Develop and maintain transportation statistical data
1 11 for the department.
         3. Assist the director in establishing, analyzing and
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- 1 13 evaluating alternative transportation policies for the state. 1 14 4. Coordinate planning and research duties and
- 1 15 responsibilities with the planning functions carried on by 1 16 other administrators of the department.
- 5. Conduct a study of the road and bridge facilities in 1 18 state parks, state institutions, state fairgrounds, and on 1 19 community college property. The study shall evaluate the 1 20 construction and maintenance needs and projected needs based 1 21 upon estimated growth for each type of facility to provide a 22 quadrennially updated standard upon which to allocate funds 23 appropriated for the purposes of this subsection.
 24 6. a. Annually report by July 1 of each year.
- 1 24 25 secondary and farm=to=market systems, miles of earth, 26 granular, and paved surface roads; the daily vehicle miles of 27 travel; and lineal feet of bridge deck under the jurisdiction 28 of each county's secondary road department, as of the 29 preceding January 1, taking into account roads whose
- 30 jurisdiction has been transferred from the department 31 county or from a county to the department during the previous 32 year. The annual report shall include those roads transferred 33 to a county pursuant to section 306.8A.
- b. Miles of secondary and farm=to=market roads shall not 35 include those miles of farm=to=market extensions within cities under five hundred population that are placed under county 2 secondary road jurisdiction pursuant to section 306.4.
 - The annual report of updated road and bridge data of 4 both the secondary and farm-to-market roads shall be submitted 5 to the Iowa county engineers association service bureau.
- 6. Prepare, adopt, and cause to be published the results 7 of a study of secondary roads in the state. The study shall 8 be designed to investigate present deficiencies and future 9 twenty-year maintenance and construction needs of the roads. 2 10 The study shall be referred to as the "quadrennial need study" 2 11 for the purposes of this chapter, chapter 307A, and chapter 2 12 312. The department shall report the results of the study to
- 2 13 the general assembly by July 1, 2002, and the study results 2 14 shall take effect July 1, 2003. 2 15
- 7. Annually recalculate the construction and maintenance 2 16 needs of roads under the jurisdiction of each county to take 2 17 into account the needs of a road whose jurisdiction has been 2 18 transferred from the department to a county or from a county

2 19 to the department during the previous year. Prior to the 2 20 fiscal year beginning July 1, 2013, the annual recalculation 2 21 shall not include those roads transferred to a county pursuant 2 22 to section 306.8A. The recalculation shall be reported by 2 23 January 1 of the year following the transfer and shall take 2 24 effect the following July 1 for the purposes of allocating 2 25 moneys under sections 312.3 and 312.5. 2 26 8 . 7. Perform such other planning functions as may be 2 27 assigned by the director. The functions of planning and research do not include the 2 28 2 29 detailed design of highways or other modal transportation 2 30 facilities, but are restricted to the needs of this state for 2 31 multimodal transportation systems. 2 32 Sec. 2. Section 2 33 to read as follows: Section 312.3, subsection 1, Code 2005, is amended 2 34 1. Apportion among the counties in the ratio that the 35 needs of the secondary roads of each county bear to the total 1 needs of the secondary roads of the state for each fiscal year 2 based upon the total needs of secondary roads of the state as - 3 shown in the latest quadrennial need study report developed by 4 the state department of transportation, and which is on record 5 at the department, seventy percent of the allocation from road 3 6 use tax funds which is credited to the secondary road fund of 7 the counties, and apportion among the counties in the ratio 3 8 that the area of each county bears to the total area of the 9 state, thirty percent of the allocation from road use tax 3 10 funds which is credited to the secondary road fund of the 11 counties. 3 12 For the purposes of this subsection, "latest quadrennial 3 13 need study report" includes the annual recalculation of 14 construction and maintenance needs of roads whose jurisdiction 3 15 has been transferred from the department to a county or from a 3 16 county to the department during the previous year as 17 recalculated pursuant to section 307.22, subsection 7.
18 1. For the fiscal year ending June 30, 2006, apportion 3 18 19 among the counties the road use tax funds credited to the 20 secondary road fund by using the allocation method contained 3 21 in section 312.3, subsection 1, Code 2005. For subsequent 22 fiscal years, apportion among the counties the road use tax 23 funds credited to the secondary road fund by using the 24 distribution methodology adopted pursuant to section 312.3C. 25 Sec. 3. Section 312.3B, Code 2005, is amended by adding 3 26 the following new unnumbered paragraph: NEW UNNUMBERED PARAGRAPH. The Iowa county engineers 3 2.7 3 28 association service bureau shall annually compute the 3 29 secondary road fund and farm=to=market road distributions 3 30 using the methodology determined by the secondary road fund 31 distribution committee pursuant to section 312.3C. The Iowa 32 county engineers association service bureau shall report the 33 computations to the secondary road fund distribution 34 committee, the department, the treasurer of state, and the 3 35 counties. Sec. 4. Section 312.3C, Code 2005, is amended to read as 4 2 follows: 4 312.3C SECONDARY ROAD FUND DISTRIBUTION ADVISORY 4 COMMITTEE. 4 A secondary road fund distribution advisory committee is 6 established to consider <u>develop one or more alternative</u>
7 methodologies for distribution of moneys in the secondary road 4 8 fund and farm=to=market road fund. The committee shall be 9 comprised of representatives appointed by the president of the 4 10 Iowa county engineers association, the president of the Iowa 4 11 county supervisors association, and the department. 4 12 committee shall recommend to the general assembly, for the 13 general assembly's consideration and adoption, one or more 14 alternative methodologies for distribution of moneys in the 4 15 secondary road fund and the farm-to-market road fund. 4 16 The committee shall determine the methodology to be used
4 17 for distribution of moneys in the secondary road fund and the
4 18 farm=to=market road fund. The methodology shall be phased in 4 19 over a five=year time period, beginning July 1, 2006. The committee shall adopt rules pursuant to chapter 17A to govern the determination and modification of the methodology 4 22 to be used for distribution of moneys in the secondary road fund and the farm=to=market road fund.
Sec. 5. Section 312.5, Code 2005, is amended to read as 4 25 follows: 4 26 312.5 DIVISION OF FARM=TO=MARKET ROAD FUNDS. 4 27 1. The road use tax funds credited to the farm-to-market

4 28 road fund and federal aid secondary road funds received by the 4 29 state by the treasurer of state are hereby divided as follows,

4 30 and are to be known respectively as: 4 31 a. Need allotment farm-to-market road funds, seventy percent; and 4 32 b. Area allotment farm-to-market road funds, thirty 4 33 4 34 percent. 5 1. For the fiscal year ending June 30, 2006, the treasurer 1 of state shall apportion among the counties the road use tax 2 funds credited to the farm=to=market road fund by using the 4 35 3 allocation method contained in section 312.5, subsection 1, 4 Code 2005. For subsequent fiscal years, the treasurer of 5 state shall apportion among the counties the road use tax 6 funds credited to the farm=to=market road fund by using the 7 distribution methodology adopted pursuant to section 312.3C. 8 2. All farm=to=market road funds, except funds which under 9 section 310.20 come from any county's allotment of the road 5 10 use tax funds, shall be allotted apportioned among the 5 11 counties by the department as provided by this section. 5 12 3. Area allotment farm-to-market road funds shall be 5 13 allotted among all the counties of the state in the ratio that 5 14 the area of each county bears to the total area of the whole 5 15 state. 4. 5 16 Need allotment farm=to=market road funds shall be 5 17 allotted among the counties in the ratio that the needs of the 5 18 farm-to-market roads in each county bear to the total needs of 5 19 the farm-to-market roads in the state for each fiscal year 5 20 based upon the total needs of the farm-to-market roads in the 5 21 state as shown in the latest quadrennial need study report 5 22 developed by the state department of transportation, and which 5 23 is on record at the department. "Latest quadrennial need study report" includes the annual 5 24 5 25 recalculation of construction and maintenance needs of roads 5 26 whose jurisdiction has been transferred from the department to 5 27 a county or from a county to the department during the prior 28 year as recalculated pursuant to section 307.22, subsection 7. 5 29 EXPLANATION 5 30 This bill relates to the distribution of secondary and 5 31 farm=to=market road funds. 5 32 Code sections 312.3, 312.3B, 312.3C, and 312.5 are amended 5 33 to provide a new methodology for distribution to the counties 34 of moneys in the secondary road fund and the farm=to=market 5 35 road fund. 6 Code sections 312.3 and 312.5 are amended to strike the 2 need and area allotments, including the quadrennial need study 6 6

3 report, used to apportion among the counties the road use tax 4 funds credited to the secondary road fund and the farm=to= 5 market road fund, respectively. These sections are amended to 6 apportion the funds according to the new distribution

7 methodology adopted pursuant to Code section 312.3C. 8 Code section 312.3C is amended to strike the general 9 assembly as the entity designated to consider and adopt a 10 method for distribution of moneys in the secondary road fund 11 and farm=to=market road fund. Instead, the secondary road 6 12 fund distribution committee, no longer an advisory committee, 6 13 will develop the methodology for distribution of such moneys, 6 14 and is granted rulemaking authority to formally adopt the 6 15 methodology. The application of the new distribution 6 16 methodology is to be phased in over five years, beginning July 17 1, 2006.

6 18 Using the new methodology, the Iowa county engineers 6 19 association service bureau computes the distribution. Code 20 section 312.3B is amended to direct the Iowa county engineers 21 association service bureau to annually compute and report the 6 22 county distributions to the secondary road fund distribution 6 23 committee, the department, the treasurer of state, and the 24 counties.

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