



**Indiana Chapter**

**American Traffic Safety  
Services Association**

# **Indiana Road Funding Legislative Update**

March 9, 2017



Patrick Long

# 120<sup>th</sup> Session

## Indiana General Assembly

- ❑ New Governor
- ❑ Federal Political Shift
- ❑ Super Majorities  
House and Senate  
(GOP)
- ❑ 1249 Bills Files
- ❑ Shortened Session
- ❑ Biennial Budget (HB  
1001)
- ❑ Transportation (HB  
1002)
- ❑ Education
- ❑ Drug Addiction
- ❑ Utilites

# BIC & ICI Legislative Monitoring

- ❑ Secure “Long-term, stable, dedicated” road funding
  - ❑ INDOT Program
  - ❑ Local System Funding – Coalition with Stakeholders
- ❑ Monitor Bills Affecting All Highway Construction Interests
  - ❑ Public Works Contracting
  - ❑ Labor/Employment
  - ❑ Safety/Regulatory/Environmental/Utility Issues
  - ❑ Business Issues

BIC Lobbyist - Appian, Inc.

Dennis Faulkenberg & Laurie Maudlin



# BIC Members & Partners



# Recent Road Funding Legislation

## ❑ 2013 Budget - \$830M

- ❑ \$215M/year to MVH from Div & Partial Sales Tax
- ❑ \$400M to Major Moves 2020 Fund

## ❑ 2015 Budget Session

- ❑ \$100M/Year to “Major Moves 2020 Fund”
- ❑ Road Funding Study



# 2016 Road Funding Legislation

- 2016 Short Session: HB 1001 & SB 67
  - ❑ \$230M from State Surplus to INDOT Preservation
  - ❑ Redirects \$100M from MM 2020 to Preservation
  - ❑ Established Community Crossing Grant Program
  - ❑ Allowed municipalities >10k pop. to enact Wheel Tax
  - ❑ Doubled maximum allowable Wheel Tax rates for counties
  - ❑ Created 16 member FIRSST Task Force
  - ❑ Provided \$430M (one-time) LOIT reserves to locals

# 2017 Road Funding Legislation

- HB 1002 = \$1.135B/yr
  - 10-cent fuel tax increase (gas, diesel, surcharge)
  - Index fuel tax (sunset in 2024)
  - Surcharge to Pump
  - Registration Fee
  - Electric Vehicle Registration Fee
  - Move Sales Tax on Fuel to SHF

...built on “user fee” principle

# Funding Indiana's Infrastructure for the Next Generation

HOUSE BILL 1002

Correct for inflation:

- 10 cent fuel tax increase
- 10 cent diesel tax increase
- 10 cent commercial diesel tax surcharge increase

\$15 registration fee increase

\$150 electric car registration fee

Require INDOT to further study tolling

© Rectangular Snip

Transfer the remaining sales tax on gasoline from the General Fund to the State Highway Fund

SAFE

EFFICIENT

WELL-MAINTAINED

MINIMUM DEBT

USER PAYS

STABLE & FLEXIBLE FUNDING TOOLS

STATE & LOCAL PARTNERSHIP

DATA DRIVEN

SUSTAINABLE

LONG TERM



<b>HB 1002</b>	<b>INDOT</b>	<b>LOCALS</b>	<b>FY 2021 TOTAL</b>
Gasoline Tax	\$205 million	\$178 million	\$383 million
Diesel Tax	\$84 million	\$73 million	\$158 million
Surcharge	\$84 million	\$26 million	\$110 million
Surcharge to Pump	\$15 million	\$4 million	\$19 million
Registration Fees		\$92 million	\$92 million
Additional Sales Tax	\$361 million		\$361 million
Municipal Wheel Tax		\$9 million	\$9 million
Electric Vehicle Fee		\$3 million	\$3 million
<b>ANNUAL TOTAL</b>	<b>\$749 million</b>	<b>\$386 million</b>	<b>\$1.135 billion</b>

Totals may differ due to rounding.

# HB 1002... Progress to date

- Speaker Bosma's Press Conference
- Joint Roads & Transportation/Ways & Means committee hearing
- Passed House 61-36
- Road Funding Day #1



# HB 1002: What's Next?

## Senate

- Joint Committee Hearing March 14 (Tax & Fiscal Policy and Homeland Security & Transportation)
- Finance Committee?
- Full Senate

## It will be amended

- Must pass Senate by late March or early April
- Conference Committee last two weeks...

## Final version must pass by April 22

# HB 1002... How to Help

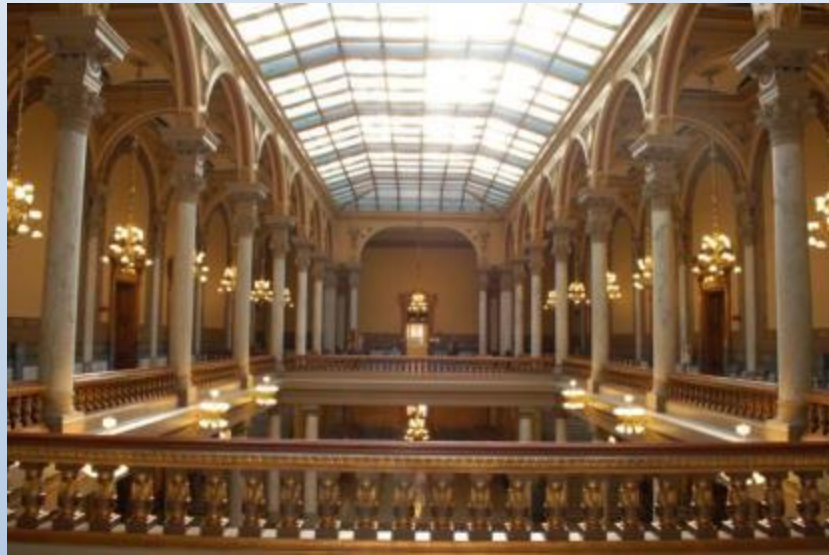
- ❑ Thank House members who supported it
- ❑ Ask Senators to support it
- ❑ Watch for BIC Matters weekly updates
- ❑ Post Social Media Support
- ❑ Attend Town Hall meetings
- ❑ Register for Road Funding Day #2 March 21



**Road  
Funding  
YES!** 

**#RoadFundingDay**

# Questions?



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Thank You!