



Transportation Funding Overview

Travis Brouwer, ODOT Assistant Director
House Transportation Policy Committee

March 8, 2017



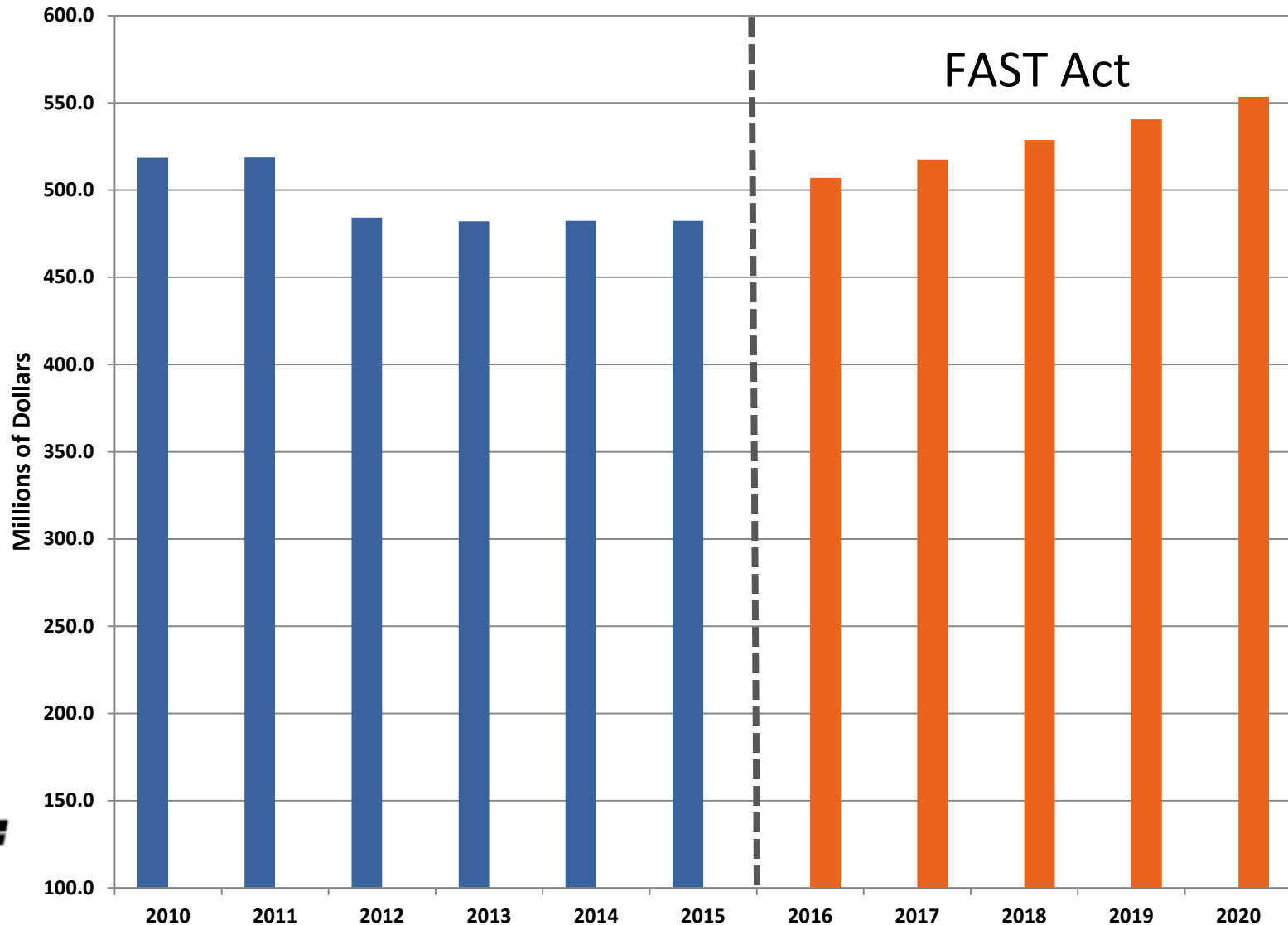
Major Funding Sources

Federal Surface Transportation Funding



Federal Highway Funding to Oregon

Oregon Federal-aid Highway Program apportionments



Federal highway funding for local government



Surface
Transportation
Program



Enhance (State
and Local projects)



Local Bridge



All Roads
Transportation
Safety



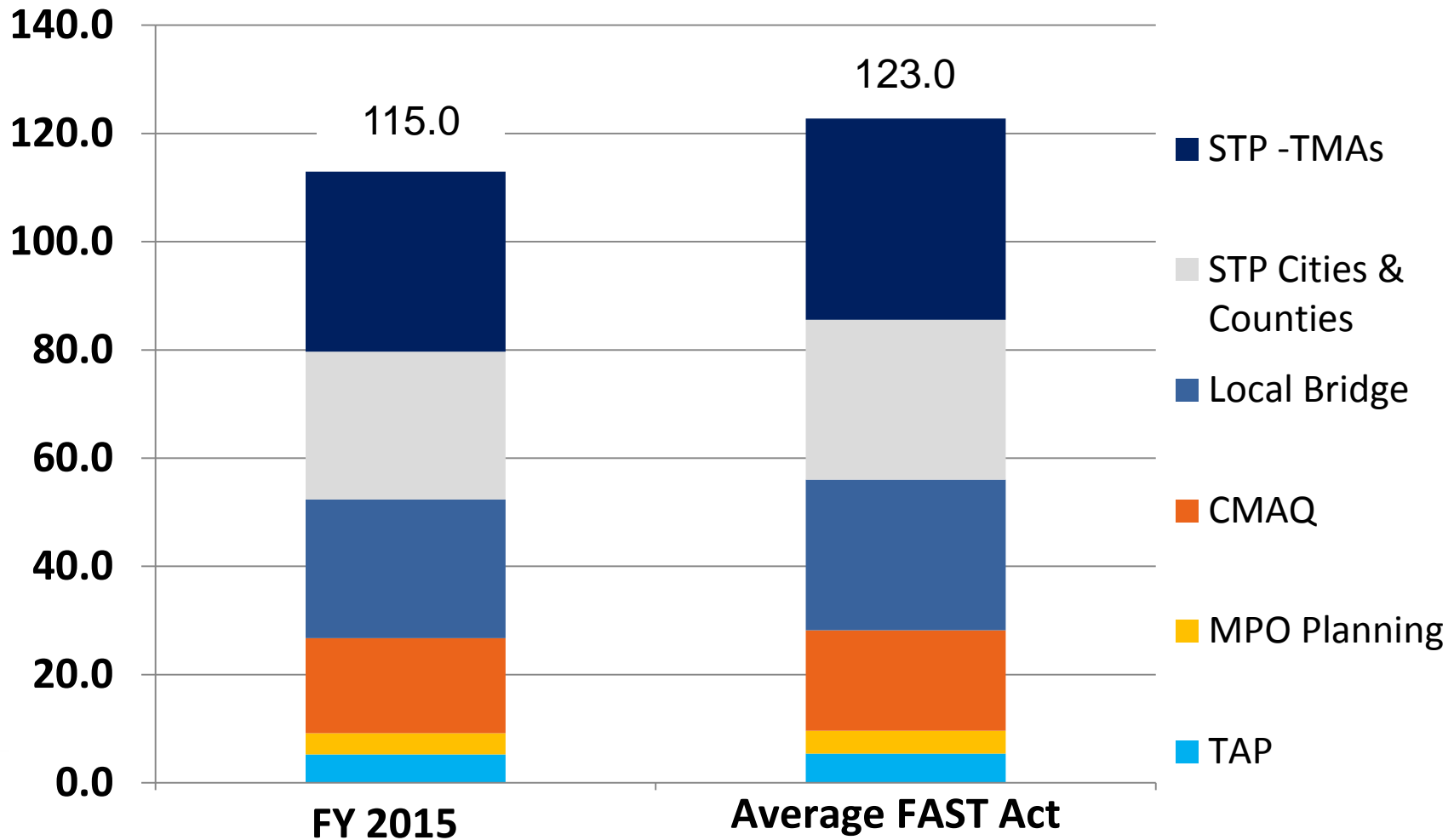
Congestion
Mitigation & Air
Quality (CMAQ)



Federal Lands
Access Program

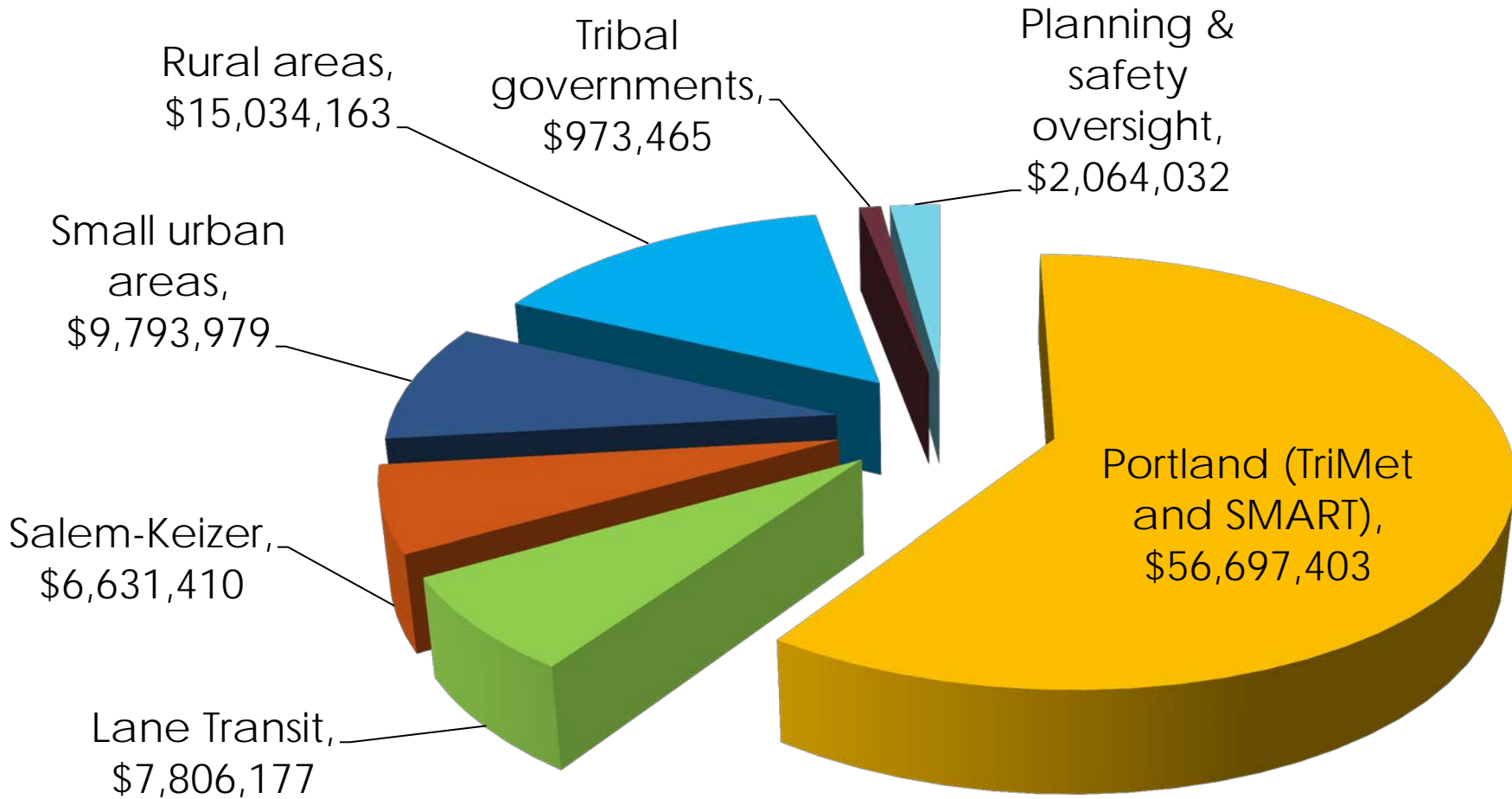
FAST Act Increases Local Funding

Annual highway formula funding made available to local jurisdictions



Federal Transit Funding in Oregon

Federal Transit Administration Formula Apportionments for FY 2016 (\$101.9 m total)



State Highway Fund



Oregon Constitution Article IX Section 3

“ [R]evenue from the following shall be used exclusively for the construction, reconstruction, improvement, repair, maintenance, operation and use of public highways, roads, streets and roadside rest areas in this state:

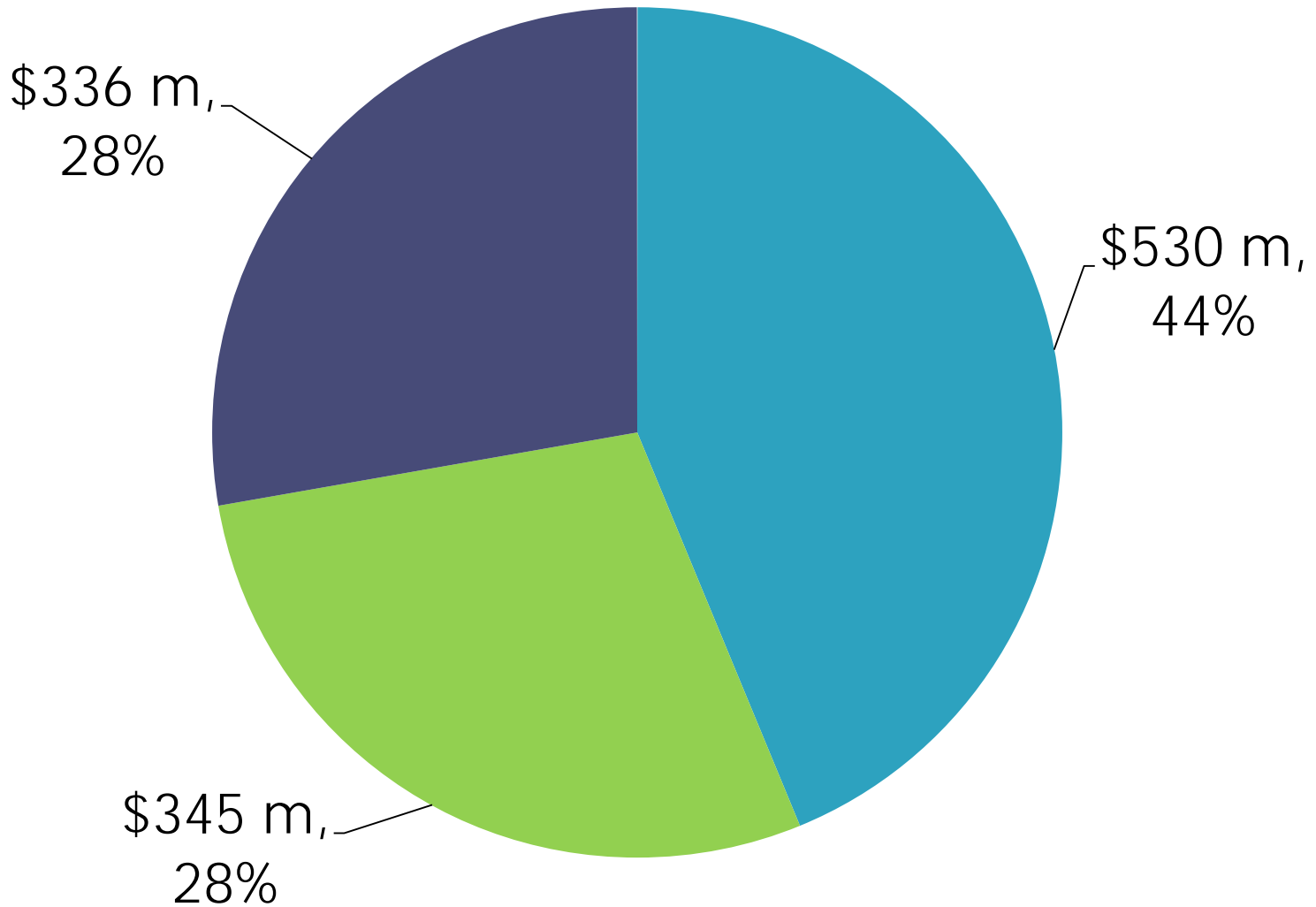
(a) Any tax levied on, with respect to, or measured by the storage, withdrawal, use, sale, distribution, importation or receipt of motor vehicle fuel or any other product used for the propulsion of motor vehicles; and

(b) Any tax or excise levied on the ownership, operation or use of motor vehicles. ”



State Highway Fund Gross Revenue

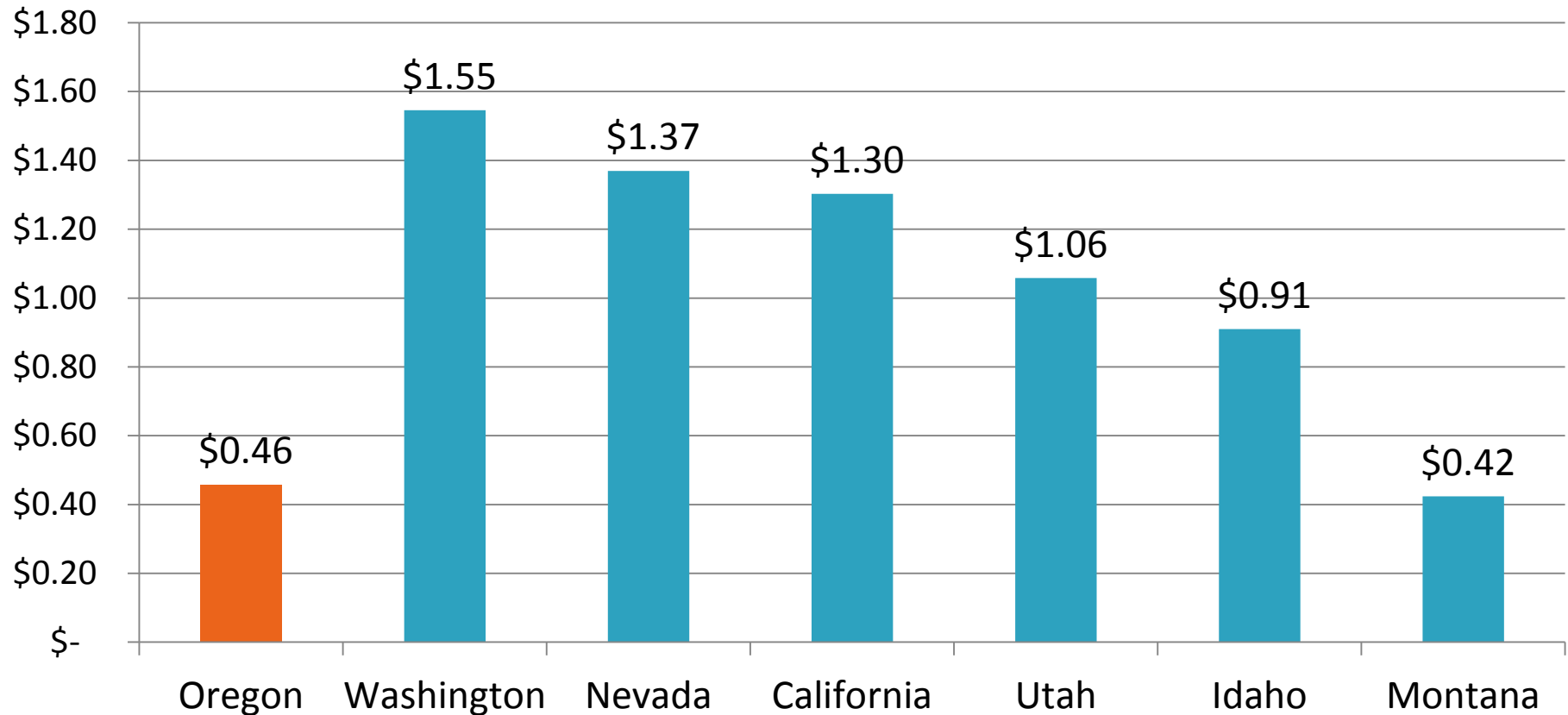
In Millions of Dollars in State FY 15-16



■ Motor Fuels Tax ■ Motor Carrier Taxes and Fees ■ Driver and Vehicle Fees

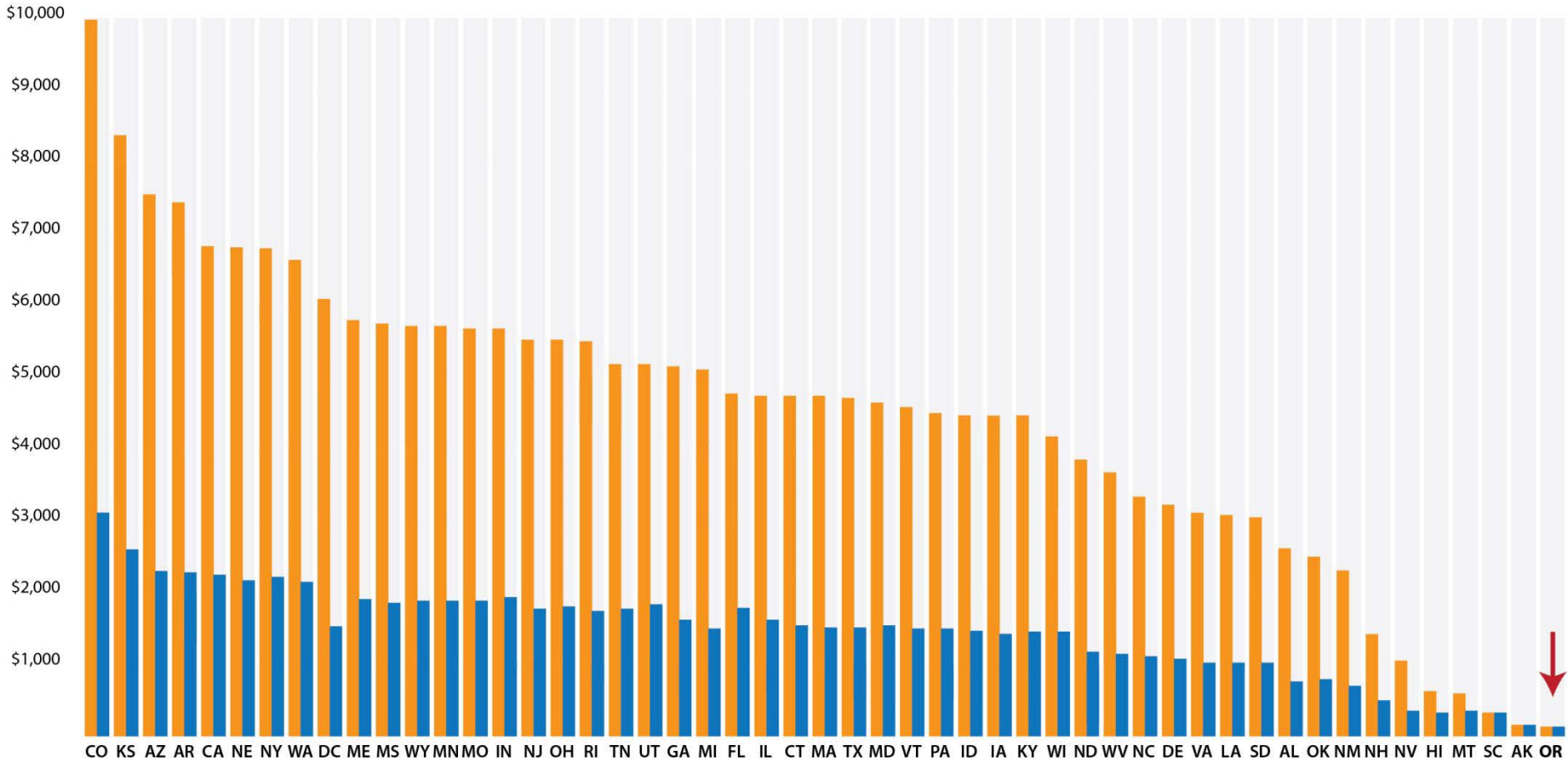
Oregon Automobile Related Taxes Compared to Western States

Converted into dollars per gallon equivalents



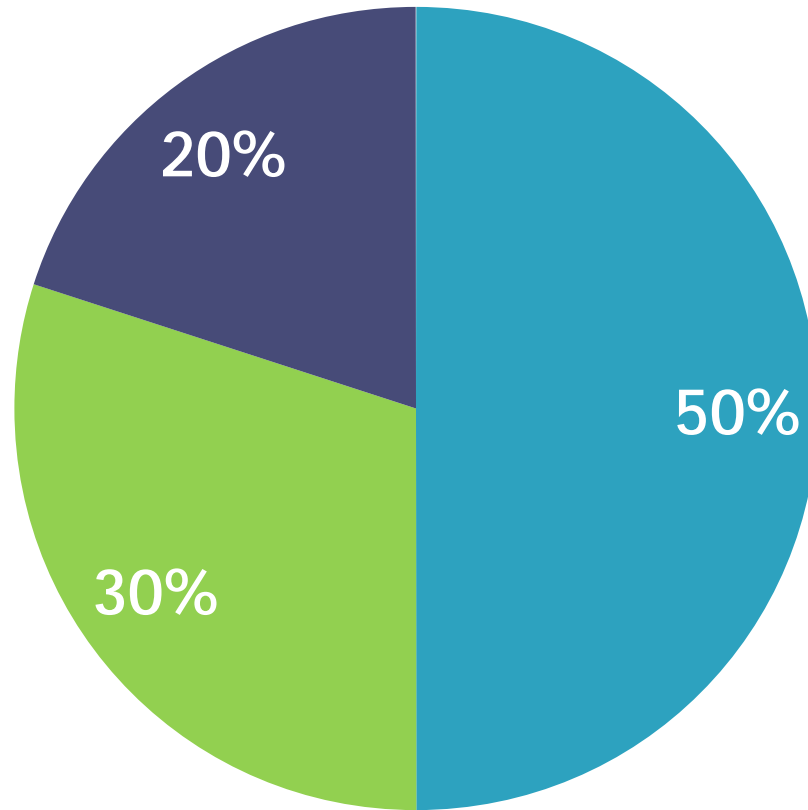
Oregon Vehicle Fees Compared to Other States

█ 2016 Cadillac Escalade 7,100 GVWR, \$73,000 MSRP
█ 2016 Chevy Malibu, 3,200 GVWR, \$23,000 MSRP



State Highway Fund Distribution

Net of collection costs, transfers to other agencies, and debt service in State FY 15-16



■ ODOT ■ Counties ■ Cities



State Highway Fund for Local Governments

State FY 2015-2016 Apportionments

Counties

30% of State Highway Fund

\$243.4 million total

Distributed to 36 counties
based on



Ranging from

\$41,442,925 for Multnomah Co
to
\$139,733 for Wheeler Co

Cities

20% of State Highway Fund

\$163.7 million total

Distributed to 200+ cities
based on



Ranging from

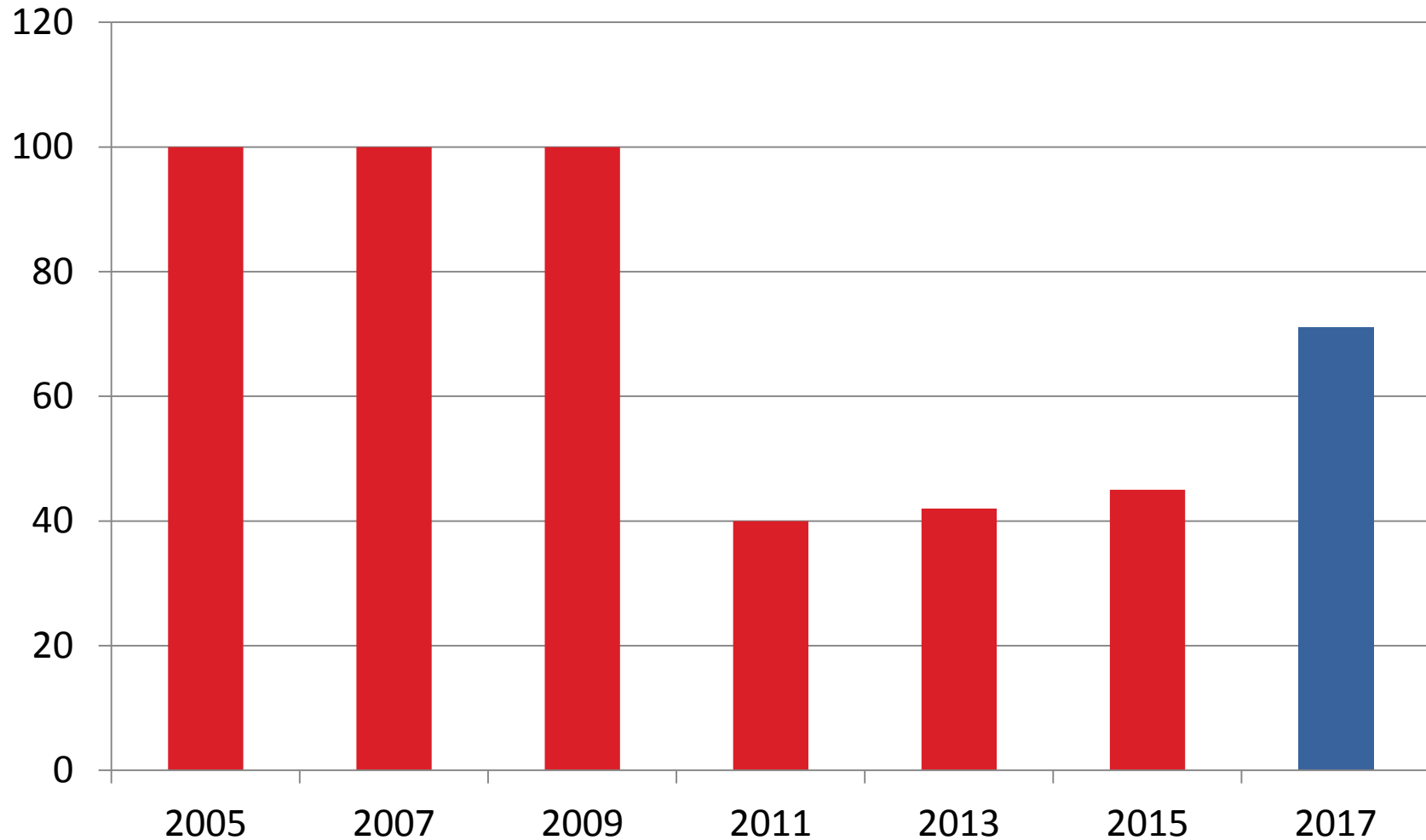
\$36,008,241 for Portland
to
\$1,186 for Lonerock

ConnectOregon Lottery-backed bonds



ConnectOregon Funding

Millions of dollars, by year approved (GRB proposal for 2017)



Uses of Major Types of Funds

HIGHWAYS	BICYCLE/ PEDESTRIAN	TRANSIT	RAIL	PORTS	AVIATION
Federal Surface Transportation Funding					
Oregon Highway Fund					
	Connect Oregon Funding				



Miscellaneous State Funds for Transportation



Custom license plates



Transportation Operations Fund



Identification cards



Cigarette tax



General fund



Local Resources for Transportation



Local gas tax



Street utility fees



Property tax



Vehicle registration fee
(Multnomah County)



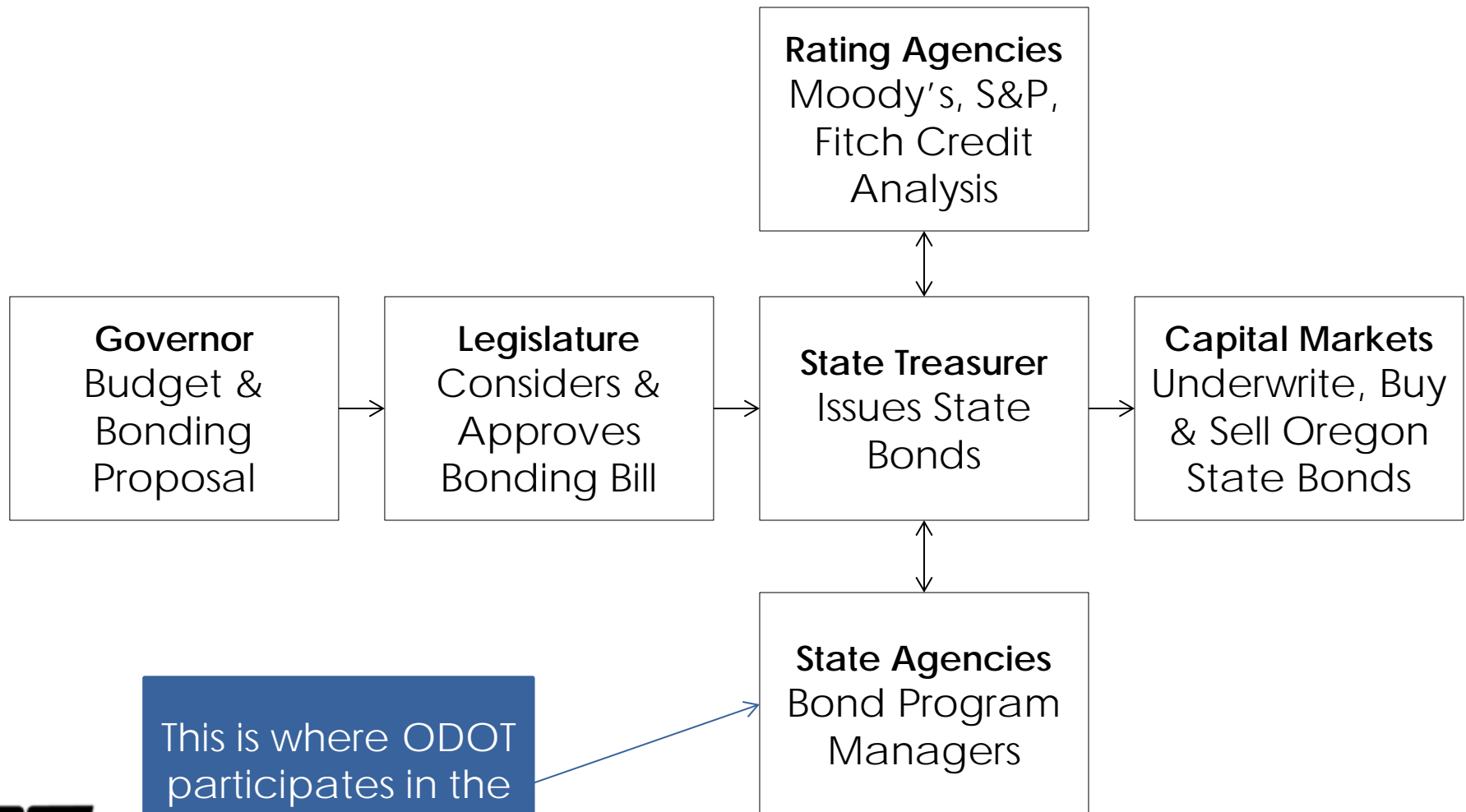
System
development
charges



Bonding

Oregon Bonding Process

State Debt Policy Advisory Commission Report 2017



ODOT's State Highway Fund Bond Portfolio

Issued and projected; includes JTA bonds to be issued in June 2017

\$2.72 Billion

Outstanding
Bonds

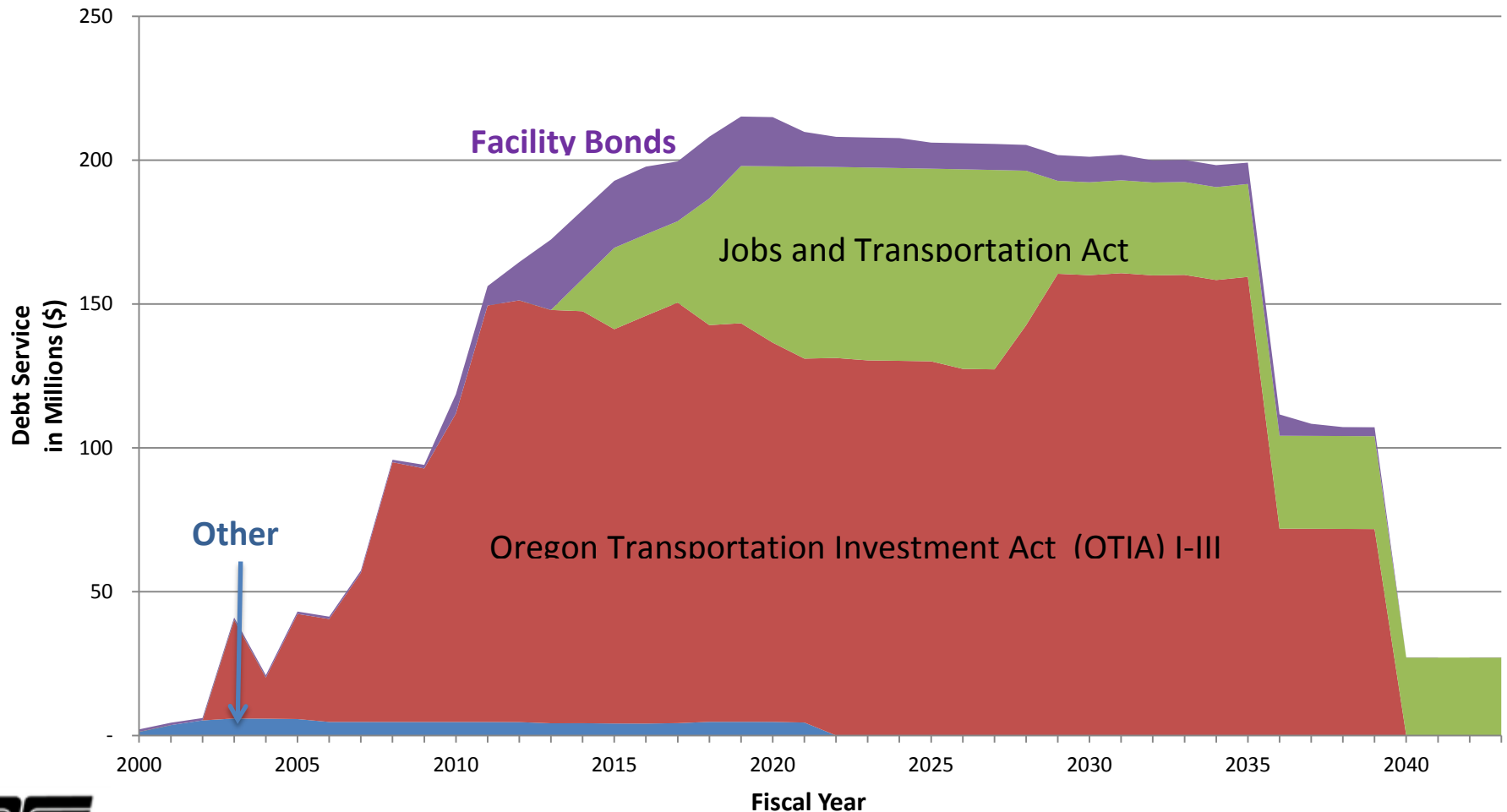
3.5%

Interest Rate on
Bonds



ODOT State Highway Fund Debt Service

Issued and projected; includes JTA bonds to be issued in June 2017



Trends and Issues

Factors impacting Oregon transportation funding

One-time programs are coming to an end

Debt service obligations continue for two decades

Federal funding is uncertain in the long term

Inflation erodes purchasing power

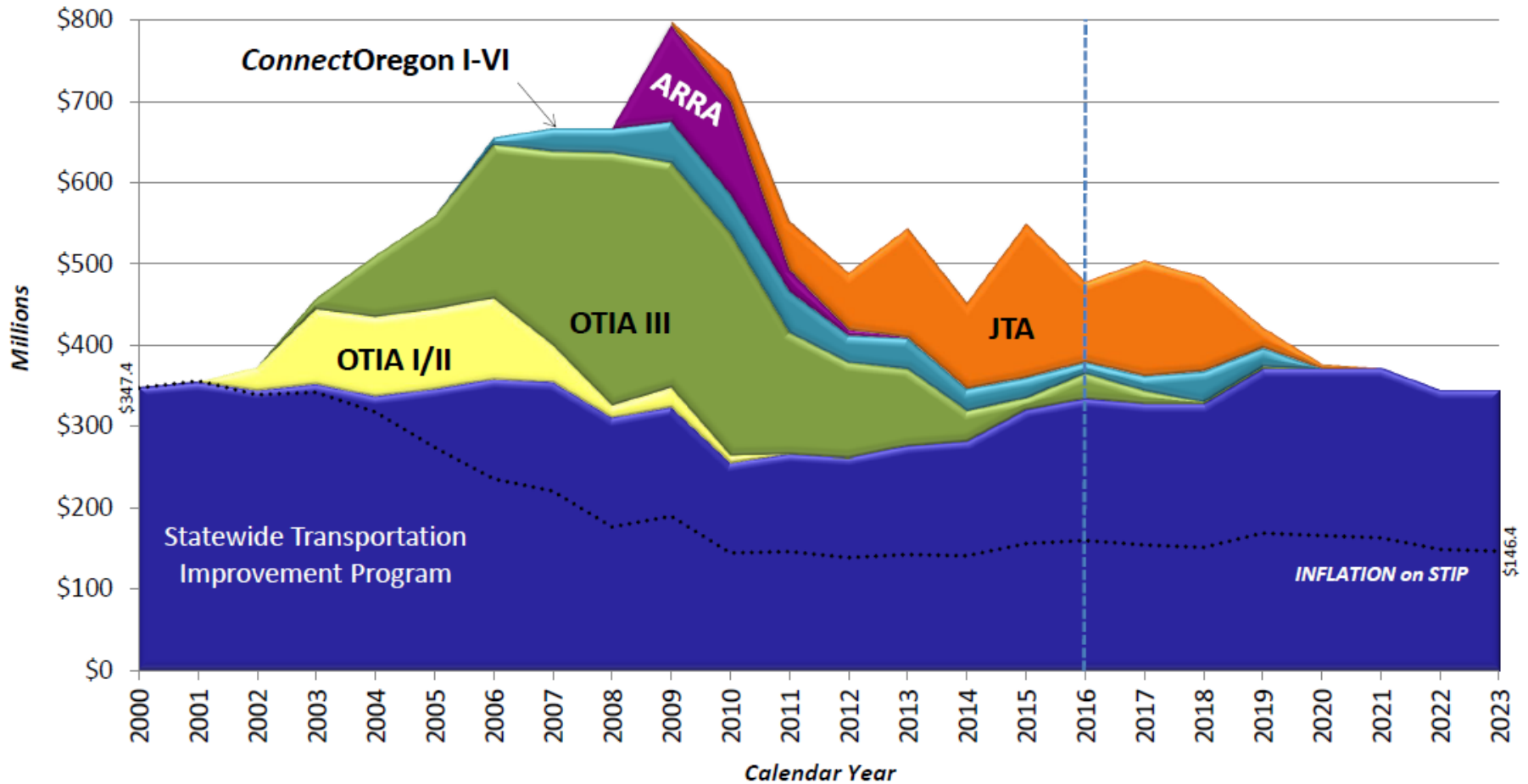
Fuel efficiency is increasing

Non-highway funding is inadequate

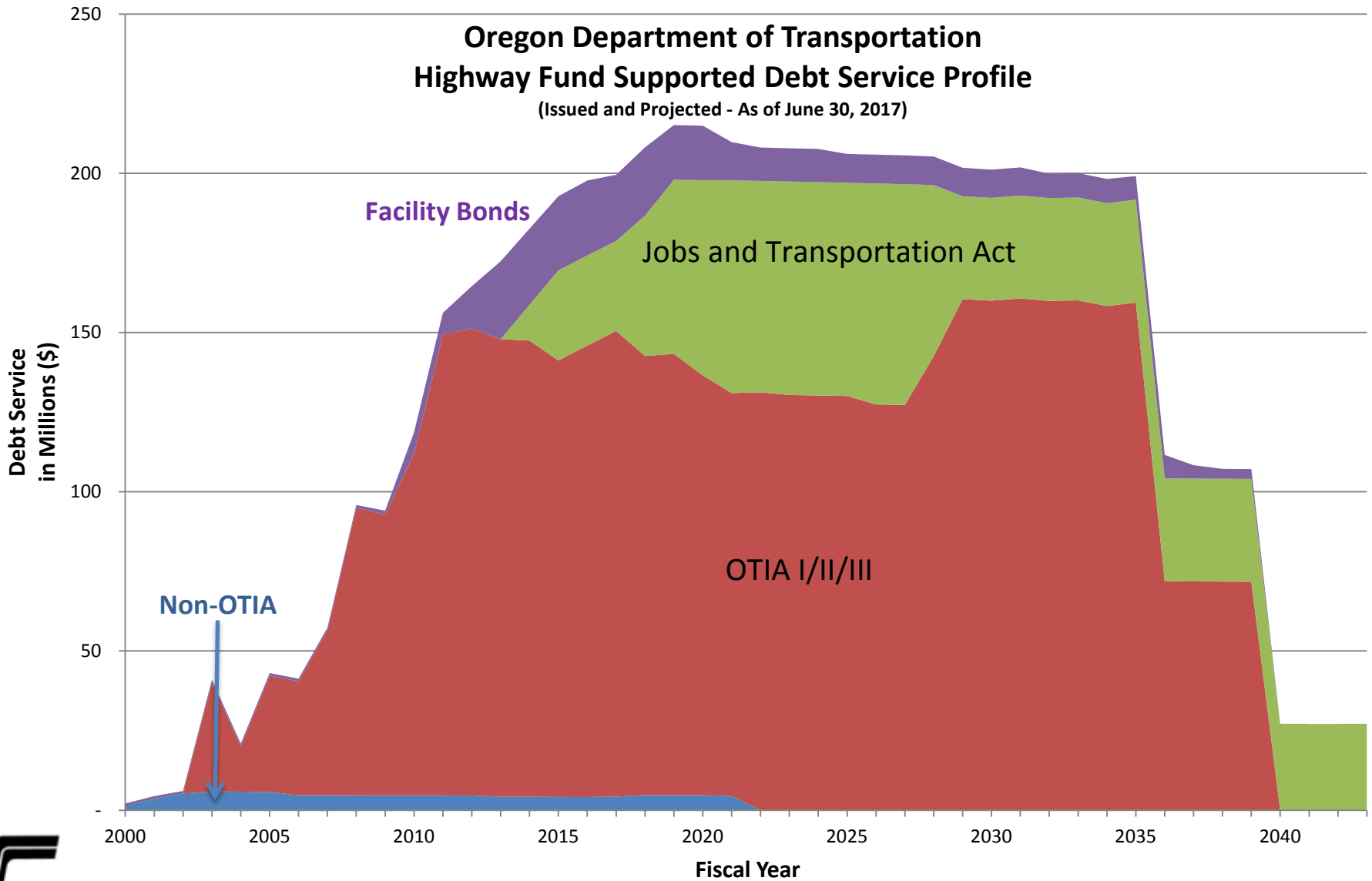


ODOT's Construction Programs Delivered

ODOT Construction Programs

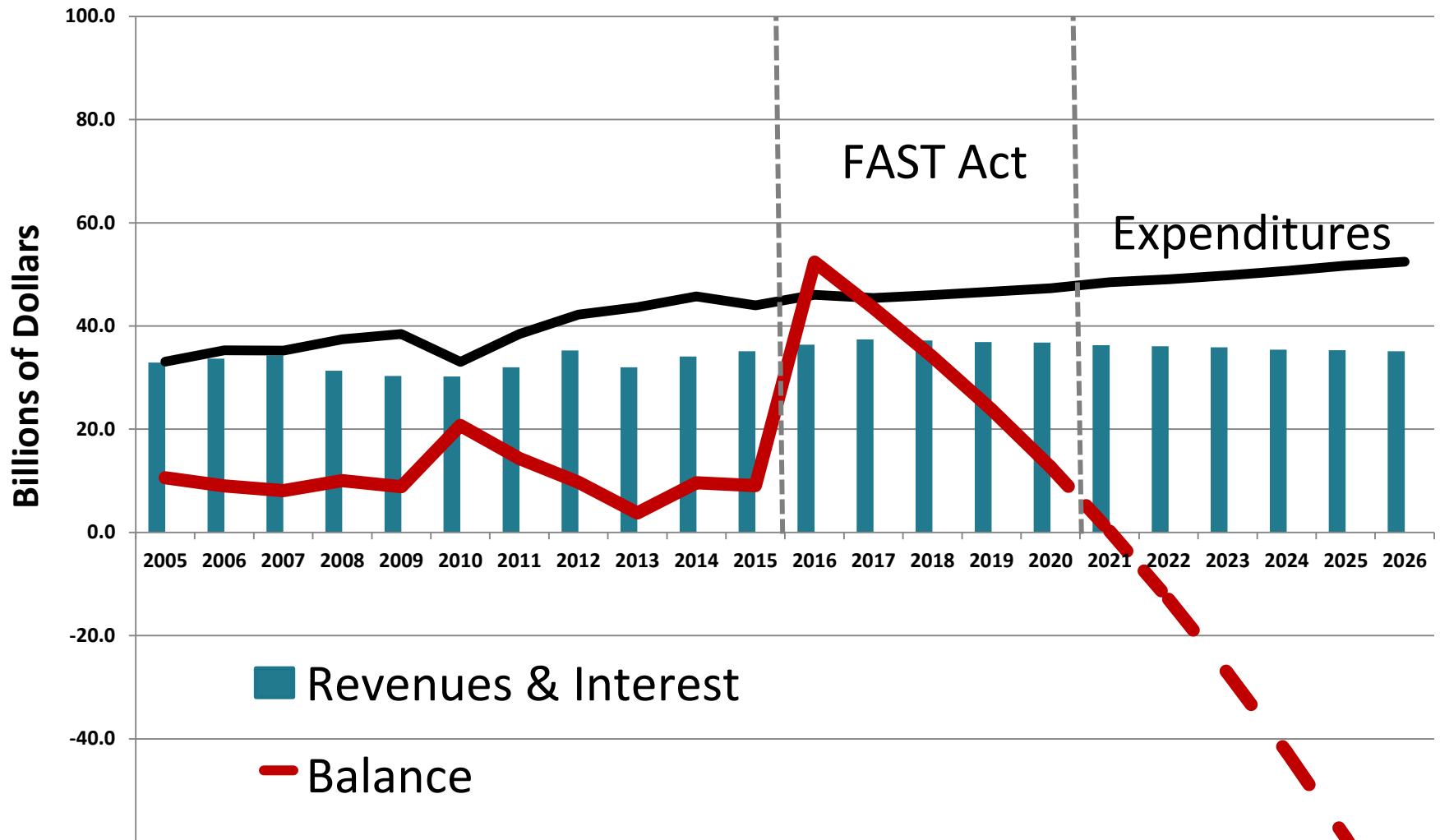


Debt service continues for two decades



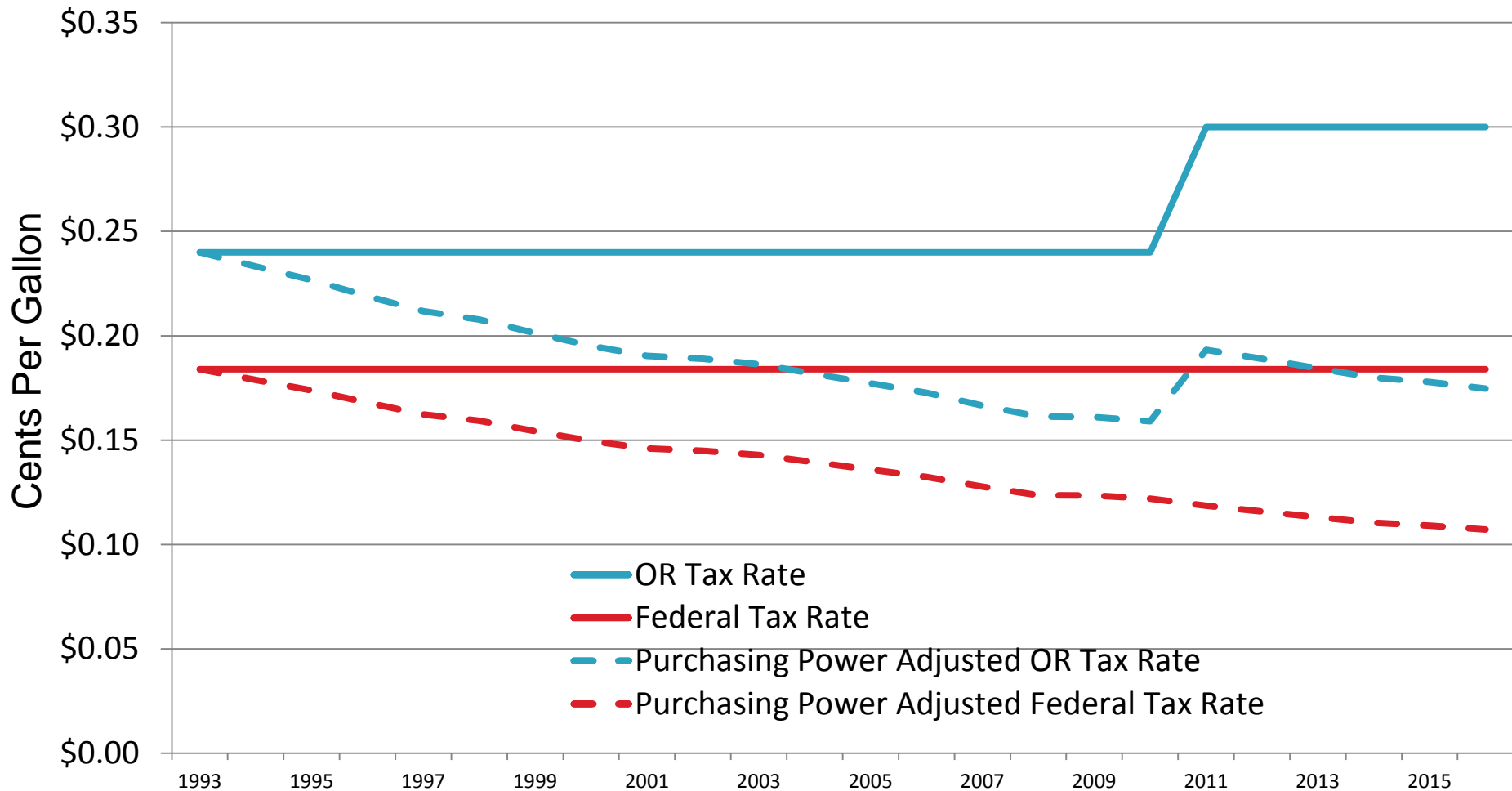
Federal funding is uncertain

Federal Highway Trust Fund: Highway Account
Revenue, Expenditures and Balance



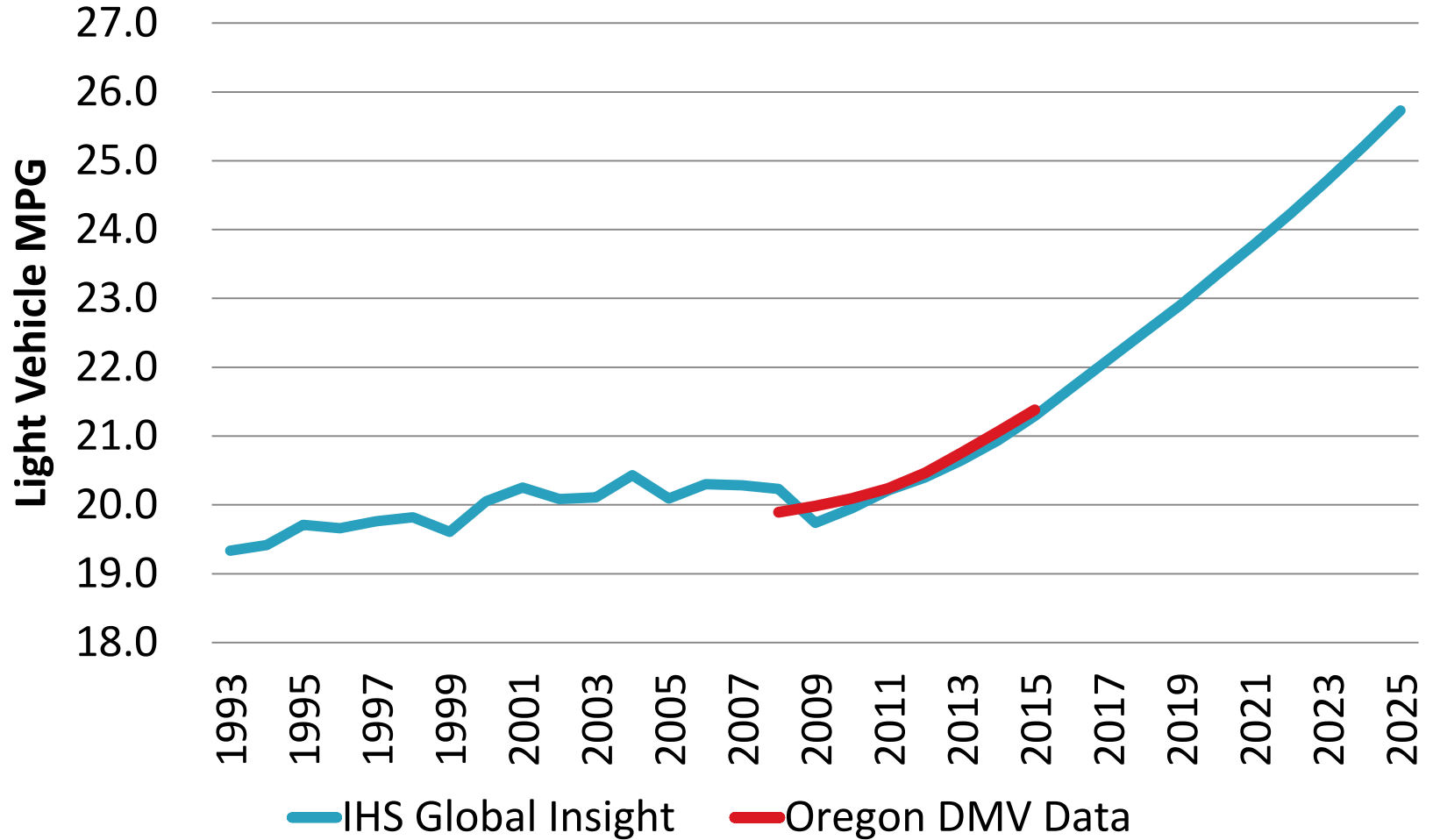
Gas Taxes Haven't Kept Up With Inflation

Federal and State Gas Taxes, Nominal and Inflation-Adjusted

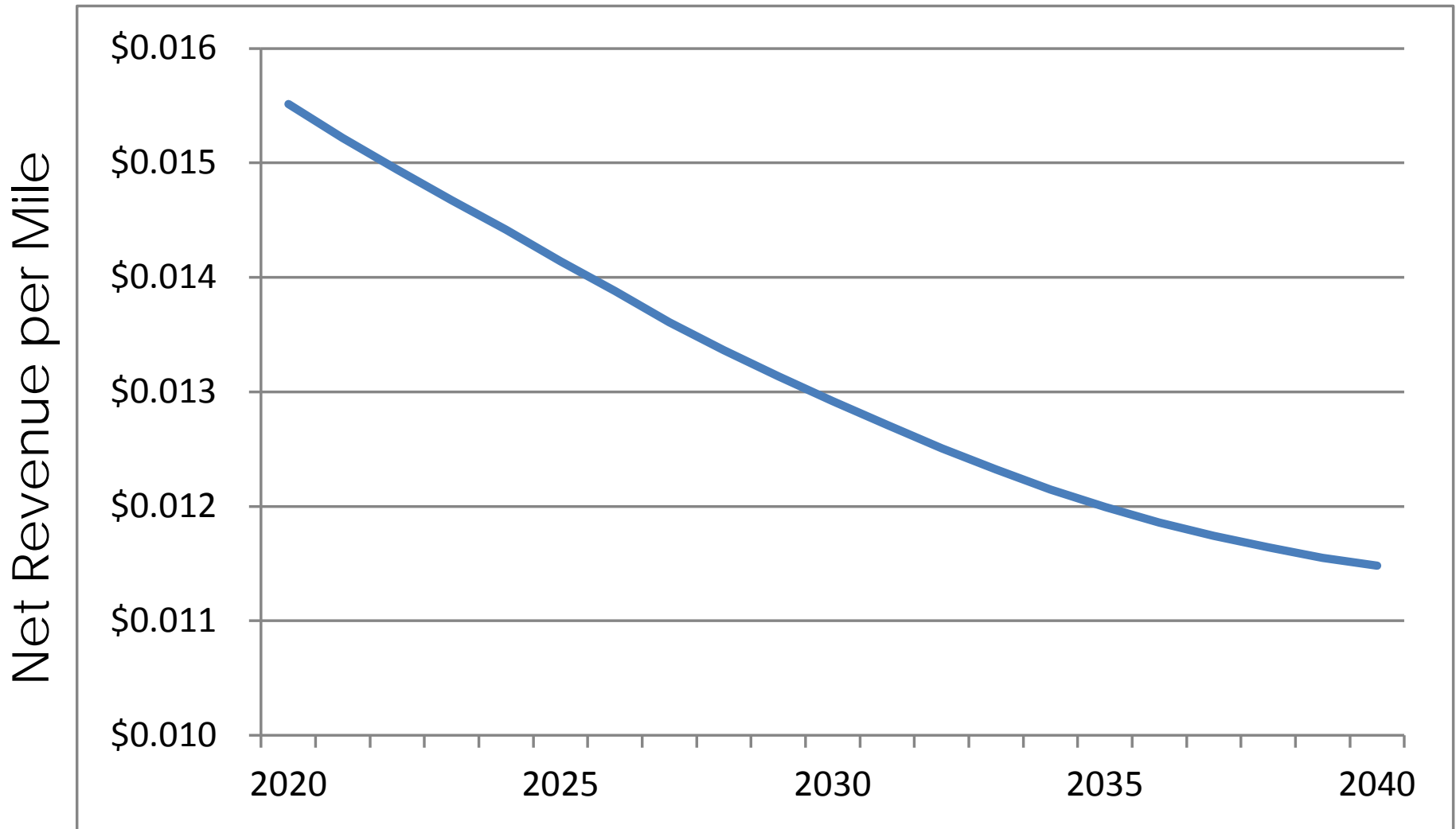


Fuel Efficiency Is Increasing

Light Vehicle Fuel Efficiency

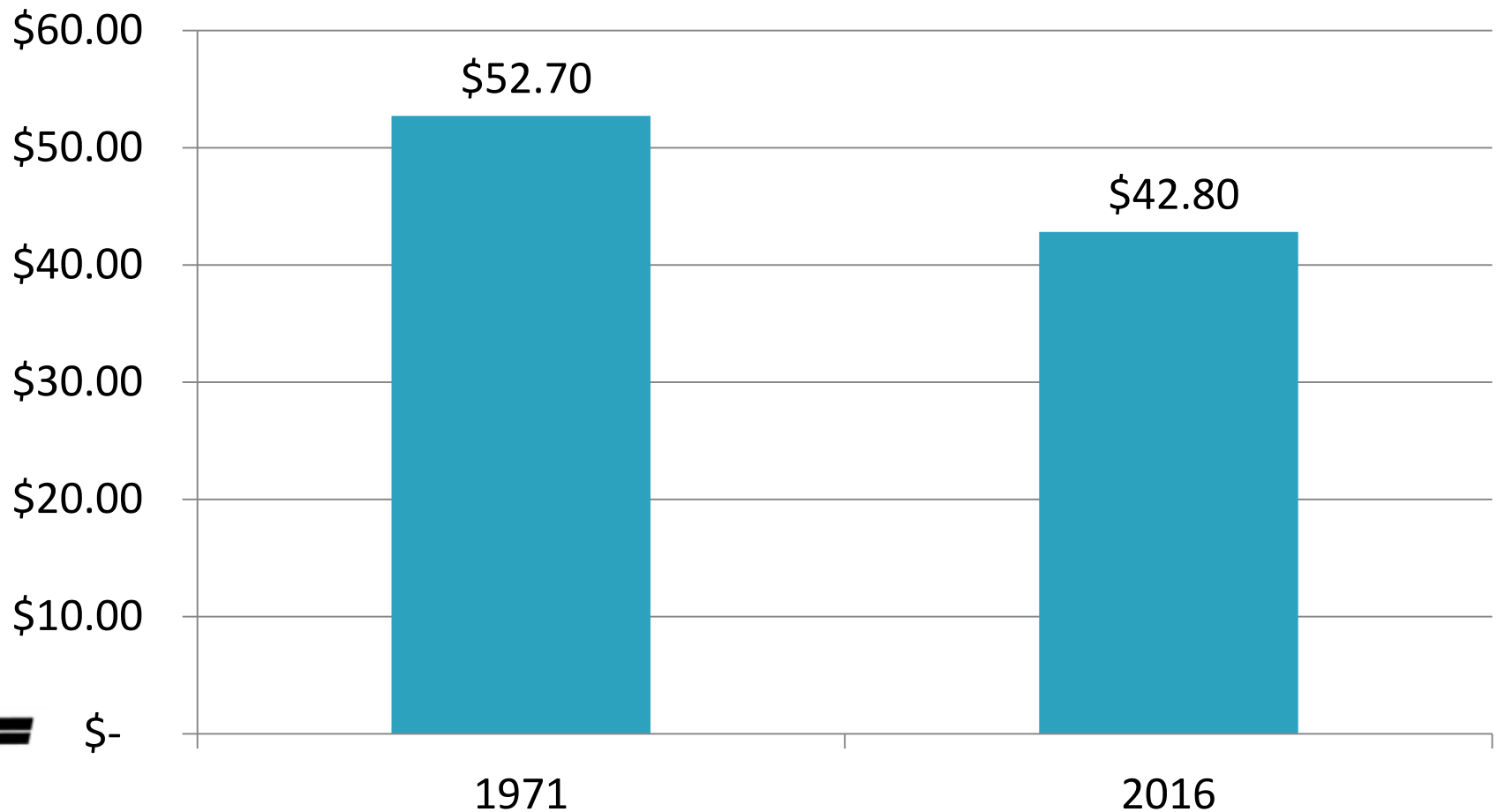


Net revenue per mile is declining



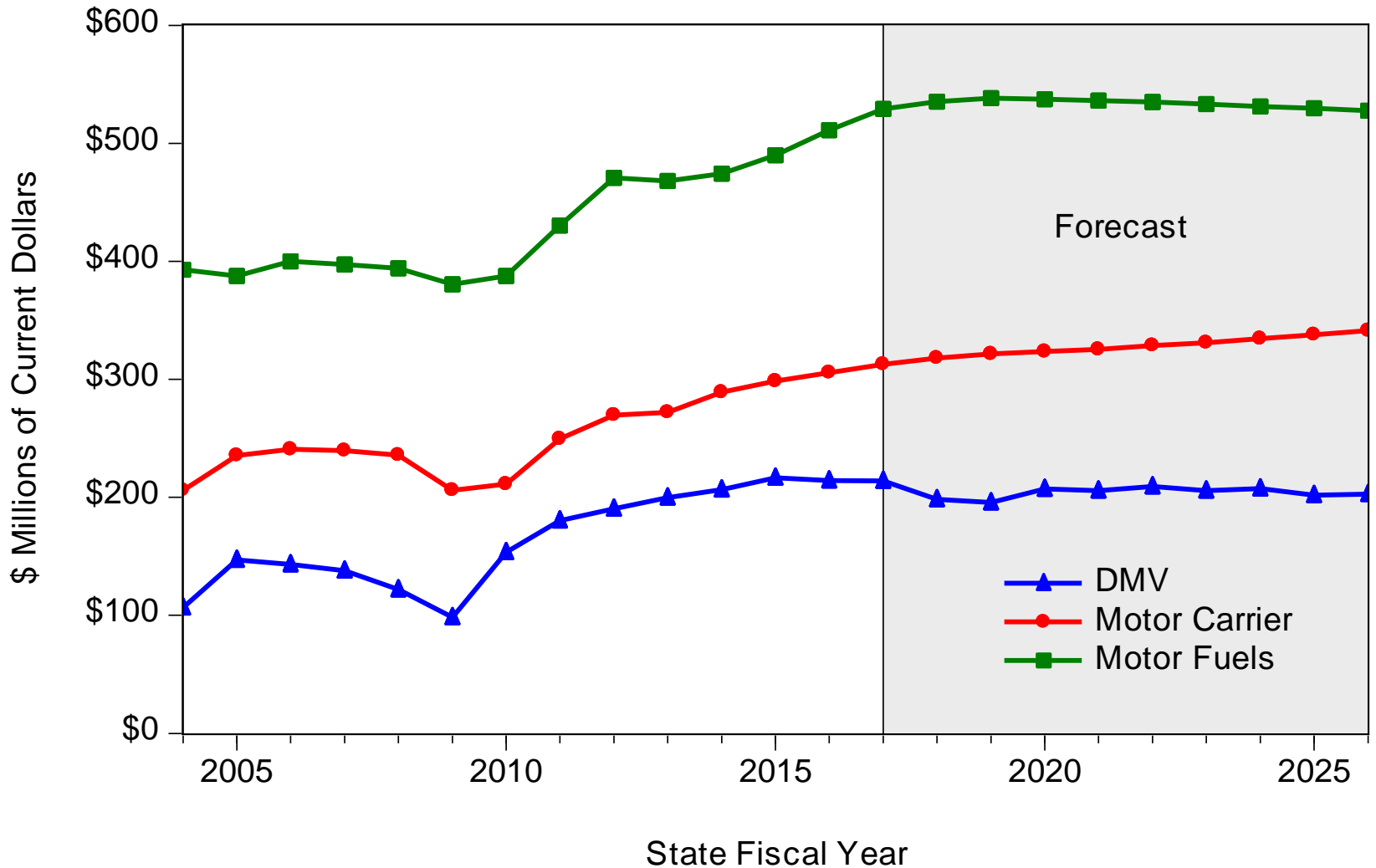
Per capita contributions to the State Highway Fund are falling

Real per capita contributions to the State Highway Fund (1971 dollars)



\$-

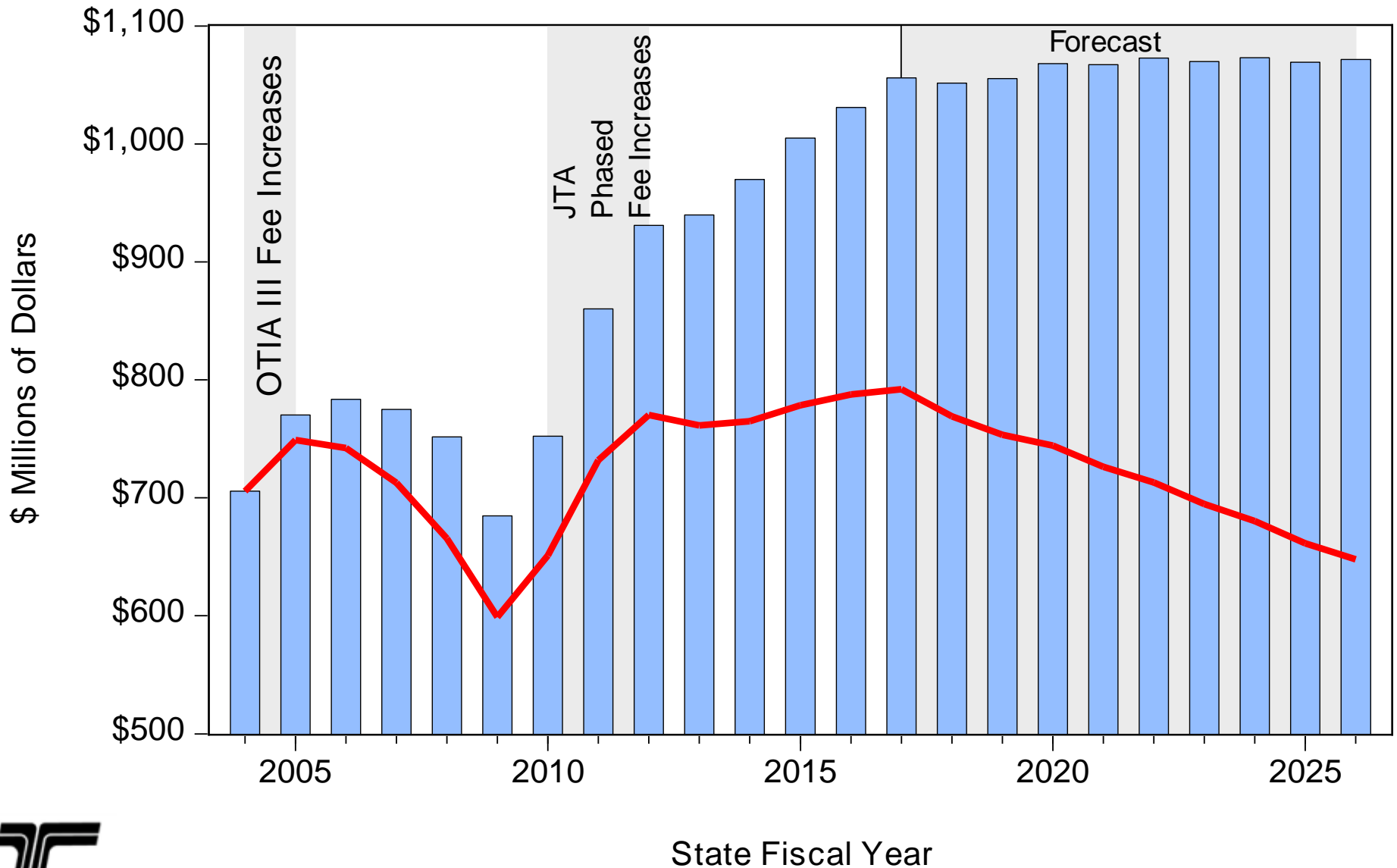
Net State Highway Revenue by Source



Source: ODOT December 2016 Revenue Forecast



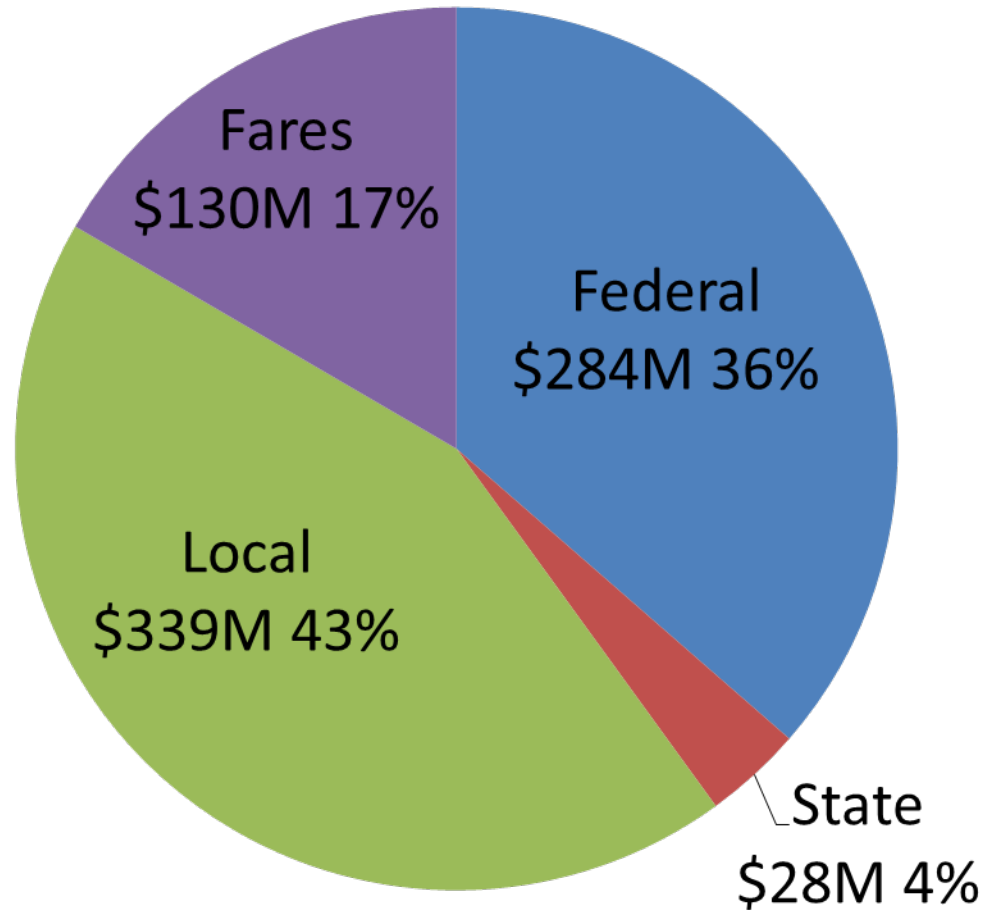
Net State Highway Revenue Is Projected to be Flat



Source: ODOT December 2016 Revenue Forecast



Public Transportation Funding by Source, 2014



Oregon Per Capita Spending on Public Transportation Compared to Other States, 2014

