



# Transportation Funding

Senate Transportation  
Committee

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# Outline

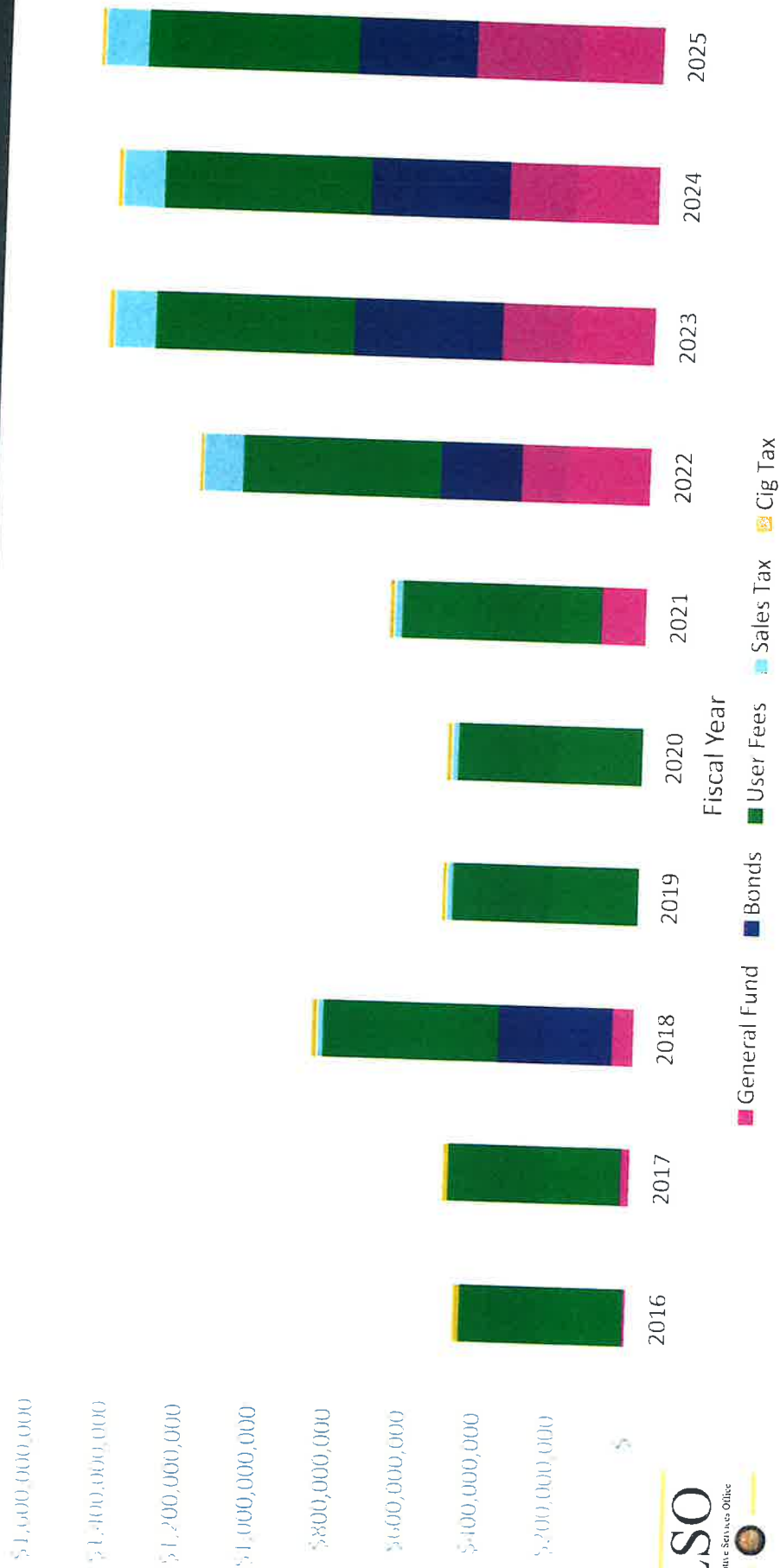
- State Revenues
- State Funds
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- Agency Request and Governor's Recommendation



# Revenues



# State Funding Sources

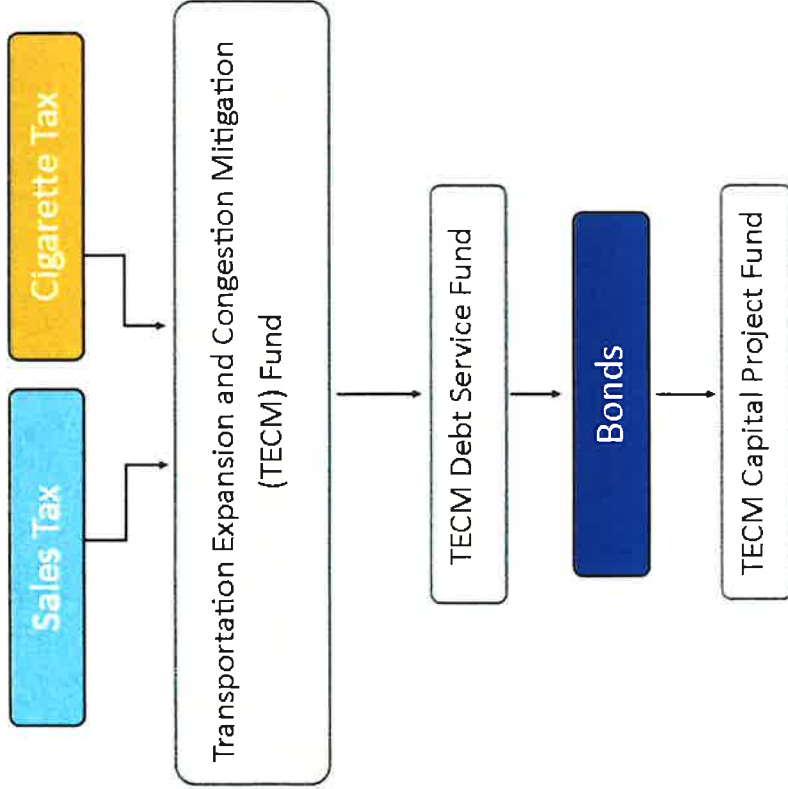




# Funds



# Transportation Expansion and Congestion Mitigation Fund



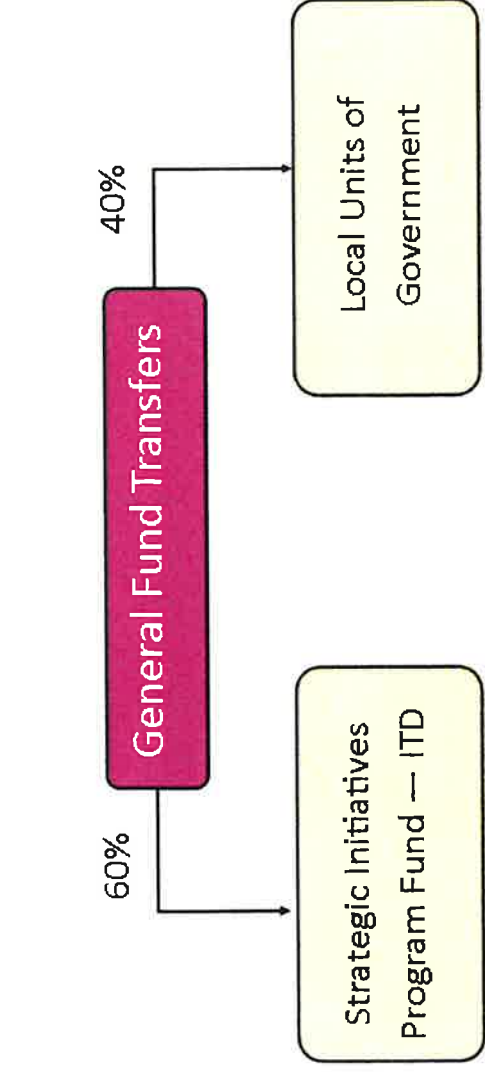
The money appropriated to this fund shall finance projects that expand the state system to address and mitigate transportation congestion. §40-720, Idaho Code

debt service fund for the purpose of paying the principal, interest, and other amounts required for transportation bonds or notes of the Idaho housing and finance association §40-721, Idaho Code

to finance improvements described in section 40-720, Idaho Code.



# Strategic Initiatives Program Fund

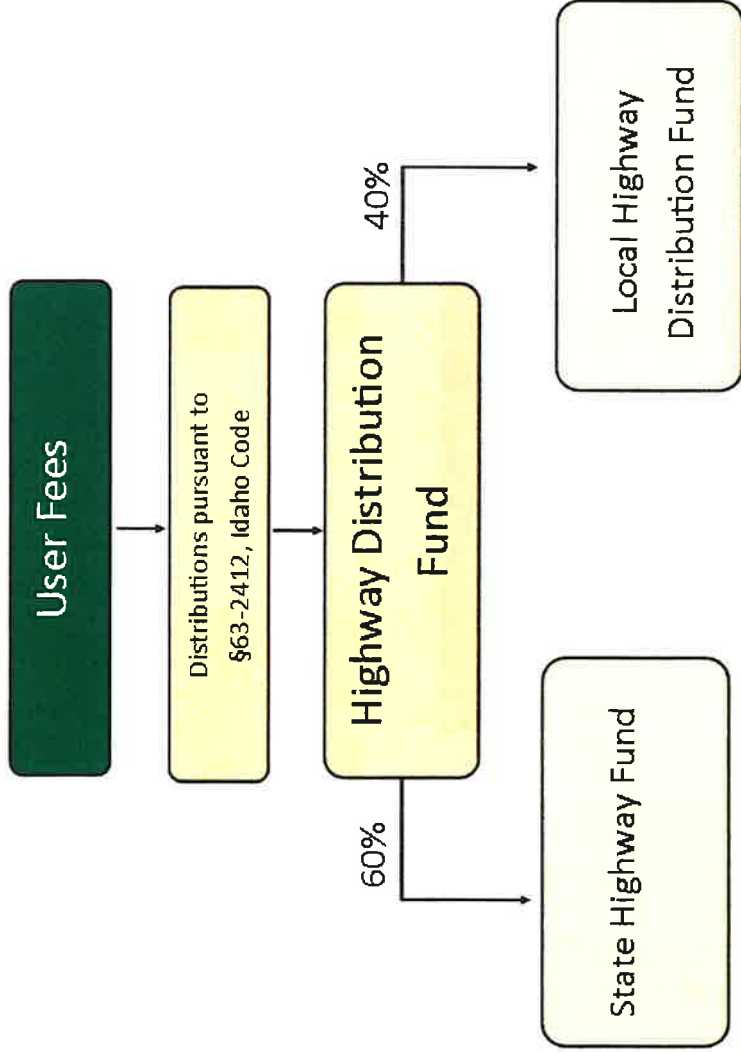


- (a) Safety, including the projected reduction of crashes, injuries and fatalities;
- (b) Mobility, including projected traffic-flow improvements for freight and passenger cars;
- (c) Economic opportunity, including the projected cost-benefit ratio for users and businesses;
- (d) The repair and maintenance of bridges; and
- (e) The purchase of public rights-of-way
- (f) Child pedestrian safety on the state and local system



§40-719, Idaho Code

# Highway Distribution Fund



§40-702, Idaho Code

“For the purpose of carrying out the provisions of this title”

Moneys from this fund are used to pay for constructing, maintaining, and administering the state highway system

# Legislation



## Cigarette Tax

- **House Bill 547 of the 2014 Legislative Session**
  - Provides \$4.7 million annually from cigarette tax revenue for the purpose of paying the state match required for Grant Anticipation Revenue Vehicle (GARVEE) debt obligations.
  - Directed any remaining money, after all statutory distributions have been made, from the cigarette tax distribution go to the State Highway Fund.
- **Senate Bill 1206 of the 2017 Legislative Session**
  - Redirects the cigarette tax distribution from the State Highway Fund to the TECM Fund.

# User Fees

- **House Bill 312 of the 2015 Legislative Session**

- Increased registration fees by \$21 for personal vehicles and \$25 for commercial vehicles.
- Increased registration fees by \$10 for motorcycles
- Established additional \$140 registration fee for electric vehicles and \$75 registration fee for hybrid vehicles
- Increased the motor fuels tax from 25 cents to 32 cents per gallon, effective FY 2016.



# Sales Tax

- **Senate Bill 1206 of the 2017 Legislative Session**
  - The Transportation Expansion and Congestion Mitigation Fund (TECM) was created with revenue from a distribution of 1% of net sales tax annually.
- **Senate Bill 1065 of the 2019 Legislative Session**
  - Updates the 1% of Sales Tax distributed to the TECM Fund to not be less than \$15 million.
- **H 362 of the 2021 Legislative Session**
  - Increased the sales tax distribution the TECM Fund from 1% to 4.5% with a minimum of \$80 million distributed to ITD, any remainder (up to \$60 million) is distributed to the local units of government as outlined in Section 40-709(1-3), Idaho Code.
- **H 25 of the 2025 Legislative Session**
  - Increased the sales tax distribution incrementally for the following three fiscal years as follows:

	TECM Fund - ITD	Local Units of Gov't	Total
FY 2026	\$100 million	\$45 million	\$145 million
FY 2027	\$120 million	\$45 million	\$165 million
FY 2028 and every year after	\$140 million	\$45 million	\$185 million

# Bonding

- **Senate Bill 1206 of the 2017 Legislative Session**
  - Approved bonding authority for the issuance of GARVEE bonds, up to \$300 million
- **Senate Bill 1065 of the 2019 Legislative Session**
  - Allows the Idaho Transportation Board to issue bonds secured by the Transportation Expansion and Congestion Mitigation (TECM) Program.



# General Fund

- **House Bill 312 of the 2015 Legislative Session**
  - Created the Strategic Initiatives Program and the Surplus Eliminator, which provides any unrecognized General Fund revenue to be split 50/50 between the Budget Stabilization Fund and the Strategic Initiatives Program Fund. This was set to sunset May 31, 2017.
- **S1206 of the 2017 Legislative Session.**
  - Extended the General Fund Surplus Eliminator for two years with a sunset date of May 31, 2019. There is still a 50/50 split between the Budget Stabilization Fund and the Strategic Initiatives Program (SIP) Fund with a 60/40 split of the SIP going to ITD and the Locals (LHTAC), respectively, effective FY 2017.

	ITD	Local Units of Gov't	Total
<b>FY 2015 General Fund Surplus Eliminator</b>	54,152,455		54,152,455
<b>FY 2016 General Fund Surplus Eliminator</b>	11,098,424		11,098,424
<b>FY 2017 General Fund Surplus Eliminator</b>	16,601,700	11,067,800	27,669,500
<b>FY 2018 General Fund Surplus Eliminator</b>	36,177,800	24,118,600	60,296,400
<b>FY 2021 General Fund Cash Transfer</b>	72,800,000	49,200,000	122,000,000
Railroad Projects	8,000,000		8,000,000
Local Bridge Maintenance		200,000,000	200,000,000
Pedestrian Safety Projects		10,000,000	10,000,000
Port of Lewiston	10,000,000		10,000,000
GARVEE Bond (2012) payoff	18,485,000		18,485,000
TECM Projects	100,000,000		100,000,000
<b>FY 2022 Total General Fund Cash Transfers</b>	<b>136,485,000</b>	<b>210,000,000</b>	<b>346,485,000</b>
Road and Bridge Maintenance	120,000,000	80,000,000	200,000,000
Local Bridge Maintenance		200,000,000	200,000,000
Pedestrian Safety Projects		10,000,000	10,000,000
<b>FY 2023 Total General Fund Cash Transfers</b>	<b>120,000,000</b>	<b>290,000,000</b>	<b>410,000,000</b>
Road and Bridge Maintenance	123,600,000	82,400,000	206,000,000
Local Projects		138,720,000	138,720,000
Safety and Capacity Projects	58,080,000		58,080,000
<b>FY 2024 Total General Fund Cash Transfers</b>	<b>181,680,000</b>	<b>221,120,000</b>	<b>402,800,000</b>
Road and Bridge Maintenance	123,600,000	82,400,000	206,000,000
Local Bridge Maintenance		200,000,000	200,000,000
Safety and Capacity Projects	58,080,000	38,720,000	96,800,000
<b>FY 2025 Total General Fund Cash Transfers</b>	<b>181,680,000</b>	<b>321,120,000</b>	<b>502,800,000</b>
Road and Bridge Maintenance	112,252,300	74,834,900	187,087,200
Safety and Capacity Projects	52,747,700	35,165,100	87,912,800
<b>FY 2026 Total General Fund Cash Transfers</b>	<b>165,000,000</b>	<b>110,000,000</b>	<b>275,000,000</b>
<b>Total General Fund FY 2015 - FY 2026</b>	<b>\$ 975,675,379</b>	<b>\$ 1,236,626,400</b>	<b>\$ 2,212,301,779</b>

# Agency Request and Governor's Recommendation



# FY 2027 Budget Request

Enhancement Name	General Fund	Dedicated Funds	Total
Deferred Maintenance Projects		\$15,500,000	\$15,500,000
SH-16 Operations and Maintenance		\$2,562,400	\$2,562,400
Roadside Safety - Tree Removal		\$4,975,000	\$4,975,000
New Equipment	\$87,912,800	\$4,714,900	\$4,714,900
Safety and Capacity	\$187,087,200		\$87,912,800
Road and Bridge Maintenance			\$187,087,200
Airfield Improvements		\$350,000	\$350,000
Aeronautics Facilities Maintenance		\$43,000	\$43,000
Replacement Items		\$63,947,500	\$63,947,500
OITS Hardware		\$2,683,400	\$2,683,400
<b>Total Enhancements Requested</b>	<b>\$275,000,000</b>	<b>\$94,776,200</b>	<b>\$369,776,200</b>



# FY 2027 Governor's Recommendation

Enhancement Name	General Fund	Dedicated Funds	Total
Deferred Maintenance Projects		\$15,500,000	\$15,500,000
SH-16 Operations and Maintenance		\$2,553,400	\$2,553,400
Roadside Safety - Tree Removal		\$4,975,000	\$4,975,000
New Equipment		\$4,699,900	\$4,699,900
Safety and Capacity		\$0	\$0
Road and Bridge Maintenance		\$0	\$0
Airfield Improvements		\$350,000	\$350,000
Aeronautics Facilities Maintenance		\$43,000	\$43,000
Replacement Items		\$63,504,700	\$63,504,700
OITS Hardware		\$2,683,400	\$2,683,400
<b>Total Enhancements Recommended</b>	<b>\$0</b>	<b>\$94,309,400</b>	<b>\$94,309,400</b>



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# Governor's Recommended Transfers

FY 2026

Enhancement Name	General Fund	Dedicated Funds	Total
Strategic Initiatives Program Fund - Cancelled Project	\$45,000,000	(\$45,000,000)	
<b>Total Transfers Recommended</b>	<b>\$45,000,000</b>	<b>(\$45,000,000)</b>	<b>\$0</b>

FY 2027

Enhancement Name	General Fund	Dedicated Funds	Total
Strategic Initiative Program Fund Interest	\$15,714,800	(\$15,714,800)	
Strategic Initiative Program Local Fund Interest	\$12,900,300	(\$12,900,300)	
Strategic Initiative Program Grant Fund Closeout	\$4,150,200	(\$4,150,200)	
<b>Total Transfers Recommended</b>	<b>\$32,765,300</b>	<b>(\$32,765,300)</b>	<b>\$0</b>



Please feel free to contact me with  
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