

# Infrastructure: National Update & General Overview

Association of Air Pollution Control Agencies Raleigh, North Carolina – November 13, 2018





#### CSG Statement of Principles on the Federal-State-

#### Local Transportation Partnership (2016)

- Long-term solvency of the Highway Trust Fund
- Support for state experimentation with funding mechanisms
- Opposition to efforts to eliminate federal tax exemption on municipal bonds



# Trump Infrastructure Plan

- \$100 billion on competitive grants for state and local governments
- \$50 billion in block grants to states for rural infrastructure
- \$20 billion to expand low-cost federal loans and other borrowing
- \$20 billion for "transformative projects"
- \$10 billion to improve federally owned infrastructure

# Trump Infrastructure Plan

- Eliminating regulatory barriers and speeding up the permitting process by streamlining the federal role, delegating to states and piloting new approaches
- Selling off national airports and other federal infrastructure assets
- Lifting the ban on interstate tolling
- Requiring that new transit projects require some form of value capture

# Federal Infrastructure Funding 2018

- Appropriations bill for U.S. Department of Transportation and Housing & Urban Development programs
- Water Resources Development Act
- Federal Aviation Administration Reauthorization



# Trump Infrastructure Priorities

- BUILD (formerly TIGER) program's rural focus
- Slow funding for transit?



## Streamlining Project Delivery

- One agency, one decision
- One environmental review document and record of decision
- 21-month deadline for environmental reviews; 3-month deadline for necessary permits
- Allowing states to assume FHWA responsibility

#### Shuster Infrastructure Plan

- Highway Trust Fund Commission
- National mileage-based-user fee pilot
- Gas and diesel tax increases followed by elimination of gas taxes by 2028
- User fee on electric vehicle batteries
- User fee on bike tires
- Emphasis on water resources, innovative project finance, accelerating project delivery

# State Transportation Funding 2018

- Alabama: Funds state infrastructure bank via multiple revenue streams including dedication of gas tax revenue
- Connecticut: \$1 billion in bonding over 5 years for roads, bridges, transit
- Georgia: Allows for SPLOST for transit; \$100 million in bonds for transit
- Minnesota: \$400 million in bonding for Corridors of Commerce program; \$79 million for local roads
- **Utah:** \$120 electric vehicle fees; allows cities to implement SPLOST; sales tax earmark for transit

# Governing, June 2018



# Mississippi

- Diverts 35% of a 7% use tax for internet and out-of-state sales to local governments
- 15% to cities, 15% to counties, 5% to local system bridge program for maintenance needs
- New tax on hybrid and electric cars
- Bond issue to borrow \$300 million
- New lottery will dedicate
   \$80 million



### California



 Proposition 6 would repeal the 2017 gas tax and vehicle fee increases and require a public vote on future increases



### Colorado

- Bond issue for transportation
- Bond issue & sales tax for transportation





#### Connecticut



 Ballot measure to create a lockbox for transportation funds



### Louisiana

Amendment 4

 ends the
 dedication of
 revenue from the

 Transportation
 Trust Fund to the
 State Police





#### Maine



 Question 3 issues \$106 million in bonds for transportation infrastructure



#### Missouri

Proposition D
 increases gas tax
 and creates fund
 for projects to
 improve roads
 and alleviate
 bottlenecks





#### Utah



 Nonbinding **Opinion Question 1** increases the gas tax for education and local roads



# States to Watch in 2019: Transportation Funding

- Alabama
- Arizona
- Illinois
- Kentucky
- Louisiana
- Massachusetts
- Michigan
- Montana
- New Mexico
- North Dakota







The Council of State Governments

Sharing capitol ideas.

# Questions?

Sean Slone: <a href="mailto:sslone@csg.org">sslone@csg.org</a>

On Twitter: @SeanSlone