



Governor Walz Supplemental Budget Proposal Transportation 2022

Matching Funds for IIJA

- The proposal includes \$40M/year or \$80M in FY22-23 and \$80M in FY24-25, for the modes for both formula match and discretionary grants:

Based on the current assumptions, below is a rough breakdown:

- \$7M/year for greater MN transit
 - \$10M/year for Met Council for Twin Cities transit
 - \$6.5M/year for aeronautics
 - \$3.4M/year for EV infrastructure
 - Remaining ~\$13M/year TBD, available for discretionary grants
- For the remaining new state funds (\$200M in 22/23, \$293M in 24/25), would flow through HUTD and these splits for TH/CSAH/MSAS:

FY22-23

TH - \$117.8M

CSAH - \$65.1M

MSAS - \$17.1M

FY24-25

TH - \$172.7M

CSAH - \$95.4M

MSAS - \$25M

- For Trunk Highway, the spending also includes the ~70% portion of the new federal road and bridge funds for MnDOT SRC

THF Expenditures:

FY22-23: \$433.2M

FY24-25: \$533.4M

- Across the 4 years of the proposal, breakdown of TH spending:
 - SRC +\$890M (\$222M/year)
 - IIJA federal funds +\$676M (\$169M/year)
 - New state funds for match +\$214M (\$53M/year)
 - Program planning and delivery +\$36M (\$12M/year)
 - Ops and maintenance +\$29M (\$7M/year)

- Agency services +\$12M (\$4M/year)
- Of all the new TH spending (state + federal), +\$967M (\$242M/year), with ~92% to SRC for projects and ~8% for delivery, maintenance, and oversight needs
- Federal Climate Funding Match
 - FY22-23: \$2M
 - FY24-25: \$4M

MnDOT Budget

- Operating Compensation increase
 - The Governor recommends increasing the Department of Transportation’s operating appropriation to fund employee cost-of-living increases provided in labor contracts.
 - FY22-23: \$23.9M - THF
 - FY24-25: \$40.8M - THF
- AMER Radio Tower
 - FY22-23: \$2M
- Rail Grade Crossing Safety
 - FY22-23: \$1.5M
 - FY24-25: \$3M
- Utility Aircraft Replacement
 - FY22-23: \$7M

Metropolitan Council

- Blue Line LRT Extension
 - FY22-23: \$200M
- Zero Emission Transit Bus Transition
 - FY22-23: \$3.2M