

Dakota County Transportation Sales and Use Tax 2024 Legislative Report

	Prior Years					Budget	Estimate									
	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034
Prior Year Balance	\$ 21,354,986	\$ 58,564,186	\$ 64,357,363	\$ 70,422,429	\$ 70,799,893	\$ 68,809,937	\$ 77,771,334	\$ 74,346,444	\$ 83,113,652	\$ 97,964,353	\$ 104,597,528	\$ 109,220,912	\$ 111,394,987	\$ 110,608,096	\$ 106,265,339	\$ 97,675,799
Transfer from CTIB Dissolution	\$ 21,300,000															
Net Tax Revenues (1)	\$ 18,686,063	\$ 18,542,653	\$ 20,644,178	\$ 23,172,179	\$ 23,445,074	\$ 24,500,102	\$ 25,602,607	\$ 26,754,724	\$ 27,958,687	\$ 29,216,828	\$ 30,531,585	\$ 31,905,506	\$ 33,341,254	\$ 34,841,611	\$ 36,409,483	\$ 38,047,910
Total Resources	\$ 61,341,049	\$ 77,106,839	\$ 85,001,541	\$ 93,594,608	\$ 94,244,967	\$ 93,310,039	\$ 103,373,941	\$ 101,101,169	\$ 111,072,338	\$ 127,181,181	\$ 135,129,113	\$ 141,126,418	\$ 144,736,241	\$ 145,449,706	\$ 142,674,822	\$ 135,723,709
Transit Guideways																
Planning	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operations and Maintenance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-Guideway Transit and Active Transportation	\$ 1,215,000	\$ 1,433,750	\$ 2,770,000	\$ 1,180,000	\$ 4,101,400	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000	\$ 420,000
Highway Uses	\$ 1,561,863	\$ 11,315,726	\$ 11,809,112	\$ 21,614,715	\$ 21,333,630	\$ 15,118,705	\$ 28,607,497	\$ 17,567,517	\$ 12,687,985	\$ 22,163,653	\$ 25,488,201	\$ 29,311,431	\$ 33,708,146	\$ 38,764,368	\$ 44,579,023	\$ 51,265,876
Other Uses																
Debt Service																
Total Spending	\$ 2,776,863	\$ 12,749,476	\$ 14,579,112	\$ 22,794,715	\$ 25,435,030	\$ 15,538,705	\$ 29,027,497	\$ 17,987,517	\$ 13,107,985	\$ 22,583,653	\$ 25,908,201	\$ 29,731,431	\$ 34,128,146	\$ 39,184,368	\$ 44,999,023	\$ 51,685,876
Balance	\$ 58,564,186	\$ 64,357,363	\$ 70,422,429	\$ 70,799,893	\$ 68,809,937	\$ 77,771,334	\$ 74,346,444	\$ 83,113,652	\$ 97,964,353	\$ 104,597,528	\$ 109,220,912	\$ 111,394,987	\$ 110,608,096	\$ 106,265,339	\$ 97,675,799	\$ 84,037,832
Encumbered balance																
Non-encumbered balance	\$ 58,564,186	\$ 64,357,363	\$ 70,422,429	\$ 70,799,893	\$ 68,809,937	\$ 77,771,334	\$ 74,346,444	\$ 83,113,652	\$ 97,964,353	\$ 104,597,528	\$ 109,220,912	\$ 111,394,987	\$ 110,608,096	\$ 106,265,339	\$ 97,675,799	\$ 84,037,832

(Sales Tax receipts plus vehicle excise tax, less DOR costs)

Notes:

Sales tax projections from 2024-2034 assume annual average growth of 4.5% based on MMB's November 2023 Budget and Economic Forecast

Estimated highway uses for 2025-2028 may increase if competitive state and federal grants for specific projects are not secured and Sales and Use Tax is required to fill funding gaps

Projected Highway uses beyond adopted 2024-2028 Capital Improvement Program (CIP) assume a 15% annual increase in spending from the final year of the CIP

Non-encumbered balance will be allocated to projects identified in the Dakota County Transportation Sales and Use Tax Eligible Project List that are beyond the construction timeline of the County's 5-year CIP

Dakota County Transportation Sales and Use Tax

The Dakota County Transportation Sales and Use Tax (Sales and Use Tax) fund provides investments in regional and multi-modal transportation projects as part of the broader county transportation system. The funds are collected through a quarter-cent sales tax and \$20 excise tax on new vehicle sales authorized under Minn. Stat. §297A.993. The Sales and Use Tax was enacted by the Dakota County Board of Commissioners on October 1, 2017.

Dakota County designated the use of the Sales and Use Tax for regional multi-modal transportation projects. These types of projects have been defined by the County as those that meet the following criteria:

- Regional transitway capital and operating costs
- County Highway projects
 - Principal Arterials
 - Highways with greater than one-half mile access spacing
 - 10-ton highway replacement and modernization, and expansion projects
 - 4-lane County Highways on new alignment
 - County State Aid Highways
- Trunk Highway projects with Dakota County highway intersections/interchanges
- Transit service expansion capital and operating costs

Eligible Projects for Transportation Sales and Use Tax Funds: 2024-2034

Project Description	Total Est. Project Cost
COUNTY HIGHWAY PROJECTS	
1. CSAH 46 Expansion: TH 3 to TH 52—Rosemount and Empire Township	\$43,000,000
2. CSAH 46 Reconstruction: Pleasant Drive to TH 61—Hastings	\$12,500,000
3. CSAH 32 Expansion: CSAH 71 to TH 52 – Inver Grove Heights	\$14,000,000
4. CSAH 42 Management improvements: Western county Line to TH 52 – Burnsville, Apple Valley and Rosemount	\$30,000,000
5. CSAH 86 Reconstruction: Western county line to TH 3 – Greenvale, Eureka, and Castle Rock Townships	\$22,000,000
6. CSAH 23 Pedestrian overpass: 140 th Street—Apple Valley	\$3,500,000
7. CSAH 60 Expansion: CSAH 9 (Dodd) to Highview – Lakeville	\$8,100,000
8. CSAH 88 Reconstruction: CR 94 to TH 56—Randolph Township	\$8,000,000
9. CSAH 88 Reconstruction: TH 56 to Finch Ct—Randolph Township	\$8,400,000
10. CSAH 91 Reconstruction: 210 th to TH 316—Marshan Township	\$6,000,000
11. CSAH 91 Reconstruction: Miesville Trail to TH 61—Miesville, Douglas Township	\$5,000,000
12. CSAH 54 reconstruction between Hastings east city limits to CSAH 68 <i>New</i>	\$34,000,000
TRUNK HIGHWAY PROJECTS	
13. TH 3 Safety and mobility improvements: 55th Street to TH 55—Inver Grove Heights	\$24,000,000
14. TH 3 Safety and mobility improvements: TH 149 to downtown Rosemount—Eagan, Inver Grove Heights, and Rosemount	\$42,000,000

Project Description	Total Est. Project Cost
15. TH 55 Safety and mobility improvements: TH 52 to General Sieben Drive – Rosemount, Nininger Township, and Hastings	\$48,000,000
16. I-35/CSAH 50 Interchange: Lakeville	\$63,000,000
17. I-494 and Future CSAH 63 Interchange: Inver Grove Heights	\$75,000,000
18. TH 55 and CSAH 28 interchange: Inver Grove Heights <i>New</i>	\$50,000,000
TRANSIT SERVICE EXPANSION CAPITAL AND OPERATING COSTS	
19. Up to \$420,000 annually for non-transitway transit service expansion capital and operating costs	\$4,200,000

Map of Transportation Sales and Use Tax Projects

