MVH Monthly Distribution Calculation

• First step, determine amount available
  • Amount available equals
    – Revenues for the month
    – Minus net expenses for the month
      – Net expenses equals gross expenses minus state police and forensic science
        reimbursements from:
        – State general fund
        – Motor carrier fund
  • Second step, allocate amount available
    – 53% INDOT
    – 32% Counties
    – 15% Cities & Towns
  • Third step, adjust allocations
    – Statutory adjustments
    – One cent gas tax adjustment
  • Final step, distribute adjusted allocations

MVH Revenues

• 75% of 14 cents of the gas tax after the first $25M collected
• 75% of the special fuel gas tax after the first $25M collected
• 45.5% motor carrier surtax
• Motor Carrier Fund balance exceeding $500K at fiscal year end
• Vehicle registration and title fees not including 1969 increase
• $3.6M of the state’s share of court cost
• State police expense reimbursements from:
  – Motor Carrier
  – Toll Road
  – Gaming Commission
• State Police, BMV, Traffic Safety Programs, School Safety
  Programs miscellaneous revenues
MVH Expenses
- 61.3262% state police expenses
- 61.4% forensic science expenses
- Department of revenue fuel tax collection expenses
- BMV expenses not including license branch expenses
- Vehicle license plate production expenses
- Traffic safety programs
- School safety programs
- Fuel tax refunds

MVH Allocation Adjustments
- Statutory adjustments
  - IC 8-14-1-10 Covered Bridge Distributions to counties reduce the INDOT, County and the City and Town allocations
  - IC 8-17-5-8 & 11.1 County Engineer Distributions to counties reduce the County allocation
  - IC 8-14-1-3(6), IC 8-23-2-5(7) LTAP Budget and IC 8-23-5-7 Access Road construction expenses reduce the County and the City and Town allocations

MVH Allocation Adjustments
- 1 Cent Gas Tax Allocation Adjustment
  - One cent of the 2003 three cent gas tax increase is distributed to counties, cities and towns through the MVH Distribution
  - This is done by increasing the County and increasing the City and Town MVH allocations by their proportional share of the one cent gas tax
  - 1 cent of the 18 cent gas tax is deposited into a separate state fund
  - The County MVH allocation is increased by 68% of the gas tax deposited into the separate fund
  - The City and Town MVH allocation is increased by 32% of the gas tax deposited into the separate fund
MVH Distributions of Adjusted Allocations

- INDOT adjusted allocation transferred from MVH Fund to INDOT state fund
- County adjusted allocation
  - 5% distributed equally
  - 65% distributed by county road mileage basis
  - 30% distributed by vehicle registration basis
- City and Town adjusted allocation
  - Distributed by city and town population basis

Monthly Local Road and Street (LRS) Distributions

- LRS distributions are distributions of fuel taxes and vehicle fees
- There are no expenses deducted or adjustments to allocations
- Fuel taxes and vehicle fees are:
  - 25% of 14 cents of the gas tax after the first $25M collected
  - 25% of the special fuel gas tax after the first $25M collected
  - 1969 increase in vehicle registration and title fees
- Allocations of fuel taxes and vehicle fees
  - 55% INDOT
  - 45% Counties, Cities and Towns

LRS Distribution of Allocations

- INDOT allocation is transferred to INDOT state fund
- Distribution of 45% Counties, Cities and Towns allocation is a two step process
- First step determines the total county allocation
- Second step allocates the total county allocation between the county and the cities and towns within the county
LRS Distribution of 45% Counties, Cities and Towns Allocation

• In the first step of the two-step distribution process, the 45% allocation is allocated between all 92 counties on the basis of passenger car registrations.

• In the second step of the two-step distribution process, the first step allocation is allocated between the county and the cities and towns within the county on the basis of road and street mileage and population.

Step Two of the Two Step LRS Distribution Process

• The road mileage allocation percentage and the population allocation percentage used to allocate the step one amount in step two varies according to the total population of the county.

• The percentages for counties with a total population of 50,000 or less:
  – 80% allocated by road mileage
  – 20% allocated by population

• The percentages for counties with a total population greater than 50,000:
  – 40% allocated by road mileage
  – 60% allocated by population

MVH#1 & MVH#2 Distributions

• MVH#1 and MVH#2 Distributions are distributions of fuel taxes.

• Fuel taxes:
  – First $25M of 14 cents of the gas tax
  – First $25M of special fuel tax

• Allocations:
  – 40% INDOT
  – 60% Counties, Cities and Towns
**MVH#1 & MVH#2 Distributions**

- One-half of the 60% Counties, Cities and Towns allocations is designated MVH#1
- MVH#1 is distributed to counties, cities and towns using the LRS Distribution Formula
- The other half of the 60% Counties, Cities and Towns allocations is designated MVH#2
- MVH#2 is distributed to counties, cities and towns using the MVH Distribution Formula

**Gas Tax Distribution Recap**

- 18 cent gas tax
  - First 4 cents
    - 2 cent State Highway Road Construction and Improvement Fund (deposited directly to fund)
    - 1 cent INDOT (deposited directly to INDOT Fund)
    - 1 cent counties, cities and towns distributed through MVH Distribution (increase to MVH allocation)
  - Remaining 14 cents
    - First $25M collected in fiscal year distributed through MVH#1 and MVH#2 Distributions
    - After first $25M is collected and distributed, then for the remainder of the fiscal year
      - 75% MVH
      - 25% LRS

**Special Fuel Tax Distribution Recap**

- 16 cent special fuel tax
  - First $25M collected in fiscal year distributed through MVH#1 and MVH#2 Distributions
  - After first $25M is collected and distributed, then for the remainder of the fiscal year
    - 75% MVH
    - 25% LRS