Senate Counsel, Research, and Fiscal Analysis

G-17 STATE CAPITOL 75 REV. DR. MARTIN LUTHER KING, JR. BLVD. ST. PAUL, MN 55155-1606 (651) 296-4791 FAX: (651) 296-7747 JO ANNE ZOFF SELLNER DIRECTOR

Senate State of Minnesota

S.F. No. 981 – Requiring a Chapter on State Aviation Planning in State Transportation Plan

Author: Senators Yvonne Prettner Solon

Prepared by:Amy Vennewitz, Fiscal Analyst (651/296-7681)Amy Vennewitz, Fiscal Analyst (651/296-7681)Bonnie Berezovsky, Senate Counsel (651/296-9191)

Date: March 10, 2005

Section 1 requires each revision of the state transportation plan to include a chapter on state aviation planning. The plan must include an analysis of the needs of the state as they relate to commercial aviation over the next 20 years and a current assessment of airports that are, or are likely to become, commercial service airports within the next 20 years in terms of capacity, function and levels of activity. The chapter must include a description of the capacity, function and levels of activity each airport must have in order to carry out the plan's goals and meet the needs of the state. The plan must take both commercial passenger and cargo service into account.

Section 2, subdivision 1 creates an advisory council on aviation planning. The council consists of thirteen members appointed by the commissioner, or as otherwise indicated, as follows: one member of the Metropolitan Airports Commission; one representative of major commercial airlines; one representative of independent pilots who fly for small business; one representative of the air cargo industry; two representatives of the business community unrelated to aviation, one of whom must reside within the seven-county area and one in Greater Minnesota; one representative of environmental interests; one employee of MnDOT's Office of Aeronautics; two representatives of neighborhoods that are significantly affected by airport noise; one representative of tier-two airports (St. Cloud, Duluth, Willmar, and Rochester); and one member each from the Senate and House committees with jurisdiction over transportation policy appointed by the committee chair. Members serve at the pleasure of the appointing authority without compensation.

Section 2, subdivision 2 requires the council to advise the commissioner regarding the state aviation planning chapter. The council must prepare an initial draft chapter and submit it to the commissioner for comment. The council must consider the capacities and limitations on current airports, the needs of Minnesota residents and businesses, anticipated changes in aircraft, the noise

and environmental impacts of aviation, trends in the airline industries, and the relationship between aviation and other portions of the state transportation plan when drafting their report to advise the commissioner. The council may recommend policy steps that could be taken in order to implement the plan.

Section 2, subdivision 3 requires the council to be appointed by the commissioner by July 1, 2005, and submit recommendations to the legislature by January 15, 2007. Members terms expire on January 1, 2007 and a new council must be appointed no less than two years before the next state transportation plan is required. Those appointed for subsequent advisory councils serve on the same terms as the first advisory council.

Senators Solon, Senjem, Ranum and Murphy introduced--

S.F. No. 981: Referred to the Committee on Transportation.

l	A bill for an act
2 3 4 5 6 7	relating to airports; requiring chapter on aviation planning in state transportation plan; creating advisory council on aviation planning; amending Minnesota Statutes 2004, section 174.03, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapter 174.
8	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
9	Section 1. Minnesota Statutes 2004, section 174.03, is
10	amended by adding a subdivision to read:
11	Subd. 2a. [STATE AVIATION PLAN.] (a) Each revision of the
12	state transportation plan must include a chapter setting out a
13	state aviation plan. The plan must include the following:
14	(1) an analysis of the projected commercial aviation needs
15	of the state over the next 20 years;
16	(2) a description of the present capacity, function, and
17	levels of activity at each commercial service airport as
18	designated by the Federal Aviation Administration, each airport
19	that the commissioner determines is likely to become a
20	commercial service airport in the next 20 years, and any other
21	airport that the commissioner determines should be included by
22	reason of commercial passenger or cargo service levels; and
23	(3) a description of the capacity, function, and levels of
24	activity that each airport identified in clause (2) must have in
25	order to carry out the plan's goal and objectives and meet the
26	needs described under clause (1).

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l	(b) In assessing aviation needs and the capacity, function,
2	and level of activity at any airport, the plan must consider
3	both commercial passenger service and cargo service.
4	Sec. 2. [174.032] [ADVISORY COUNCIL ON AVIATION PLANNING.]
5	Subdivision 1. [ADVISORY COUNCIL CREATED.] (a) The
6	commissioner shall create an advisory council on aviation
7	planning to advise the commissioner on the aviation chapter of
8	the state transportation plan. The council consists of the
9	following members appointed by the commissioner except where
10	otherwise provided:
11	(1) one member of the Metropolitan Airports Commission;
12	(2) one representative of major commercial airlines;
13	(3) one representative of independent pilots who fly for
14	<pre>small business;</pre>
15	(4) one representative of the air cargo industry;
16	(5) two representatives of the business community unrelated
17	to aviation, one of whom must reside within the seven-county
18	metropolitan area and one of whom must reside outside that area;
19	(6) one representative of environmental interests;
20	(7) one employee of the Department of Transportation's
21	Office of Aeronautics;
22	(8) two representatives of neighborhoods that are
23	significantly affected by airplane noise;
24	(9) one representative of tier-two airports (St. Cloud,
25	Duluth, Willmar, and Rochester);
26	(10) one member of the senate committee having jurisdiction
27	over transportation policy, appointed by the chair of that
28	committee; and
29	(11) one member of the house of representatives committee
30	having jurisdiction over transportation policy, appointed by the
31	chair of that committee.
32	(b) Members of the advisory council serve at the pleasure
33	of the appointing authority. Members shall serve without
34	compensation.
35	Subd. 2. [ADVISORY COUNCIL DUTIES.] (a) The advisory
36	council on aviation planning shall advise the commissioner on

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1	the aviation planning chapter of the state transportation plan
2	required under section 174.03, subdivision 2a. In carrying out
3	these duties the advisory council shall prepare an initial draft
4	of the chapter and submit it to the commissioner, revise the
5	draft if so requested by the commissioner, and comment to the
6	commissioner on any revisions to the draft the commissioner
7	makes. In drafting the chapter the council shall consider:
8	(1) present and anticipated capacity needs of commercial
9	service airports, including limitations on expanding the
10	capacity of individual commercial service airports imposed by
11	state or local regulations, safety or environmental concerns,
12	and land uses near the airport that are incompatible with
13	airport operations;
14	(2) the needs of Minnesota residents and businesses for
15	passenger and cargo service, from both a statewide and regional
16	perspective;
17	(3) anticipated changes in commercial aircraft types and
18	characteristics;
19	(4) noise and other environmental impacts of aviation at
20	commercial service airports;
21	(5) trends in the aviation and airline industries; and
22	(6) relationship between aviation and other forms of
23	transportation covered by the state transportation plan.
24	(b) The advisory council may also make recommendations to
0.5	(b) The davisory council may albo make recommendations to
25	the commissioner, the Metropolitan Airports Commission, and the
25 26	
	the commissioner, the Metropolitan Airports Commission, and the
26	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the
26 _. 27	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter.
26 27 28	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter. Subd. 3. [TERM OF COUNCIL; EXPIRATION; RECONVENING.] (a)
26 27 28 29	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter. Subd. 3. [TERM OF COUNCIL; EXPIRATION; RECONVENING.] (a) The commissioner shall appoint the first advisory council by
26 27 28 29 30	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter. Subd. 3. [TERM OF COUNCIL; EXPIRATION; RECONVENING.] (a) The commissioner shall appoint the first advisory council by July 1, 2005. The council shall submit any recommendations it
26 27 28 29 30 31	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter. <u>Subd. 3.</u> [TERM OF COUNCIL; EXPIRATION; RECONVENING.] (a) The commissioner shall appoint the first advisory council by July 1, 2005. The council shall submit any recommendations it makes to the legislature by January 15, 2006. The terms of all
26 27 28 29 30 31 32	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter. <u>Subd. 3.</u> [TERM OF COUNCIL; EXPIRATION; RECONVENING.] (a) The commissioner shall appoint the first advisory council by July 1, 2005. The council shall submit any recommendations it makes to the legislature by January 15, 2006. The terms of all members of the advisory council serving on July 1, 2005, expire
26 27 28 29 30 31 32 33	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter. Subd. 3. [TERM OF COUNCIL; EXPIRATION; RECONVENING.] (a) The commissioner shall appoint the first advisory council by July 1, 2005. The council shall submit any recommendations it makes to the legislature by January 15, 2006. The terms of all members of the advisory council serving on July 1, 2005, expire on January 1, 2007.
26 27 28 29 30 31 32 33 34	the commissioner, the Metropolitan Airports Commission, and the legislature concerning the policy steps needed to implement the chapter. <u>Subd. 3.</u> [TERM OF COUNCIL; EXPIRATION; RECONVENING.] (a) The commissioner shall appoint the first advisory council by July 1, 2005. The council shall submit any recommendations it makes to the legislature by January 15, 2006. The terms of all members of the advisory council serving on July 1, 2005, expire on January 1, 2007. (b) The commissioner shall appoint and convene a new

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1	under section 174.03, subdivision la. Each such advisory
2	council must consist of members as prescribed in subdivision 1,
3	who shall serve on the same terms as set forth under subdivision
4	1. Each such advisory council expires on the date on which the
5	revision of the state transportation plan becomes final.

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[COUNSEL] BB

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1	Senator moves to amend S.F. No. 981 as follows:
2	Page 1, delete lines 12 and 13, and insert "state aviation
3	system plan must comply with the federal aviation administration
4	requirements and include a supplemental chapter. The
5	supplemental chapter must include the following:"
6	Page 2, line 7, delete "aviation" and insert "supplemental"
7	Page 2, line 8, delete "transportation" and insert
8	"aviation system"
9	Page 2, line 23, after "noise" insert "appointed by
10	community representatives on the Noise Oversight Committee"
11	Page 2, line 28, delete " <u>and</u> "
12	Page 2, line 31, delete the period and insert ";
13	(12) one representative of the local Airline Service Action
14	<u>Committee;</u>
15	(13) one representative of the Citizens League of the Twin
16	<u>Cities;</u>
17	(14) one representative of the Association of Minnesota
18	Counties;
19	(15) one representative of the League of Minnesota Cities;
20	(16) one representative of the Minnesota Department of
21	Employment and Economic Development; and
22	(17) one representative of the Metropolitan Council."
23	Page 3, delete lines 1 to 7, and insert "the aviation
24	planning chapter of the state aviation system plan. The
25	Advisory Council shall assist in the development of the state
26	aviation system plan by reviewing the work and making
27	recommendations. The state aviation system plan must consist of:
28	(1) an inventory of airport facilities, based aircraft and
29	operations;
30	(2) a forecast of aviation activities;
31	(3) a needs assessment to determine improvements needed and
32	recommendations for each airport by five-year, ten-year, and
33	20-year forecast periods;"
34	Page 3, line 8, delete " <u>(1)</u> " and insert " <u>(4)</u> "
35	Page 3, line 14, delete " <u>(2)</u> " and insert " <u>(5)</u> "
36	Page 3, line 17, delete "(3)" and insert "(6)"

03/10/05

1 Page 3, line 19, delete "(4)" and insert "(7)" 2 Page 3, line 21, delete "(5)" and insert "(8)" Page 3, line 22, delete "(6)" and insert "(9)" 3 Page 3, line 36, delete "transportation" and insert 4 "aviation system" 5 Page 4, line 5, delete "transportation" and insert 6 7 "aviation system" 8 Amend the title as follows: Page 1, line 2, delete everything after the semicolon 9 10 Page 1, line 3, delete everything before the semicolon, and 11 insert "requiring supplemental chapter in state aviation system 12 plan"

1	Senator moves to amend S.F. No. 981 as follows:
2	Page 2, line 12, delete everything after "(2)" and insert
3	"four members, each representing a different major commercial
4	airline company;"

2 Senator moves to amend S.F. No. 981 as follows:
2 Page 2, line 23, before the semicolon, insert ", one of Mom must reside near the Noise Oversight Committee, and
4 Airport and be appointed by the Noise Oversight Committee, and
5 one of whom must reside near a reliever airport with expansion

"<u>ansid</u> 8

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Senate State of Minnesota

S.F. No. 885 – Authorizing an Additional Deputy Registrar in Minneapolis

Author: Senator Linda Berglin

Prepared by: Amy Vennewitz, Fiscal Analyst (651/296-7681) Amy Bonnie Berezovsky, Senate Counsel (651/296-9191)

Date: March 10, 2005

This bill requires that, notwithstanding existing laws or rules limiting sites for the office of deputy registrar based either on distance to an existing registrar or number of transactions processed by any registrar within Hennepin county, the commissioner of public safety must appoint a new deputy registrar for Hennepin county to operate a full-service office at the Midtown Exchange Building in the city of Minneapolis. All other provisions of existing law and rule apply to the office. The bill is effective the day following final enactment.

	Senators Berglin, Dibble, Higgins, Belanger and Michel introduced—
	S. F. No. 885 Referred to the Committee on Transportation
1	A bill for an act
2 3	relating to motor vehicles; authorizing additional deputy registrar of motor vehicles in Minneapolis.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
5	Section 1. [ADDITIONAL DEPUTY REGISTRAR OF MOTOR VEHICLES
6	FOR HENNEPIN COUNTY.]
7	Notwithstanding Minnesota Statutes, section 168.33, and
8	rules adopted by the commissioner of public safety, limiting
9	sites for the office of deputy registrar based on either the
10	distance to an existing deputy registrar office or the annual
11	volume of transactions processed by any deputy registrar within
12	Hennepin County before or after the proposed appointment, the
13	commissioner of public safety shall appoint a new deputy
14	registrar of motor vehicles for Hennepin County to operate a new
15	full-service Office of Deputy Registrar, with full authority to
16	function as a registration and motor vehicle tax collection
17	bureau, at the Midtown Exchange Building in the city of
18	Minneapolis. All other provisions regarding the appointment and
19	operation of a deputy registrar of motor vehicles under
20	Minnesota Statutes, section 168.33, and Minnesota Rules, chapter
21	7406, apply to the office.
22	[EFFECTIVE DATE.] This section is effective the day
23	following final enactment.

Locations and hours

Hennepin County Government Center 300 S. Sixth St. Minneapolis, MN 55487

Hours Monday – Friday 7:30 a.m. – 4:30 p.m.

Brookdale Service Center 6125 Shingle Creek Parkway Brooklyn Center, MN 55430

Eden Prairie Service Center (opening January 2005) 479 Prairie Center Drive Eden Prairie, MN 55430

Maple Grove Service Center 13720 Grove Drive Maple Grove, MN 55311

Ridgedale Service Center 12601 Ridgedale Drive Minnetonka, MN 55343

Southdale Service Center 7009 York Ave. S. Edina, MN 55435

Hours Suburban centers are open: Monday – Friday 9 a.m. – 6 p.m. Saturday 9 a.m. – 2 p.m.



10/2004



One-stop Service Centers



Services

Hennepin County Taxpayer Services manages a growing number of **one-stop Service Centers** that provide approximately 40 services, including:

- Driver's license duplicates and renewals
- Driver's permit renewals
- Motor vehicle tabs, plates, titles and
 registrations
- Birth and death certificates
- Marriage licenses and certificates
- Passports, including instant passport
- Minnesota state ID duplicates and renewals
- Notarizations
- Watercraft, bike, snowmobile and ATV
 registrations
- * Runting and fishing licenses
- State and federal waterfowl, trout, pheasant and goose stamps*
- *sessed sug •
- Voter registration
- Real-estate-tax payments
- Minnesota and Hennepin County park
- Cross-country ski licenses
- Ministerial credentials
- Notary commission filings

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- Beginning in 2005, you can use your
 credit card for any of our services!*
- A new cashier system that ensures one-stop shopping! Each service-center specialist can provide any service offered by the centers. This means faster service and shorter waiting time.
- More automated services, both by phone and online – a real boon for people who wait until the last minute!
- Plasma screens are being installed to provide
 news and information to waiting customers!

א Except real-estate-tax payments *

:noos pnimo)

- More Service Centers at business locations
 and work sites throughout the county
- Drive-through pickup for license tabs
- Death certificates available by fax
- Appointments for services call for a reservation to eliminate wait time!
- Off-site individual appointments Service
 Center staff will come to you!

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Vehicle tab renewals and birth and death certificates can be done online – www.hennepin.us – "Licenses, certificates and registration."

:toetno)

For more information: Call **612-348-8240** or go to the Hennepin County Web site above.

SF 885 (Berglin) HF 1049 (Clark)

MIDTOWN EXCHANGE SERVICE CENTER

Requiring the commissioner of public safety to appoint an additional deputy registrar of motor vehicles for Hennepin county to operate a new full service office at the midtown exchange building in the city of Minneapolis regardless of certain statutory deputy registrar office site limits

History:

A Hennepin County service study commissioned in 1999 showed that residents had a need for a licensing service center on Lake Street. A more recent study by Hennepin County's Office of Planning and Development showed that South Minneapolis has become home to many immigrants and new Americans. The population in this part of Minneapolis will continue to grow as expanding families choose to live near each other and near to specialty stores and services that help them assimilate into America. However, limited access to transportation, coupled with language and cultural differences, result in customers with unique needs not found in the population at large. In response to this need, the 2000 Legislature appropriated a \$3,000,000 grant to Hennepin County to acquire and renovate space for a service center as part of the Great Lake Center empowerment zone project. Hennepin County Resolution 04-26, adopted 1/27/04, authorized acceptance of the \$3,000,000 State grant with a plan to place an approximately 8,000 square foot service center on the first floor of the Midtown Exchange building.

The population proposed to be served at the Midtown Exchange is among the most concentrated per square mile and most language- and culturally diverse groups in the State. Coincidental with the expanding population, the Taxpayer Services Department's Service Centers Division has implemented customer service delivery and technology improvements to the degree that it is now ready to open an additional Service Center. In response to the needs of the Midtown Exchange neighborhood, the Service Centers Division will provide staff at this center with the language skills necessary to serve the new English-speaking customers. A Service Center at this location will relieve bottleneck pressure at both the Government Center and Southdale Service Centers during noon-time peak hours as well as serve the sustained volume of customers throughout the day. Customers will have easy in-and-out access by car as well as by bus and light rail. The Taxpayer Services Department has explored several options for obtaining State authorization to open a new Deputy Registrar office at this site.

Problem:

In February, 2004, the Minnesota Department of Public Safety, Driver Vehicle Services Division (DVS) denied the Taxpayer Services Department request for a new Deputy Registrar. DVS cited the distance requirements of Minnesota Rule, Chapter 7406.0300, subpart 1, item A, that prohibits locating a new Deputy Registrar so close to existing Deputy Registrar offices. The denial letter also cited the provision at Minnesota Rules, 7406.0300, that requires calculation of the impact on existing Deputy Registrar transactions, determining that those transactions would drop below the required minimum at several offices. However, due to the substantial population increase in the area to be served, as documented by recent demographic studies, it appears to the Service Centers Division that such a transaction draw-down is unlikely to occur.

Hennepin County can open the Service Center at the Midtown Exchange building without approval of the Commissioner of Public Safety, but we will not be able to sell motor vehicle tabs and licenses. In order to operate as a full service registration and motor vehicle tax collection bureau, we must have a Deputy Registrar appointment from the Commissioner.

Proposal:

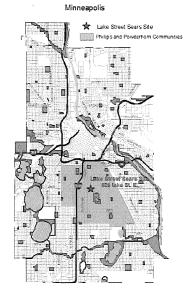
Therefore, the Hennepin County Taxpayer Services Department and its Service Centers Division requests legislative remedy to allow distribution of critical service to a new and growing segment of Hennepin County's population. The proposed legislation will grant a facility citing exception to Minnesota Rules 7406.0300 and will authorize the Commissioner of Public Safety to appoint a new Deputy Registrar for Hennepin County at the Midtown Exchange building.

Hennepin County will also be proposing directly to the Driver and Vehicle Services Division of the Minnesota Department of Public Safety that they consider co-locating a written testing facility at this Midtown Exchange site that will replace the testing facility that once operating on Lake Street. This will provide for a long needed testing site at a location which will also conveniently offer full service licensing.



Demographics for the Population Living Near the Lake Street Sears Site

The Lake Street Sears site is in the center of the Phillips and Powderhorn communities in Minneapolis. This fact sheet uses population data for these two communities from the US Census.



Population

- The Powderhorn and Phillips communities have 77,104 residents.
- The area contains some of the highest population densities in Minneapolis, Hennepin County and the State of Minnesota.
- Between 1990 and 2000, the area added 7,903 residents.

Age

The median age of residents in Powderhorn and Phillips is 28. The median age for Hennepin County is 35.

Population by Race and Ethnicity

- Within the Phillips and Powderhorn communities, the Latino population grew over 588% between 1990 and 2000.
- Almost 20% of the population in these two communities is Latino. Less than 8% of the population in Minneapolis is Latino and only 4% of Hennepin County's population is Latino.
- Over half of Latinos living in Minneapolis reside in these two communities.

700% 588% 600% 500% Percent Change 400% 300% 200% 100% 14% 10% 0% -40% -13% -100% Black or African American Indian Asian. Native White Hispanic or and Alaska Hawaiian and American Latino Native Other Pacific Islander

Population Change by Race or Ethnicity, 1990 to 2000

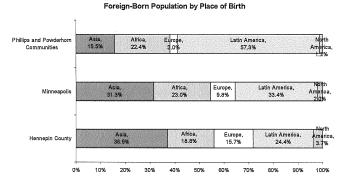


Limited English Proficiency

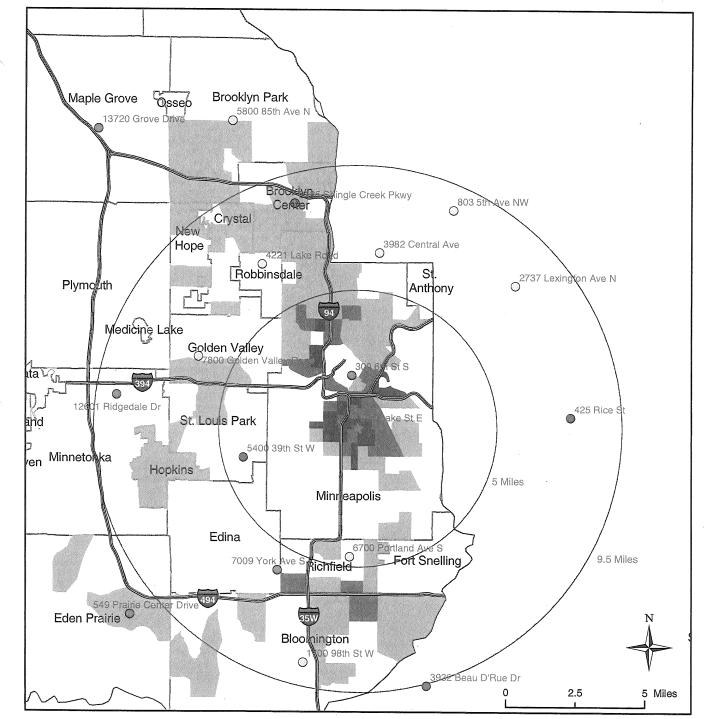
- 44% of Minneapolis residents who do not speak English well or at all live in the two communities.
- ▶ 18 % of residents speak Spanish at home.

Foreign-Born Population

- More than half of the foreign-born population in Phillips and Powderhorn is from Latin America.
- Over 90% of the Latin America born population is from Mexico.



Deputy Registrars, Lake Street Sears Site and Limited English Proficiency Residents



Percent of Residents That Do Not Speak English Well or At All, by Census Tract, 2002

0% - 2.5%

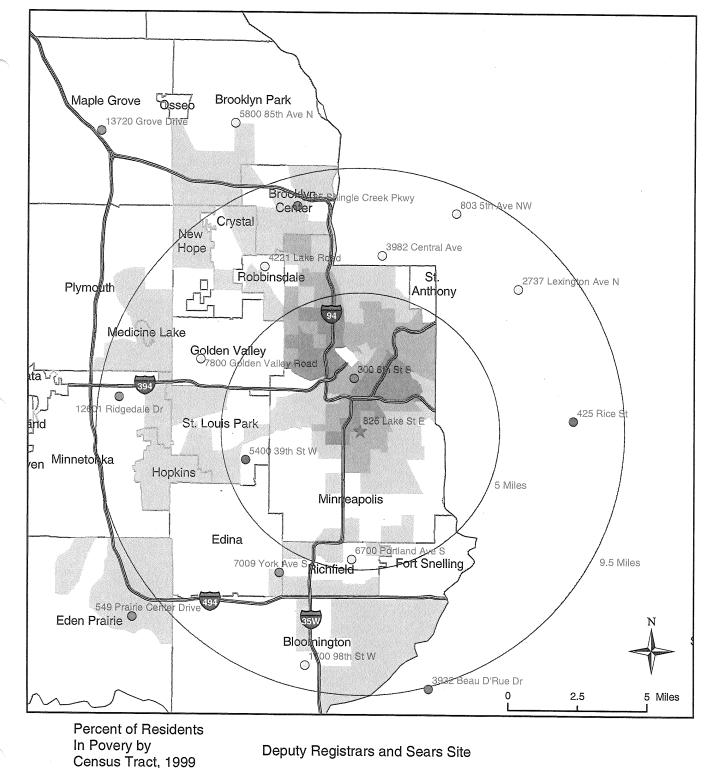
2.6% - 7.5%

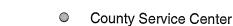
7.6% - 15%

15.1% - 25.4%

- Deputy Registrars and Sears Site
 - County Service Center
 - Other Public
 - Private
 - ★ Sears Site

Deputy Registrars, Lake Street Sears Site and Residents in Poverty





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Other Public

Private

Sears Site

- 5.1% 15%
 - 15.1% 30%

0% - 5%

30.1% - 52%

City of Minneapolis Home Community Business City Hall Leisure

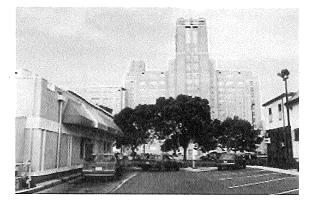
News & Events Home

Minneapolis' Midtown Exchange will be home to Allina corporate headquarters

Allina Hospitals & Clinics Board has selected Minneapolis' Midtown Exchange (former Sears Building) on Lake Street as the location of its corporate headquarters. Allina will be a key tenant in the Midtown Exchange, which is the largest redevelopment project in Minnesota.

The Midtown Exchange promises to bring hundreds of jobs and much much-needed economic activity in the Phillips and Powderhorn neighborhoods.

The Midtown Exchange will be home to Allina Hospital & Clinics corporate headquarters, a full service 125-room Sheraton Hotel, active senior rental housing, artist lofts, workforce housing, a industrial, lab, medical and reuse center, a global market, and retail and restaurant space. The development will span 10.88 acres and has nearly 1.2 million square feet - second in size to the Mall of America. The \$142 million development will also accommodate a 1,400-space parking ramp and 350 surface parking spaces.



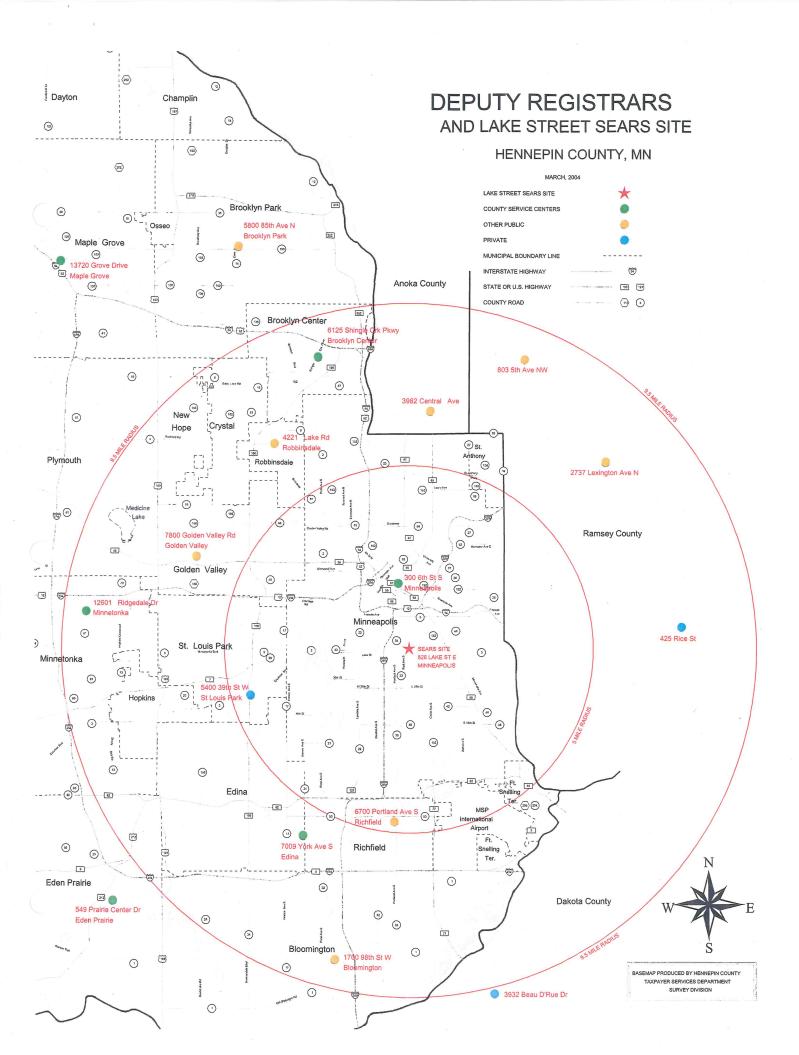


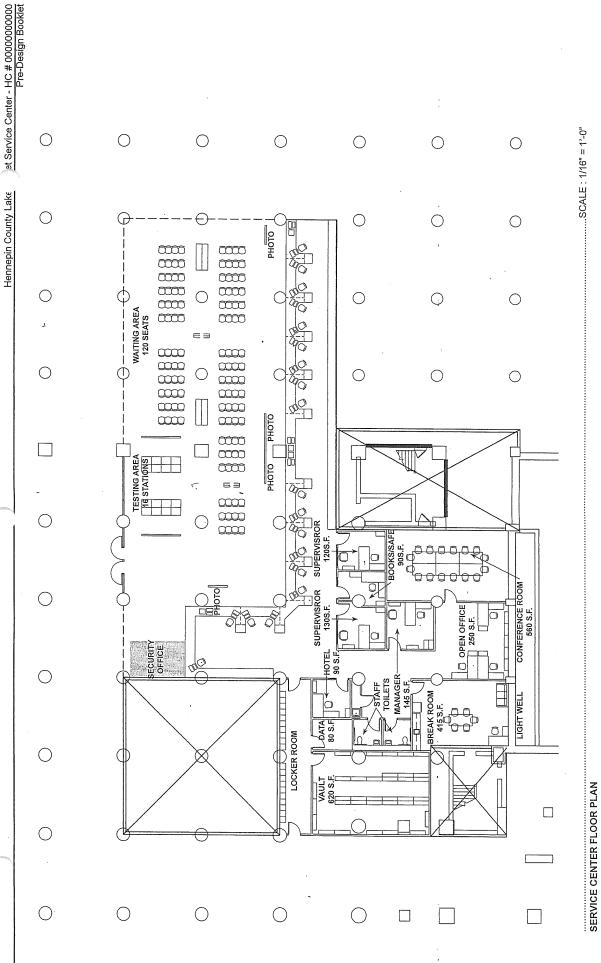
The Midtown Exchange (former Sears property) is the largest development project in Minnesota

Allina Hospitals & Clinic corporate headquarters, the property's key tenant, will bring 950 jobs to Minneapolis

In moving its corporate headquarters to Minneapolis, the state's largest health system, Allina Hospitals & Clinics, will bring 950 employees to within one block of its flagship Abbott Northwestern Hospital. Allina's presence will further solidify Minneapolis' strength as a destination for world-class health care and health-related research development. Abbott Northwestern and its expanding cardiac care and rehabilitation complex and the Phillips Eye Institute are located in the neighborhood.

The Midtown Exchange's location near the Chicago Avenue and Lake Street intersection, adjacent to the Greenway, and close to major employers (Abbott, Wells Fargo) offers exciting auto, bus, bicycle and pedestrian transit opportunities. These will include a Metro Transit hub in The Midtown Exchange. Other potential opportunities include outlot retail development and townhouse and condo ownership housing.





Hennepin County Lake

Senate Counsel, Research, and Fiscal Analysis

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S.F. No. 1144 – Establishing a Crosswalk Safety Education Account

Author: Senator Steve Murphy

Prepared by: Amy Vennewitz, Fiscal Analyst (651/296-7681) Am[√] Bonnie Berezovsky, Senate Counsel (651/296-9191)

Date: March 10, 2005

This bill requires fines collected from violations of failing to yield to a pedestrian in a marked crosswalk, or unmarked crosswalk at an intersection, to be deposited 25 percent in the general fund, 25 percent to the local unit of government that prosecuted the violation and 50 percent to a crosswalk safety education account in the special revenue fund. Money in the account is appropriated to the commissioner of public safety to use for crosswalk safety education materials, advertisements, making grant to local units of government and law enforcement for crosswalk safety activities and to otherwise enhance education about pedestrian safety laws.

02/07/05

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Senators Murphy; Chaudhary; Moua; Johnson, D.E. and Reiter introduced--S.F. No. 1144: Referred to the Committee on Transportation.

A bill for an act

relating to traffic regulations; establishing a crosswalk safety education account; appropriating money; amending Minnesota Statutes 2004, section 169.21, by adding a subdivision.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
7 Section 1. Minnesota Statutes 2004, section 169.21, is
8 amended by adding a subdivision to read:

9 Subd. 2a. [CROSSWALK VIOLATION FINES; SPECIAL ACCOUNT; APPROPRIATION.] (a) Of the fines collected for violations of 10 11 subdivision 2, 25 percent must be deposited in the state 12 treasury and credited to the general fund. Twenty-five percent 13 is credited to the local unit of government that prosecuted the 14 violation resulting in the fine. Fifty percent must be 15 deposited in the state treasury and credited to a special 16 account to be known as the crosswalk safety education account. (b) Money in the special account is appropriated to the 17 18 commissioner of public safety to be used to advance crosswalk 19 safety education by developing and distributing crosswalk safety education materials; creating and placing advertisements in mass 20 21 media and on billboards; making grants to local units of government and law enforcement agencies to implement pedestrian 22

23 safety activities and provide increased signage and crosswalk

24 markings; and otherwise enhancing education about and

25 <u>enforcement of pedestrian safety laws.</u>

Consolidated Fiscal Note - 2005-06 Session

Bill #: S1144-0 Complete Date: 03/10/05

Chief Author: MURPHY, STEVE

Title: CROSSWALK SAFETY EDUCATION ACCOUNT

Fiscal Impact	Yes	No
State	X	
Local	X	
Fee/Departmental Earnings	X	
Tax Revenue		X

Agencies: Public Safety Dept (03/10/05)

Supreme Court (03/10/05)

This table reflects fiscal impact to state go	overnment. Loc	al government impact	is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Net Expenditures					
General Fund		22			
Supreme Court		22			
Misc Special Revenue Fund		0	20	20	20
Public Safety Dept		0	20	20	20
Revenues					
General Fund		(8)	(8)	(8)	(8)
Supreme Court		(8)	(8)	(8)	(8)
Misc Special Revenue Fund		20	20	20	20
Supreme Court		20	20	20	20
Net Cost <savings></savings>					
General Fund		30	8	8	8
Supreme Court		30	8	8	8
Misc Special Revenue Fund		(20)	0	0	0
Public Safety Dept		0	20	20	20
Supreme Court		(20)	(20)	(20)	(20)
Total Cost <savings> to the State</savings>		10	8	8	8

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
– No Impact					
Total FTE					

Consolidated EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: NORMAN FOSTER Date: 03/10/05 Phone: 215-0594

Fiscal Note - 2005-06 Session

Bill #: S1144-0 Complete Date: 03/10/05

Chief Author: MURPHY, STEVE

Title: CROSSWALK SAFETY EDUCATION ACCOUNT

Fiscal ImpactYesNoStateXLocalXFee/Departmental EarningsXTax RevenueX

Agency Name: Public Safety Dept

This table reflects fiscal impact to state government	. Local gover	nment impact is	reflected in the	e narrative only	
Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
Misc Special Revenue Fund		0	20	20	20
Less Agency Can Absorb					
– No Impact					
Net Expenditures					
Misc Special Revenue Fund		0	20	20	20
Revenues					
- No Impact					
Net Cost <savings></savings>					
Misc Special Revenue Fund		0	20	20	20
Total Cost <savings> to the State</savings>		0	20	20	20

· ·	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
- No Impact					
Total FTE					

Bill Description

This bill directs the fine revenue collected for crosswalk violations. The General Fund will receive 25% of the collected fines. The local unit of government that prosecutes the violation will also receive 25% of the fines collected. The remaining 50% of collections will be deposited in the state treasure in a special account entitled the crosswalk safety education account. The special account will be appropriated to the Department of Public Safety to develop and distribute crosswalk education materials and/or campaigns and to award as grants to local law enforcement and government to implement pedestrian safety activities.

Assumptions

- 1. The fines collected will be deposited into the state treasury and credited to the crosswalk safety education account in the Special Revenue Fund. The Office of Traffic Safety will administer the grants and/or develop and distribute education on crosswalk safety materials.
- According to the Minnesota Supreme Court, fines levied and collected for this violation during 2004 amounted to \$41,000. In a twelve month period the crosswalk safety education account will receive half of those fines, totaling \$20,500 annually.
- 3. Education and grants programs would begin in state fiscal year 2007 utilizing the funds collected in the special account throughout state fiscal year 2006.
- 4. The Supreme Court also speculates that enforcement and the fines collected could actually go down with the new fine distribution. The fiscal note assumes that \$20,000 will be deposited in the special account annually after the first year. Of the funds appropriated to Department of Public Safety, Office of Traffic Safety, it is estimated that approximately \$10,000 would be spent on education activities and the remaining \$10,000 would be granted to local agencies. (However, the location of pedestrian grants can change which may affect the cost of education programs.)

Expenditure and/or Revenue Formula

SFY	Estimated expenditures for education	Estimated expenditures for local grants
2006	\$0	\$0
2007	\$10,000	\$10,000
2008	\$10,000	\$10,000
2009	. \$10,000	\$10,000

Expenditure Formula:

Long-Term Fiscal Considerations

With education and enforcement of the laws there is an expectation that compliance with the crosswalk law will increase, thus decreasing the amount collected in fines. However, since non-compliance with crosswalk laws is a local problem and the amount available for education and enforcement grants is minimal, the Office of Traffic Safety anticipates the program being implemented in a few communities. Those communities would be areas with identified problems with crashes resulting in pedestrian fatalities and injuries and a local interest in addressing the problem. In future years, the program would be implemented in other communities as the problem identification and interest indicates. For these reasons it is not anticipated that the fine collection will decrease significantly.

Local Government Costs

Although the grant funding may assist a few local communities, those communities may have to dedicated staff to implement a program.

References/Sources

Agency Contact Name: Katherine Burke Moore 651 297-7876 FN Coord Signature: FRANK AHRENS Date: 03/09/05 Phone: 296-9484

EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: NORMAN FOSTER Date: 03/10/05 Phone: 215-0594

Fiscal Note – 2005-06 Session

Bill #: S1144-0 Complete Date: 03/10/05

Chief Author: MURPHY, STEVE

Title: CROSSWALK SAFETY EDUCATION ACCOUNT

Fiscal Impact	Yes	No
State	X	
Local	X	
Fee/Departmental Earnings	X	
Tax Revenue		Х

Agency Name: Supreme Court

This table reflects fiscal im	pact to state government	l ocal government in	mpact is reflected in the narrative only	V.
This table rencets hood in	ipaol lo state government	. Local government n	inpact is relieved in the namative of	y -

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
General Fund		22			
Less Agency Can Absorb					
- No Impact					
Net Expenditures					
General Fund		22			
Revenues					
General Fund		(8)	(8)	(8)	(8)
Misc Special Revenue Fund		20	20	20	20
Net Cost <savings></savings>					
General Fund		30	8	8	. 8
Misc Special Revenue Fund		(20)	(20)	(20)	(20)
Total Cost <savings> to the State</savings>		10	(12)	(12)	(12)

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents				-	
– No Impact	-				
Total FTE					

Bill Description

SF 1144 provides a new allocation of fine revenue collected from violations of M.S. 169.21. The amendment would provide that 25% would be deposited to the general fund, 25% would be distributed to the local governmental unit prosecuting the violation, and 50% to a dedicated crosswalk safety education account.

Assumptions

In 2004 \$41,000 in fine revenue associated with this offense was collected. The state share of this revenue was approximately \$18,000. Fine distribution is based on various formulas depending on the citing agency, the prosecuting agency, and whether or not the county is state funded.

This fiscal note assumes that the volume of citations would remain the same. However, the volume might fall because law enforcement would no longer receive a share under the formula of this bill.

Expenditure and/or Revenue Formula

If the revenue were redistributed as described in this bill, the state would receive approximately \$10,000 for the general fund and \$20, 000 for the dedicated crosswalk safety education account.

In order to program the MNCIS, VIBES and TCIS systems to calculate or distribute an alternative fine split for this violation, approximately 293 hours of programming would be required at a rate of \$75 per hour. The total reprogramming cost would be \$22,000.

Long-Term Fiscal Considerations

Local Government Costs

Most of these fines would have been paid without prosecution. Municipalities would lose approximately \$22,000, the municipal share of this fine revenue.

References/Sources

FN Coord Signature: JUDY REHAK Date: 03/07/05 Phone: 297-7800

EBO Comments

The agency estimates expenditures for programming necessary to calculate or distribute the alternative fine split required under the bill.

EBO Signature: JIM KING Date: 03/10/05 Phone: 296-7964

Senate Counsel, Research, and Fiscal Analysis

G-17 State Capitol 75 Rev. Dr. Martin Luther King, Jr. Blvd. St. Paul, MN 55155-1606 (651) 296-4791 FAX: (651) 296-7747 Jo Anne Zoff Sellner Director



S.F. No. 670 - Prohibiting Local Authorities From Discriminating Against Certain Vehicles in Parking Ordinances

Author: Senator Steve Murphy

Prepared by: Bonnie Berezovsky, Senate Counsel (651/296-9191) Amy Vennewitz, Fiscal Analyst (651/296-7681)

Date: March 10, 2005

Section 1 prohibits local authorities from discriminating, in ordinances governing vehicle parking or standing, against vehicles with a registered gross weight of 15,000 pounds or less on the basis of the vehicle's aesthetics, use, dimensions, weight, or manufacturer's rated carrying capacity. Discrimination in these ordinances is permissible if it relates to abandoned or junk vehicles or vehicles lacking essential component parts.

BB/AV:rer

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Senator Murphy introduced--

S.F. No. 670: Referred to the Committee on Transportation.

A bill for an act

relating to traffic regulations; prohibiting local ordinances governing parking or standing of motor vehicles from discriminating among motor vehicles with a gross vehicle weight of 15,000 pounds or less; amending Minnesota Statutes 2004, section 169.04.

7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
8 Section 1. Minnesota Statutes 2004, section 169.04, is
9 amended to read:

10 169.04 [LOCAL AUTHORITY.]

(a) The provisions of this chapter shall not be deemed to 11 prevent local authorities, with respect to streets and highways 12 under their jurisdiction, and with the consent of the 13 commissioner, with respect to state trunk highways, within the 14 corporate limits of a municipality, or within the limits of a 15 town in a county in this state now having or which may hereafter 16 have, a population of 500,000 or more, and a land area of not 17 more than 600 square miles, and within the reasonable exercise 18 of the police power from: 19

20 (1) regulating the standing or parking of vehicles;
21 (2) regulating traffic by means of police officers or
22 traffic-control signals;

(3) regulating or prohibiting processions or assemblages on24 the highways;

(4) designating particular highways as one-way roadways and
requiring that all vehicles, except emergency vehicles, when on

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1 an emergency run, thereon be moved in one specific direction;

(5) designating any highway as a through highway and
requiring that all vehicles stop before entering or crossing the
same, or designating any intersection as a stop intersection,
and requiring all vehicles to stop at one or more entrances to
such intersections;

7 (6) restricting the use of highways as authorized in
8 sections 169.80 to 169.88.

9 (b) No ordinance or regulation enacted under paragraph (a), 10 clause (4), (5), or (6), shall be effective until signs giving 11 notice of such local traffic regulations are posted upon and 12 kept posted upon or at the entrance to the highway or part 13 thereof affected as may be most appropriate.

14 (c) No ordinance or regulation enacted under paragraph (a),
15 clause (3), or any other provision of law shall prohibit:

(1) the use of motorcycles or vehicles utilizing flashing
red lights for the purpose of escorting funeral processions,
oversize buildings, heavy equipment, parades or similar
processions or assemblages on the highways; or

(2) the use of motorcycles or vehicles that are owned by
the funeral home and that utilize flashing red lights for the
purpose of escorting funeral processions.

(d) For any motor vehicles with a registered gross weight 23 of 15,000 pounds or less, an ordinance or regulation enacted 24 under paragraph (a), clause (1), regulating the standing or 25 parking of operable motor vehicles on public streets or highways 26 or on private property must not discriminate on the basis of the 27 motor vehicle's aesthetics, use, dimensions, registered gross 28 weight, or the manufacturer's rated carrying capacity. However, 29 this paragraph does not apply to any vehicle subject to 30 regulation under chapter 168B as an abandoned vehicle, junk 31 vehicle, or vehicle lacking vital component parts, as those 32 terms are defined in section 168B.011. 33

Senate Counsel, Research, and Fiscal Analysis

G-17 State Capitol 75 Rev. Dr. Martin Luther King, Jr. Blvd. St. Paul, MN 55155-1606 (651) 296-4791 FAX: (651) 296-7747 Jo Anne Zoff Sellner Director



S.F. No. 366 - Authorizing Cities to Impose Street Utility Fee

Author: Senator Sharon Marko

Prepared by: Bonnie Berezovsky, Senate Counsel (651/296-9191) BD Amy Vennewitz, Fiscal Analyst (651/296-7681)

Date: March 10, 2005

Section 1, Subdivision 1 defines terms.

Subdivision 2 authorizes a municipality (home rule charter or statutory city) to impose a street utility fee against land within its boundaries.

Subdivision 3 specifies process for imposition of the street utility fee. The municipality must hold a public hearing after published notice, then adopt the ordinance by a two-thirds vote. The ordinance must be filed, if adopted, with the county recorder and provided to the county auditor.

Subdivision 4 requires the governing body to specify in the ordinance the collection schedule, which may be monthly, quarterly, or another frequency. Any fees unpaid for at least 30 days as of October 15 may be collected against the property as a special assessment.

Subdivision 5 requires adoption, after notice and hearing, of a master plan before a municipality can impose the fee. The plan must include information on reconstruction, facility upgrade, and maintenance for the next five years, and on funding sources for all projects in the plan.

Subdivision 6 limits use of revenues to the specific projects in the master plan.

Subdivision 7 requires the fee to be based on a relationship between the revenues to be generated and a trip generation rate for each land use, based on the most current Institute of Traffic Engineers Trip Generation Manual.

Subdivision 8 allows a property owner to appeal the amount of the fee or trip-generation rate within 60 days of mailing the notice of the amount of the fee. The decision of the governing body may be appealed to the tax court.

Subdivision 9 provides that use of the street utility fee does not preclude a municipality from levying special assessments or property taxes, or issuing bonds, to pay for street improvement.

Section 1 is effective for fees payable in 2006 and thereafter.

BB/AV:rer

Senators Marko, Senjem, Langseth and Rest introduced--S.F. No. 366: Referred to the Committee on Transportation.

1	A bill for an act
2 3 4	relating to transportation; authorizing cities to impose street utility fee; proposing coding for new law in Minnesota Statutes, chapter 160.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
6	Section 1. [160.95] [STREET UTILITY FEE.]
7	Subdivision 1. [DEFINITIONS.] For the purposes of this
8	section, the following terms have the meanings given.
9	(a) "Municipality" means a home rule charter or statutory
10	<u>city.</u>
11	(b) "Governing body" means the city council of a
12	municipality.
13	(c) "Reconstruction" means paving, grading, curbs and
14	gutters, bridge repair, overlays, drainage, base work, subgrade
15	corrections, and boulevard restoration.
16	(d) "Facility upgrade" means traffic signals, turn lanes,
17	medians, street approaches, alleys, rights-of-way, sidewalks,
18	retaining walls, fence installation, and additional traffic
19	lanes.
20	(e) "Maintenance" means striping, seal coating, crack
21	sealing, sidewalk maintenance, signal maintenance, street light
22	maintenance, and signage.
23	Subd. 2. [AUTHORIZATION.] A municipality may impose the
24	street utility fee provided in this section against land located
25	within its boundaries.

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Subd. 3. [PROCEDURES FOR ADOPTION.] A municipality may
impose the street utility fee provided in this section by
ordinance adopted by a two-thirds vote of its governing body.
The ordinance must not be voted on or adopted until after a
public hearing has been held on the question. A notice of the
time, place, and purpose of the hearing must be published at
least once in each week for two successive weeks in the official
newspaper of the municipality, or in a newspaper of general
content and circulation within the municipality, and the last
notice must be published at least seven days before the
hearing. The municipality must file the ordinance of record, if
adopted, with the county recorder and provide a copy to the
county auditor.
Subd. 4. [COLLECTION.] The ordinance adopted under this
section must provide for the billing and payment of the fee on a
monthly, quarterly, or other basis as directed by the governing
body. Fees that, as of October 15 each calendar year, have
remained unpaid for at least 30 days must be certified to the
county auditor for collection as a special assessment payable in
the following calendar year against the affected property.
Subd. 5. [MASTER PLAN REQUIREMENT.] A municipality may not
impose the fee provided in this section unless it has prepared
and adopted a master plan that includes information on the
proposed reconstruction, facility upgrade, and maintenance for
the following five years. A capital improvement plan, public
facility plan, or comparable information qualifies as a master
plan. The master plan must include information on the proposed
funding sources for all projects required to be included in the
plan. The master plan must be adopted by the governing body
following a hearing and publication of notice of the hearing, as
provided in subdivision 3.
Subd. 6. [USE OF PROCEEDS.] Revenues from the fee
authorized in this section may only be used for specific
projects listed in the master plan. The municipality may not
accumulate revenues from the fee beyond the estimated costs for
reconstructions, facility upgrades, and maintenance that are

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	· · · · · · · · · · · · · · · · · · ·
1	described in the master plan.
2	Subd. 7. [TRIP-GENERATION DATA.] The fee imposed must be
3	calculated based on the relationship of the revenues the
4	municipality proposes to generate and a trip-generation rate for
5	each type of land use based on the most current edition of the
6.	Institute of Traffic Engineers Trip Generation Manual.
7	Subd. 8. [APPEALS.] A property owner may administratively
8	appeal the amount of the fee or the trip-generation rate to the
9	governing body within 60 days after notice of the amount of fee
10	due has been mailed to the property owner. The appeal must be
11	in writing, signed, and dated by the property owner, and must
12	state the reasons why the amount of the fee or the
13	trip-generation rate is incorrect. The decision of the
14	governing body may be appealed to the tax court in the same
15	manner as appeals of determinations regarding property tax
16	matters provided for in chapter 271. If the governing body does
17	not make a decision within six months after the filing of an
18	administrative appeal, the property owner may elect to appeal to
19	the tax court. The appeal procedures in this subdivision are in
20	lieu of any appeal procedures relating to special assessments
21	provided for in chapter 429.
22	Subd. 9. [SPECIAL ASSESSMENTS; BONDS; PROPERTY TAX
23	LEVIES.] The use of the street utility fee by a municipality
24	does not restrict the municipality from imposing other measures
25	to pay the costs of local street reconstruction, facility
26	upgrades, or maintenance, such as levying special assessments,
27	issuing bond debt, or levying property taxes.
28	[EFFECTIVE DATE.] This section is effective for fees
29	payable in 2006 and thereafter.



League of Minnesota Cities



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Minnesota Cities That Have Adopted Resolutions Supporting Improved Funding Options for City Street Construction and Maintenance

(as of February 2005)

Akeley Annandale Apple Valley Argyle Arlington Aurora Austin Barnsville Barrett Battle Lake Beardsley Beaver Bay Bellingham Bemidji Benson **Big Fork Bingham** Lake Braham Brainerd Brooklyn Center Buhl Burnsville Chaska Champlin Chisholm Cokato Coleraine Columbia Heights Comfrey Corcoran Crystal Currie Dawson Dayton Deer River Delano Dennison Duluth Dundas Eagan

East Bethel Eden Prairie Edina Elk River Elmore Ely Emily Eveleth Fairmont Faribault Farmington Fergus Falls Forada Fosston Fountain Garrison Golden Valley Grand Rapids Granite Falls Grant Hanley Falls Hartland Hastings Hewitt Hoffman Holdingford Inver Grove Heights Isanti Jackson Keewatin Kimball La Prairie Lake City Lakefield Lakeville Laporte Le Center Little Falls Luverne Lynd

Madison Lake Mahtomedi Maple Grove Maple Plain Mayer Melrose Milan Minneapolis Minneota Mounds View Mountain Iron Murdock New Hope New Market North Branch Northfield Ogilvie Okabena Olivia Orono Oronoco Ortonville Osakis Osseo Pelican Rapids Pequot Lakes Pine City Pipestone Plymouth Prior Lake Proctor Richmond Rosemount Rushford Sanborn Sandstone Sartell Savage Sebeka Shafer

Silver Bay Spring Lake Park St. Cloud St. Louis Park St. Michael St. Paul Park South St. Paul Strandquist Tamarack Taunton Tower Twin Valley Vergas Waldorf Walters -Wanamingo Waseca Watkins Waverly Wayzata Welcome Westbrook Woodbury Wykoff Zumbro Falls Zumbrota

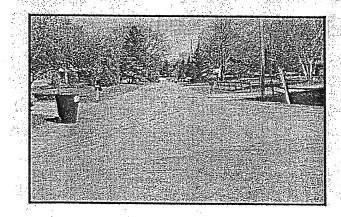
AN EQUAL OPPORTUNITY/AFFIRMATIVE ACTION EMPLOYER

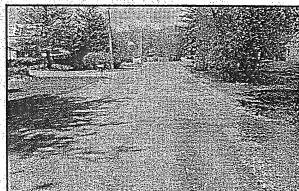
Why Do Cities need a Street Utility?

- * Traffic volumes are continuing to increase
- Congestion on major freeways and trunk highways are forcing motorists onto more and more city streets
- Growth in cities and new households is increasing steadily
- Truck mileage continue to increase
- City streets continue to age
- Streets have a finite life cycle. They continue to deteriorate without adequate maintenance
- Cities are delaying projects due to budget shortfalls
- Current funding sources are no longer adequate

Why are Current Funding Methods no longer adequate?

- Special Assessments being challenged
 - Cities cannot prove benefit (i.e. increased market value)
 - Most cities only assess a portion of a project (25%, etc.)
 - Special assessment revenues continue to shrink
 - 1981 12.1% of total City revenues
 - 1990 7.9% of total City revenues
- Levy limits affect ability to sell bonds or raise property taxes
- Utility charges/franchise fees are limited in their use, not dedicated to streets and may be subject to future restrictions





Summary of the Street Utility Concept

Key Points of the Proposed Street Utility Legislation

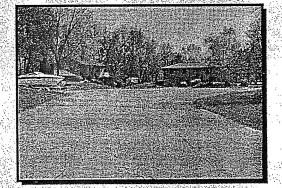
- It is enabling legislation only (similar to storm water utility)
- Public hearings/public input are required
- It is based on a master plan (5 year Capital Improvements Plan or similar)
- Revenues collected must be dedicated to the street projects outlined in the master plan
- All properties would pay the fee

Activities That Would be Eligible to Use This Fund

- It is intended for maintenance or replacement of streets, as opposed to new streets
 Reconstructions
 - Overlays
 - Seal coats
- It is not intended for general maintenance activities such as snow plowing, or aesthetic streetscape amenities

Items that Would be Covered

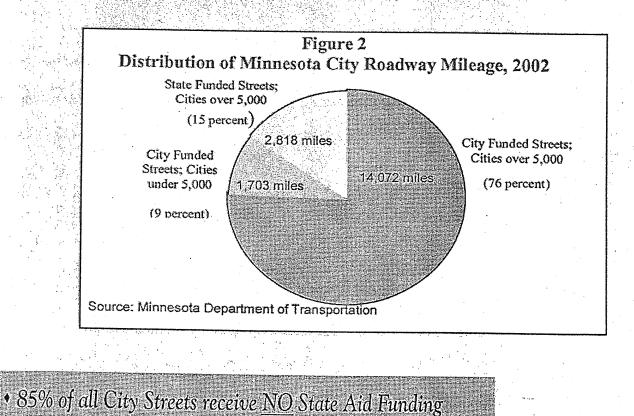
- Pavement, gravel base and subgrade
- Curb/gutter and drainage improvements
- Sidewalks and/or trails
- Boulevard restoration/trees
- Striping and signs



Don't Cities receive Municipal State Aid Funding? Why do they need more money?

- Cities under 5,000 population
 - Receive <u>NO</u> State funding for City streets
- Cities over 5,000 population
 - Up to 20% of their street mileage can use State Aid funding for improvements
 - 80% of their City Streets receive <u>NO</u> State Aid Funding
- State Aid funding is not adequate for the Municipal State Aid streets due to the obligations for cities to help fund County or State Highways.
- There are 853 total cities in Minnesota
- Only 134 are Municipal State Aid Cities (over 5,000 pop.)
- 719 Cities, or 84%, receive no State Aid funding for streets

• 84% of all Cities receive <u>NO</u> State or Federal funding



A Street Utility Is Not Just a Another Tax

- A Street Utility is applied just like a sewer or water utility
 - Charges are based on usage
 - The basis for the charge must be related to the cost of the services
 - Charges must be just and reasonable
 - Charges are allocated based on trips generated by the use
 - Charges are not based on ownership or property values
 - Enabling legislation only

• Property taxes are:

- Paid regardless of whether the property is used
- Paid regardless of whether a property benefits from the service
- Based on ownership and valuation
- Calculated on a fixed proportion of the value as compared to other properties
- Not charged to tax exempt properties even if they use the service

Protecting Our Investment

- Fact: Cities are not able to keep up with the unmet funding needs for their streets.
- Fact: Streets are continuing to age, which will only increase future costs to repair/replace these streets
- Fact: 84% of all city streets receive no State Aid money for funding
- Fact: Current funding sources are not adequate anymore

A Street Utility will enable cities to: Protect Our Investment ! STREET UTILITY CONCEPT Estimated Monthly Utility Rates for Selected Minnesota Cities

							1
OLIVIA	\$60,000	\$1.24	\$0.75	\$6.21	\$1.36	\$1.49	\$0.50
HIBBING	\$350,000	\$1.38	\$0.83	\$6.88	\$1.51	\$1.65	\$0.55
FERGUS FALLS	\$207,000	\$1.00	\$0.60	\$5.00	\$1.10	\$1.20	\$0.40
EAGAN	\$691,000	\$0.92	\$0.55	\$4.60	\$1.00	\$1.10	\$0.37
CRYSTAL	\$366,000	\$1.18	\$0.71	\$5.94	\$1.31	\$1.43	\$0.48
CHATFIELD	\$80,000	\$2.33	\$1.40	\$11.60	\$2.57	\$2.80	\$0.94
	Estimated Annual Needs	Single Family Home	Medium Density Residential	Retail (per 1000 sq ft)	Office (per 1000 sq ft)	Institutional (per 1000 sq ft)	Industrial (per 1000 sq ft)

ore 325 507) 507) 507) 507) 507) 507) 507) 5000 sq. ft 5000 sq. ft 325,000 sq. ft 40,000 sq. ft 40,000 sq. ft	325,000 sq. ft 40,000 sq. ft	Coca-Cola Bottling Facility & Warehouse 560,000 sq. ft \$187	: Building (Dentist/Doctor) 15,000 sq. ft 325,000 sq. ft 40,000 sq. ft	ica 4,690 sq. ft 4,400 sq. ft	Home Depot 118,000 sq.ft 6,683 sq. ft	Users Size Monthly
--	---------------------------------	--	--	-------------------------------------	---------------------------------------	--------------------

Street Utility Fees for Typical non-Residential Users for the City of Eagan

Minnesota Association of Small Cities Nancy Larson, Executive Director 21950 CSAH #4 Dassel, Minnesota 55325

320-275-3130 (phone) 320-275-3130 (fax) NanLars@ll.net

Committee Members

The Minnesota Association of Small Cities would like to go on record as supporting SF 366.

The street utility fee would allow our cities to raise much-needed revenue to better support road and bridge maintenance. Cities with populations of less than 5,000 currently receive no direct state funding for city streets. We feel this fee could provide our cities with a much-needed consistent funding source for street maintenance.

It is important to invest in the preservation of our local bridge and roadways thereby extending the overall lifetime of the infrastructure. Sixty-six percent of cities under 5,000 are not meeting the life cycle needs for reconstruction of their roads. Likewise eighty-seven percent are not meeting the life cycle needs for overlays/seal coats, both primarily due to lack of funding.

It is important to find a consistent source of funding for road and bridge maintenance and the street utility fee would begin to solve some of the funding shortcomings allowing for our small cities to repair and maintain our transportation infrastructure.

We would like to thank Sen. Marko for carrying this bill and reiterate our support for it.

Nancy Larson

SLE

Senate Counsel, Research, and Fiscal Analysis

G-17 State Capitol 75 Rev. Dr. Martin Luther King, Jr. Blvd. St. Paul, MN 55155-1606 (651) 296-4791 FAX: (651) 296-7747 Jo Anne Zoff Sellner Director

Senate State of Minnesota

State of Minnesota

S.F. No. 818 - Authorizing Cities to Impose Transportation Utility Fee

Author: Senator Michael J. Jungbauer

Prepared by: Bonnie Berezovsky, Senate Counsel (651/296-9191)

Date: March 10, 2005

Section 1, Subdivision 1 defines terms.

Subdivision 2 authorizes a municipality (home rule charter or statutory city) to impose a transportation utility fee against land within its boundaries. The fee can not overrecover nor underrecover costs described in the master plan.

Subdivision 3 establishes a process for imposition of the transportation utility fee. The municipality must hold a public hearing after published notice, then adopt the ordinance by a two-thirds vote. The ordinance must be filed, if adopted, with the county recorder and provided to the county auditor.

Subdivision 4 requires the governing body to specify in the ordinance the collection schedule, which may be monthly, quarterly, or another frequency. Any fees unpaid for at least 30 days as of October 15 may be collected against the property as a special assessment.

Subdivision 5 requires a adoption, after notice and hearing, of a master plan before a municipality can impose the fee. The plan must include information on reconstruction, facility upgrade, and maintenance for the next five years, and on funding sources for all projects in the plan.

Subdivision 6 limits use of revenues to the specific projects in the master plan.

Subdivision 7 requires the fee to be based on a relationship between the revenues to be generated and the relative benefit, as determined by the municipality, that will accrue to each land

use. The amount generated must be the amount reasonable and necessary to complete the improvement, and must be imposed only against benefitted property, whether or not it abuts the improvement.

Subdivision 8 allows a property owner to appeal the amount of the fee, the issue of benefit to the property, or the claim that the municipality is overrecovering its costs. The appeal must be filed within 60 days of mailing the notice of the amount of the fee. The decision of the governing body may be appealed to the tax court.

Subdivision 9 provides that use of the transportation utility fee does not preclude a municipality from levying special assessments or property taxes, or issuing bonds, to pay for street improvement.

Section 1 is effective immediately for fees payable in 2006 and thereafter.

BB/AV:rer

Senators Jungbauer, Day, Dibble, Marko and Johnson, D.E. introduced--S.F. No. 818: Referred to the Committee on Transportation.

1000 and	
1	A bill for an act
2 3	relating to transportation; authorizing cities to impose a transportation utility fee; proposing coding
4	for new law in Minnesota Statutes, chapter 275.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
6	Section 1. [275.084] [TRANSPORTATION UTILITY FEE.]
7	Subdivision 1. [DEFINITIONS.] For the purposes of this
8	section, the following terms have the meanings given.
9	(a) "Facility upgrade" means traffic signals, turn lanes,
10	medians, street approaches, alleys, rights-of-way, sidewalks,
11	retaining walls, fence installation, and additional traffic
12	lanes.
13	(b) "Governing body" means the city council of a
14	municipality.
15	(c) "Maintenance" means striping, seal coating, crack
16	sealing, sidewalk maintenance, signal maintenance, street light
17	maintenance, and signage.
18	(d) "Municipality" means a home rule charter or statutory
19	<u>city.</u>
20	(e) "Reconstruction" means paving, grading, curbs and
21	gutters, bridge repair, overlays, drainage, base work, subgrade
22	corrections, and boulevard restoration.
23	Subd. 2. [AUTHORIZATION.] A municipality may impose the
24	transportation utility fee provided in this section against land
25	located within its boundaries. The fee must be set at a level

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that neither significantly overrecovers nor underrecovers costs, 1 including overhead costs, involved in reconstructions, facility 2 3 upgrades, and maintenance described in the master plan. 4 Subd. 3. [PROCEDURES FOR ADOPTION.] A municipality may 5 impose the transportation utility fee provided in this section by ordinance adopted by a two-thirds vote of its governing 6 body. The resolution must not be voted on or adopted and the 7 8 municipality may not contract for any improvement until after a 9 public hearing has been held on the question. A notice of the 10 time, place, and purpose of the hearing, including the general nature of the improvement, its estimated costs, and the area 11 12 against which the fee is proposed to be assessed, must be published at least once in each week for two successive weeks in 13 the official newspaper of the municipality, or in a newspaper of 14 15 general content and circulation within the municipality, and the 16 last notice must be published at least seven days prior to the hearing. The municipality must file the adopted ordinance of 17 18 record with the county recorder, and the municipality must 19 provide a copy to the county auditor. 20 Subd. 4. [COLLECTION.] The ordinance adopted under this 21 section must provide for the billing and payment of the fee on a 22 monthly, quarterly, or other basis as directed by the governing 23 body. Fees that, as of October 15 each calendar year, have remained unpaid for at least 30 days must be certified to the 24 county auditor for collection as a special assessment payable in 25 26 the following calendar year against the affected property. Subd. 5. [MASTER PLAN REQUIREMENT.] A municipality may not 27 28 impose the fee provided in this section unless it has prepared and adopted a master plan that includes information on the 29 30 proposed reconstruction, facility upgrade, and maintenance for 31 the following five years. A capital improvement plan, public 32 facility plan, or comparable information qualifies as a master 33 plan. The master plan must include information on the proposed funding sources for all projects required to be included in the 34 35 plan. The master plan must be adopted by resolution of the 36 governing body following a hearing and publication of notice of

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[REVISOR] CMG/BT 05-2250

the hearing, as provided in subdivision 3.

Subd. 6. [USE OF PROCEEDS.] Revenues from the fee 2 3 authorized in this section may only be used for specific projects listed in the master plan and are limited to projected 4 5 costs of the needs approved in the master plan and described in the published notice before the required public hearing. The 6 7 municipality may not accumulate revenues from the fee beyond the 8 estimated costs for reconstructions, facility upgrades, and 9 maintenance that are described in the master plan. 10 Subd. 7. [CALCULATION OF FEE.] The fee imposed must be

calculated based on the relationship of the revenues the 11 12 municipality proposes to generate and the relative benefit, as 13 determined by the municipality, that will accrue to each category of land use from the projects to be financed. The 14 amount of revenue the municipality proposes to generate must be 15 16 that amount reasonable and necessary to complete the proposed 17 improvement. The fee may be imposed only against property that will benefit by the improvement, whether or not the property 18 19 abuts the improvement.

Subd. 8. [APPEALS.] A property owner may administratively 20 appeal the amount of the fee to the governing body within 60 21 days after notice of the amount of fee due has been mailed to 22 the property owner. The appeal must be in writing, signed, and 23 24 dated by the property owner, and must state the reasons why the amount of the fee is incorrect. The appeal may state reasons 25 26 why the fee imposed by the municipality generates funds in 27 excess of the amount reasonable and necessary for the improvement described in the published notice, or why the 28 property against which the fee is imposed does not benefit from 29 the proposed improvement. The decision of the governing body 30 may be appealed to the Tax Court in the same manner as appeals 31 32 of determinations regarding property tax matters provided for in 33 chapter 271. If the governing body does not make a decision within six months after the filing of an administrative appeal, 34 35 the property owner may elect to appeal to the Tax Court. The 36 appeal procedures in this subdivision are in lieu of any appeal

02/02/05 [REVISOR] CMG/BT 05-2250 procedures relating to special assessments provided for in 1 2 chapter 429. 3 Subd. 9. [SPECIAL ASSESSMENTS; BONDS; PROPERTY TAX LEVIES.] The use of the transportation utility fee by a 4 municipality does not restrict the municipality from imposing 5 special assessments, issuing bond debt, or levying property 6 taxes to pay the costs of local street reconstruction, facility 7 8 upgrades, or maintenance. [EFFECTIVE DATE.] This section is effective the day 9 10 following final enactment for fees payable in 2006 and

11 thereafter.

Senate Counsel, Research, and Fiscal Analysis

G-17 State Capitol 75 Rev. Dr. Martin Luther King, Jr. Blvd. St. Paul, MN 55155-1606 (651) 296-4791 FAX: (651) 296-7747 JO Anne ZOFF Sellner Director

Senate State of Minnesota

S.F. No. 1125 - Providing That a Licensed Peace Officer May Operate Any Vehicle or Combination of Vehicles

Author: Senator Steve Murphy

Prepared by: Bonnie Berezovsky, Senate Counsel (651/296-9191) Amy Vennewitz, Fiscal Analyst (651/296-7681)

Date: March 10, 2005

This bill provides that a licensed peace officer, who holds a valid class D driver's license, may operate any vehicle or combination of vehicles while on duty.

BB/AV:rer

11/29/04

Senators Murphy and McGinn introduced--

S.F. No. 1125: Referred to the Committee on Transportation.

A bill for an act

relating to public safety; providing that a peace
officer may operate any vehicle or combination of
vehicles; making clarifying changes; amending
Minnesota Statutes 2004, section 171.02, subdivision 2.
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
Section 1. Minnesota Statutes 2004, section 171.02,
subdivision 2, is amended to read:

Subd. 2. [DRIVER'S LICENSE CLASSIFICATIONS, ENDORSEMENTS, 9 10 EXEMPTIONS.] (a) Drivers' licenses shall be classified according 11 to the types of vehicles which may be driven by the holder of each type or class of license. The commissioner may, as 12 appropriate, subdivide the classes listed in this subdivision 13 and issue licenses classified accordingly. Except as provided 14 in subdivision 2a, no class of license shall be valid to operate 15 a motorcycle, school bus, tank vehicle, double-trailer or 16 triple-trailer combination, vehicle transporting hazardous 17 materials, or bus, unless so endorsed. 18

19 There shall be four general classes of licenses as follows:

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(b) Class D; valid for:

(1) operating all farm trucks <u>when</u> operated by (i) the owner, (ii) an immediate family member of the owner, (iii) an employee of the owner not primarily employed to operate the farm truck, within 150 miles of the farm, or (iv) an employee of the owner employed during harvest to operate the farm truck for the

11/29/04

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first, continuous transportation of agricultural products from
 the production site or on-farm storage site to any other
 location within 50 miles of that site;

4 (2) operating fire trucks and emergency fire equipment,
5 whether or not in excess of 26,000 pounds gross vehicle weight,
6 when operated by a firefighter while on duty, or by a tiller
7 operator employed by a fire department who drives the rear
8 portion of a midmount aerial ladder truck;

9 (3) operating recreational equipment as defined in section 10 168.011, subdivision 25, that is operated for personal use;

(4) operating all single-unit vehicles except vehicles with a gross vehicle weight of more than 26,000 pounds, vehicles designed to carry more than 15 passengers including the driver, and vehicles that carry hazardous materials; and

15 (5) notwithstanding paragraph (c), operating a type A
16 school bus without a school bus endorsement if:

17 (i) the bus has a gross vehicle weight of 10,000 pounds or 18 less;

(ii) the bus is designed to transport 15 or fewerpassengers, including the driver; and

(iii) the requirements of subdivision 2a, paragraph (b),
are satisfied, as determined by the commissioner.

23 The-holder-of-a-class-D-license-may-also-tow;

(6) operating any vehicle or combination of vehicles when
 operated by a licensed peace officer while on duty; and

26 (7) towing vehicles if the combination of vehicles has a
27 gross vehicle weight of 26,000 pounds or less.

28 (c) Class C; valid for:

29 (1) operating class D vehicles;

30 (2) with a hazardous materials endorsement, transporting
31 hazardous materials in class D vehicles; and

32 (3) with a school bus endorsement, operating school buses
33 designed to transport 15 or fewer passengers, including the
34 driver.

35 (d) Class B; valid for:

36 (1) operating all vehicles-in class C7 and class D

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<u>vehicles</u>, and all other single-unit vehicles including, with a passenger endorsement, buses---The-holder-of-a-class-B-license may-tow; and (2) towing only vehicles with a gross vehicle weight of

5 10,000 pounds or less.

6 (e) Class A; valid for operating any vehicle or combination7 of vehicles.

8 [EFFECTIVE DATE.] This section is effective the day
9 following final enactment.

Senate Counsel, Research, and Fiscal Analysis

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G-17 STATE CAPITOL 75 REV. DR. MARTIN LUTHER KING, JR. BLVD. ST. PAUL, MN 55155-1606 (651) 296-4791 FAX: (651) 296-7747 JO ANNE ZOFF SELLNER DIRECTOR



S.F. No. 1089 - Highway, Traffic Sign, and Railroad Provisions Modifications

Author: Senator Steve Murphy

Prepared by: Bonnie Berezovsky, Senate Counsel (651/296-9191)

Date: March 10, 2005

Section 1 establishes a revolving account for the state highway sign program. Receipts collected by the Commissioner of Transportation from local road authorities and the Minnesota Department of Transportation (MnDOT) highway operations unit, that relate to equipment acquisition and rental, labor, materials, and other costs, are credited to a special account in the trunk highway fund. The section includes an open and standing appropriation of money in the fund to the commissioner to pay sign costs. Money in the account is exempt from statewide and agency indirect cost payments.

Section 2 broadens the eligibility criteria for logo signs on interstate highways and controlled-access trunk highways. Food businesses are eligible to be mentioned on logo signs without a requirement that they serve meals prepared on the premises.

Section 3 authorizes the commissioner to use expedited rulemaking when adopting state aid operations rules for the county state-aid highway system.

Section 4 reduces the objection period relating to applications for state aid rules variances from 20 days to seven days for the county state-aid highway system.

Section 5 increases the amount deducted from the county state-aid highway fund for administrative costs, from $1-\frac{1}{2}$ percent to two percent.

Section 6 authorizes the commissioner to use expedited rulemaking when adopting state aid operations rules for the municipal state-aid street system.

Section 7 reduces the objection period relating to applications for state aid rules variances from 20 days to seven days for the municipal state-aid street system.

Section 8 strikes the statutory limit on advances from a city to expedite work on its municipal state-aid street system. The stricken language currently limits advances to an amount that does not exceed the city's total estimated apportionment for the next three years.

Section 9 allows a county to spend county state-aid highway funds on a project that the commissioner determines must be constructed across the county line. No part of the highway may be constructed in another county until both counties approve.

Section 10 allows a municipality to spend municipal state-aid street funds on a project the commissioner determines must be constructed also in another municipality or state. No part of the highway may be constructed in another municipality until both municipalities approve.

Section 11 makes the following changes in the pedestrian safety laws:

- Allows a pedestrian signal to display either a word or a symbol;
- Requires a pedestrian to yield to vehicles that are already in the intersection when the signal light turns green; and
- Allows a vehicle, after yielding to pedestrians and other vehicular traffic, to turn right or to turn left from a one-way street to a one-way street, against a red arrow, when an official sign permits a turn on a red arrow signal.

Section 12 allows a pedestrian-control signal to display symbols of a walking person and upraised hand, as an alternative to words "Walk" and "Don't Walk" as currently allowed. The pedestrian must yield the usual right-of-way to a vehicle already in the intersection when the signal first changes to allow pedestrians to cross.

Section 13 allows an operating railroad and MnDOT to designate, by agreement, following a diagnostic review of the crossing, an exempt rail crossing, where vehicles otherwise required to stop are not required to stop.

Section 14 exempts the Commuter Rail Corridor Coordinating Committee from the statutory sunset provision, and applies the exemption retroactively from June 30, 2003, the sunset date.

Section 15 removes local authority to establish a railroad quiet zone by ordinance and strikes the statutory minimum half-mile length applicable to a quiet zone. The local authority must apply to the Federal Railroad Administration to establish a quiet zone.

Section 16 strikes the statutory definition of the misdemeanor violation consisting of a locomotive engineer's failure to ring the bell or sound the whistle. The violation is defined by federal law.

Section 17 requires the Revisor to change a subpart in Minnesota Rules to reflect the shorter objection period for rules variances specified in sections 4 and 7 of this bill.

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BB/AV:rer

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Senator Murphy introduced---

S.F. No. 1089: Referred to the Committee on Transportation.

A bill for an act

relating to transportation; authorizing billing for highway sign program and establishing special account; modifying eligibility criteria for certain business signs; modifying provisions relating to state-aid highways and streets, traffic signals, and railroads in quiet zones; removing expiration for commuter rail corridor coordinating committee; appropriating money; amending Minnesota Statutes 2004, sections 160.80, subdivision 1a; 162.02, subdivisions 2, 3a; 162.06, subdivision 2; 162.09, subdivisions 2, 3a; 162.14, subdivision 6; 169.06, subdivisions 5, 6; 169.28, subdivision 2; 174.86, subdivision 5; 219.166; 219.567; proposing coding for new law in Minnesota Statutes, chapters 160; 162.

16 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
17 Section 1. [160.298] [HIGHWAY SIGN PROGRAM; BILLING,

18 ACCOUNT, APPROPRIATION.]

19 The commissioner of transportation may bill highway 20 operations units of the department and local road authorities 21 for the costs of a centrally managed highway sign program. These costs may include equipment acquisition and rental, labor, 22 23 materials, and other costs as determined by the commissioner. 24 Receipts must be credited to a special account, which is 25 established in the trunk highway fund, and are appropriated to 26 the commissioner to pay the costs for which the billings are 27 made. Amounts credited to the account are exempt from statewide and agency indirect costs payments. 28

Sec. 2. Minnesota Statutes 2004, section 160.80,
subdivision la, is amended to read:

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1 Subd. la. [ELIGIBILITY CRITERIA FOR BUSINESS PANELS.] (a) 2 To be eligible for a business panel on a logo sign panel, a business establishment must: 3

(1) be open for business;

(2) have a sign on site that both identifies the business 5 and is visible to motorists; 6

(3) be open to everyone, regardless of race, religion, 7 8 color, age, sex, national origin, creed, marital status, sexual orientation, or disability; 9

10 (4) not impose a cover charge or otherwise require 11 customers to purchase additional products or services; and (5) meet the appropriate criteria in paragraphs (b) to (e).

13 (b) Gas businesses must provide vehicle services including 14 fuel and oil; restroom facilities and drinking water; continuous, staffed operation at least 12 hours a day, seven 15 16 days a week; and public access to a telephone.

17 (c) Food businesses must serve at least two meals a day during normal mealtimes of breakfast, lunch, and dinner; provide 18 a continuous, staffed food service operation at least ten hours 19 a day, seven days a week except holidays as defined in section 20 21 645.44, subdivision 5, and except as provided for seasonal food service businesses; provide seating capacity for at least 20 22 23 people; serve-meals-prepared-on-the-premises; and possess any required state or local licensing or approval. Reheated, 24 25 prepackaged7-ready-to-eat-food-is-not-"food-prepared-on-the 26 premises-" Seasonal food service businesses must provide a continuous, staffed food service operation at least ten hours a 27 28 day, seven days a week, during their months of operation.

29 (d) Lodging businesses must include sleeping 30 accommodations, provide public access to a telephone, and 31 possess any required state or local licensing or approval.

32 (e) Camping businesses must include sites for camping, 33 include parking accommodations for each campsite, provide 34 sanitary facilities and drinking water, and possess any required 35 state or local licensing or approval.

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(f) Businesses that do not meet the appropriate criteria in

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1 paragraphs (b) to (e) but that have a signed lease as of January 2 1, 1998, may retain the business panel until December 31, 2005, 3 or until they withdraw from the program, whichever occurs first, 4 provided they continue to meet the criteria in effect in the 5 department's contract with the logo sign vendor on August 1, 6 1995. After December 31, 2005, or after withdrawing from the 7 program, a business must meet the appropriate criteria in 8 paragraphs (a) to (e) to qualify for a business panel.

9 (g) Seasonal businesses must indicate to motorists when 10 they are open for business by either putting the full months of 11 operation directly on the business panel or by having a "closed" 12 plaque applied to the business panel when the business is closed 13 for the season.

(h) The maximum distance that an eligible business in
Anoka, Carver, Dakota, Hennepin, Ramsey, Scott, or Washington
county can be located from the interchange is: for gas
businesses, one mile; for food businesses, two miles; for
lodging businesses, three miles; and for camping businesses, ten
miles.

(i) The maximum distance that an eligible business in any
other county can be located from the interchange shall not
exceed 15 miles in either direction.

(j) Logo sign panels must be erected so that motorists
approaching an interchange view the panels in the following
order: camping, lodging, food, gas.

(k) If there is insufficient space on a logo sign panel to
display all eligible businesses for a specific type of service,
the businesses closest to the interchange have priority over
businesses farther away from the interchange.

30 Sec. 3. Minnesota Statutes 2004, section 162.02,
31 subdivision 2, is amended to read:

32 Subd. 2. [RULES; ADVISORY COMMITTEE.] (a) The rules shall 33 be made and promulgated by the commissioner acting with the 34 advice of a committee which-shall-be selected by the several 35 county boards acting through the officers of the statewide 36 association of county commissioners. The committee shall be

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composed of nine members so selected that each member shall be 1 from a different state highway construction district. Not more 2 than five of the nine members of the committee shall be county 3 commissioners. The remaining members shall be county highway 4 engineers. In the event that agreement cannot be reached on any 5 rule, the commissioner's determination shall be final. The 6 rules shall be printed and copies thereof-shall-be forwarded to 7 the county engineers of the several counties. For the purposes 8 of this section, the expedited process for adopting rules 9 established in section 14.389 may be used. 10

11 (b) Notwithstanding section 15.059, subdivision 5, the 12 committee does not expire.

Sec. 4. Minnesota Statutes 2004, section 162.02,subdivision 3a, is amended to read:

Subd. 3a. [VARIANCES FROM RULES AND ENGINEERING 15 16 STANDARDS.] The commissioner may grant variances from the rules 17 and from the engineering standards developed pursuant to section 162.021 or 162.07, subdivision 2. A political subdivision in 18 which a county state-aid highway is located or is proposed to be 19 located may submit a written request to the commissioner for a 20 variance for that highway. The commissioner shall publish 21 notice of the request in the State Register and give notice to 22 23 all persons known to the commissioner to have an interest in the The commissioner may grant or deny the variance within 24 matter. 25 30 days of providing notice of the request. If a written objection to the request is received within 2θ seven days of 26 providing notice, the variance shall be granted or denied only 27 after a contested case hearing has been held on the request. 28 If no timely objection is received and the variance is denied 29 without hearing, the political subdivision may request, within 30 30 days of receiving notice of denial, and shall be granted a 31 contested case hearing. For purposes of this subdivision, 32 33 "political subdivision" includes (1) an agency of a political subdivision which has jurisdiction over parks, and (2) a 34 35 regional park authority.

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Sec. 5. Minnesota Statutes 2004, section 162.06,

1 subdivision 2, is amended to read:

Subd. 2. [ADMINISTRATIVE COSTS OF DEPARTMENT.] A-sum-of <u>1-1/2 Two</u> percent shall must be deducted from the total amount available in the county state-aid highway fund, set aside in a separate account, and used for administrative costs incurred by the state Transportation Department in carrying out the provisions relating to the county state-aid highway system.

8 Sec. 6. Minnesota Statutes 2004, section 162.09, 9 subdivision 2, is amended to read:

Subd. 2. [RULES; ADVISORY COMMITTEE.] (a) The rules shall 10 11 be made and promulgated by the commissioner acting with the 12 advice of a committee which-shall-be selected by the governing bodies of such cities, acting through the officers of the 13 statewide association of municipal officials. The committee 14 shall be composed of 12 members, so selected that there shall be 15 one member from each state highway construction district and in 16 17 addition one member from each city of the first class. Not more than six members of the committee shall be elected officials of 18 the cities. The remaining members of the committee shall be 19 city engineers. In the event that agreement cannot be reached 20 on any rule the commissioner's determination shall be final. 21 The rules shall be printed and copies thereof-shall-be forwarded 22 to the clerks and engineers of the cities. For the purposes of 23 24 this section, the expedited process for adopting rules established in section 14.389 may be used. 25

(b) Notwithstanding section 15.059, subdivision 5, the
committee does not expire.

Sec. 7. Minnesota Statutes 2004, section 162.09,
subdivision 3a, is amended to read:

30 Subd. 3a. [VARIANCES FROM RULES AND ENGINEERING 31 STANDARDS.] The commissioner may grant variances from the rules 32 and from the engineering standards developed pursuant to section 33 162.13, subdivision 2. A political subdivision in which a 34 municipal state-aid street is located or is proposed to be 35 located may submit a written request to the commissioner for a 36 variance for that street. The commissioner shall publish notice

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of the request in the State Register and give notice to all 1 persons known to the commissioner to have an interest in the 2 3 The commissioner may grant or deny the variance within matter. 30 days of providing notice of the request. If a written 4 objection to the request is received within 20 seven days of 5 providing notice, the variance shall be granted or denied only 6 after a contested case hearing has been held on the request. 7 If no timely objection is received and the variance is denied 8 9 without hearing, the political subdivision may request, within 10 30 days of receiving notice of denial, and shall be granted a contested case hearing. For purposes of this subdivision, 11 "political subdivision" includes (1) an agency of a political 12 subdivision which has jurisdiction over parks, and (2) a 13 14 regional park authority.

Sec. 8. Minnesota Statutes 2004, section 162.14, subdivision 6, is amended to read:

17 [ADVANCES.] Any such city may make advances from Subd. 6. any funds available to it for the purpose of expediting the 18 construction, reconstruction, improvement, or maintenance of its 19 municipal state-aid street system;-provided-that-such-advances 20 shall-not-exceed-the-city's-total-estimated-apportionment-for 21 the-three-years-following-the-year-the-advance-is-made. 22 Advances made by any such city shall be repaid out of subsequent 23 apportionments made to such city in accordance with the 24

25 commissioner's rules.

26 Sec. 9. [162.031] [CONSTRUCTION ACROSS ANOTHER COUNTY OR 27 STATE.]

28 When a county state-aid highway route is so located that in 29 order to achieve the designated objectives the commissioner

30 determines that it is necessary to construct the highway across 31 a portion of another county or state, the county initiating the

32 construction is authorized to spend county state-aid highway

33 <u>funds for that purpose in the same manner as other expenditures</u>
34 <u>for county state-aid highway purposes are made. No part of that</u>
35 <u>highway may be constructed in another county until both counties</u>
36 <u>approve the construction.</u>

Section 9

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1 Sec. 10. [162.091] [CONSTRUCTION ACROSS ANOTHER 2 MUNICIPALITY OR STATE.] 3 When a municipal state-aid street route is so located that 4 in order to achieve the designated objectives the commissioner 5 determines that it is necessary to construct the street across a portion of another municipality or state, the municipality 6 initiating the construction is authorized to spend municipal 7 8 state-aid street funds for that purpose in the same manner as other expenditures for municipal state-aid street purposes are 9 made. No part of that street may be constructed in another 10 . municipality until both municipalities approve the construction. 11 Sec. 11. Minnesota Statutes 2004, section 169.06, 12 13 subdivision 5, is amended to read: Subd. 5. [TRAFFIC-CONTROL SIGNAL.] (a) Whenever traffic is 14 controlled by traffic-control signals exhibiting different 15 colored lights, or colored lighted arrows, successively one at a 16 time or in combination, only the colors Green, Red, and Yellow 17 shall be used, except for special pedestrian signals carrying a 18 word or legend,-and-said. The traffic-control signal lights 19 shall or colored lighted arrows indicate and apply to drivers of 20

21 vehicles and pedestrians as follows:

22

(1) Green indication:

(i) Vehicular traffic facing a circular green signal may
proceed straight through or turn right or left unless a sign at
such place prohibits either such turn. But vehicular traffic,
including vehicles turning right or left, shall yield the
right-of-way to other vehicles and to pedestrians lawfully
within the intersection or adjacent crosswalk at the time such
this signal is exhibited.

(ii) Vehicular traffic facing a green arrow signal, shown alone or in combination with another indication, may cautiously enter the intersection only to make the movement indicated by such the arrow, or such other movement as is permitted by other indications shown at the same time. Such vehicular traffic shall yield the right-of-way to pedestrians lawfully within an adjacent crosswalk and to other traffic lawfully using the

1 intersection.

(iii) Unless otherwise directed by a pedestrian-control 2 signal as provided in subdivision 6, pedestrians facing any 3 green signal, except when the sole green signal is a turn arrow, 4 may proceed across the roadway within any marked or unmarked 5 crosswalk. Every driver of a vehicle shall yield the 6 7 right-of-way to such pedestrian, except that the pedestrian 8 shall yield the right-of-way to vehicles lawfully within the intersection at the time that the green signal indication is 9 10 first shown.

11

(2) Steady yellow indication:

(i) Vehicular traffic facing a circular yellow signal is
thereby warned that the related green movement is being
terminated or that a red indication will be exhibited
immediately thereafter when vehicular traffic shall must not
enter the intersection, except for the continued movement
allowed by any green arrow indication simultaneously exhibited.

(ii) Pedestrians facing a circular yellow signal, unless otherwise directed by a pedestrian_control signal as provided in subdivision 6, are thereby advised that there is insufficient time to cross the roadway before a red indication is shown and no pedestrian shall then start to cross the roadway.

(iii) Vehicular traffic facing a steady yellow arrow signal
is thereby warned that the protected vehicular movement
permitted by the corresponding prior green arrow indication is
being terminated.

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(3) Steady red indication:

(i) Vehicular traffic facing a circular red signal alone 28 29 shall must stop at a clearly marked stop line, but, if none, 30 before entering the crosswalk on the near side of the intersection, or, if none, then before entering the intersection 31 and shall remain standing until a green indication is shown, 32 33 except as follows: (A) the driver of a vehicle which-is stopped as close as practicable at the entrance to the crosswalk on the 34 35 near side of the intersection or, if none, then at the entrance to the intersection in obedience to a red or stop signal, and 36

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1 with the intention of making a right turn may make such the right turn, after stopping, unless an official sign has been 2 erected prohibiting such movement, but shall yield the 3 right-of-way to pedestrians and other traffic lawfully 4 proceeding as directed by the signal at said that intersection; 5 or (B) the driver of a vehicle on a one-way street which 6 intersects intersecting another one-way street on which traffic 7 8 moves to the left shall stop in obedience to a red or stop signal and may then make a left turn into said the one-way 9 street, unless an official sign has been erected prohibiting the 10 movement, but shall yield the right-of-way to pedestrians and 11 other traffic lawfully proceeding as directed by the signal at 12 13 said that intersection.

14 (ii) Unless otherwise directed by a pedestrian-control
15 signal as provided in subdivision 6, pedestrians facing a steady
16 red signal alone shall not enter the roadway.

(iii) Vehicular traffic facing a steady red arrow signal, 17 18 with the intention of making a movement indicated by the arrow, shall must stop at a clearly marked stop line, but, if none, 19 20 before entering the crosswalk on the near side of the intersection, or, if none, then before entering the intersection 21 22 and shall must remain standing until a permissive signal 23 indication permitting the movement indicated by the red arrow is 24 displayed, except as follows: when an official sign has been erected permitting a turn on a red arrow signal, the vehicular 25 traffic facing a red arrow signal indication is permitted to 26 27 enter the intersection to turn right, or to turn left from a 28 one-way street into a one-way street on which traffic moves to the left, after stopping, but must yield the right-of-way to 29 30 pedestrians and other traffic lawfully proceeding as directed by the signal at that intersection. 31

32 (b) In the event an official traffic-control signal is 33 erected and maintained at a place other than an intersection, 34 the provisions of this section are applicable except those which 35 can have no application. Any stop required shall must be made 36 at a sign or marking on the pavement indicating where the

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1 stop shall must be made, but in the absence of any such sign or 2 marking the stop shall must be made at the signal.

3 (c) When a traffic-control signal indication or indications 4 placed to control a certain movement or lane are so identified 5 by placing a sign near the indication or indications, no other 6 traffic-control signal indication or indications within the 7 intersection shall-control controls vehicular traffic for 8 such that movement or lane.

9 Sec. 12. Minnesota Statutes 2004, section 169.06,
10 subdivision 6, is amended to read:

Subd. 6. [PEDESTRIAN CONTROL SIGNAL.] (a) Whenever special pedestrian-control signals exhibiting the words "Walk" or "Don't Walk" or symbols of a "walking person" or "upraised hand" are in place such, the signals shall or symbols indicate as follows:

15 (1) <u>A steady</u> "Walk-" flashing-or-steady---Pedestrians 16 signal or the symbol of a "walking person" indicates that a pedestrian facing such either of these signals may proceed 17 across the roadway in the direction of the signal, possibly in 18 19 conflict with turning vehicles. Every driver of a vehicle shall yield the right-of-way to such pedestrian except that the 20 pedestrian shall yield the right-of-way to vehicles lawfully 21 within the intersection at the time that either signal 22 indication is first shown. 23

(2) <u>A</u> "Don't Walk₇" <u>signal or the symbol of an "upraised</u>
<u>hand</u>," flashing or steady---No, indicates that a pedestrian
shall <u>not</u> start to cross the roadway in the direction of such
signals <u>either signal</u>, but any pedestrian who has partially
crossed on the "Walk" <u>or "walking person"</u> signal <u>indication</u>
shall proceed to a sidewalk or safety island while the "Đon't
Walk" signal is showing.

31 (b) A pedestrian crossing a roadway in conformity with this 32 section is lawfully within the intersection and, when in a 33 crosswalk, is lawfully within the crosswalk.

34 Sec. 13. Minnesota Statutes 2004, section 169.28,
35 subdivision 2, is amended to read:

36

10

Subd. 2. [EXEMPT CROSSING.] (a) The commissioner may

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l designate a crossing as an exempt crossing if-the-crossing-is:

2 (1) <u>if the crossing is</u> on a rail line on which service has
3 been abandoned; or

4 (2) <u>if the crossing is</u> on a rail line that carries fewer
5 than five trains each year, traveling at speeds of ten miles per
6 hour or less<u>; or</u>

7 (3) as agreed to by the operating railroad and the
8 Department of Transportation, following a diagnostic review of
9 the crossing.

10 (b) The commissioner shall direct the railroad to erect at 11 the crossing signs bearing the word "Exempt" that conform to 12 section 169.06. The installation or presence of an exempt sign 13 does not relieve a driver of the duty to use due care. A train must not proceed across an exempt crossing unless a police 14 15 officer is present to direct traffic or a railroad employee is 16 on the ground to warn traffic until the train enters the crossing. 17

18 (c) A vehicle that must stop at grade crossings under 19 subdivision 1 is not required to stop at a marked exempt 20 crossing unless directed otherwise by a police officer or a 21 railroad employee.

Sec. 14. Minnesota Statutes 2004, section 174.86,
subdivision 5, is amended to read:

24 Subd. 5. [COMMUTER RAIL CORRIDOR COORDINATING COMMITTEE.] 25 (a) A Commuter Rail Corridor Coordinating Committee shall be 26 established to advise the commissioner on issues relating to the alternatives analysis, environmental review, advanced corridor 27 planning, preliminary engineering, final design, implementation 28 method, construction of commuter rail, public involvement, land 29 30 use, service, and safety. The Commuter Rail Corridor Coordinating Committee shall consist of: 31

32 (1) one member representing each significant funding
33 partner in whose jurisdiction the line or lines are located;
34 (2) one member appointed by each county in which the

34 (2) one member appointed by each county in which the35 corridors are located;

36 (3) one member appointed by each city in which advanced

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1 corridor plans indicate that a station may be located; 2 (4) two members appointed by the commissioner, one of whom 3 shall be designated by the commissioner as the chair of the 4 committee; 5 (5) one member appointed by each metropolitan planning

6 organization through which the commuter rail line may pass; and 7 (6) one member appointed by the president of the University 8 of Minnesota, if a designated corridor provides direct service 9 to the university.

(b) A joint powers board existing on April 1, 1999,
consisting of local governments along a commuter rail corridor,
shall perform the functions set forth in paragraph (a) in place
of the committee.

14 (c) Notwithstanding section 15.059, subdivision 5, the
 15 committee does not expire.

16 [EFFECTIVE DATE.] This section is effective retroactively 17 from June 30, 2003. All actions taken in reliance on Minnesota 18 Statutes, section 15.059 or 174.86 are ratified by the enactment 19 of this section.

20 Sec. 15. Minnesota Statutes 2004, section 219.166, is 21 amended to read:

22

219.166 [ESTABLISHMENT OF QUIET ZONES.]

A county, statutory or home rule charter city, or town may 23 by-ordinance-establish-a-defined apply to the Federal Railroad 24 Administration for the establishment of a "quiet zone" in which 25 the sounding of horns, whistles, or other audible warnings by 26 locomotives is regulated or prohibited. A-quiet-zone 27 established-under-this-section-must-consist-of-at-least-one-half 28 mile-of-railroad-right-of-way. All quiet zones, regulations, 29 and ordinances adopted under this section must conform to 30 federal law and the regulations of the Federal Railroad 31 32 Administration under United States Code, title 49, section 20153. Sec. 16. Minnesota Statutes 2004, section 219.567, is 33 amended to read: 34 219.567 [FAILURE TO RING BELL.] 35

36

12

An engineer driving a locomotive on a railway who fails (++)

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1 to ring the bell or sound the whistle on the locomotive, or have 2 it rung or sounded7-at-least-80-rods-from-a-place-where-the 3 railway-crosses-a-traveled-road-or-street-on-the-same-level7 except-in-cities,-or-(2)-to-continue-ringing-the-bell-or 4 5 sounding-the-whistle-at-intervals-until-the-locomotive-and 6 attached-train-have-completely-crossed-the-road-or-street, in accordance with Federal Railroad Administration regulations 7 under United States Code, title 49, section 20153, is guilty of · 8 a misdemeanor. 9 10 Sec. 17. [RULE CHANGE; INSTRUCTION TO REVISOR.] 11 The revisor of statutes shall change Minnesota Rules, part 8820.3300, subpart 2, to require that comments be directed to 12 13 the commissioner of transportation in conformity with the same period allowed for written objections to be received by the 14 commissioner under this act's amendments to Minnesota Statutes 15 2004, sections 162.02, subdivision 3a, and 162.09, subdivision 16 17 3a. The rule change is effective the same day as the effective

18 date of this act's amendments to Minnesota Statutes 2004,

19 sections 162.02, subdivision 3a, and 162.09, subdivision 3a.

Preliminary

Fiscal Note - 2005-06 Session

Bill #: S1089-0 Complete Date:

Chief Author: MURPHY, STEVE

Title: HIGHWAY, TRAFFIC SIGNAL & RR PROV

Agency Name: Transportation Dept

Fiscal Impact	Yes	No
State		Х
Local	X	
Fee/Departmental Earnings		Х
Tax Revenue		X

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
No Impact					
Less Agency Can Absorb					
- No Impact					
Net Expenditures					
– No Impact					
Revenues					
No Impact					
Net Cost <savings></savings>					
- No Impact					
Total Cost <savings> to the State</savings>					

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
No Impact					
Total FTE	•			•	

Proliminary

Bill Description

Senate File1089 has several components. Most of these have no fiscal impact. Three components do have a fiscal impact, but these impacts involve rearranging of expenditures within the respective funds, and so do not have an overall fiscal impact. These three components are:

Sec.1 provides Mn/DOT the ability to charge its highway operations units and local road authorities costs it incurs in making highway signs, as part of a centrally managed highway sign program. It establishes a special account in the Trunk Highway Fund from which the Commissioner may pay for these costs and credit any receipts.

Sec. 5 increases Mn/DOT's allocation from the County State Aid Highway Fund for administering county state aid highway programs from the current 1-1/2 percent to 2 percent.

Sec. 8 deletes language related to limiting the amount of money a municipality can advance to expedite construction, improvement or maintenance of its municipal state-aid street system, with those advanced funds being repaid out of future apportionments. The current limit is the total of the planned advances for the three years following the year the advance is made; this limit would be eliminated.

The remaining components of this bill do not have any fiscal impact. These features are briefly described below for informational purposes.

Sec. 2 removes a restriction from MS § 160.80 so that businesses that do not prepare meals on their premises may now be included in the department's freeway logo sign program.

Sec. 3 and 6 allows Mn/DOT's State Aid For Local Transportation Division to use the expedited rules process established in MS § 14.389 when adopting their rules.

Sec. 4 and 7 reduces the amount of time a political subdivision can request a variance from the Commissioner of Transportation from county state aid highway rules and engineering standards from the current 20 days to seven days.

Sec. 9 - 10 will allow counties and municipalities to use state-aid funds to construct a highway across another jurisdiction provided all affected jurisdictions agree and the Commissioner has determined the necessity.

Sec 11 - 12 allows for use of legends and symbols on traffic control and pedestrian control devices.

Sec 13 allows the Commissioner of Transportation to designate a rail crossing as Exempt (e.g., requirements of always stopping at the crossing do not apply) following a diagnostic review of the crossing and as agreed to by the operating railroad.

Sec 14 eliminates a sunset provision that required the Commuter Rail Corridor Coordinating Committee to be dissolved. Although technically this would slightly increase department costs, these costs would be the same as is currently occurring. Therefore, no cost associated with this provision is being shown.

Sec 15- 16 modifies the statute on railroad quiet zones to allow cities, counties or towns to apply with the Federal Railroad Administration (FRA) if they wish to establish a "quiet zone", and clarifies language related to ringing a bell or sounding a whistle by a locomotive engineer (to be in accordance with FRA regulations rather than a specific distance away).

Sec 17 requires a change to Minnesota Rules, part 8820.330 s2, so comments to the Commissioner from political subdivisions requesting variance from county state aid rules and engineering standards conform with the same time period allowed for written objections as provided in Minnesota Statutes, sections 162.02(3a) and 162.09(3a).

Assumptions

Sec. 1 Mn/DOT will not actively seek business from local jurisdictions to make local signs; therefore there would be no increased expenditures related to sign fabrication, nor would any increased revenues resulting from sales to local governments be received.

Preliminary

Impact on Expenditures

- Sec. 1 The net effect of this is that there would not be any change in expenditures. Expenditures currently made from a central account would instead be spread among various operational parts of the department, but there would not be any overall change in the amount of expenditures.
- Sec. 5 The bill proposes that increased funds be made available for administrative activities related to the County State Aid Highway System. Current law provides that 1.5% of money available for apportionment is allocated to a separate account for administrative purposes, rather than being apportioned to the 87 counties. This bill proposes that the 1.5% be increased to 2.0%. The effect of this change is depicted in the table below (dollar amounts are in millions and are based on the February 2005 Fund Statements).

	(\$ in Millions)	2006	2007	2008	2009
County Regular Distribution		371.5	381.1	389.1	399.6
Administrative Amount:					
Current Law	1.5%	5.573	5.716	5.837	5.995
Proposed Law	2.0%	7.430	7.622	7.783	7.993
Difference between Current	and Proposed	1.858	1.905	1.946	1.998

This would not increase overall expenditures within the County State Aid Highway Fund. It would increase administrative spending by the amounts shown above and decrease by the same amounts the allocation of money to Minnesota's 87 counties based on the apportionment formula in MS § 162.07. Apportioned funding is considered a "direct" appropriation, while administrative expenditures based on a percentage set in law are considered "open" appropriations. Thus, this provision would increase "open" appropriations by the amounts shown in the table above, with a corresponding decrease in "direct" appropriations.

Sec. 8 The effect of this proposed change would be to permit larger amounts of money to be advanced to municipalities from their future apportionments. This would permit municipalities to undertake more expensive projects than is possible under current law. However, municipalities who would choose to take advantage to this provision would have additional future years when apportionment funds would not be available.

Sec. 9 - 16

No fiscal impact.

Long-Term Fiscal Considerations

The change in the percentage of County State Aid Highway Fund money allocated for administrative purposes would continue in future years.

Local Government Effects

Counties would receive 0.5% less in County State Aid apportionments. Municipalities (with population greater than 5,000) would have increased ability to advance apportionment funds, as previously described.

References/Sources

Mn/DOT Office of Maintenance Mn/DOT Office of State Aid Mn/DOT Office of Business Services, Rules Coordinator Mn/DOT Office of Freight & Commercial Vehicle Operations (Rail section)

1	Senator moves to amend S.F. No. 1089 as follows:
2	Page 13, after line 19, insert:
3	"Sec. 18. [EFFECTIVE DATE.]
4	Section 2 is effective the day following final enactment."

Senate Counsel, Research, and Fiscal Analysis

G-17 State Capitol 75 Rev. Dr. Martin Luther King, Jr. Blvd. St. Paul, MN 55155-1606 (651) 296-4791 FAX: (651) 296-7747 Jo Anne Zoff Sellner Director



S.F. No. 808 - Regulating Motorized Foot Scooters (And SCS0808A-1 Amendment)

Author: Senator Steve Murphy

Prepared by: Bonnie Berezovsky, Senate Counsel (651/296-9191)

Date: March 10, 2005

Section 1 defines motorized foot scooter as a vehicle with handlebars, two small wheels (maximum ten-inch diameter), an internal combustion engine or electric motor, that is designed to be stood upon or sat upon by the operator.

Section 2, Subdivision 1 applies the laws governing bicycle operation to operation of motorized foot scooters, where practicable.

Subdivision 2 prohibits carrying a passenger on a motorized foot scooter, and prohibits operation on a sidewalk, except to enter or leave adjacent property.

Subdivision 3 prohibits operation of a motorized foot scooter by a child under 12.

Subdivision 4 requires an operator under 18 to wear protective headgear.

Subdivision 5 requires a motorized foot scooter to be equipped with a headlight and taillight if it is operated under conditions when vehicle lights are required by law.

Subdivision 6 provides that a motorized foot scooter must be operated as follows:

- As close as practicable to the right-hand edge of the street unless passing another vehicle or avoiding an obstacle or unsafe condition; and
- To make a left turn, the operator must dismount on the right-hand edge of the road and cross the roadway on foot, subject to pedestrian law.

Unless the local authority prohibits operation by law, a person may operate a motorized foot scooter on a bicycle path, lane, or trail that is not reserved for exclusive use of nonmotorized traffic.

SCS0808A-1 Amendment

Section 1 exempts motorized foot scooters from registration fees and plate display requirements.

BB/AV:rer

1

Senators Murphy and Kubly introduced--

S.F. No. 808: Referred to the Committee on Transportation.

A bill for an act

2 relating to traffic regulations; defining motorized foot scooters and regulating their use and operation; amending Minnesota Statutes 2004, section 169.01, by 3 4 5 adding a subdivision; proposing coding for new law in 6 Minnesota Statutes, chapter 169. 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: Section 1. Minnesota Statutes 2004, section 169.01, is 8 9 amended by adding a subdivision to read: 10 Subd. 4c. [MOTORIZED FOOT SCOOTER.] "Motorized foot 11 scooter" means a device with no more than two ten-inch or 12 smaller diameter wheels that has handlebars, is designed to be 13 stood or sat upon by the operator, and is powered by an internal combustion engine or electric motor that is capable of 14 15 propelling the device with or without human propulsion. An 16 electric personal assistive mobility device, a motorized bicycle, an electric-assisted bicycle, or a motorcycle is not a 17 18 motorized foot scooter. [169.225] [MOTORIZED FOOT SCOOTER.] 19 Sec. 2. 20 Subdivision 1. [APPLICATION OF TRAFFIC LAWS.] Every person 21 operating a motorized foot scooter shall have all rights and duties applicable to the operator of a bicycle, except in 22 23 respect to those provisions relating expressly to motorized foot 24 scooters and in respect to those provisions of law that by their 25 nature cannot reasonably be applied to motorized foot scooters. 26 Subd. 2. [SIDEWALK AND PASSENGER PROHIBITION.] No person

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1	may operate a motorized foot scooter upon a sidewalk, except
2	when necessary to enter or leave adjacent property. No person
3	may operate a motorized foot scooter that is carrying any person
4	other than the operator.
5	Subd. 3. [MINIMUM AGE FOR OPERATOR.] No person under the
6	age of 12 years may operate a motorized foot scooter.
7	Subd. 4. [PROTECTIVE HEADGEAR.] No person under the age of
8	18 years may operate a motorized foot scooter without wearing
9	properly fitted and fastened protective headgear that complies
10	with standards established by the commissioner of public safety.
11	Subd. 5. [REQUIRED LIGHTING EQUIPMENT.] A motorized foot
12	scooter must be equipped with a headlight and a taillight that
13	comply with standards established by the commissioner of public
14	safety if the vehicle is operated under conditions when vehicle
15	lights are required by law.
16	Subd. 6. [OPERATION REQUIREMENTS AND PROHIBITIONS.] (a) A
17	person operating a motorized foot scooter on a roadway shall
18	ride as close as practicable to the right-hand curb or edge of
19	the roadway, except in the following situations:
20	(1) when overtaking and passing another vehicle proceeding
21	in the same direction;
22	(2) when preparing for a left turn, in which case the
23	operator shall stop and dismount at the right-hand curb or right
24	edge of the roadway, and shall complete the turn by crossing the
25	roadway on foot, subject to restrictions placed by law on
26	pedestrians; or
27	(3) when reasonably necessary to avoid impediments or
28	conditions that make it unsafe to continue along the right-hand
29	curb or edge, including, but not limited to, fixed or moving
30	objects, vehicles, bicycles, pedestrians, animals, surface
31	hazards, or narrow lanes.
32	(b) A person may operate a motorized foot scooter on a
33	bicycle path, bicycle lane, bicycle trail, or bikeway that is
34	not reserved for the exclusive use of nonmotorized traffic,
35	unless the local authority or governing body having jurisdiction
36	over that path, lane, trail, or bikeway prohibits operation by

1 <u>law.</u>

[COUNSEL] BB SCS0808A-1 1 Senator moves to amend S.F. No. 808 as follows: Page 1, after line 7, insert: 2 "Section 1. Minnesota Statutes 2004, section 168.012, 3 subdivision 1, is amended to read: 4 Subdivision 1. [VEHICLES EXEMPT FROM TAX, FEES, OR PLATE 5 DISPLAY.] (a) The following vehicles are exempt from the 6 provisions of this chapter requiring payment of tax and 7 registration fees, except as provided in subdivision 1c: 8 (1) vehicles owned and used solely in the transaction of 9 official business by the federal government, the state, or any 10 11 political subdivision; (2) vehicles owned and used exclusively by educational 12 institutions and used solely in the transportation of pupils to 13 14 and from those institutions; (3) vehicles used solely in driver education programs at 15 16 nonpublic high schools; (4) vehicles owned by nonprofit charities and used 17 18 exclusively to transport disabled persons for educational 19 purposes; (5) ambulances owned by ambulance services licensed under 20 section 144E.10, the general appearance of which is 21 22 unmistakable; and (6) motorized foot scooters as defined in section 169.01, 23 subdivision 4c; and 24 25 (7) vehicles owned by a commercial driving school licensed under section 171.34, or an employee of a commercial driving 26 school licensed under section 171.34, and the vehicle is used 27 exclusively for driver education and training. 28 29 (b) Vehicles owned by the federal government, municipal fire apparatuses including fire-suppression support vehicles, 30 police patrols, and ambulances, the general appearance of which 31 is unmistakable, are not required to register or display number 32 33 plates. 34 (c) Unmarked vehicles used in general police work, liquor investigations, or arson investigations, and passenger ~ 35 automobiles, pickup trucks, and buses owned or operated by the 36

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[COUNSEL] BB

SCS0808A-1

Department of Corrections, must be registered and must display 1 appropriate license number plates, furnished by the registrar at 2 cost. Original and renewal applications for these license 3 plates authorized for use in general police work and for use by 4 the Department of Corrections must be accompanied by a 5 6 certification signed by the appropriate chief of police if issued to a police vehicle, the appropriate sheriff if issued to 7 a sheriff's vehicle, the commissioner of corrections if issued 8 to a Department of Corrections vehicle, or the appropriate 9 officer in charge if issued to a vehicle of any other law 10 11 enforcement agency. The certification must be on a form prescribed by the commissioner and state that the vehicle will 12 13 be used exclusively for a purpose authorized by this section.

14 (d) Unmarked vehicles used by the Departments of Revenue and Labor and Industry, fraud unit, in conducting seizures or 15 criminal investigations must be registered and must display 16 17 passenger vehicle classification license number plates, furnished at cost by the registrar. Original and renewal 18 19 applications for these passenger vehicle license plates must be 20 accompanied by a certification signed by the commissioner of 21 revenue or the commissioner of labor and industry. The certification must be on a form prescribed by the commissioner 22 23 and state that the vehicles will be used exclusively for the 24 purposes authorized by this section.

(e) Unmarked vehicles used by the Division of Disease 25 Prevention and Control of the Department of Health must be 26 27 registered and must display passenger vehicle classification 28 license number plates. These plates must be furnished at cost 29 by the registrar. Original and renewal applications for these 30 passenger vehicle license plates must be accompanied by a certification signed by the commissioner of health. 31 The 32 certification must be on a form prescribed by the commissioner 33 and state that the vehicles will be used exclusively for the 34 official duties of the Division of Disease Prevention and Control. 35

36

(f) Unmarked vehicles used by staff of the Gambling Control

Board in gambling investigations and reviews must be registered 1 and must display passenger vehicle classification license number 2 plates. These plates must be furnished at cost by the 3 registrar. Original and renewal applications for these 4 passenger vehicle license plates must be accompanied by a 5 certification signed by the board chair. The certification must 6 be on a form prescribed by the commissioner and state that the 7 vehicles will be used exclusively for the official duties of the 8 9 Gambling Control Board.

10 (g) All other motor vehicles must be registered and display tax-exempt number plates, furnished by the registrar at cost, 11 except as provided in subdivision 1c. All vehicles required to 12 display tax-exempt number plates must have the name of the state 13 department or political subdivision, nonpublic high school 14 operating a driver education program, or licensed commercial 15 16 driving school, plainly displayed on both sides of the vehicle; except that each state hospital and institution for the mentally 17 ill and mentally retarded may have one vehicle without the 18 required identification on the sides of the vehicle, and county 19 social service agencies may have vehicles used for child and 20 vulnerable adult protective services without the required 21 22 identification on the sides of the vehicle. This identification 23 must be in a color giving contrast with that of the part of the vehicle on which it is placed and must endure throughout the 24 term of the registration. The identification must not be on a 25 removable plate or placard and must be kept clean and visible at 26 all times; except that a removable plate or placard may be 27 utilized on vehicles leased or loaned to a political subdivision 28 or to a nonpublic high school driver education program." 29 Renumber the sections in sequence and correct the internal 30 references 31

32

Amend the title as follows:

Page 1, line 2, after the semicolon, insert "exempting
 motorized foot scooters from tax and registration fees;"

35 Page 1, line 4, delete "section" and insert "sections
36 168.012, subdivision 1;"