HIGHWAY FUNDING AMENDMENTS
2008 GENERAL SESSION
STATE OF UTAH
Chief Sponsor: Dennis E. Stowell
House Sponsor: Rebecca D. Lockhart
LONG TITLE
General Description:
This bill modifies the Transportation Code by amending provisions relating to highway
funding.
Highlighted Provisions:
This bill:
► amends apportionment provisions for the distribution of class B and class C roads
account funds;
Ŝ→ [→ provides that the State Park Highways Access Improvement Program may be
funded from funds appropriated to the Department of Transportation;] ←Ŝ and
makes technical changes.
Monies Appropriated in this Bill:
None
Other Special Clauses:
This bill takes effect on July 1, 2008.
Utah Code Sections Affected:
AMENDS:
72-2-108 , as last amended by Laws of Utah 2007, Chapter 126
Ŝ→ [72-3-207, as last amended by Laws of Utah 2007, Chapter 126] ←Ŝ



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28	Section 1. Section 72-2-108 is amended to read:
29	72-2-108. Apportionment of funds available for use on class B and class C roads
30	Bonds.
31	(1) For purposes of this section:
32	(a) "Graveled road" means a road:
33	(i) that is:
34	(A) graded; and
35	(B) drained by transverse drainage systems to prevent serious impairment of the road
36	by surface water;
37	(ii) that has an improved surface; and
38	(iii) that has a wearing surface made of:
39	(A) gravel;
40	(B) broken stone;
41	(C) slag;
42	(D) iron ore;
43	(E) shale; or
44	(F) other material that is:
45	(I) similar to a material described in Subsection (1)(a)(iii)(A) through (E); and
46	(II) coarser than sand.
47	(b) "Paved road" includes a graveled road with a chip seal surface.
48	(c) "Road mile" means a one-mile length of road, regardless of:
49	(i) the width of the road; or
50	(ii) the number of lanes into which the road is divided.
51	(d) "Weighted mileage" means the sum of the following:
52	(i) paved road miles multiplied by five;
53	(ii) graveled road miles multiplied by two; and
54	(iii) all other road type road miles multiplied by one.
55	(2) Subject to the provisions of Subsections (3) through (5), funds in the class B and
56	class C roads account shall be apportioned among counties and municipalities in the following
57	manner:
58	(a) 50% in the ratio that the class B roads weighted mileage within each county and

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class C roads weighted mileage within each municipality bear to the total class B and class C roads weighted mileage within the state; and

- (b) 50% in the ratio that the population of a county or municipality bears to the total population of the state as of the last official federal census or the United States Bureau of Census estimate, whichever is most recent, except that if population estimates are not available from the United States Bureau of Census, population figures shall be derived from the estimate from the Utah Population Estimates Committee.
 - (3) For purposes of Subsection (2)(b), "the population of a county" means:
- (a) the population of a county outside the corporate limits of municipalities in that county, if the population of the county outside the corporate limits of municipalities in that county is not less than 14% of the total population of that county, including municipalities; and
- (b) if the population of a county outside the corporate limits of municipalities in the county is less than 14% of the total population:
- (i) the aggregate percentage of the population apportioned to municipalities in that county shall be reduced by an amount equal to the difference between:
 - (A) 14%; and

- (B) the actual percentage of population outside the corporate limits of municipalities in that county; and
- (ii) the population apportioned to the county shall be 14% of the total population of that county, including incorporated municipalities.
- (4) (a) If an apportionment under Subsection (2) to a county or municipality with a population of less than [10,000] 14,000 is less than 120% of the amount apportioned to the county or municipality from the class B and class C roads account for fiscal year 1996-97, the department shall:
- (i) reapportion the funds under Subsection (2) to ensure that the county or municipality receives an amount equal to 120% of the amount apportioned to the county or municipality from the class B and class C roads account for fiscal year 1996-97; and
- (ii) decrease proportionately as provided in Subsection (4)(b) the apportionments to counties and municipalities for which the reapportionment under Subsection (4)(a)(i) does not apply.
 - (b) The aggregate amount of the funds that the department shall decrease

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90 proportionately from the apportionments under Subsection (4)(a)(ii) is an amount equal to the 91 aggregate amount reapportioned to counties and municipalities under Subsection (4)(a)(i). 92 (5) (a) [(i)] In addition to the apportionment adjustments made under Subsection (4), a 93 county or municipality that qualifies for reapportioned monies under Subsection (4)(a)(i) shall 94 receive the percentage change in the class B and class C roads account compounded annually 95 beginning in fiscal year 2006-07. 96 (ii) Any percentage increase calculated under Subsection (5)(a)(i) may not include any increases from increases in fees or tax rates.] 97 98 (b) The adjustment under Subsection (5)(a) shall be made in the same way as provided 99 in Subsection (4)(a)(ii) and (b). 100 (6) The governing body of any municipality or county may issue bonds redeemable up 101 to a period of ten years under Title 11, Chapter 14, Local Government Bonding Act, to pay the 102 costs of constructing, repairing, and maintaining class B or class C roads and may pledge class 103 B or class C road funds received pursuant to this section to pay principal, interest, premiums, 104 and reserves for the bonds. 105 \$→ [Section 2. Section 72-3-207 is amended to read: 106 72-3-207. State Park Access Highways Improvement Program -- Distribution --**107** Rulemaking. 108 (1) There is created the State Park Access Highways Improvement Program within the 109 department. 110 (2) (a) The program shall be funded from the following revenue sources: 111 [(a)] (i) any voluntary contributions received for improvements to state park access 112 highways; and 113 [(b)] (ii) appropriations made to the program by the Legislature. 114 (b) The program may be funded from appropriations made to the department by the 115 Legislature. 116 (3) The department may use the program monies as matching grants to a county or 117 municipality for the improvement of class B or class C roads specified as state park access 118 highways under this part subject to: 119 (a) monies available in the program;

(b) prioritization of the program monies by the commission; \leftarrow \$

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121	$\$ \rightarrow (c)$ a county or municipality providing at least 50% of the cost of each improvement
122	project in matching funds; and
123	(d) rules made under Subsection (4).
124	(4) The department shall make rules in accordance with Title 63, Chapter 46a, Utah
125	Administrative Rulemaking Act, necessary to administer the program and to establish the
126	procedures for a county or municipality to apply for a grant of program monies.
127	(5) All appropriations made to the program by the Legislature are nonlapsing.
128	(6) The department shall commit funds for state park access highway projects for the
129	amount of funding currently programmed in a funded year in the 2007 Statewide
130	Transportation Improvement Program.] ←Ŝ
131	Section $\hat{S} \rightarrow [3] \underline{2} \leftarrow \hat{S}$. Effective date.
132	This bill takes effect on July 1, 2008.

Legislative Review Note as of 1-22-08 2:13 PM

Office of Legislative Research and General Counsel

S.B. 168 - Highway Funding Amendments

Fiscal Note

2008 General Session State of Utah

State Impact

Enactment of this bill will not require additional appropriations. However, if the Department of Transportation is required to use Transportation Funds on highways that are not State highways the funding available to maintain State highways will decrease proportionately.

Individual, Business and/or Local Impact

Enactment of this bill will redistribute funds divided for use on Class B & C Roads by adjusting the population of counties or municipalities with populations less than 10,000 to counties or municipalities to less than 14,000. No new funds will be available but distribution of existing funds will change.

2/4/2008, 1:30:46 PM, Lead Analyst: Bleazard, M.

Office of the Legislative Fiscal Analyst