

Exhibit

Proposed uses of the Hennepin County Wheelage Tax

Table 1: Proposed use of additional \$10 million increase to the wheelage tax rate

Department	Wheelage Tax	State Aid Construction	Property Tax	Net Change	Impact
Transportation Operations	\$6,500,000		(\$4,500,000)	\$2,000,000	<ul style="list-style-type: none">• Reduce property tax revenue• Stabilize funding for routine asset preservation work• Additional preservation and maintenance activities, including:<ul style="list-style-type: none">○ Medium-depth mill and overlay○ Chip seal○ Texas underseal○ Cold-in-place recycling○ Full-depth reclamation
Transportation Project Delivery	3,500,000	(2,500,000)	(500,000)	500,000	Stabilize Project Delivery department's operating budget to remove funding restrictions tied to State Aid Construction
Net Operating Budget Change	\$10,000,000	(\$2,500,000)	(\$5,000,000)	\$2,500,000	
Capital		2,500,000		2,500,000	Fund additional County State Aid Highway (CSAH) preservation projects through CIP
Total	\$10,000,000	0	(\$5,000,000)	\$5,000,000	\$5 million reduction in property tax

*Note: In 2020, Hennepin County's State Aid apportionment is projected to increase by \$4.0 million. For the allocation of the apportionment, 40% (\$1.6 million) will go toward annual maintenance of County State Aid Highway System in the Transportation Operations Department's operating budget, and 60% (\$2.4 million) will be available for construction projects.

Past uses of the Hennepin County Wheelage Tax (2014-2018)

Table 2: Road operations and maintenance projects (2014-2018)

Amount	Project Type	Activities	Impacts
\$21,800,000	Bituminous pavement overlay	Removed up to one to two layers of pavement and replacing with new pavement	<ul style="list-style-type: none"> 318 lane miles milled and overlaid
3,200,000	Bituminous pavement crack sealing	Sealed cracks in roads to protect against water and increase longevity of roadway	<ul style="list-style-type: none"> 321 lane miles sealed
2,550,000	Drainage structures	Repaired and replaced culverts, curbs, catch basins, and adjacent sidewalks	<ul style="list-style-type: none"> 690 linear feet of curb and gutter repaired or replaced
200,000	Concrete pavement repair	Repaired concrete driving surfaces	<ul style="list-style-type: none"> 10 lane miles of concrete curb repaired
\$27,750,000	Subtotal		

Table 3: Traffic and safety projects (2014-2018)

Amount	Project Type	Activities	Impact
\$3,985,000	Video detection conversion	Upgraded in-road loop traffic detection to more reliable, easier-to-maintain video detection	<ul style="list-style-type: none"> 193 video cameras installations
2,500,000	Traffic signal span-wire replacement	Replaced temporary span-wire traffic signals with permanent signals	<ul style="list-style-type: none"> 10 span-wire replacements
1,265,000	Safety improvement projects	Installed flashing yellow arrows and traffic signal battery backups, accessible pedestrian signals (APS), pedestrian crossing flashers (RRFBs), pedestrian ramps	<ul style="list-style-type: none"> 144 flashing yellow arrow installations 136 APS intersections 31 RRFB installations
1,200,000	Traffic signal painting	Extended the longevity of signal poles and aesthetics	<ul style="list-style-type: none"> 264 traffic signals painted
850,000	Traffic signal synchronization	Reduced stops and delays experienced by motorists, ensuring a better flow of traffic	<ul style="list-style-type: none"> 220 intersections synchronizations
765,000	Pavement markings	Continued grooved striping conversion; repainted pavement messages and crosswalks	<ul style="list-style-type: none"> 66 lane miles of grooved-in striping and 757 pavement markings
750,000	Traffic signal maintenance and upgrades	Converted traffic signal and Hennepin Avenue bridge lighting to LED to save energy and upgraded/maintained signal cabinets	<ul style="list-style-type: none"> 82 LED conversions 10 signal cabinet replacements
535,000	Guardrail repair	Repaired damaged guardrails and addressed safety issues	<ul style="list-style-type: none"> 164 linear feet of guardrail replacements
\$11,850,000	Subtotal		

Table 4: Bridge and structure maintenance projects (2014-2018)

Amount	Project Type	Activities	Impacts
\$1,500,000	Bridge and retaining wall maintenance/rehabilitation	Addressed minor issues with bridges and retaining walls	11 decks sealed and 3 retaining walls repaired
\$1,500,000	Subtotal		

Table 5: Grand total (2014-2018)

Total	Use
\$41,100,000	Total projects
8,000,000	2014-2017 debt service
\$49,100,000	Grand total