



Statewide Transportation Improvement Fund Formula Fund Allocation Estimates, **DRAFT, April 11, 2018**

Introduction

The Statewide Transportation Improvement Fund (STIF) employee payroll tax of one-tenth of one percent will fund public transportation improvements in Oregon. The new tax, which goes into effect on July 1, 2018, will be imposed on Oregon residents and residents of other states that work in Oregon.

Ninety (90) percent of the revenue from this tax will be distributed by formula to Qualified Entities (QEs), who are required to coordinate with Public Transportation Service Providers (PTSPs) in their area of responsibility to develop a sub-allocation method and estimates as a starting point for local decision-making. This **planning level** forecast provides a revenue estimate to assist QEs with developing STIF Plans.

Estimate Assumptions

The **forecast is conservative** because the tax is new and we lack historical data to predict future revenues. The level of taxpayer compliance is also uncertain. ODOT will only distribute the revenue it receives, which may be more or less than this estimate, up to the QEs-approved STIF Plan funding limit.

The table on page 2 summarizes the estimated Formula Fund revenues available to each QE based on the date of distribution by fiscal year. The estimate for Fiscal Year 2019 (July 1, 2018-June 30, 2019) includes two quarters of revenue. Updated estimates for the Formula, Discretionary and Intercommunity Discretionary funds for FY 2019 (two quarters) through FY2021 are summarized in the table below.

Estimated Payroll Distribution	Q3, Q4 of FY 2019-FY 2021
Formula Fund	\$194.5 M
Discretionary Fund	\$10.8 M
Intercommunity Discretionary Fund	\$8.6 M

Distributions will occur quarterly, contingent on Oregon Transportation Commission approval of the QE's service improvement plan (STIF Plan). This estimate will be updated annually with the state revenue forecast.

Estimate Calculation Method

- Gross revenue is multiplied by projected tax payer compliance rate, assumed to begin at 75% and improve each quarter
- Department of Revenue collection and administration costs are deducted from the gross revenue
- The result is multiplied by 90% to determine the projected Formula Fund net total
- Note that the remaining 10% is dedicated to the Discretionary Fund (5%), Intercommunity Discretionary Fund (4%), and the Technical Resource Center (1%), which also funds ODOT administration of STIF Program
- The projected net total is multiplied by the QE payroll shares resulting in QE revenue estimates
- QE payroll shares are calculated using the most current annual payroll data from Oregon Employment Department, with adjustments to ensure each QE receives the minimum annual allocation of \$100,000

See page 2 for table with Estimated Revenue Available for Distribution to each QE by Fiscal Year.

See page 1 for Estimate Assumptions and Estimate Calculation Method.

Estimated Revenue Available for Distribution to each QE by Fiscal Year			
Qualified Entity (QE)	FY 2019	FY 2020	FY 2021
Baker County	\$ 68,000	\$ 154,000	\$ 176,000
Basin Transit Service District w/ out of district	\$ 305,000	\$ 693,000	\$ 784,000
In district	\$ 251,000	\$ 571,000	\$ 645,000
Out of district	\$ 54,000	\$ 122,000	\$ 139,000
Benton County	\$ 674,000	\$ 1,531,000	\$ 1,732,000
Burns Paiute Tribe	\$ 50,000	\$ 100,000	\$ 100,000
Columbia County	\$ 149,000	\$ 337,000	\$ 381,000
Confederated Tribes of Coos, Lower Umpqua and Siuslaw	\$ 50,000	\$ 100,000	\$ 100,000
Confederated Tribes of Grand Ronde Community of Oregon	\$ 50,000	\$ 100,000	\$ 100,000
Confederated Tribes of Siletz Indians	\$ 50,000	\$ 100,000	\$ 100,000
Confederated Tribes of the Umatilla Indian Reservation	\$ 50,000	\$ 100,000	\$ 100,000
Confederated Tribes of Warm Springs	\$ 50,000	\$ 100,000	\$ 100,000
Coos County	\$ 304,000	\$ 689,000	\$ 780,000
Coquille Indian Tribe	\$ 50,000	\$ 100,000	\$ 100,000
Cow Creek Band of Umpqua Tribe of Indians	\$ 50,000	\$ 100,000	\$ 100,000
Crook County	\$ 100,000	\$ 225,000	\$ 254,000
Curry County	\$ 79,000	\$ 178,000	\$ 202,000
Deschutes County	\$ 1,183,000	\$ 2,685,000	\$ 3,037,000
Douglas County	\$ 530,000	\$ 1,203,000	\$ 1,361,000
Gilliam County	\$ 50,000	\$ 100,000	\$ 100,000
Grant County Transportation District	\$ 50,000	\$ 100,000	\$ 100,000
Harney County	\$ 50,000	\$ 100,000	\$ 100,000
Hood River County Transportation District	\$ 179,000	\$ 404,000	\$ 458,000
Jefferson County	\$ 88,000	\$ 200,000	\$ 226,000
Josephine County	\$ 332,000	\$ 756,000	\$ 853,000
Klamath Tribes	\$ 50,000	\$ 100,000	\$ 100,000
Lake County	\$ 50,000	\$ 100,000	\$ 100,000
Lane Transit District w/out of district	\$ 2,297,000	\$ 5,216,000	\$ 5,899,000
In district	\$ 2,179,000	\$ 4,947,000	\$ 5,595,000
Out of district	\$ 118,000	\$ 268,000	\$ 303,000
Lincoln County	\$ 232,000	\$ 527,000	\$ 596,000
Linn County	\$ 664,000	\$ 1,508,000	\$ 1,705,000
Malheur County	\$ 158,000	\$ 358,000	\$ 405,000
Morrow County	\$ 98,000	\$ 221,000	\$ 250,000
Rogue Valley Transportation District w/ out of district	\$ 1,255,000	\$ 2,850,000	\$ 3,223,000
In district	\$ 1,145,000	\$ 2,599,000	\$ 2,939,000
Out of district	\$ 110,000	\$ 251,000	\$ 283,000
Salem Area Mass Transit District w/ out of district	\$ 2,739,000	\$ 6,219,000	\$ 7,035,000
In district	\$ 1,962,000	\$ 4,455,000	\$ 5,039,000
Out of district Marion County	\$ 581,000	\$ 1,319,000	\$ 1,491,000
Out of district Polk County	\$ 196,000	\$ 446,000	\$ 505,000
Sherman County	\$ 50,000	\$ 100,000	\$ 100,000
Sunset Empire Transportation District	\$ 236,000	\$ 535,000	\$ 606,000
Tillamook County Transportation District	\$ 126,000	\$ 287,000	\$ 325,000
Tri County Metropolitan Transportation District w/ out of district	\$ 19,653,000	\$ 44,622,000	\$ 50,468,000
In district	\$ 18,793,000	\$ 42,670,000	\$ 48,261,000
Out of district Clackamas County	\$ 649,000	\$ 1,474,000	\$ 1,668,000
Out of district Multnomah County	\$ 19,000	\$ 44,000	\$ 51,000
Out of district Washington County	\$ 191,000	\$ 433,000	\$ 490,000
Umatilla County	\$ 412,000	\$ 935,000	\$ 1,059,000
Union County	\$ 132,000	\$ 300,000	\$ 339,000
Wallowa County	\$ 50,000	\$ 100,000	\$ 100,000
Wasco County	\$ 149,000	\$ 340,000	\$ 385,000
Wheeler County	\$ 50,000	\$ 100,000	\$ 100,000
Yamhill County	\$ 496,000	\$ 1,127,000	\$ 1,275,000
Total Statewide	\$ 33,438,000	\$ 75,700,000	\$ 85,414,000

FY 2019 (July 1, 2018 – June 30, 2019) includes two quarters of revenue. District totals may not add up due to rounding.