

Vehicle Registration Fee

Common Council File #080034

Public Works Committee

May 30, 2008

Impact of Ordinance

Revenue Generator

- **Imposes a \$20 annual municipal motor vehicle registration fee (“MVR” fee) on every motor vehicle registered in Wisconsin and customarily kept in Milwaukee**
- **Approximately 333,533 vehicles are eligible for the fee**
- **\$20 fee x 333,533 vehicles = \$6.637 million**
- **\$10 fee x 333,533 vehicles = \$3.3 million**

Impact of Ordinance

Adjusting Recovery Ratios

- Eliminates the recovery ratio of 60% for paving improvements
- Reduces the recovery ratio for alley improvements from 90% to 30%
- Reduces the recovery ratio for walk improvements from 70% to 30%

Revenue Uses

- Special Assessments
- Capital Improvements – Cash Levy

Revenue Uses

Special Assessments

Category	2009 Budget Request	2009 Request with \$20 Ordinance	Difference
Major Streets	\$270,000	0	(\$270,000)
Local Streets	\$2,800,000	0	(\$2,800,000)
Alley	\$450,000	\$150,000	(\$300,000)
Sidewalk	\$400,000	\$168,000	(\$168,000)
Total	\$3,920,000	\$318,000	(\$3,538,000)

➤ With a \$20 fee, \$3.5 million is shifted away from property owners

Revenue Uses

Capital Improvements – Cash Levy

2009 Requested Capital Improvements – Cash Levy

Local Streets -	\$1,020,000
Street Lighting -	\$630,000
Traffic Control Facilities-	\$700,000
Street Improvements -Underground	<u>\$200,000</u>
TOTAL	\$2,850,000

Four Reasons to Support the Motor Vehicle Registration Fee

- 1. Property Tax Relief**
- 2. Fairness**
- 3. Eliminate or Reduce Arbitrary and Burdensome Special Assessments**
- 4. Facilitate a Rational Process for Maintaining Surface Transportation Infrastructure**

Average Time for Street and Alley Replacement

According to the August, 2007 *Comparative Revenue and Expenditure* Report from the Comptroller:

- There are 942 miles of neighborhood streets in the City (not including major streets).
- The average neighborhood street won't be repaved or rebuilt for 163 years, 100 years beyond their useful lives.
- Alleys won't be renovated for 272 years, 200 years beyond their useful lives.

Cost for Street and Alley Replacement

According to the Comptroller's Report:

Streets

- Replacing every street would cost \$973.8 million, or \$16.2 million per year for a 60-year replacement cycle
- 2003-2005 average spending was approximately \$6 million per year, which renovated only 6 miles per year at a cost of \$1 million per mile

Alleys

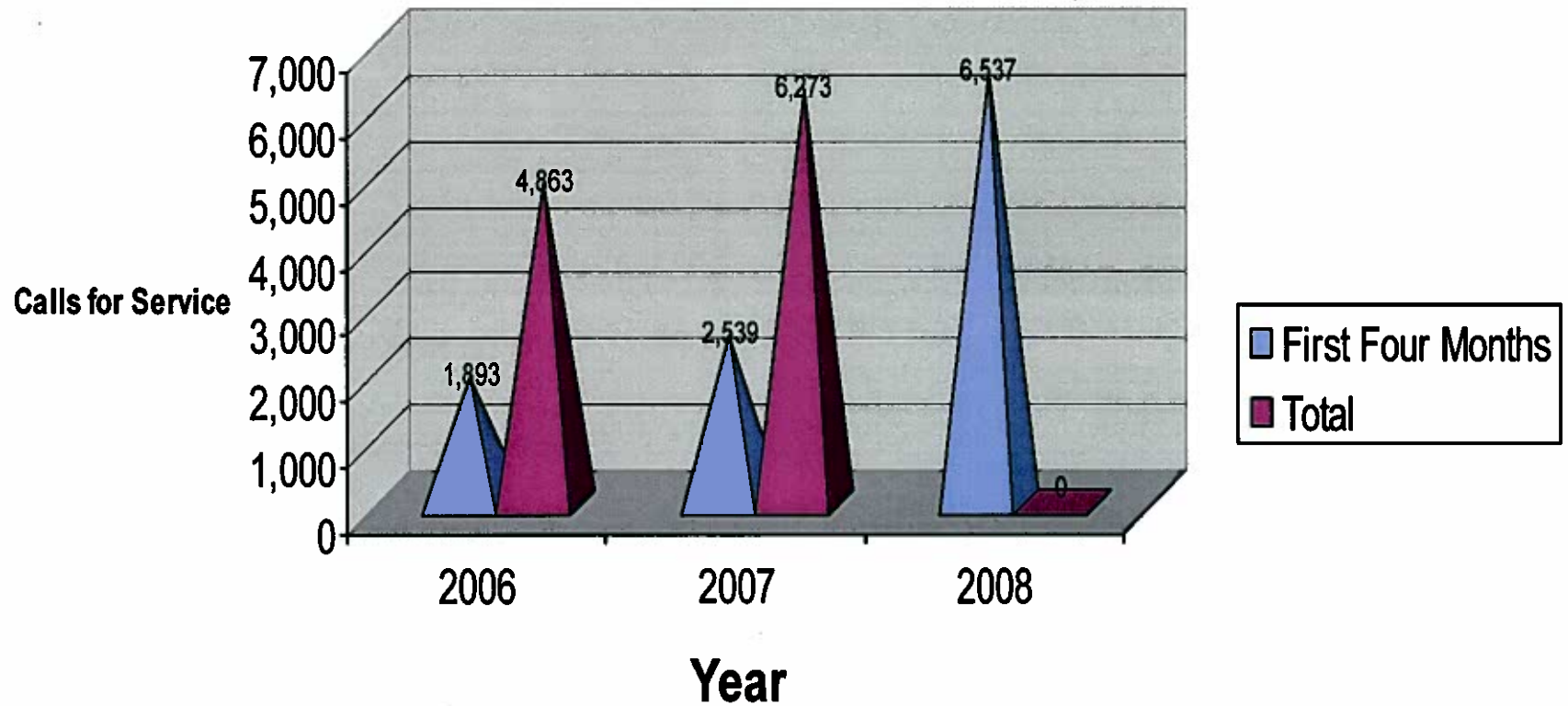
- Replacing every alley would cost \$495.8 million, or \$8.3 million per year for 60 years
- 2003-2005 average spending was \$1.8 million per year, which repaved less than 2 miles of alleys at more a cost of more than \$1 million per mile

Local Street Funding, 2008-2013

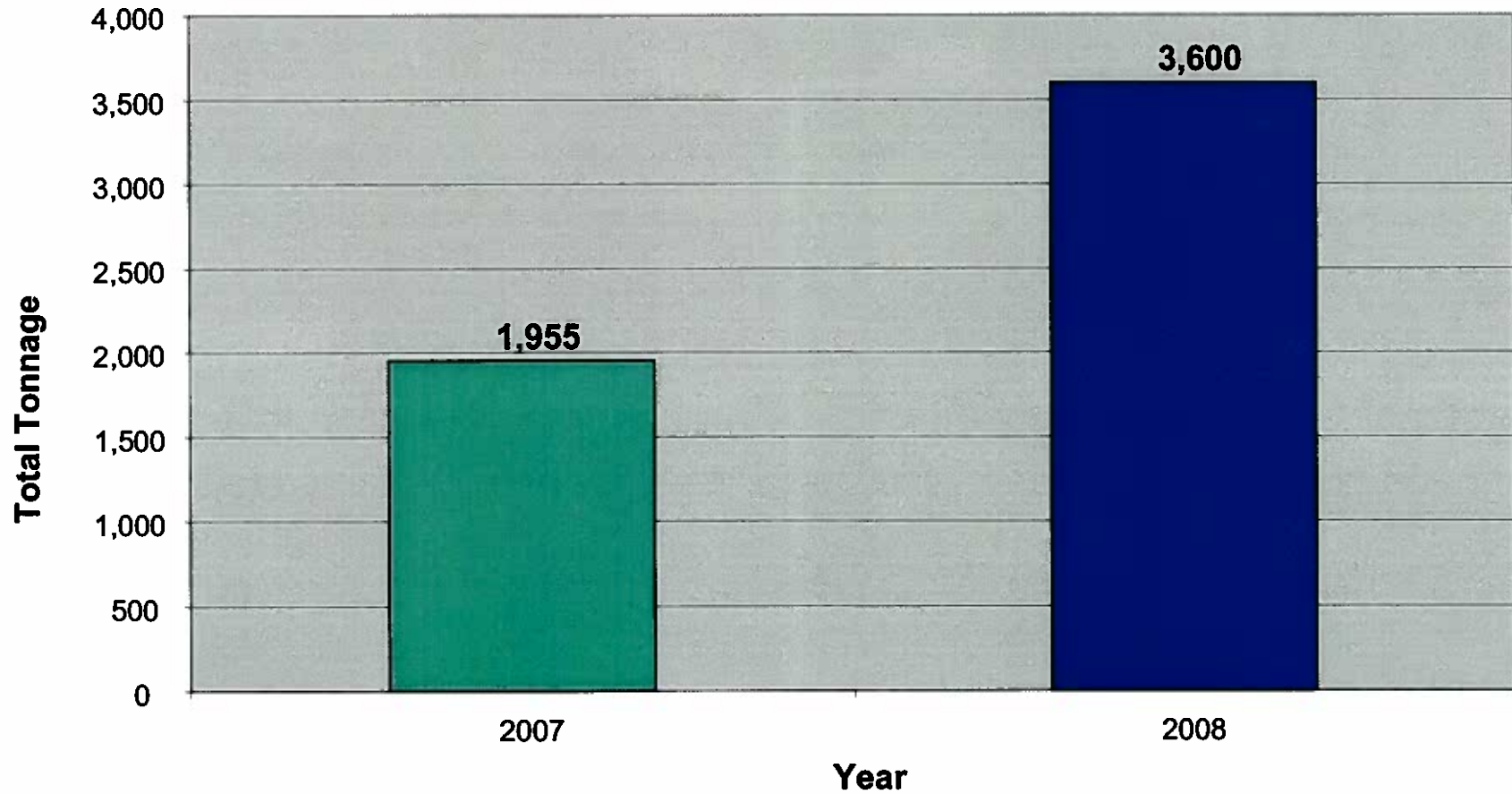
Local Street Funding, 2008-2013 Funding Plan - DRAFT WORKING PAPERS (version II)								
Source of Funds	2007	2008	2009	2010	2011	2012	2013	Six Year Average
City Funding	4,154,566	5,033,745	6,700,000	6,033,745	7,300,000	7,000,000	8,200,000	6,711,248
LRIP #	-	1,067,445	-	1,067,445	-	1,067,445	-	533,723
Assessable	1,661,826	4,033,700	2,680,000	2,947,198	2,920,000	3,333,700	3,280,000	3,199,100
Annual Totals	5,816,392	10,134,890	9,380,000	10,048,388	10,220,000	11,401,145	11,480,000	10,444,071
Cost Per Mile	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Expected Miles Completed	7.76	13.51	12.51	13.40	13.63	15.20	15.31	13.93
Replacement Cycle (years)	129	74	80	75	73	66	65	72

LRIP funding allocates \$533,745 additional to non-assessable funding and \$533,700 additional to assessable funding in even-numbered years. In addition, \$800,000 in capital maintenance funding supports 37 miles of crack filling, sealing and non-assessable overlay to be completed.

Total Calls for Service for Street Maintenance 2006 - 2008



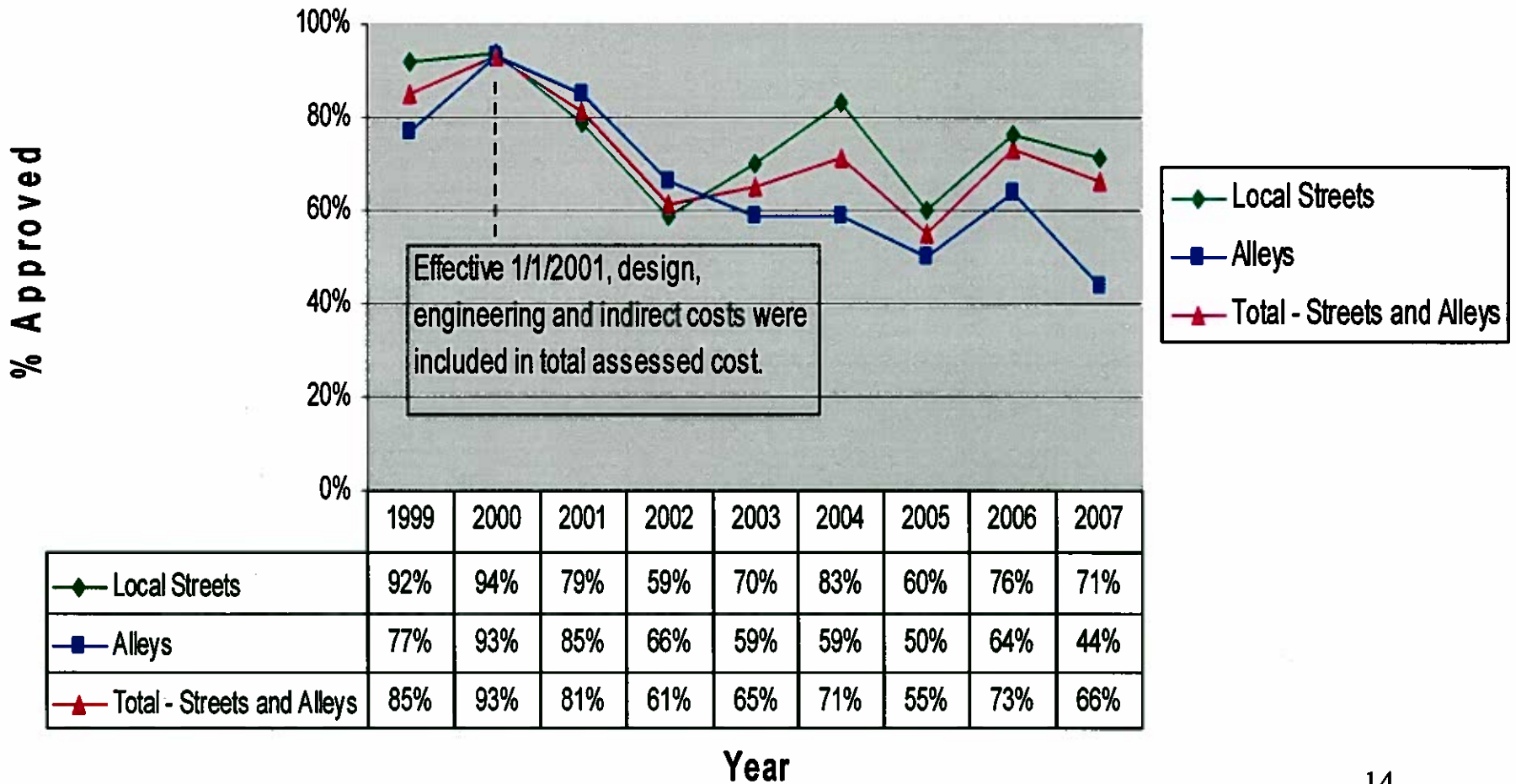
Total Asphalt Tonnage for Street Maintenance First Four Months of 2007 and 2008



Assessable Streets and Alleys – Public Hearing Results

Year	Local Streets	% Approved	Alleys	% Approved	Accessible Streets and Alleys Total Projects	Total Approved
2008 (so far)	31/43	72.09	2/3	66.67	46	33
2007	29/41	70.73	4/9	44.44	50	33
2006	28/37	75.7	7/11	63.6	48	35
2005	31/52	59.6	26/52	50	104	57
2004	29/35	82.9	20/34	58.8	69	49
2003	32/46	69.6	20/34	58.8	80	52
2002	27/46	58.70	19/29	65.52	75	46
2001	26/33	78.8	17/20	85	53	43
2000	44/47	93.6	39/42	92.86	89	83
1999	55/60	91.7	36/47	76.60	107	91

Percent of Local Street and Alley Projects Approved 1999 - 2007



Motor Vehicle Registration Fees/Taxes in Other Cities/Counties

City or County	2000 Population	Fee or Tax Amount
New York City	8,008,278	\$15
Chicago	2,896,016	\$75
Shelby Co., TN (Memphis)	897,492	\$50
Nashville/Davidson Co., TN	569,891	\$55
Omaha	390,007	\$35
Knox Co., TN (Knoxville)	382,032	\$36
St. Joseph Co., IN (South Bend)	265,559	\$25
Lincoln, NE	225,581	\$49
Rutherford Co., TN (Murfreesboro)	182,023	\$52.50
Evanston, IL	74,239	\$60
Skokie, IL	63,348	\$20
Oak Park, IL	52,524	\$45
Dickson Co, TN	43,156	\$60
Calumet City, IL	39,072	\$50
Park Ridge, IL	37,775	\$40
Beloit	35,775	\$10
Zion, IL	22,866	\$15
Lincolnwood, IL	12,359	\$40

Snow and Ice Budget and Expenditures, 1998-2008

Year	Funding		# Operations				Tons of Salt		Inches of Snow
			Plowing		Ice Control				
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	
1998	6,011,324	4,149,443	4	2	26	28	42,000	33,092	43.3
1999	6,562,888	8,681,087	4	4	26	26	42,000	63,807	59.3
2000	6,423,219	10,727,038	4	11	26	49	42,000	102,098	89.9
2001	7,267,392	4,688,380	4	1	26	30	50,000	26,458	11.3
2002	7,731,934	3,682,140	4	3	26	19	50,000	32,420	39.8
2003	7,388,234	3,589,675	4	2	26	23	50,000	42,917	32.6
2004	5,990,847	4,649,565	4	3	26	23	43,000	53,485	39.5
2005	4,473,956	7,575,532	4	5	26	34	43,000	74,048	61.4
2006	4,923,626	3,873,753	3	3	24	22	43,000	32,722	31.8
2007	4,885,314	10,841,668	3	7	24	55	43,000	106,809	77.8
2008 YTD EST	4,918,942	8,821,224	3	5	24	37	43,000	55,078	68.3

Estimates through 4/12/08