

# CITY OF URBANA, ILLINOIS DEPARTMENT OF PUBLIC WORKS

#### **ADMINISTRATION**

## MEMORANDUM

TO: Mayor Laurel Lunt Prussing and Members of the City Council

FROM: William R. Gray, Public Works Director

**DATE:** April 30, 2009

**RE:** A Resolution Urging Passage of a Comprehensive Capital Infrastructure Program

Attached please find a resolution urging state legislators to include municipalities, counties, and townships in any revenue increase (Motor Fuel Taxes and/or income tax increase) which will benefit roads and bridges. There is concern that a revenue increase for roads would only benefit the Illinois Department of Transportation. It is imperative that local governments receive their fair share of any revenue increase.

Statewide Motor Fuel Tax revenues have increased only 10% since 2000 and yet construction costs have increased 90% in that same time period. The fact that revenues have not kept up with construction related costs is putting a severe strain on maintaining our streets in Urbana.

You are urged to approve this resolution.

### **RESOLUTION NO. 2009-05-017R**

## A RESOLUTION URGING PASSAGE OF A COMPREHENSIVE CAPITAL INFRASTRUCTURE PROGRAM

WHEREAS, passing a comprehensive Capital Infrastructure Program in the 2009 Legislative Session is critical to Illinois; and

WHEREAS, ten years have passed since the Illinois General Assembly and Governor last passed and signed into law a comprehensive Capital Infrastructure Program; and

WHEREAS, local communities are facing the problem of maintaining their roadways, bridges, water systems and sewer systems to meet growing needs; and

WHEREAS, units of local government have responsibility for over 88% of the public roads; and

WHEREAS, Motor Fuel Tax Allocations for municipal, county and township roads and bridges are only 10% higher than they were eight years ago, yet the cost of construction on local roads is 90% higher during that same timeframe; and

WHEREAS, the Motor Fuel Tax has not been changed since it was raised to 19 cents a gallon in 1990; and after expenses are removed the balance of the 19 cent Motor Fuel Tax is distributed as follows: 45.6% to the state, 26.7 % to municipalities; 19.1% to counties; and 8.6% to townships; and

WHEREAS, it is extremely important that the dollars are divided by formula and that the current formula is kept intact; and that units of local government have the opportunity to control what projects will be funded in their respective jurisdictions; and

WHEREAS, regardless of the funding source (a Motor Fuel Tax or income tax increase), it is critical that local governments receive their fair share and are treated equitably in any capital bill; and

NOW, THEREFORE, BE IT RESOLVED, THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, AS FOLLOWS:

That the Illinois Municipal League and all units of local government believe it is imperative that a comprehensive capital

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