PENNSYLVANIA

LEAGUE OF CITIES

POST OFFICE BOX 5196
2608 NORTH THIRD STREET
HARRISBURG, PENNSYLVANIA 17110
TELEPHONE: (AREA CODE 717) 236-9469

Member National League of Cities

TESTIMONY OF

JOHN A. GARNER, JR., ASSISTANT EXECUTIVE DIRECTOR

AND DIRECTOR OF LEGISLATIVE SERVICES

before the

HOUSE TRANSPORTATION COMMITTEE

on

TURN-BACK OF STATE ROADS

HOUSE BILL 527

MAY 21, 1981

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MR. CHAIRMAN, MEMBERS OF THE HOUSE TRANSPORTATION COMMITTEE,
MY NAME IS JOHN A. GARNER, JR., ASSISTANT DIRECTOR OF THE PENNSYLVANIA
LEAGUE OF CITIES. I THANK THE COMMITTEE FOR THE OPPORTUNITY TO
TESTIFY ON THE "TURN-BACK OF STATE ROADS" CONCEPT.

THE PENNSYLVANIA LEAGUE OF CITIES SUPPORT THE RETURN OF CLASS 6 STATE ROADS WITH THE FOLLOWING PROVISIONS:

(1) THAT THE PROGRAM BE VOLUNTARY. WHILE THE STATE MAINTAINS
THE STATE HIGHWAY SYSTEM THROUGH "USER TAXES", MUNICIPALITIES MUST
RELY ON LOCAL PROPERTY AND WAGE TAX REVENUES TO SUPPLEMENT THE
COSTS OF MAINTAINING LOCAL ROADS IN EXCESS OF THE SUBSIDY RECEIVED
FROM THE STATE THROUGH THE LIQUID FUELS TAX PROGRAM. MUNICIPALITIES
SHOULD NOT BE FORCED TO ACCEPT STATE ROADS, ESPECIALLY WITHOUT
ADEQUATE STATE FUNDING TO MAINTAIN THEM.

- (2) THAT THE ROADS TO BE TURNED BACK BE UPGRADED TO THE MUTUAL AGREEMENT OF THE MUNICIPALITY AND THE DEPARTMENT OF TRANSPORTATION.
- (3) THAT THE AMOUNT OF STATE SUBSIDY PER MILE OF ROAD

 RETURNED BE NEGOTIATED BY THE MUNICIPALITY AND THE DEPARTMENT

 OF TRANSPORTATION'S REPRESENTATIVE; AND THAT SUCH PROGRAM AND

 ACCOMPANYING PAYMENTS BE SEPARATE AND DISTINCT FROM THE CURRENT

 LIQUID FUELS TAX PROGRAM.

WHILE THE NUMBER OF CLASS 6 ROADS AVAILABLE TO BE TURNED BACK
TO CITIES IS SMALL COMPARED TO OTHER MUNICIPALITIES (UNDER 100 MILES),
THE COST FOR CITIES TO MAINTAIN THEIR SHARE OF THE LOCAL ROAD
SYSTEM IS MUCH GREATER. BASED ON THE REPORT OF THE PENNSYLVANIA
ECONOMY LEAGUE, 1979, STUDY OF RETURN OF STATE HIGHWAYS TO LOCAL
GOVERNMENTS, THE MEDIAN THREE YEAR COSTS FOR MAINTENANCE OF
LOCAL ROADS FOR THOSE CITIES SURVEYED EXCEEDED \$10,000 PER MILE!
A RECENT COMPILATION OF THE COST OF MAINTAINING LOCAL STREETS AND
HIGHWAYS PREPARED BY THE PENNSYLVANIA STATE ASSOCIATION OF
BOROUGHS, INDICATES THE AVERAGE COST PER MILE FOR MAINTAINING
CITY ROADS EXCEEDS \$20,000 PER MILE (SEE ATTACHMENT #1).

(4) THE RETURN OF STATE MAINTAINED BRIDGES SHOULD BE

CONSIDERED UNDER A SEPARATE PROGRAM. THE COST, MAINTENANCE,

REPAIR OR REPLACEMENT OF THESE BRIDGES INVOLVE ISSUES COMPLETELY

SEPARATE FROM THOSE INVOLVED WITH MAINTENANCE OF ROADS.

(5) MUNICIPALITIES SHOULD ALSO BE ABLE TO NEGOTIATE IN GOOD FAITH WITH THE DEPARTMENT OF TRANSPORTATION FOR THE TRANSFER OF LOCAL ROADS TO THE STATE.

COMPARING LEAGUE POLICY TO THE PROVISIONS OF HOUSE BILL 527, P.N. 554. WE HAVE THE FOLLOWING COMMENTS:

- (1) THE PROGRAM PROPOSED BY HOUSE BILL 527 IS <u>NOT</u> VOLUNTARY.

 I KNOW OF NO MUNICIPALITY WHICH HAS HAD GOOD EXPERIENCE WITH

 BINDING ARBITRATION UNDER ACT 111. IT IS PERHAPS THE WORST

 APPROACH TO NEGOTIATING AGREEMENTS. AT THIS TIME, WE <u>OPPOSE</u>

 INCLUSION OF AN ARBITRATION PROVISION IN A TURN-BACK PROGRAM.
- (2) THE ANNUAL FUNDING PER MILE OF \$2,500 IS TOO LOW! WE BELIEVE THIS FIGURE SHOULD BE NEGOTIATED.

FINALLY, PERMIT ME TO POINT OUT TO THE COMMITTEE THAT THE LOCAL SHARE OF THE LIQUID FUELS TAX REVENUE COLLECTED HAS BEEN DECREASING FROM 21.33% IN 1970, 18.82% IN 1974, AND TO 15.24% IN 1979.

MUNICIPALITIES SHOULD NOT BE ASKED TO ACCEPT ADDITIONAL STATE ROADS INTO THE LOCAL HIGHWAY SYSTEM UNTIL SUCH TIME AS THE STATE RETURNS THE LOCAL SUBSIDY FROM THE LIQUID FUELS TAX PROGRAM TO 20% OF THE REVENUES COLLECTED PER YEAR.

THANK YOU FOR THE OPPORTUNITY TO SHARE WITH YOU OUR COMMENTS.

ON THE "TURN-BACK OF STATE ROADS" CONCEPT.

THE COST OF MAINTAINING LOCAL STREETS AND HIGHWAYS

Second Class Townships 43	First Class Townships 8	Boroughs 15	Cities \$18	State
43,629,186	8,247,748	15,750,094	\$18,587,698	State Highway Aid 1
47,137,172	20,932,780	43,639,592	\$107,283,471	Local Operation and Maintenance Expenditure
90,766,358	29,389,686	59,389,686	\$125,871,159	Total Operation and Maintenance Expenditure 1
46,542	4,391	8,193	6,177	Total Road Miles 2
1,950	6,693	7,249	\$20,377	Average Cost

Sources:

Note: Capital expenditures not included.

¹⁹⁷⁷ Local Government Financial Statistics Report, Department of Community Affairs (latest figures available)

¹⁹⁷⁷ figure, Bureau of Municipal Services, Department of Transportation