

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7012

BILL NUMBER: HB 1098

NOTE PREPARED: Jan 1, 2015

BILL AMENDED:

SUBJECT: Illiana Expressway Public Safety Expenses.

FIRST AUTHOR: Rep. Aylesworth

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: GENERAL
 DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: The bill requires the operator of the Illiana Expressway to enter into agreements with units of local government concerning public safety and emergency services on the Illiana Expressway.

Effective Date: Upon passage.

Explanation of State Expenditures: *Indiana Finance Authority (IFA)/Indiana Department of Transportation (INDOT):* IFA, in partnership with INDOT, intends to enter into a public-private partnership with a third party who will develop, design, build, finance, operate, and maintain the Indiana portion of the Illiana Expressway.

If the chosen operator is required to enter into agreements with local units concerning public safety and emergency services along the Expressway, it is likely that total costs for the operator will increase, which in turn may increase total costs to the state. The total increase in costs to the operator depends upon the reimbursement rate agreed to by the respective local units and the operator, as well as the level of need of public safety emergency services on the Expressway.

Additional Information: The Illiana Corridor is a 50-mile access-controlled highway developed in partnership between the Illinois Department of Transportation and INDOT. Specifically, the project will consist of a four-lane expressway that connects I-55 in Illinois with I-65 in Indiana.

The Indiana portion of the project will be comprised of the new construction of an approximately 11.7-mile, four-lane, median-divided, tolled highway, extending from the Illinois/Indiana state line at the west end and

connecting to I-65 north of Lowell. Additionally, the project involves the construction of three new interchanges, including U.S. Route 41, State Road 55, and I-65, and eight new overpasses, which will be at White Oak Avenue, Parrish Avenue, Cline Avenue, Morse Street, Mount Street, Holtz Road, Broadway Street, and Mississippi Street. Additionally, there is an I-65 capacity component to the project, which involves the construction of additional travel lanes on I-65 between SR 2, extending north to U.S. 30.

The Federal Highway Administration (FHWA) approved the project's environmental planning phase in December 2014, paving the way for Indiana and Illinois to move out of the planning phase and into the implementation phase of the project. IFA estimates that Indiana's project costs will be \$425 M. IFA hopes for a financial close in 2015, with project completion in 2018.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: See *Explanation of State Expenditures*.

State Agencies Affected: Indiana Finance Authority, Indiana Department of Transportation.

Local Agencies Affected: Local units in Lake County.

Information Sources: Indiana Finance Authority website (www.in.gov/ifa); Illiana Corridor website (www.illianacorridor.org); INDOT Illiana Corridor webpage (<http://in.gov/indot/projects/2495.htm>); IFA Presentation to Interim Study Committee on Roads and Transportation, September 23, 2014 (<https://iga.in.gov/documents/a36b60ea>).

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