



These funds are derived from the Municipal Gas Tax and the State Alternative Fuel Decal Users Fee. A portion of the funds are distributed to municipalities based on a complex formula that factors in population, sales tax collected and local ability to raise revenue.

These revenues are not consistent from year to year. The average change over the last five years is an increase of 2.8%, however fiscal year 2003/04 revenues have been greater than anticipated. Receipts are projected to increase 6.8% in fiscal year 2004/05.

State Revenue Sharing is expected to generate an estimated \$2,670,000 for General Fund purposes in fiscal year 2004/05. This represents approximately 2.6% of the total General Fund operating revenues.