

DEPARTMENT OF TRANSPORTATION

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: January 22-23, 2003

Reference No.: 3.1
Information ItemFrom: ROBERT L. GARCIA
Chief Financial OfficerPrepared by: Robert Sertich
Chief
Division of BudgetsRef: **CALTRANS MONTHLY FINANCE REPORT**

The December 2002 Report covered account activity for the month of September. This report will present account activity for the months of October and November 2002. Projections included in the attachments have not been updated from the December 2002 Report and do not reflect changes that will occur as a result of the allocation moratorium in December and January, or other actions to control expenditures.

STATE HIGHWAY ACCOUNT

The State Highway Account (SHA) actual cash balance at the end of November was \$499 million, which is a decrease of \$200 million from October's ending cash balance of \$699 million. The available cash balance at the end of November was \$302 million, with outstanding commitments of \$1.75 billion against the account. This is a decrease of 40% (\$198 million) from October's available cash balance of \$500 million, and a decrease of 65% (\$565 million) compared to the available cash balance of \$867 million in November 2001. Overall commitments are lower than September by \$182 million, and lower than October by \$105 million. The average daily cash balance was \$587 million in October and \$542 million in November.

PUBLIC TRANSPORTATION ACCOUNT

The Public Transportation Account (PTA) actual cash balance at the end of November was \$121 million with an estimate of \$119 million in outstanding commitments. The actual cash balance for October was \$140 million, with outstanding commitments of \$119 million. Activity for the month of October included \$124 million in receipts and \$127 million in disbursements. Disbursements included a \$94.9 million transfer to the Traffic Congestion Relief Fund (TCRF). Receipts included a \$59.2 million transfer from the State Highway Account and \$47.8 million in Fuel Tax revenue. Activity for the month of November was \$7 million in receipts and \$25 million in disbursements. The available cash balance, which is the ending cash balance minus commitments against cash, is \$2 million for November.

TRAFFIC CONGESTION RELIEF FUND

The Traffic Congestion Relief Fund (TCRF) actual cash balance at the end of November was \$207 million. Activity for the month of November reported disbursements of \$24 million and no receipts. The actual cash balance at the end of October was \$231 million, with receipts of \$145 million and disbursements of \$21 million. Receipts for October included a \$94.9 million dollar loan from the PTA and a \$50 million repayment from the General Fund for a short-term loan.

TOLL BRIDGE SEISMIC RETROFIT ACCOUNT

The Toll Bridge Seismic Retrofit Account (TBSRA) ending cash balance for the month of November was \$276 million, with receipts of \$6 million and disbursements of \$18 million. This is a decrease of \$12 million from October's ending cash balance of \$288 million. There were receipts of \$11 million and disbursements of \$15 million for the month of October.

Attachments

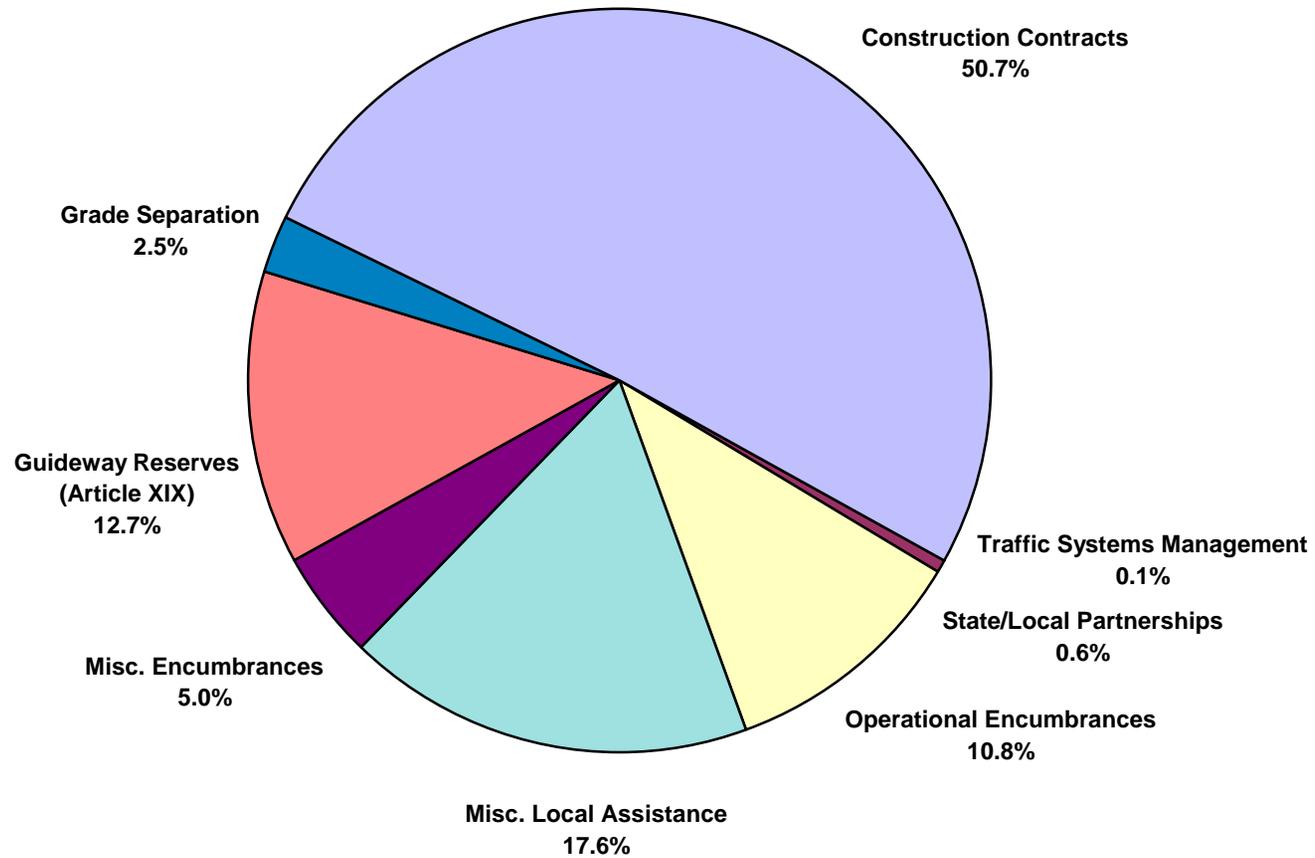
CHART 1
STATE HIGHWAY ACCOUNT
CASH & ENCUMBRANCE REPORT as of November 30, 2002
(\$ in millions)

	2001		2002											
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov
Beginning Cash Balance	\$973	\$1,087	\$1,030	\$926	\$1,176	\$1,105	\$1,198	\$1,320	\$1,286	\$1,173	\$908	\$787	\$739	\$699
Plus: Receipts for Month	807	600	471	900	665	983	685	474	461	\$366	\$470	\$726	\$748	\$447
Less Disbursements for Month	693	657	575	650	736	890	563	508	574	\$631	\$591	\$774	\$788	\$647
Ending Cash Balance	\$1,087	\$1,030	\$926	\$1,176	\$1,105	\$1,198	\$1,320	\$1,286	\$1,173	\$908	\$787	\$739	\$699	\$499
Less Contract Retentions	147	147	148	149	150	142	143	142	148	150	151	154	156	154
Less Deposits Collected in Advance	30	16	17	36	2	16	48	4	79	36	23	45	43	43 *
Available Cash Balance	\$910	\$867	\$761	\$991	\$953	\$1,040	\$1,129	\$1,140	\$946	\$722	\$613	\$540	\$500	\$302
Average Daily Balance	\$812	\$810	\$810	\$1,015	\$1,132	\$1,035	\$1,004	\$906	\$915	\$772	\$776	\$826	\$587	\$542
Current Commitments Against Cash														
Construction Contracts (State Portion)	\$972	\$977	\$957	\$963	\$919	\$1,031	\$1,004	\$1,019	\$1,026	\$994	\$1,006	\$973	\$936	\$888
Guideway Reserves (Article XIX)														
Balance under contract	182	173	160	159	154	153	127	107	228	194	200	206	197	176
Balance not under contract	230	229	220	229	237	223	223	227	87	85	77	49	45	47
Local Assistance														
Grade Separation	45	42	41	41	41	38	38	46	46	55	53	53	53	43
State/Local Partnerships	24	21	20	21	16	15	14	16	21	17	16	17	13	10
Traffic Systems Management	2	3	3	3	3	3	2	2	2	2	1	1	1	1
Misc. Local Assistance	385	360	362	361	343	333	354	351	344	319	322	324	334	308
Operational Encumbrances (Equip., Mtce Contracts, Materials, & Consultants)	219	207	219	190	184	186	183	171	156	218	201	214	189**	189
Misc. Encumbrances	84	76	84	67	64	63	67	66	93	96	87	95	87**	87
T O T A L Commitments	\$2,143	\$2,088	\$2,066	\$2,034	\$1,961	\$2,045	\$2,012	\$2,005	\$2,003	\$1,980	\$1,964	\$1,932	\$1,855	\$1,750
Unencumbered Reserve Based on Available Cash Balance	-\$1,233	-\$1,221	-\$1,305	-\$1,043	-\$1,008	-\$1,005	-\$883	-\$865	-\$1,057	-\$1,258	-\$1,351	-\$1,392	-\$1,354	-\$1,448

* Current data not available at time of print.

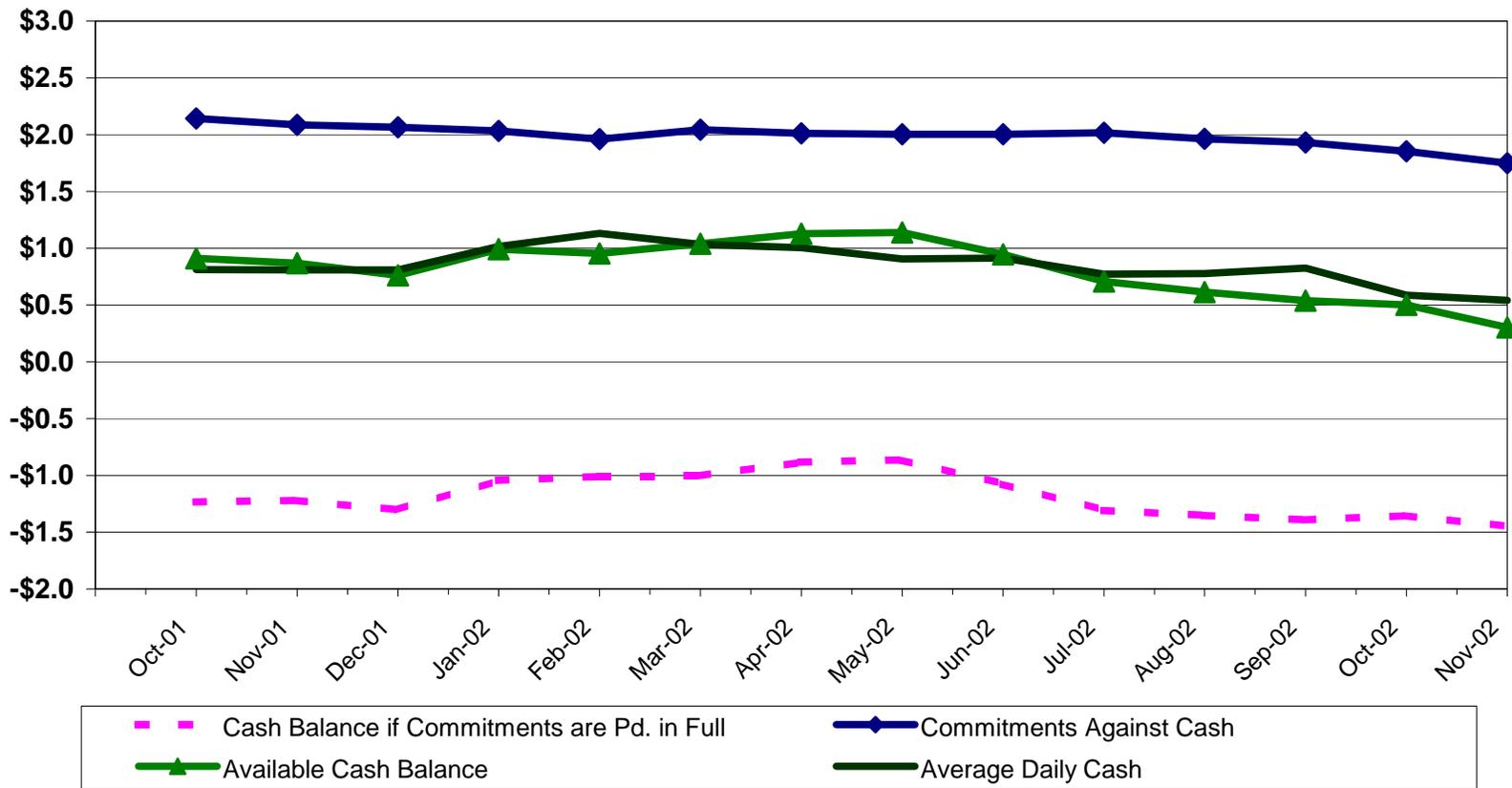
**Estimates

STATE HIGHWAY ACCOUNT - November 2002 CASH & ENCUMBRANCE REPORT
AVAILABLE CASH BALANCE: \$302 MILLION
COMMITMENTS AGAINST CASH: \$1.75 BILLION

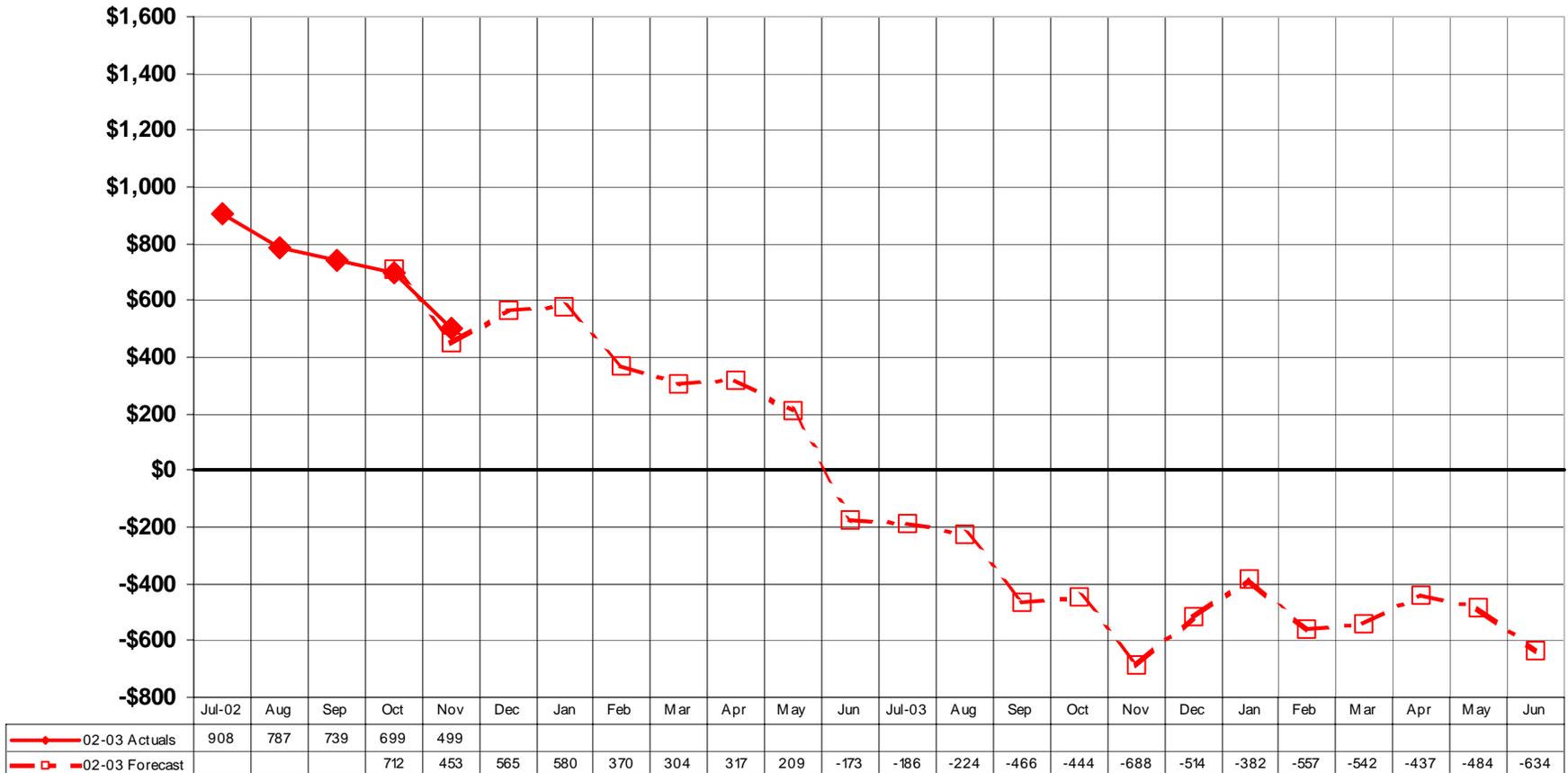


SHA CASH BALANCE

(\$ in billions)



24-MONTH STATE HIGHWAY ACCOUNT 2002-03 CASH FORECAST
(\$ in millions)



**STATE HIGHWAY ACCOUNT (SHA)
24-Month Cash Forecast Update
Fiscal Years 2002-03 and 2003-04**
(\$ in millions)

	2002					Dec	2003					Total	12 Mo.	
	July	Aug	Sep	Oct	Nov		Jan	Feb	Mar	Apr	May		June	Avg.
Beginning Balance	\$1,173	\$908	\$787	\$739	\$699	\$499	\$611	\$625	\$416	\$350	\$362	\$255		
Receipts (Estimated)	366	470	726	748	447	588	483	210	382	558	412	242	\$5,632	\$469
Disbursements (Estimated)	631	591	775	788	647	476	469	419	448	545	519	670	\$6,978	\$581
Ending Balance	\$908	\$787	\$739	\$699	\$499	\$611	\$625	\$416	\$350	\$362	\$255	(\$173)		
Mo. Diff. Receipts v. Disburse	(\$265)	(\$121)	(\$48)	(\$40)	(\$200)	\$112	\$14	(\$209)	(\$66)	\$12	(\$107)	(\$428)	(\$1,346)	(\$112)
	2003					Dec	2004					Total	12 Mo.	
	July	Aug	Sep	Oct	Nov		Jan	Feb	Mar	Apr	May		June	Avg.
Beginning Balance	(\$173)	(\$186)	(\$223)	(\$465)	(\$443)	(\$688)	(\$513)	(\$382)	(\$556)	(\$542)	(\$437)	(\$483)		
Receipts (Estimated)	471	445	245	626	200	645	499	224	436	571	431	448	\$5,239	\$437
Disbursements (Estimated)	484	483	486	604	444	470	367	399	421	466	477	598	\$5,700	\$475
Ending Balance	(\$186)	(\$223)	(\$465)	(\$443)	(\$688)	(\$513)	(\$382)	(\$556)	(\$542)	(\$437)	(\$483)	(\$634)		
Mo. Diff. Receipts v. Disburse	(\$13)	(\$38)	(\$242)	\$22	(\$244)	\$175	\$131	(\$175)	\$15	\$105	(\$46)	(\$151)	(\$461)	(\$38)

ASSUMPTIONS:

Assumes cash savings in both years that are based on historical expenditure patterns.

Revenues are updated with the most current forecast.

SHOPP and STIP program levels updated as of 11-15-02, with no allowance for allocation moratorium in December 2002 and January 2003.

STIP Program Level is based on level adopted by CTC.

SHOPP Program Level is based on level adopted by CTC.

Forecast includes Federal receipts which are based on the Federal OA level of each year.

Loan to TCRF has been reduced from \$474 mil to \$216 mil in the cash forecast. Payment begins in Jan. 2003 and continues monthly through the end of the fiscal year.

Transportation Investment Fund (TIF) Revenue forecast based on receiving three-quarters of the budgeted TIF transfer of \$147 million.

2003-04 includes loan repayment of \$50 million from TCRF.

Chart 1
Public Transportation Account
Cash Encumbrance Report as of November 30, 2002
(\$ in millions)

	2001			2002										
	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV
Beginning Cash Balance	\$386	\$174	\$162	\$161	\$182	\$170	\$157	\$206	\$196	\$174	\$155	\$186	\$143	\$140
Plus: Receipts for Month	\$6	\$60	\$0	\$72	\$1	\$0	\$64	\$1	\$6	\$21	\$64	\$8	\$124	\$7
Less: Disbursements for Month	\$218	\$72	\$1	\$51	\$13	\$13	\$15	\$11	\$28	\$40	\$32	\$52	\$127	\$25
Ending Cash Balance (per SCO records)	\$174	\$162	\$161	\$182	\$170	\$157	\$206	\$196	\$174	\$155	\$186	\$143	\$140	\$121
Less: Caltrans Commitments Against Cash	\$128	\$124	\$120	\$114	\$114	\$113	\$112	\$109	\$103	\$132	\$125	\$123	\$119	\$119
Available Cash Balance	\$46	\$38	\$41	\$68	\$56	\$44	\$94	\$87	\$71	\$23	\$61	\$20	\$21	\$2

**PUBLIC TRANSPORTATION ACCOUNT (PTA)
24-MONTH CASH FORECAST UPDATE
Fiscal Years 2002-03 through 2003-04
(\$ in millions)**

	2002					2003							12 Mo.	
	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	Total	Avg.
Beginning Balance	\$174	\$155	\$186	\$143	\$140	\$121	\$58	\$72	\$53	\$39	\$79	\$25		
Receipts (Estimated)	21	64	8	124	7	0	14	0	0	55	0	62	\$354	\$30
Disbursements (Estimated)	40	32	52	127	25	63	0	19	14	15	55	51	\$493	\$41
Ending Balance	\$155	\$186	\$143	\$140	\$121	\$58	\$72	\$53	\$39	\$79	\$25	\$35		
Mo. Diff. Receipts v. Disburse	(\$20)	\$32	(\$43)	(\$3)	(\$19)	(\$63)	\$14	(\$19)	(\$14)	\$40	(\$55)	\$11	(\$139)	(\$12)

	2003					2004							12 Mo.	
	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	Total	Avg.
Beginning Balance	\$35	\$9	(\$6)	(\$18)	\$18	\$51	(\$4)	\$67	\$52	\$36	\$91	\$44		
Receipts (Estimated)	\$1	\$0	\$0	\$84	\$43	\$0	\$73	\$0	\$0	\$72	\$0	\$72	\$345	\$29
Disbursements (Estimated)	\$27	\$14	\$13	\$47	\$10	\$55	\$2	\$15	\$16	\$16	\$47	\$42	\$306	\$26
Ending Balance	\$9	(\$6)	(\$18)	\$18	\$51	(\$4)	\$67	\$52	\$36	\$91	\$44	\$74		
Mo. Diff. Receipts v. Disburse	(\$26)	(\$14)	(\$13)	\$37	\$33	(\$55)	\$71	(\$15)	(\$16)	\$56	(\$47)	\$30	\$39	\$3

Assumptions:

While the year-end fund balances are positive, note that in 2003-04 there are three months (August, September, and December of 2003) that have negative month end balances.

Revenues updated with our most current forecasts.

TIF transfer of \$73 million expected in 2003-04. This is a reduction of \$37 million from the 2002 STIP Fund Estimate.

Expenditures updated as of 11-15-2002.

The cash forecast assumes that \$18 million in encumbered Local Assistance will not spend as quickly as planned.

The cash forecast assumes that \$61 million of encumbered Capital Outlay will not spend as quickly as planned.

TCRF transfer of \$94.9 million occurred in October.

No allowance is made for December 2002 and January 2003 allocation moratorium.

Chart 1
Traffic Congestion Relief Fund
Cash Encumbrance Report as of November 30, 2002
(\$ in millions)

	2001			2002										
	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV
Beginning Cash Balance	\$1,253	\$1,430	\$1,407	\$1,346	\$1,340	\$1,328	\$1,303	\$1,294	\$1,283	\$1,271	\$1,204	\$1,193	\$107	\$231
Plus: Receipts for Month	180	0	0	0	0	0	0	0	0	11	14	7	145	0
Less: Disbursements for Month	3	23	61	6	12	25	9	11	12	78	25	1,093	21	24
Ending Cash Balance (per SCO records)	\$1,430	\$1,407	\$1,346	\$1,340	\$1,328	\$1,303	\$1,294	\$1,283	\$1,271	\$1,204	\$1,193	\$107	\$231	\$207

**TRAFFIC CONGESTION RELIEF FUND (TCRF)
24-MONTH CASH FORECAST UPDATE
Fiscal Years 2002-03 and 2003-04**

(\$ in millions)

	2002					2003							12 Mo.	
	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	Total	Avg.
Beginning Balance	\$1,271	\$1,204	\$1,193	\$107	\$231	\$207	\$88	\$110	\$105	\$53	\$60	\$66		
Receipts (Estimated)	11	14	7	145	0	5	53	28	28	42	41	54	\$428	\$36
Disbursements (Estimated)	78	25	1,093	21	24	124	31	33	80	35	35	82	\$1,661	\$138
Ending Balance	\$1,204	\$1,193	\$107	\$231	\$207	\$88	\$110	\$105	\$53	\$60	\$66	\$38		
Mo. Diff. Receipts v. Disburse	(\$67)	(\$11)	(\$1,086)	\$124	(\$24)	(\$119)	\$22	(\$5)	(\$52)	\$7	\$6	(\$28)	(\$1,232)	(\$103)

	2003					2004							12 Mo.	
	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	Total	Avg.
Beginning Balance	\$38	\$435	\$377	\$489	\$427	\$364	\$469	\$404	\$339	\$442	\$405	\$325		
Receipts (Estimated)	500	0	170	0	0	170	0	0	170	42	0	128	\$1,178	\$98
Disbursements (Estimated)	103	58	58	62	63	64	65	66	67	78	80	79	\$842	\$70
Ending Balance	\$435	\$377	\$489	\$427	\$364	\$469	\$404	\$339	\$442	\$405	\$325	\$374		
Mo. Diff. Receipts v. Disburse	\$397	(\$58)	\$112	(\$62)	(\$63)	\$105	(\$65)	(\$66)	\$103	(\$36)	(\$80)	\$48	\$336	\$28

Assumptions:

No adjustment for Department and CTC actions in November and December.

Expenditure levels updated on 11-15-2002.

Project status based on program input as of 11-15-2002.

Loan amount from SHA set at \$216 million in monthly payments running from January 2002 through June 2003.

\$94.9 million transfer from PTA occurred in October.

\$1.045 billion loan to General Fund occurred in September.

Ending balance in 2003-04 contingent upon receiving the following revenue:

\$678 million from TIF Expected in 2003-04.

\$500 million from General Fund expected in Jun. 2003.

Chart 1
TOLL BRIDGE SEISMIC RETROFIT ACCOUNT (TBSRA)
CASH & ENCUMBRANCE REPORT as of November 30, 2002
(\$ in millions)

	2002				
	July	Aug	Sep	Oct	Nov
Beginning Balance	\$312	\$339	\$299	\$293	\$288
Receipts	\$27	\$10	\$11	\$11	\$6
Disbursements	\$0	\$49	\$18	\$15	\$18
Ending Balance	\$339	\$299	\$293	\$288	\$276
Mo. Diff. Receipts v. Disburse	\$27	(\$39)	(\$7)	(\$5)	(\$12)

**TOLL BRIDGE SEISMIC RETROFIT ACCOUNT (TBSRA)
24-MONTH CASH FORECAST UPDATE
Fiscal Years 2002-03 and 2003-04**

(\$ in millions)

	2002					Dec	2003					Total	12 Mo.	
	July	Aug	Sep	Oct	Nov		Jan	Feb	Mar	Apr	May		June	Avg.
Beginning Balance	\$312	\$339	\$299	\$293	\$288	\$276	\$245	\$224	\$196	\$170	\$141	\$110		
Receipts (Estimated)	\$27	\$10	\$11	\$11	\$6	\$10	\$13	\$10	\$11	\$10	\$11	\$11	\$140	\$12
Disbursements (Estimated)	\$0	\$49	\$18	\$15	\$18	\$41	\$34	\$38	\$37	\$39	\$41	\$33	\$364	\$30
Ending Balance	\$339	\$299	\$293	\$288	\$276	\$245	\$224	\$196	\$170	\$141	\$110	\$88		
Mo. Diff. Receipts v. Disburse	\$27	(\$39)	(\$7)	(\$4)	(\$12)	(\$31)	(\$21)	(\$28)	(\$26)	(\$29)	(\$31)	(\$22)	(\$223)	(\$19)
	2003					Dec	2004					Total	12 Mo.	
	July	Aug	Sep	Oct	Nov		Jan	Feb	Mar	Apr	May		June	Avg.
Beginning Balance	\$88	\$131	\$168	\$205	\$237	\$266	\$295	\$319	\$337	\$355	\$378	\$400		
Receipts (Estimated)	\$17	\$11	\$11	\$10	\$10	\$10	\$16	\$10	\$11	\$10	\$11	\$11	\$138	\$11
Commercial Paper (Estimated)	\$54	\$54	\$54	\$54	\$54	\$54	\$54	\$54	\$54	\$54	\$54	\$54	\$650	\$54
Disbursements (Estimated)	\$28	\$28	\$28	\$33	\$34	\$36	\$46	\$46	\$48	\$41	\$43	\$42	\$452	\$38
Ending Balance	\$131	\$168	\$205	\$237	\$266	\$295	\$319	\$337	\$355	\$378	\$400	\$424		
Mo. Diff. Receipts v. Disburse	(\$11)	(\$17)	(\$17)	(\$23)	(\$24)	(\$26)	(\$30)	(\$36)	(\$37)	(\$31)	(\$32)	(\$31)	(\$314)	(\$26)

Note:

Variation in receipts beyond that expected for seasonality are because the toll revenue is processed through a banking institution. To compensate for not charging service fees, the bank periodically withholds a certain amount of toll receipts to generate interest. The amount withheld varies depending on interest rates.

Assumptions:

Ending Balances in 2003-04 consist of bond revenue, and cannot be utilized for other departmental expenditures. Total Expenditures on the Toll Bridge Seismic Retrofit Program include expenditures from funds other than the TBSRA. Schedules and project expenditures are consistent with the Department's Toll Bridge Financing Plan. Federal Highway Bridge Replacement and Rehabilitation funds are consistent with the Department's Toll Bridge Financing Plan.

CHART 2
STATUS OF SEISMIC RETROFIT PROGRAM

PHASE I (\$ in millions)	
	TOTAL
Estimated Capital Cost	\$815.0
Major Projects Funded To Date	\$841.1
Minor Projects Funded To Date	\$4.6
Total Capital Costs Funded To Date	\$845.7

PHASE II (\$ in millions)			
	SHA FEDERAL MDL	SEISMIC BOND FUND	TOTAL
Total Estimated Cost - Support and Capital			\$1,350.0
Major Projects Funded To Date	\$61.7	\$774.4***	\$836.1
Minor Projects Funded To Date	\$3.1	\$8.8	\$11.9
Right of Way Capital Costs To Date		\$6.6**	\$6.6
Support Costs Funded	\$103.6	\$256.8*	\$360.4
Prop 192 Reimbursement	(\$99.8)	\$99.8	\$0.0
Total Funded To Date	\$68.6	\$1,146.4	\$1,215.0

* Does not include \$81.2 million allocated for PMIA loan interest expenses as these costs are usually offset by the interest earned by the SMIF.

** Indicates actual expenditures/encumbrances. (Other amounts are allocations.)

*** Supplemental funds for \$170,000 M97-S457, 12/9/02.

TOLL BRIDGE SEISMIC RETROFIT					
(\$ in millions)					
	SHA TOLL MDL	SEISMIC BOND FUND	TBSR ACCT	HBRR ⁽²⁾ FUNDS (Federal)	TOTAL
Total Estimated Cost - Support and Capital					\$4,637.0
Major Projects Funded To Date	\$22.2	\$649.3	\$1,415.1 ⁽³⁾	\$627.5	\$2,714.1
Minor Projects Funded To Date					
Right of Way Capital Costs To Date		\$24.0	\$54.4 ⁽⁴⁾		\$78.4
Support Costs Funded	\$66.2	\$106.0	\$377.4 ⁽¹⁾		\$549.6
Prop 192 Reimbursement	-\$9.5	\$9.5			\$0.0
Total Funded To Date	\$78.9	\$788.8	\$1,846.9	\$627.5	\$3,342.1

Total Estimated Cost increased to \$4,637.0 million per Assembly Bill 1171 (Chapter 907, Statutes of 2001).

- (1) Indicates actual expenditures/encumbrances (Other amounts are allocations)
- (2) Federal Highway Bridge Replacement and Rehabilitation, as authorized by AB 1171.
- (3) \$100,146,000 in TBSRA funds allocated to the SFOBB Self Anchored Suspension Span foundation (EA 0120E4) and a net decrease of \$10,507,000 to the West Approach (EA 0435V4) as a result of bid savings.
- (4) \$1,700,000 in TBSRA funds allocated to the West Approach for Right of Way (EA 0435V9).