

Memorandum

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 11, 2013

Reference No.: 4.3
Informational Item

From: NORMA ORTEGA
Chief Financial Officer

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Budgets

Subject: **DRAFT 2014 FUND ESTIMATES**

RECOMMENDATION:

The Department of Transportation (Department) requests the California Transportation Commission (Commission) review and comment on the results of the Draft 2014 State Transportation Improvement Program (STIP) Fund Estimate and the Draft 2014 Aeronautics Account Fund Estimate that will be provided at the June 11, 2013, Commission meeting. The Department will work with Commission staff to implement necessary changes prior to the adoption of the Fund Estimates at the Commission's August 6, 2013 meeting.

ISSUE:

The Draft 2014 Fund Estimate (Draft) program capacities will be based on the assumptions approved by the Commission at the May 2013 meeting. After reviewing these Draft results, the Commission may choose to revisit the approved assumptions for possible changes or updates. The Department requests the Commission direct comments and suggestions to the Commission Staff, so the Department may incorporate Commission feedback into the 2014 Fund Estimates. In addition, the Department will continue to work with Commission Staff between now and the August 2013 Commission meeting to update information and make any necessary changes to the Draft 2014 STIP Fund Estimate and the Draft 2014 Aeronautics Account Fund Estimate.

BACKGROUND:

Section 14524(a) of the Government Code (GC) requires the Department to submit the STIP Fund Estimate prior to July 15 of each odd-numbered year. The Department will comply with this requirement and submit the Draft 2014 STIP Fund Estimate 34 days prior to the due date identified in statute. Section 14525(a) of the GC requires the Commission to adopt the STIP Fund Estimate by August 15 of each odd-numbered year. The Department will endeavor to present the 2014 STIP Fund Estimate and the 2014 Aeronautics Account Fund Estimate at the August 6, 2013, Commission meeting for adoption.

Should the need arise, Section 14525(d) of the GC allows the Commission to delay adoption of the Fund Estimate for up to 90 days due to pending legislation that will significantly impact this forecast.

Attachments

DRAFT 2014 STIP FUND ESTIMATE
STATE HIGHWAY AND FEDERAL TRUST FUND ACCOUNTS
(\$ millions)

	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	5-Year Total	6-Year Total
RESOURCES								
Beginning Balance	\$194							\$194
Fuel Excise Taxes (Base)	\$1,777	\$1,781	\$1,784	\$1,785	\$1,783	\$1,783	\$8,916	\$10,693
Fuel Excise Taxes (Price-Based)	2,045	1,952	1,933	1,967	1,998	2,007	9,858	11,903
Net Weight Fees	0	0	0	0	0	0	0	0
Misc. Revenues	80	79	78	79	80	78	393	472
Loan Repayments from General Fund	50	135	100	0	0	0	235	285
Transportation Loans	250	(135)	(100)	0	0	0	(235)	15
Net Transfers - Others	(174)	(163)	(163)	(165)	(166)	(165)	(820)	(994)
Expenditures - Other Agencies	(97)	(94)	(101)	(103)	(102)	(105)	(504)	(602)
Subtotal - State Resources	\$4,125	\$3,555	\$3,532	\$3,564	\$3,593	\$3,598	\$17,842	\$21,966
Toll Bridge Seismic Retrofit Program	(\$300)	\$0	\$0	\$0	\$0	\$0	\$0	(\$300)
Total State Resources	\$3,825	\$3,555	\$3,532	\$3,564	\$3,593	\$3,598	\$17,842	\$21,666
Obligation Authority (OA)	\$3,157	\$3,157	\$3,157	\$3,157	\$3,157	\$3,157	\$15,785	\$18,942
August Redistribution	118	\$118	\$118	\$118	\$118	\$118	592	710
Other Federal Resources	(\$186)	(\$186)	(\$186)	(\$186)	(\$186)	(\$186)	(930)	(1,116)
Total Federal Resources	\$3,089	\$3,089	\$3,089	\$3,089	\$3,089	\$3,089	\$15,446	\$18,536
TOTAL STATE & FED RESOURCES	\$6,914	\$6,644	\$6,621	\$6,653	\$6,682	\$6,687	\$33,288	\$40,202
COMMITMENTS								
STATE OPERATIONS	(\$899)	(\$924)	(\$949)	(\$975)	(\$1,001)	(\$1,028)	(\$4,876)	(\$5,776)
MAINTENANCE	(\$1,269)	(\$1,297)	(\$1,325)	(\$1,354)	(\$1,384)	(\$1,415)	(\$6,775)	(\$8,043)
LOCAL ASSISTANCE (LA)								
Oversight (Partnership)	(\$122)	(\$127)	(\$123)	(\$120)	(\$118)	(\$115)	(\$603)	(\$725)
State & Federal LA	(1,258)	(1,249)	(1,246)	(1,247)	(1,245)	(1,244)	(6,233)	(7,490)
TOTAL LA	(\$1,380)	(\$1,377)	(\$1,370)	(\$1,367)	(\$1,363)	(\$1,359)	(\$6,836)	(\$8,216)
SHOPP CAPITAL OUTLAY SUPPORT (COS)								
SHOPP Major	(\$270)	(\$210)	(\$112)	(\$57)	(\$36)	(\$17)	(\$432)	(\$701)
SHOPP Minor	(38)	(40)	(40)	(40)	(40)	(40)	(201)	(240)
Stormwater	(46)	(46)	(46)	(46)	(46)	(46)	(230)	(276)
Federal	(299)	(229)	(132)	(68)	(38)	(12)	(480)	(778)
TOTAL SHOPP COS	(\$653)	(\$525)	(\$331)	(\$211)	(\$160)	(\$115)	(\$863)	(\$1,217)
SHOPP CAPITAL OUTLAY								
R/W Project Delivery	(\$37)	(\$37)	(\$37)	(\$37)	(\$37)	(\$37)	(\$185)	(\$222)
Unprogrammed R/W	(18)	(18)	(18)	(18)	(18)	(18)	(90)	(108)
GARVEE Debt Service	(11)	(11)	(11)	(11)	(11)	(11)	(57)	(68)
Minor capital	(67)	(78)	(95)	(93)	(93)	(93)	(453)	(520)
Major capital	(1,538)	(151)	(58)	(15)	(6)	0	(229)	(1,767)
TOTAL SHOPP CAPITAL OUTLAY	(\$1,671)	(\$295)	(\$219)	(\$174)	(\$165)	(\$159)	(\$1,014)	(\$2,685)
TOTAL SHOPP COMMITMENTS	(\$5,872)	(\$4,418)	(\$4,194)	(\$4,082)	(\$4,073)	(\$4,076)	(\$20,843)	\$ (26,715)
STIP LA								
Oversight (Partnership)	(\$36)	(\$37)	(\$36)	(\$35)	(\$34)	(\$33)	(\$176)	(\$211)
STIP Off-System	(45)	(48)	(24)	(15)	(12)	(6)	(105)	(149)
TOTAL STIP LA	(\$45)	(\$48)	(\$24)	(\$15)	(\$12)	(\$6)	(\$105)	(\$149)
TOTAL STIP COS	(\$126)	(\$97)	(\$99)	(\$72)	(\$39)	(\$17)	(\$324)	(\$451)
STIP CAPITAL OUTLAY								
R/W Project Delivery	(\$133)	(\$111)	(\$92)	(\$86)	(\$82)	(\$80)	(\$451)	(\$584)
Unprogrammed R/W	(11)	(11)	(9)	(9)	(8)	(8)	(45)	(56)
SHA State Capital	(414)	(333)	(166)	(69)	(18)	0	(585)	(999)
GARVEE Debt Service	(73)	(73)	0	0	0	0	(73)	(146)
TE state/local match	(8)	0	0	0	0	0	0	(8)
TOTAL STIP CAPITAL OUTLAY	(\$638)	(\$528)	(\$267)	(\$164)	(\$108)	(\$88)	(\$1,154)	(\$1,792)
TOTAL STIP COMMITMENTS	(\$809)	(\$673)	(\$390)	(\$250)	(\$158)	(\$111)	(\$1,583)	(\$2,392)
TOTAL RESOURCES AVAILABLE	\$233	\$1,553	\$2,037	\$2,321	\$2,451	\$2,501	\$10,863	\$11,095
SHOPP TARGET CAPACITY	\$2,000	\$2,200	\$2,300	\$2,300	2,300	2,300	\$11,400	\$13,400
STIP TARGET CAPACITY	\$550	\$660	\$655	\$655	\$655	\$650	\$3,275	\$3,825
STIP TE TARGET CAPACITY	\$8	\$0	\$0	\$0	\$0	\$0	\$0	\$8

Notes:

Individual numbers may not add to total due to independent rounding.

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DRAFT 2014 STIP FUND ESTIMATE
PUBLIC TRANSPORTATION ACCOUNT
(\$ in thousands)

	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	5-Year Total	6-Year Total
RESOURCES								
Beginning Balance	\$128,636							\$128,636
Sales Tax on Diesel	610,777	601,344	601,753	602,162	602,572	602,982	3,010,813	3,621,590
SMIF Interest Earned	230	191	275	275	275	275	1,291	1,521
Transfer from Aeronautics Account	30	30	30	30	30	30	150	180
Loan Repayment from SHA	0	135,000	0	0	0	0	135,000	135,000
Loan Repayment from TDIF	2,054	0	0	0	0	0	0	2,054
Loan to High-Speed Rail	(26,199)	0	0	0	0	0	0	(26,199)
Transfer from SHA (S&HC 194)	26,304	26,872	27,451	28,044	28,649	29,268	140,284	166,589
TOTAL RESOURCES	\$741,833	\$763,437	\$629,509	\$630,511	\$631,526	\$632,555	\$3,287,538	\$4,029,371
State Transit Assistance	(391,972)	(379,779)	(380,040)	(380,298)	(380,557)	(380,816)	(1,901,491)	(2,293,463)
SUBTOTAL AVAILABLE RESOURCES	\$349,861	\$383,658	\$249,469	\$250,213	\$250,969	\$251,739	\$1,386,047	\$1,735,908
STATE OPERATIONS								
Rail and Mass Transportation Support	(\$28,511)	(\$29,138)	(\$29,779)	(\$30,434)	(\$31,104)	(\$31,788)	(\$152,244)	(\$180,755)
Planning Staff and Support	(21,858)	(22,339)	(22,830)	(23,333)	(23,846)	(24,371)	(116,718)	(138,576)
California Transportation Commission	(1,403)	(1,434)	(1,465)	(1,498)	(1,531)	(1,564)	(7,492)	(8,895)
Institute of Transportation Studies	(980)	(980)	(980)	(980)	(980)	(980)	(4,900)	(5,880)
Public Utilities Commission	(5,434)	(5,554)	(5,676)	(5,801)	(5,928)	(6,059)	(29,017)	(34,451)
State Controller's Office	(19)	(19)	(20)	(20)	(21)	(21)	(101)	(120)
TOTAL STATE OPERATIONS	(\$58,205)	(\$59,464)	(\$60,751)	(\$62,066)	(\$63,409)	(\$64,783)	(\$310,472)	(\$368,677)
INTERCITY RAIL								
Intercity Rail and Bus Operations	(\$90,347)	(\$93,057)	(\$95,849)	(\$98,725)	(\$101,686)	(\$104,737)	(\$494,055)	(\$584,402)
Amtrak Funding Adjustment	(\$18,600)	(31,000)	(24,800)	(24,800)	(24,800)	(24,800)	(\$130,200)	(\$148,800)
Blended System Operations	0	0	0	0	(30,700)	(31,621)	(62,321)	(62,321)
Maintenance for Initial Construction Segment	0	0	0	0	(17,800)	(18,334)	(36,134)	(36,134)
New Train Service - Coast Daylight	0	0	(5,000)	(5,150)	(5,305)	(5,464)	(20,918)	(20,918)
Heavy Equipment Overhaul	(16,800)	(16,800)	(16,800)	(16,800)	(17,800)	(17,800)	(86,000)	(102,800)
TOTAL INTERCITY RAIL	(\$125,747)	(\$140,857)	(\$142,449)	(\$145,475)	(\$198,091)	(\$202,756)	(\$829,628)	(\$955,375)
LOCAL ASSISTANCE								
Bay Area Ferry Operations/Waterborne	(\$3,148)	(\$3,179)	(\$3,211)	(\$3,243)	(\$3,276)	(\$3,309)	(\$16,219)	(\$19,367)
TOTAL LOCAL ASSISTANCE	(\$3,148)	(\$3,179)	(\$3,211)	(\$3,243)	(\$3,276)	(\$3,309)	(\$16,219)	(\$19,367)
CAPITAL OUTLAY								
STIP - Mass Transportation	(\$18,734)	(\$31,241)	(\$39,208)	(\$51,159)	(\$25,501)	(\$5,471)	(\$152,580)	(\$171,314)
STIP - Rail	(13,346)	(28,934)	(24,078)	(21,732)	(13,888)	(2,490)	(91,121)	(104,467)
TOTAL CAPITAL OUTLAY	(\$32,081)	(\$60,175)	(\$63,286)	(\$72,891)	(\$39,389)	(\$7,961)	(\$243,701)	(\$275,781)
CASH AVAILABLE FOR PROGRAMMING	\$130,680	\$119,982	(\$20,227)	(\$33,462)	(\$53,196)	(\$27,069)	(\$13,972)	\$116,708
PTA STIP TARGET CAPACITY	\$25,000	\$0	\$0	\$0	\$0	\$0	\$0	\$25,000

Note: Individual numbers may not add to total due to independent rounding.

**DRAFT 2014 FUND ESTIMATE
AERONAUTICS ACCOUNT
(\$ in thousands)**

	2013-14	2014-15	2015-16	2016-17	3-Year Total
RESOURCES					
Beginning Balance	\$8,902	\$9,073	\$ -	\$ -	\$9,073
Aviation Gas Excise Tax ¹	2,836	2,744	2,654	2,568	7,966
Jet Fuel Excise Tax ¹	2,618	2,771	2,933	3,105	8,809
Interest (SMIF)	23	23	25	27	75
Federal Trust Funds	436	446	455	465	1,366
Sale of Documents	1	1	1	1	4
Transfer to PTA Account	(30)	(30)	(30)	(30)	(90)
TOTAL RESOURCES	\$14,787	\$15,028	\$6,039	\$6,136	\$27,203
STATE OPERATIONS					
State Operations	(\$3,663)	(\$3,736)	(\$3,811)	(\$3,887)	(\$11,434)
State Controller (0840)	(8)	(8)	(8)	(9)	(25)
Financial Information System for California (8880)	(3)	(3)	(3)	(3)	(9)
TOTAL STATE OPERATIONS	(\$3,674)	(\$3,748)	(\$3,822)	(\$3,899)	(\$11,469)
LOCAL ASSISTANCE					
Grants to Local Agencies (Annual Credit Program)	(\$1,490)	(\$1,490)	(\$1,490)	(\$1,490)	(\$4,470)
Airport Improvement Program (AIP) Match	(550)	(550)	**	**	(550)
Acquisition & Development (A&D)	0	0	**	**	0
TOTAL LOCAL ASSISTANCE	(\$2,040)	(\$2,040)	(\$1,490)	(\$1,490)	(\$5,020)
CASH DURING FE PERIOD	\$9,073	\$9,240	\$727	\$747	\$10,714

Note: Individual numbers may not add to total due to independent rounding.

¹ Excise tax revenues are based on the 2013-14 projection from the 2013-14 Governor's Budget and escalated each year from 2013-14 through 2016-17 per Assumption Aero 2.

** AIP Match and A&D for 2015-16 and 2016-17 will be determined when federal budget funding has been approved. Past action by the Commission dictates that AIP Match receives priority for available funds.