



# Cash Forecast

Presented to the  
California Transportation Commission  
February 26, 2004

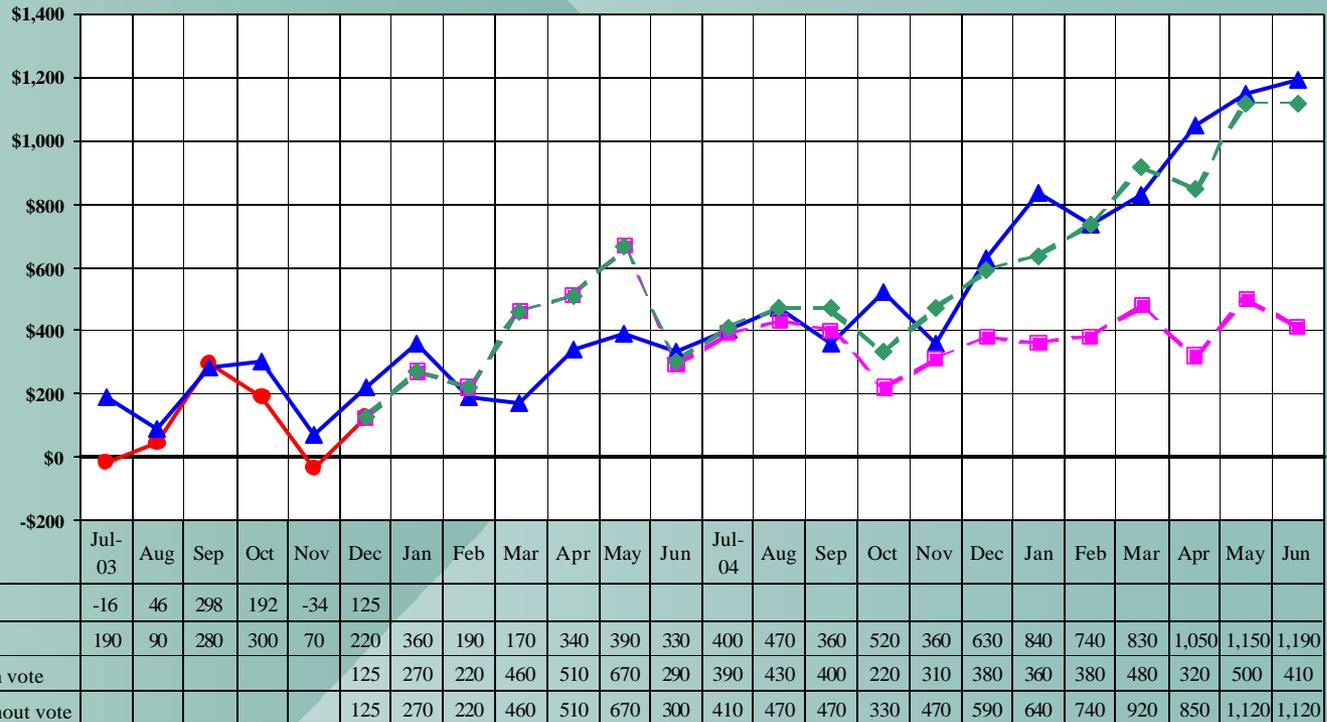
# Assumption Key Points

- Revenues and expenditures are consistent with the September 2003 forecast.
- Forecast assumes SHOPP votes to continue at the budget level through June 30, 2004 (\$530M to be voted through June 2004).
- FY 2004-05 assumes allocation of the capital outlay expenditures at the budget level evenly (\$1.9B). Department is pursuing through DOF an increase of budget authority in Capital Outlay to match the FE level (\$2.159B FE level)

# 24-Month State Highway Account Cash Forecast

## 24-MONTH STATE HIGHWAY ACCOUNT CASH FORECAST

(\$ in millions)



### Assumptions:

Cash forecast assumes full program proposed allocation for FY 2003-04 and FY 2004-05 .

Cash Forecast assumes the \$406 million General Obligation bond payments to be transferred in June 2004 per DOF proposal.

Cash Forecast assumes the \$200 million loan to General Fund to be transferred in June 2004 per DOF proposal.

Cash forecast assumes cash management of \$400 million for local federal obligation authority per Governor's mid year proposal.

Cash forecast assumes \$59.8 million TCRF close-out expenditures for FY 2003-04.

Cash forecast assumes \$80.8 million will be transferred from TCRF for FY 2003-04.

Assumes no delay on the state budget for FY 2004-05.

Assumes cash management of \$400 million for local federal obligation authority for FY 2004-05, per Governor's mid year proposal using straight line projection starting June 2005.

FY 2004-05 assumes \$68 million of TCRF close-out costs for FY 2004-05.

FY 2004-05 assumes payment of the debt service for GARVEE \$70.6 million payable in August 2004 and February 2005.

A vertical strip on the left side of the slide shows a stack of US dollar bills. The top bill is a \$100 bill, with the number '622927092 G' visible. Below it, a \$20 bill is partially visible, and at the bottom, a \$5 bill is seen. The bills are slightly out of focus, emphasizing the text on the right.

## What Has Occurred since September 2003

- Major state revenues are consistent with the September 2003 forecast.
- Expenditures are consistent with the September 2003 forecast.
- Federal receipts were lower than forecast due to timing of the Federal Consolidated Appropriation Act and the delay in the passage of a six-year highway and transit reauthorization bill. Receipts should catch up with forecast by the end of the fiscal year.

# Updated SHA Forecast

Forecast impacted by Mid-Year Spending Reduction Proposals, Governor's Budget and the Federal Appropriation Bill.

## Revenue and Transfer Assumptions:

- Cash Management of Federal Local Assistance Obligation Authority proposed as mid-year change.
- \$406M General Obligation Bond payments to be transferred in June 2004 per DOF proposal.
- \$200M Loan to General Fund to be transferred in June 2004; repayment in three years.
- Higher Federal Obligation Authority based on the Consolidated Appropriations Act of 2004 (estimated \$200M).
- Implementation of changes to commercial vehicle weight fees increased revenue (\$109M over two years).

# Updated SHA Forecast

## Expenditure Assumptions:

### Capital Outlay Expenditure Assumptions

- SHOPP votes to continue at the budget level through June 2004 (total of \$530M to be voted through June).
- FY 2004-05 assumes votes distributed evenly at the budget level (\$1.9B)
  - This is below the Fund Estimate level by \$250M. Department is pursuing through DOF an increase of budget authority in Capital Outlay to match the FE level.
- Assumes TCRP close out costs per Governor's Budget.
- Assumes GARVEE Debt Service \$70M

### Local Assistance Expenditure Assumptions

- Assumes TCRP close out costs per Governor's Budget.

# Public Transportation Account 24 Month Cash Forecast



	Jul-03	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul-04	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	
—●— 03-04 Actual	89	95	95	172	165	193																			
—▲— Sept Forecast	40	90	80	110	150	130	160	140	120	170	130	120	100	140	130	170	220	150	220	210	160	220	170	160	
-■- Feb Forecast	89	95	95	172	165	193	180	160	140	180	130	70	50	90	80	40	90	20	80	60	20	60	20	20	

**Assumptions:**

Forecast reflects the proposed Governor's 2004 Budget and mid-year proposals.  
 Cash forecast assumes no revenue from the TIF and no transfer of Non-Article XIX funds.  
 Forecast includes updated cash flow of local assistance expenditures.

# Updated Public Transportation Account Forecast

## Revenue and Transfer Assumptions

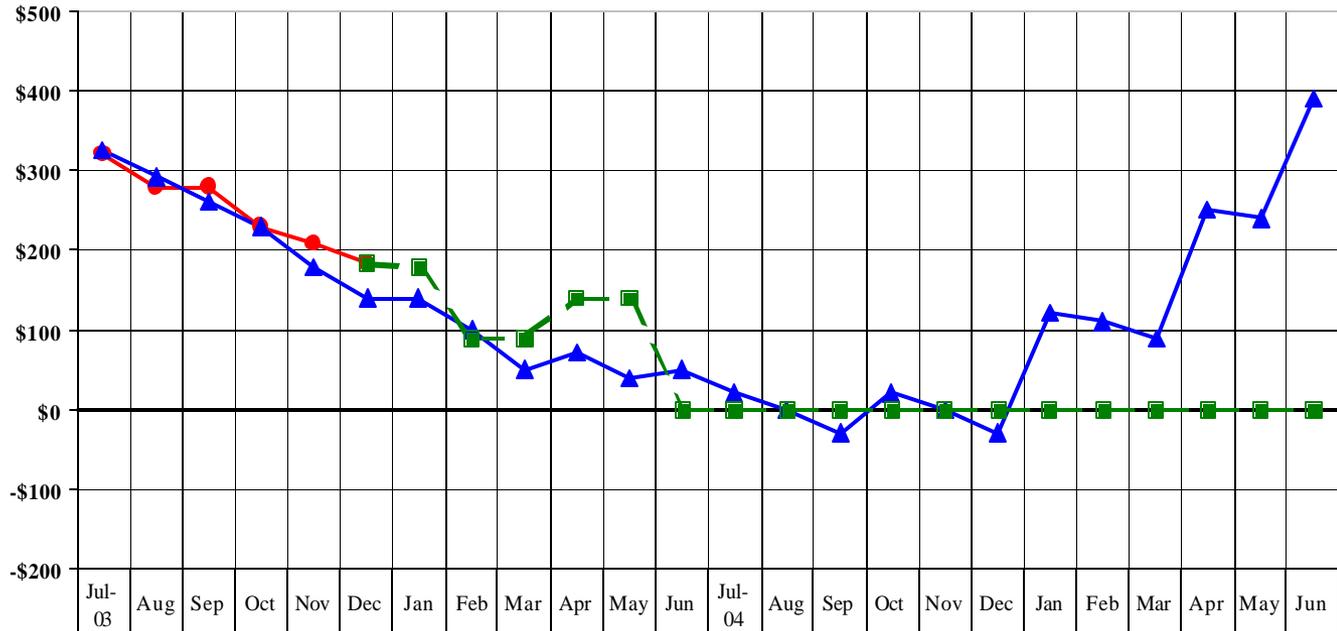
- No revenue from the TIF.
- No Non-Article XIX funds

## Expenditure Assumptions

- Local Assistance expenditures show a net increase of \$12 million based on actual expenditures.

# 24-Month Traffic Congestion Relief Fund Forecast

24-MONTH TRAFFIC CONGESTION RELIEF FUND FORECAST  
(\$ in millions)



03-04 Actuals	321	280	279	230	208	183																			
On Going Forecast	325	292	260	230	180	140	140	100	50	70	40	50	20	0	-30	20	0	-30	120	110	90	250	240	390	
Termination Forecast						183	180	90	90	140	140	0	0	0	0	0	0	0	0	0	0	0	0	0	0

**Continuing Program Assumptions (On Going Forecast):**

Cash forecast assumes TCRP will continue with existing allocations.  
 Expenditure levels based on program survey, presented at the November 2003 CTC meeting.  
 Cash forecast assumes \$289 million in revenue from TIF in FY 2003-04.  
 Forecast assumes \$100 million loan repayment to SHA in FY 2003-04.  
 Cash forecast assumes \$678 million in revenue from TIF in FY 2004-05.  
 Cash forecast assumes no new allocations in FY 2004-05.  
 October 2004 disbursements include a \$95 million lump sum repayment for Letters of No Prejudice (LONP).

**Termination of Program Assumptions:**

Cash forecast assumes termination of TCRP on Feb. 1, 2004 per mid-yea  
 Forecast assumes \$81 million transfer to the SHA on Feb. 1, 2004.  
 June 2004 disbursements include a transfer to the GF of \$189 million.  
 Forecast includes \$100 million loan repayment to SHA in FY 2003-04.  
 Cash forecast assumes no TIF revenue transfer in FY 2004-05.  
 Cash forecast assumes the list of 141 TCRP projects are repealed.  
 Forecast assumes all LONP's are rescinded.

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# Assumptions for Program Termination Forecast

- Proposed TCRP termination on February 1, 2004 per Mid-Year Spending Reduction Proposals.
- Pending legislation proposes to repeal the list of 141 TCRP projects.
- \$81 million transfer to the SHA on February 1, 2004 per pending legislation. This amount is being eroded as the program continues beyond February 1, 2004.
- Transfer \$189 million to the General Fund in June 2004. This is also being eroded as the program continues beyond February 1, 2004.

A vertical strip on the left side of the slide shows a stack of US dollar bills. The top bill is a \$100 bill, with the number '100' and the word 'ONE' visible. Below it, a \$20 bill is partially visible, showing the number '20' and the word 'TWO'. The bills are slightly out of focus, emphasizing the text on the right.

# Uncertainties in the Forecast

- The items affecting the forecast that are proposed in the Governor's Budget could change based upon Legislative action.
- There remains some uncertainty in the exact level of Federal Obligation Authority that will be received in FY 2003-04.
- The amount of future federal funds, FY 2004-05 and beyond, is currently being deliberated by Congress.