

CALTRANS

2006-07

Major Budget Items and
Allocation Capacity

Presented to the
California Transportation Commission
July 20, 2006

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'.

2006-07 Enacted Budget Significant Items

- Prop 42 transfer of \$1.420B
- Prop 42 Loan Repayment of \$1.415B
- Spillover Revenue Distribution
 - 2006-07 PTA distribution totals \$62 million



2006-07 Enacted Budget Significant Items, Cont.

● Tribal Gaming Revenue

- TCRF loan repayment with either Tribal bond proceeds, Tribal revenues, or General Fund
- \$60M to PTA if no Bonds by June 2007

Note: \$151M advanced to SHA in June 2006 by EO

● Capital Outlay Support

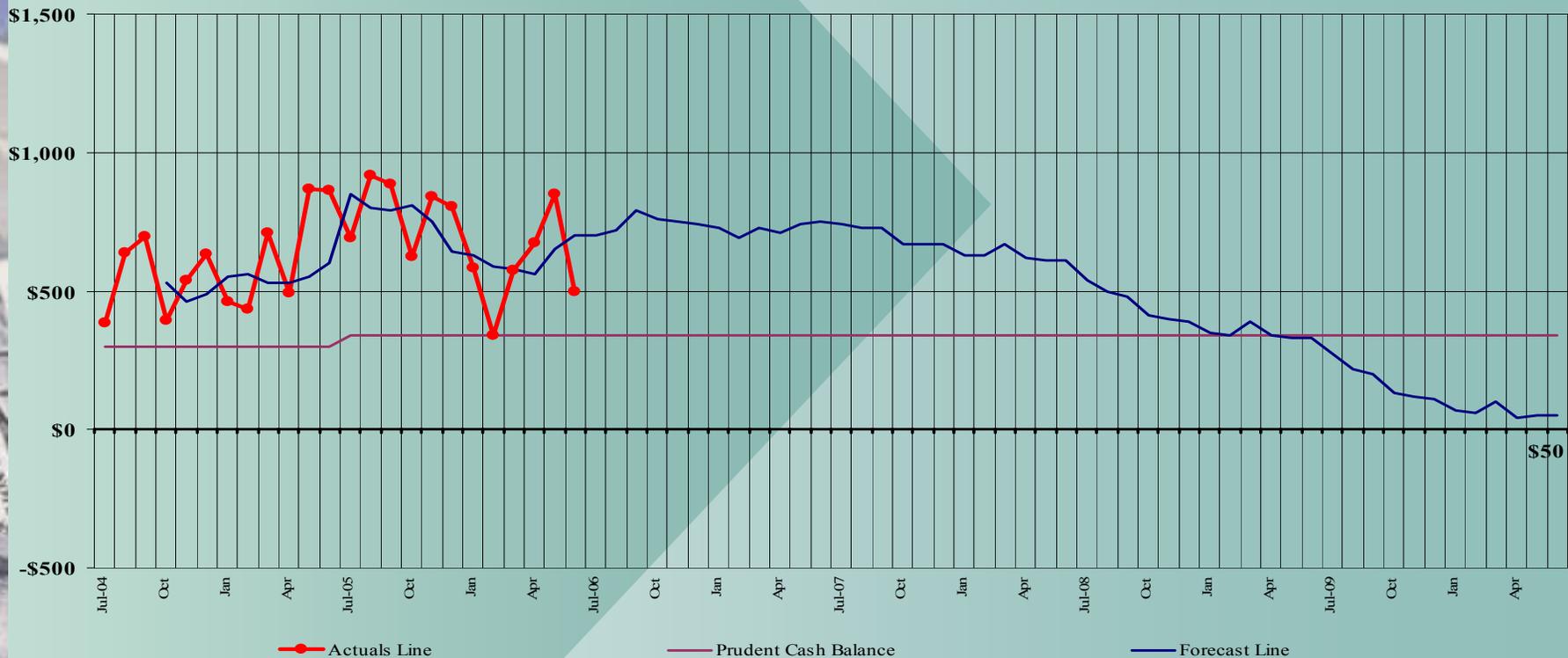
- Reduction of 411 positions
- \$185M transfer from TIF to SHA
- \$105M from SHOPP to Maintenance

2006-07 Allocation Capacity By Fund and Program (\$ millions)

FUND	SHOPP	STIP	TCRP	Subtotal	Tribal Gaming	Total
SHA	\$1,890	\$160	\$0	\$2,050	\$320	\$2,370
PTA	0	300	0	\$300	240	\$540
TCRF	0	0	990	\$990	290	\$1,280
TIF/TDIF	0	836	0	\$836	0	\$836
Total	\$1,890	\$1,296	\$990	\$4,176	\$850	\$5,026

Five-Year Look

State Highway Account and Federal Trust Fund



2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
\$2,600	\$2,050	\$2,000	\$2,000	\$2,000	\$2,000

CTC July 2006 Meeting

California Department of Transportation 2006-07 Enacted Budget for Transportation

Proposition 42 Transfer

- 2006-07 Proposition 42 transfer is fully funded at \$1.419 billion:
 - Traffic Congestion Relief Fund (TCRF) \$678 million
 - Transportation Investment Fund (TIF) \$593 million
 - Public Transportation Account (PTA) \$148 million
- Note: TIF receives the Local Streets and Roads' 40 percent share of the balance of Proposition 42 funds after the TCRF in 2006-07 and 2007-08 as a loan repayment to the State Highway Account (SHA), per Revenue and Taxation Code Section 7104(c)(3)(1).

Proposition 42 Loan Repayments

- Proposition 42 loan repayment of \$1.415 billion, which includes the first \$200 million from 2006-07 spillover revenue that was originally to be diverted to the General Fund.
- Estimated distribution of the \$1.415 billion (including interest):
 - Transportation Deferred Investment Fund (TDIF) \$446 million
 - Local Streets and Roads \$446 million
 - PTA \$208 million
 - TCRF \$315 million

Balance of Prop 42 Debt (\$millions)

Fund	Est. Principal & Interest	2006-07 Repayment	Remaining Balance
TCRF	\$1,067	\$315	\$752
TDIF	446	446	0
PTA	223	208	15
LS&R	446	446	0
TOTAL	\$2,182	\$1,415	\$767

Note: If Prop 1A (SCA 7) is approved by voters in November, the remaining balance of Prop 42 debt (\$767M) would be repaid in annual installments of \$85M over the next 9 years.

Spillover

- 2006-07 spillover distributions of \$668 million are, as follows:
 - Diverted for repayment of suspended Proposition 42 \$200 million
 - Transfer for Toll Bridge Seismic Retrofit Program \$125 million
 - Agricultural Industries Transportation Services \$20 million
 - High Speed Rail \$13 million
 - 80 percent of balance to State Transit Assistance \$248 million
 - 20 percent of balance to PTA \$62 million
- This distribution only applies to spillover in 2006-07.

CTC July 2006 Meeting

California Department of Transportation 2006-07 Enacted Budget for Transportation

Tribal Gaming Loan Repayment (\$ millions)

Fund	Est. Principal & Interest	Advance Payment	Current Balance	2006-07 Repayment	Remaining Balance
TCRF	\$482	\$0	\$482	\$290	\$192
PTA	275	0	275	237	38
SHA	473	151	322	322	0
TOTAL	\$1,230	\$151	\$1,079	\$849	\$230

* The Administration authorized the use the annual tribal gaming revenues for 2005-06 to advance \$151 million to the SHA in current year as a partial repayment of the \$473 million loan to the TCRF.

- Previous law required the TCRF to repay the SHA by June 30, 2007 (and the PTA by June 30, 2008). The budget trailer bill removed the repayment due date from the statute, and made bond proceeds the primary source for repayment, followed by tribal revenues, and then by the General Fund.
- Provisional language in the Budget specifies that if the tribal gaming bonds are not issued by June 15, 2007, the first \$60 million from the annual tribal gaming revenues for 2006-07 will be deposited into the PTA.

Capital Outlay Support

- Reduction of 411 positions to adjust workload levels needed for project delivery.
- Transfer of \$185 million from the TIF to the SHA to be used for Capital Outlay Support (COS) expenditures on STIP projects.
- Maintenance received a transfer of \$105.3 million in State Highway Operation and Protection Program projects from capital outlay and \$8.1 million in stormwater resources from COS.