

# California Department of Transportation Summary of the 2008-09 Enacted Budget

The 2008-09 Budget authorizes \$13.7 billion in expenditures for the Department of Transportation (Department). This is a \$548 million decrease from the revised 2007-08 Budget, and is attributable to both the advancing of bond capacity from 2008-09 to 2007-08, as well as a reduction of expenditures in 2008-09 due to lower revenue projections.

Changes in Budget Category (millions)					
Category	CY Adjusted 2007-08	BY Enacted 2008-09	Year to Year Change		
			▲	▼	▼
			\$ Change	%	Change
State Operations	\$4,188	\$4,409	▲	\$221	5%*
Capital Outlay	\$7,038	\$6,391	▼	-\$647	-9%
Local Assistance	\$3,068	\$2,946	▼	-\$122	-4%
<b>Total</b>	<b>\$14,294</b>	<b>\$13,746</b>	<b>▼</b>	<b>-\$548</b>	<b>-4%</b>
Personnel Years (PY)	22,282	22,278	▼	-4	0.0%

\* Increase due to additional GARVEE debt service on GARVEE funded SHOPP projects.

## Budget Highlights:

### Proposition 42

- The Budget fully funds the 2008-09 Proposition 42 transfer of \$1.43 billion, which provides funding for the State Transportation Improvement Program (STIP), local streets and roads, and the Public Transportation Account (PTA). The budget also includes the Proposition 1A annual loan repayment of \$83 million to the Traffic Congestion Relief Fund (TCRF) for the outstanding balance of previously suspended Proposition 42 transfers.

### Proposition 1B Bonds

- The Budget includes \$4.0 billion in Proposition 1B appropriations, \$3.6 billion in Department administered appropriations. The 2008-09 Budget also includes first-time funding for the Trade Corridors Improvement Fund (TCIF) and State-Local Partnership Program (SLPP).

### Public Transportation Account (PTA), State Transit Assistance (STA)

- The Budget authorizes the PTA to fund \$138 million for the Department of Developmental Services Regional Center Transportation Program, and \$593 million for K-12 Home-to-School transportation. It also amends current law to fund the 2008-09 STA at \$306 million. The budget also includes a short-term loan from the TCRF to the PTA of \$60 million.

### SHOPP: Impact of Gas Excise Tax Revenues and Tribal Gaming Funds

- Total funding for the State Highway Operations and Protection Program (SHOPP) was decreased by \$100 million from the Governor's Budget. This is due to lower projections of excise tax revenues from declining fuel consumption, which will result in lower future allocation capacity.

### Transportation Loans

- The budget includes various loans from transportation accounts totaling \$231 million. These loans will not impact project delivery. Funds will be available as needed to meet project commitments.

### Project Delivery and Maintenance Staffing

- The Department's budget for Capital Outlay Support staffing is \$1.825 billion, reflecting a decrease of \$26 million from the Governor's Budget. Eighty-nine percent of this decrease will be in state staff and 11 percent will be contract positions. The Department is expecting a slight increase of 11 positions and \$39 million in the Maintenance Program in the proposed 2008-09 budget.

**DEPARTMENT OF TRANSPORTATION**

2008-09 Allocation Capacity By Fund and Program (\$ millions)						
Fund	SHOPP	STIP	TCRP	Other (Bonds)	Total	
SHA	\$1,200	\$65	\$0	\$0	\$1,265	
PTA	0	50	0	0	\$50	
TIF	0	225	0	0	\$225	
TCRF	0	0	110	0	\$110	
Bonds	86	1,008	0	3,022	\$4,116	
GARVEE Allocations	114	0	0	0	\$114	
<b>Total Capacity</b>	<b>\$1,400</b>	<b>\$1,348</b>	<b>\$110</b>	<b>\$3,022</b>	<b>\$5,880</b>	

Based on the 2008-09 Budget Act, the Department recommends a total 2008-09 Allocation Capacity of \$5.880 billion. This total includes \$4.230 billion or 72 percent of capacity from Proposition 1B bonds and GARVEE allocations.