

# Department of Transportation Budget and Allocation Capacity Update

Presented to the  
California Transportation Commission  
April 7, 2010

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 bottom bill is a \$5 bill, showing the number '5' and the word 'FIVE'.

# Recent Events

- Gas Tax Swap
- March Bond Sale
- Additional federal funds and project savings lead to additional allocation capacity



# Tax Swap Impact to STIP and SHOPP

- Governor signed two bills on March 22
  - Stabilizes transportation funding
  - Provides a dedicated source to fund debt service on transportation related bonds
- SHOPP
  - Increased excise tax funding for SHOPP
  - About \$650 million over 5-year FE period, increase does not begin until 2011-12



# Tax Swap Impact to STIP and SHOPP (Continued)

- “Prop 42” STIP
  - Prop 42 sales tax eliminated, replaced with excise tax
  - Increase of approximately \$150 million more than the estimated Prop 42 STIP revenue for the 5-year Fund Estimate period
- PTA STIP
  - Numerous complicated changes to PTA funding and commitments
  - Increased State Transit Assistance commitments to  $\frac{3}{4}$  of PTA sales tax revenue
  - Net resources for PTA STIP about \$500 million below the Fund Estimate for the 5-year period

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# March Bond Sale

- Treasurer held bond sale on March 18
- Bond sale amounts received:
  - \$75 million for Proposition 116
  - \$139 million for Proposition 1B

The discussion of how to allocate these additional bond funds will occur with the "Projects Delivered But Not Yet Allocated" book item (Tab 63)

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# Federal Resources Recap

- Additional Federal OA
  - Increased OA from federal reauthorizations
- Federal Funds savings from prior year de-obligations

# Recommendation

- Net increase to current Allocation Capacity \$620 million
- Projects need to be federally eligible and must be obligated by August 1.
- Recommended Distribution:
  - \$310 million SHOPP
  - \$310 million STIP

# 2009-10 Capital Allocations vs. Amended Capacity by Program

## 2009-10 Capital Allocations vs. Capacity

Summary through February 28, 2010

(\$ in millions)

	SHOPP <sup>1</sup>	STIP <sup>1</sup>	TCRP	BONDS	ARRA-TE (Non- STIP)	TOTAL
Total Allocation Capacity	\$2,095	\$1,275	\$60	\$4,228	\$12	<b>\$7,670</b>
Total Votes	803	407	61	442	11	<b>\$1,724</b>
Authorized Changes <sup>2</sup>	-443	-42	0	N/A	-1	<b>-\$486</b>
<b>Total Remaining Capacity</b>	<b>\$1,735</b>	<b>\$910</b>	<b>-\$1</b>	<b>\$3,786</b>	<b>\$2</b>	<b>\$6,432</b>

**Note: Totals may not add due to rounding**

<sup>1</sup> Proposition 1B bond & Recovery Act capacities included in total: \$73M (Recovery Act SHOPP); \$177M (Prop 1B SHOPP); \$514M (Prop 1B STIP)

<sup>2</sup> Authorized changes include project increases and decreases pursuant to the Commission's G-12 process and project rescissions.