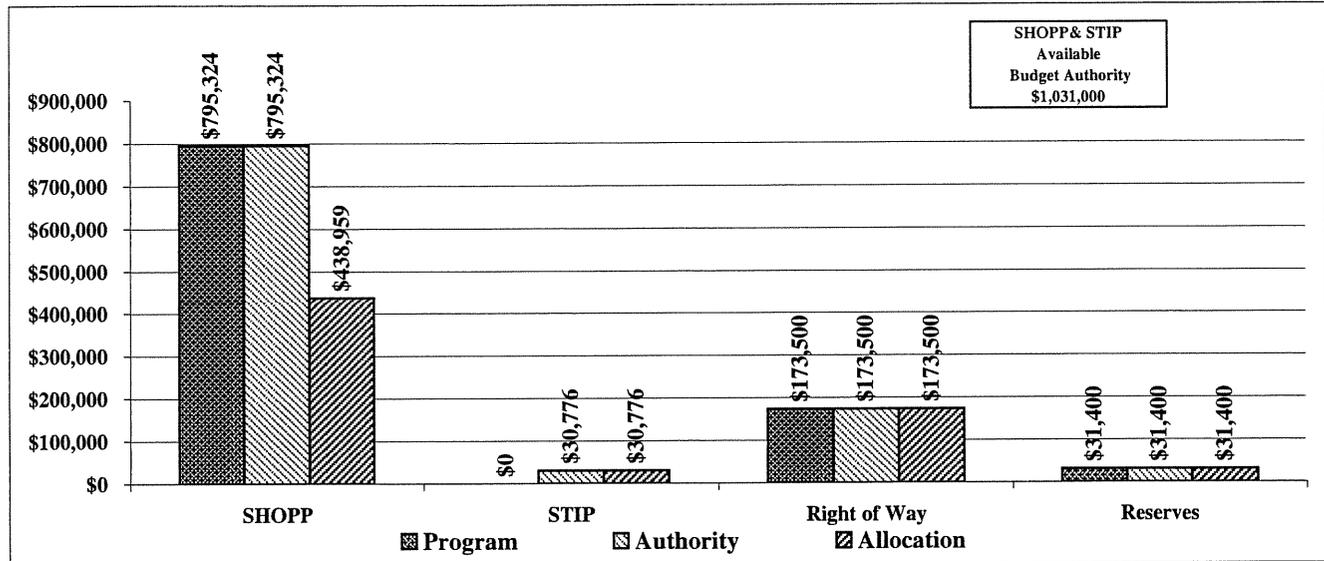


FY 2003/2004 STIP/SHOPP BUDGETARY ANALYSIS REPORT
as of February 28, 2004
(\$ in thousands)



Objective: To monitor and report the availability of FY 2003/04 Budget Authority and determine the the overall capacity for meeting the current programmatic commitments.

Measure: The authorized levels are consistent with the enacted 2003/2004 Budget and CTC approved adjustments necessary to conform to the FY 2003/2004 SHOPP Allocation Plan. Allocations represent CTC votes, emergency project funding (G-11) and projects processed under the Department's delegated authority. The established reserve is intended to fund project specific budget adjustments pursuant to CTC guidelines (Resolution G-12).

Result: Currently there is insufficient Budget Authority to fully fund the FY 2003/2004 SHOPP Allocation Plan. The \$4.7 million shortfall is directly attributable to the funding of various STIP projects (see Analysis below). Additional STIP allocations will require CTC and Department of Finance approval of a Budget Revision in order to provide the requisite budget authority. Due to the constrained nature of the current budget, additional non-SHOPP allocations will reduce the Department's ability to fully fund the FY 2003/2004 SHOPP Allocation Plan.

- Analysis:**
- The current funding capacity for the FY 2003/2004 State Highway Operations Protection Plan (SHOPP) Allocation Plan is \$795.3 million, which is \$4.7 million below the \$800 million authorized level. The funding shortfall is attributable to the allocation and or reservation of the following STIP projects:
 - Eureka Non Freeway - \$1.2 M.
 - Planning Programming and Monitoring - \$3.5 M.
 - To date there has been a total of 249 SHOPP projects voted, totaling \$438.9 million. Of the 249 projects allocated, 76 have been awarded. The average timing from project allocation to award is approximately 90 days. Given this timeframe, only 6 projects fall outside the accepted norm.
 - Of the total amount allocated approximately \$23 M has been expended. The reported expenditure level is consistent with current projections.