

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: February 19, 2009

Reference No.: 4.6
Information Item

From: CINDY McKIM
Chief Financial Officer

Prepared by: Norma Ortega
Division Chief
Budgets

Subject: **2010 STIP FUND ESTIMATE DEVELOPMENT OVERVIEW**

SUMMARY:

The 2010 State Transportation Improvement Program (STIP) Fund Estimate will include a five-year forecast from Fiscal Year (FY) 2010-11 through FY 2014-15 for the State Highway Account, the Public Transportation Account, and the Transportation Investment Fund. In addition to the 2010 STIP Fund Estimate, the Department of Transportation (Department) also prepares a three-year fund estimate for the Aeronautics Account.

Over the next several months, the Department will work closely with California Transportation Commission (Commission) staff to identify key issues and assumptions, and prepare the 2010 STIP Fund Estimate for adoption by August 15, 2009. The key milestones for the development of the 2010 Fund Estimate are:

- February 2009 – Overview
- April 2009 – Present Draft Assumptions
- May 2009 – Adopt Assumptions
- July 2009 – Present Draft FE
- August 2009 – Adopt FE

A copy of the Department's Powerpoint presentation is attached.

BACKGROUND:

Section 14525 (a) of the Government Code requires the Commission to adopt the STIP fund estimate by August 15 of each odd-numbered year. The purpose of the fund estimate is to provide both an estimate of all federal and State resources expected to be available for programming in the subsequent STIP and a plan to manage these funds over the subsequent five years.

Section 14524 (d) of the California Government Code allows the Commission to postpone the issuance of the fund estimate due to pending legislation for up to 90 days after August 15.

Attachment



2010 STIP Fund Estimate Overview & Timeline

February 2009

Prepared by:
Department of Transportation
Division of Budgets



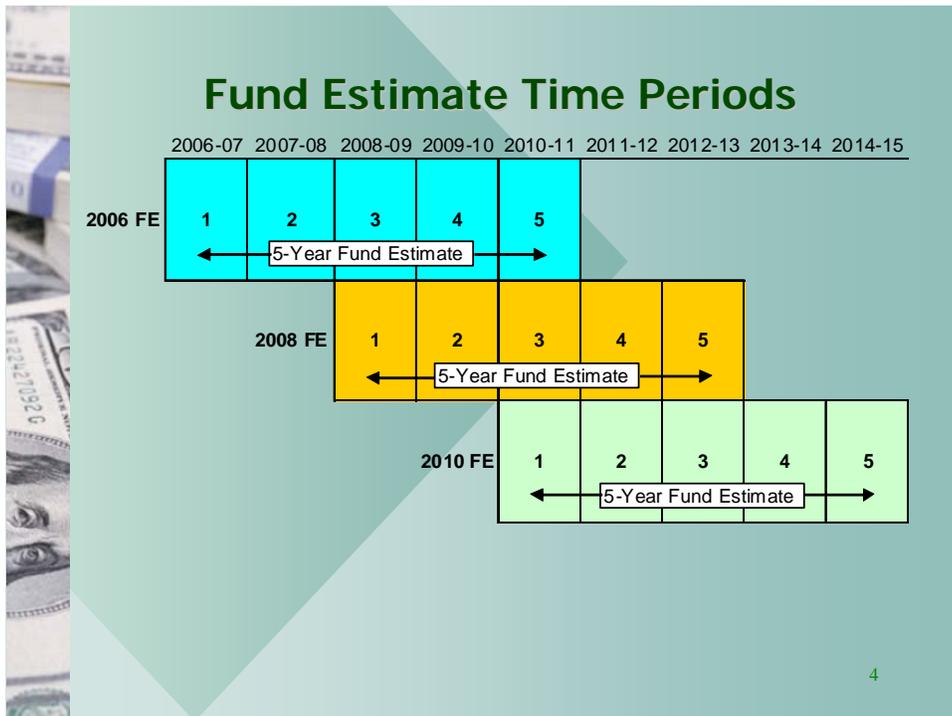
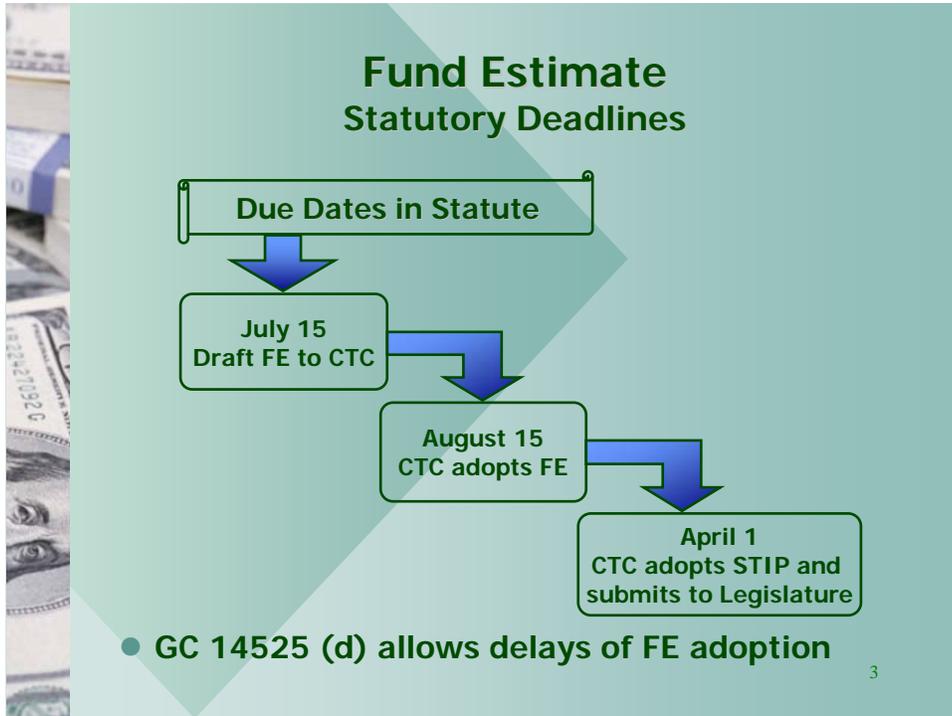
1

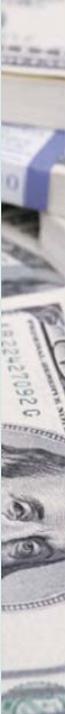


What is the Fund Estimate (FE)?

- **5-Year projection of available resources**
 - Required by statute
 - Prepared biennially
 - Estimates STIP & SHOPP capacity
- **California Transportation Commission (CTC)**
 - Provides guidance on FE
 - Adopts FE by August 15
 - Adopts STIP consistent with FE
 - Submits STIP on April 1

2





Major Accounts Included in the 2010 Fund Estimate:

- State Highway Account (SHA) and Federal Trust Fund (FTF)
- Public Transportation Account (PTA)
- Transportation Investment Fund (TIF)

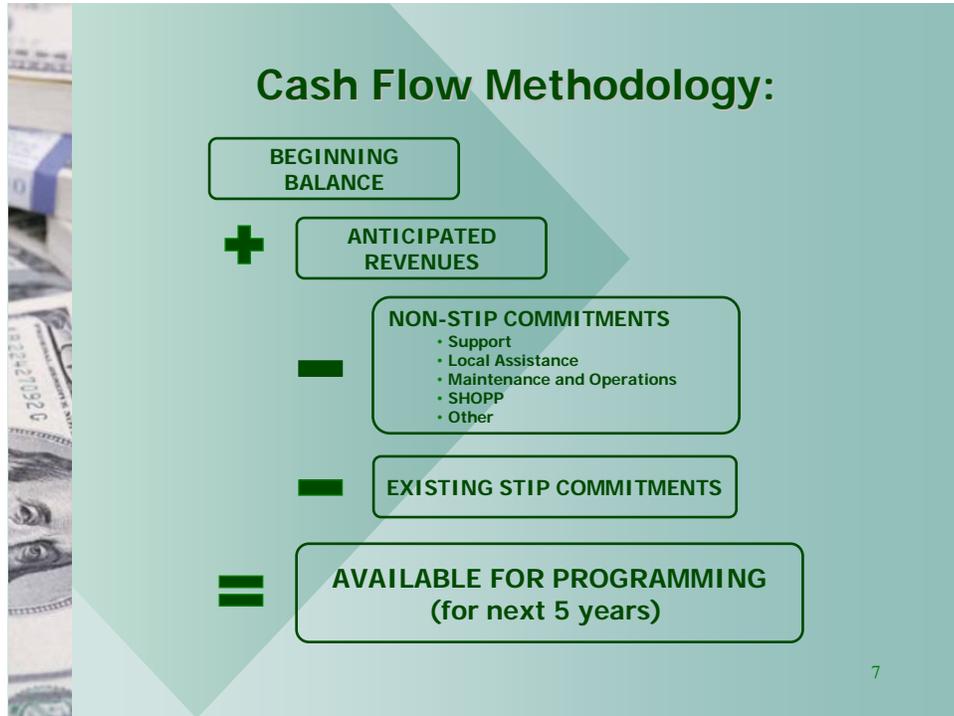
5



Statutory Guidance

- **Revenues:** “Existing statutes” per GC 14524 (c)
- **Expenditures (S&HC 163):**
 - Administrative
 - Maintenance and Operations
 - SHOPP
 - Local assistance
 - STIP

6



2010 Fund Estimate Timeline with CTC Meetings

| Date | Objective |
|-------------|---|
| February 18 | Overview of FE presented to CTC. |
| May 13 | FE Assumptions adopted by CTC. |
| July 8 | Draft of FE presented to CTC. |
| August 12 | Final FE presented to CTC for adoption. |

8

