



Grant Anticipation Revenue Vehicles (GARVEE) Bond

**Presented to the
California Transportation Commission
July 25, 2007**

California Transportation Commission Policy on GARVEE Bonding, December 2003

The Commission will select projects that are major improvements to corridors and gateways for interregional travel and goods movement. Major improvements include projects that increase capacity, reduce travel times, or provide long-life rehabilitation of key bridges or roadways.

Benefits of GARVEE

- **Accelerates project benefit**
- **Achieve cost savings**
- **Minimizes the financial impact of large projects**

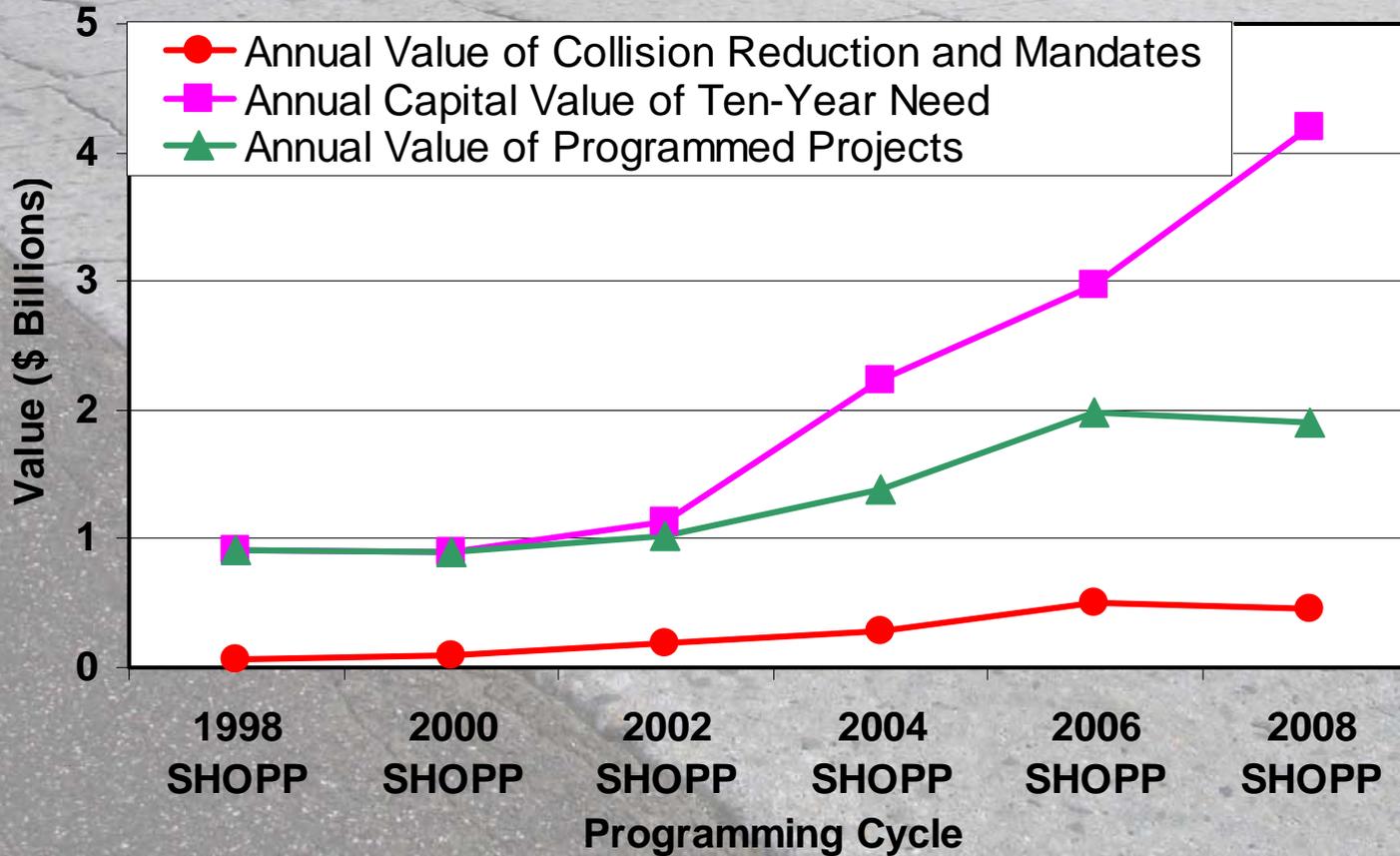
Tenets

- **Benefits of early financing must outweigh the cost of financing**
- **Use on assets with a long service life**
- **Realistic delivery schedule**

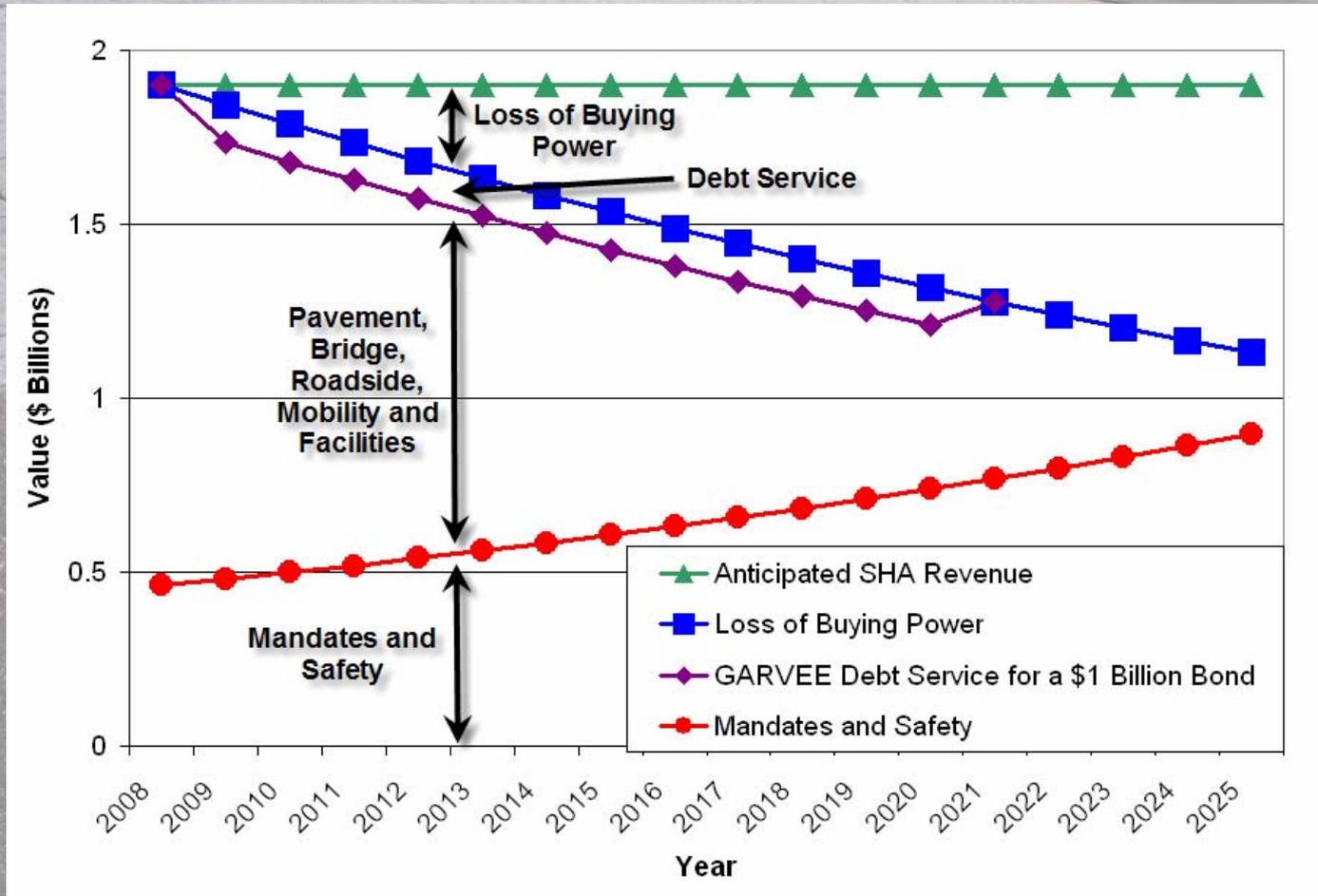
Risks

- **Federal Highway Trust Fund**
- **Future SHOPP needs**

SHOPP Trends



The Future



Project Selection Criteria

- **Pavement and bridge rehabilitation projects**
- **Routes with high vehicle traffic and goods movement**
- **Long life assets (> 20 years)**
- **Early Delivery**
- **Completion of Corridors**

A photograph of a concrete road surface with several large, irregular cracks. The road is light gray and shows signs of wear. In the background, there is a concrete curb and some greenery. The text "Questions ?" is overlaid in the center of the image in a large, bold, black font.

Questions ?