

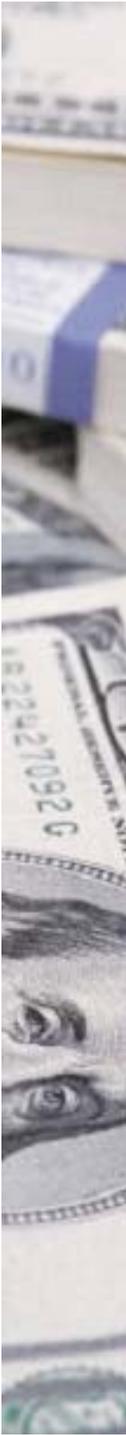
Department of Transportation Proposed May Revision of the 2008-09 Governor's Budget

Presented to the
California Transportation Commission
May 2008

2008-09 May Revise Budget

Proposes \$13.8 Billion in Expenditures

Changes in Budget Category (millions)					
Category	CY Adjusted	BY Proposed	Year to Year Change		
	2007-08	2008-09		\$ Change	% Change
State Operations	\$4,188	\$4,425	▲	\$237	6%
Capital Outlay	\$7,038	\$6,391	▼	-\$647	-9%
Local Assistance	\$3,068	\$2,946	▼	-\$122	-4%
Total	\$14,294	\$13,762	▼	-\$532	-4%
Personnel Years (PY)	22,282	22,194.9	▼	-87.1	-0.4%



Highlights

Revenues

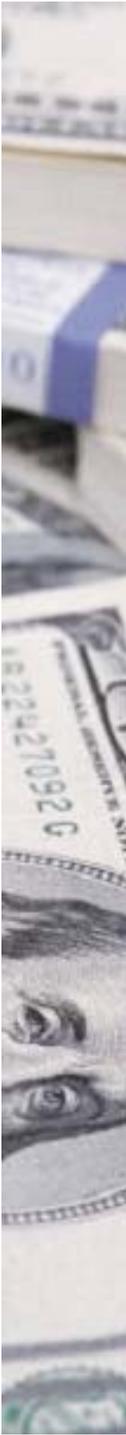
- Proposition 42 – Fully funded at \$1.43 billion
 - \$573 million to the TIF for STIP eligible projects
 - \$573 million to Local Streets and Roads
 - \$286 million to the PTA

- Increased Sales Tax Revenues from Governor's Budget
 - PTA net increase of \$104 million from Diesel & Spillover

- Decreased Excise Tax Revenues
 - \$69 million in 2007-08, \$124 million in 2008-09

- Tribal Gaming revenues
 - \$100 million to SHA in 2008-09

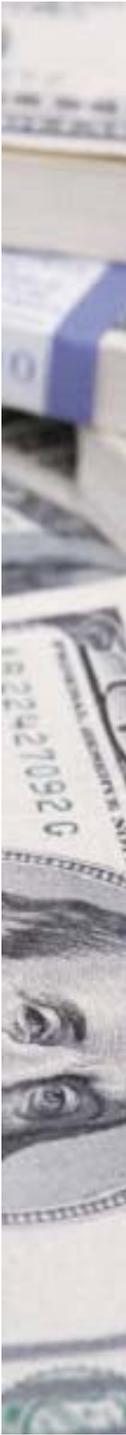
- Proposition 1B \$3.6 billion in Department appropriations
 - Trade Corridors Improvement Fund (TCIF)
 - State-Local Partnership Program (SLPP)



Highlights Cont'd

Transfers and Loans

- **STA funded at \$306 million (same as 2007-08)**
- **Home-to-School receives \$593 million in transfers**
 - \$13 million from the PTA
 - \$580 million from the STA
- **Debt Service of \$689 million**
 - \$588 million via the MTF from spillover
 - \$101 million from the PTA
- **\$238.1 million in loans from transportation accounts to the GF**
 - SHA to loan \$200 million
 - Trailer Bill authorizes PMIA loans and inter-fund loans
 - No impact to SHOPP or STIP projects



Other Highlights

Public Transportation Modernization Improvement & Service Enhancement Account (PTMISEA)

- \$187 million re-appropriated to 2008-09

FL #4 – Proposition 1B Implementation

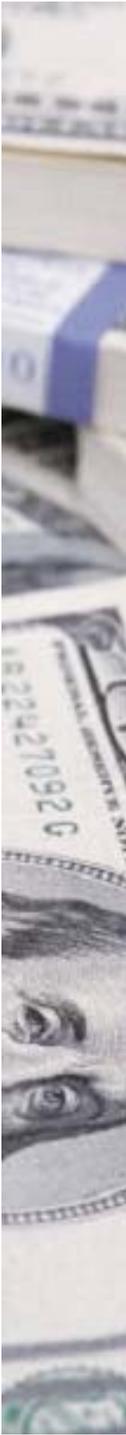
- Increase of \$2.8 million for workload associated with Proposition 1B

FL #12 – Bond STIP TFA

- Reduces 2008-09 appropriation by \$181.0 million in light of 2007-08 advance

FL #17 – COS Workload Reduction

- Reduction of \$26.1 million for COS workload tied to adopted STIP, SHOPP, and Proposition 1B



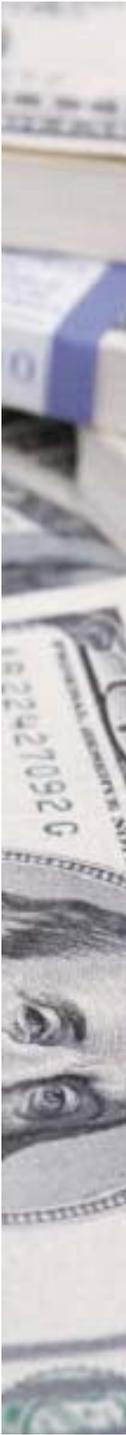
May Revise Impact to SHOPP

Decrease Excise Tax Revenues

- May Revise projects lower revenues in 2007-08 and 2008-09
 - Allocation capacity for 2007-08 remains unchanged (G12 savings offset revenue reductions)
 - \$100 million reduction to 2008-09 appropriations

SHOPP Capacity Outlook

- Lower 2008-09 SHOPP capacity
- 2008-09 SHOPP capacity presented at June Meeting



May Revise Impact to STIP

Transportation Investment Fund (TIF)

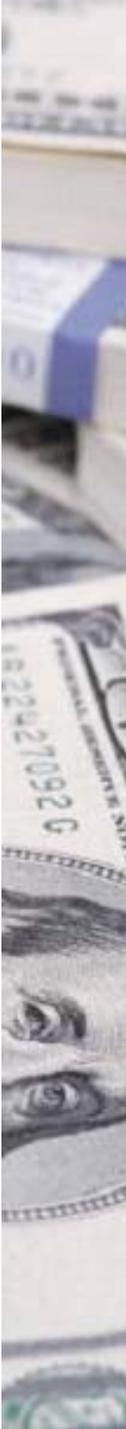
- Fully funds Proposition 42
- Transfer still at risk for 2008-09

Public Transportation Account (PTA)

- No change to previous 2008-09 capacity (AB 3090s only)
- \$60 million loan from the TCRF

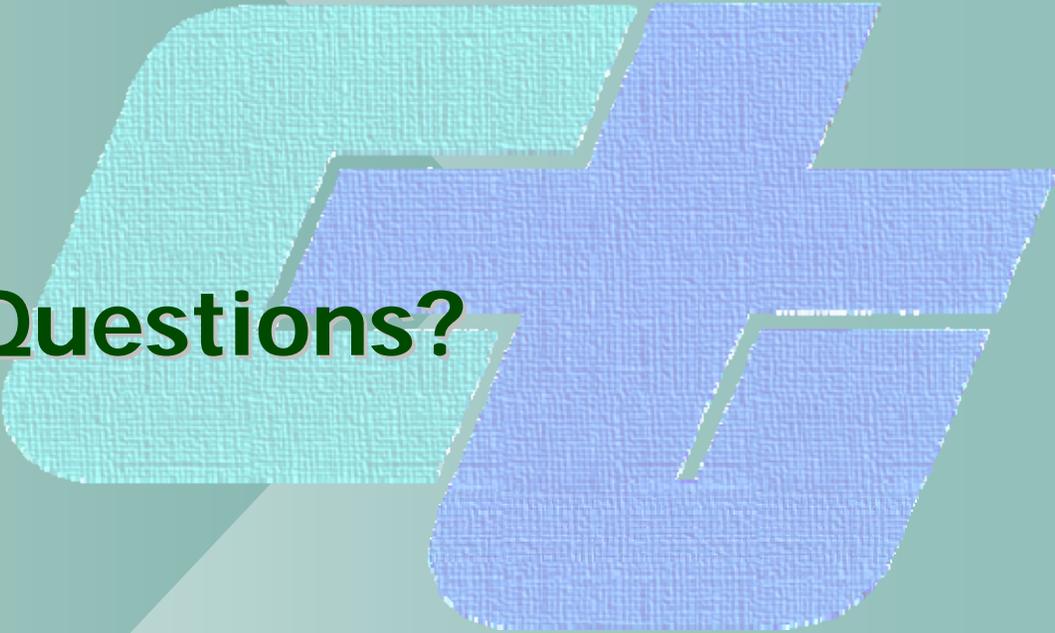
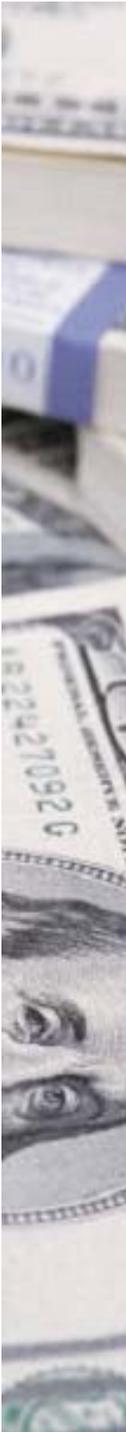
Transportation Facilities Account (TFA)

- Advanced \$181 million to 2007-08
- 2008-09 appropriation reduced to \$940 million



May Revise Impact to TCRP

- **Proposition 42 loan balance of \$744 million**
 - \$83 million from Transportation Deferred Investment Program (TDIF)
- **Pre-Proposition 42 loan balance of \$979 million**
 - Balances due to SHA, PTA, TCRF
 - LAO proposed to retain repayment of \$100 million in 2008-09
- **Impact of Repayment Schedule**
 - Increased costs
 - Congestion
 - Jeopardizes other funding



Questions?