

Department of Transportation

2010-11

Budget Update and Allocation Capacity

Presented to the
California Transportation Commission
June 30, 2010

Budget Update

State Operations Reduced

- From \$5.0B in Governor's Budget (GB) to \$4.2B
 - Revised Capital Outlay Support reduction of \$57M
 - From 498 PYs in May Revise (MR) to 346 PY
 - GARVEE reduced from \$680M in GB to \$1M
 - Committee may authorize increase back to \$680M
 - P3 reduced from \$115M in GB to \$0
 - \$100M SHA reduction in OE&E
- Items still pending
 - State employee compensation proposals

A vertical strip on the left side of the slide shows a stack of US dollar bills, including a \$100 bill and a \$20 bill. The bills are slightly out of focus, showing details like the number '622927092 G' and the portrait of a man.

Prolonged Budget Concerns

- Prolonged budget impasse may affect operations
 - Fuel tax transfers contingent upon enacted budget
 - 2010-11 allocations contingent upon enacted budget
 - Budget impasse past August may put ongoing projects at risk

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 '622927092 G' visible. Below it, the faces of other bills are partially visible.

Recent Events

- Fuel Tax Swap
 - Changes in resources affect capacity
- Toll credits in lieu of State match
 - Included in proposed 2010-11 allocation capacity
- Federal reauthorization
 - Continuing Resolution expires in December 2010
 - Expect extensions until new Act is signed



2010-11 Allocation Capacity *is Proposed*

- 2010-11 Budget Act and trailer bills may affect capacity
- Revision may be required
 - Initiative 1414 (09-0063): “Local Taxpayer, Public Safety, and Transportation Protection Act of 2010”
 - Qualified for November 2010 ballot

2010-11 Proposed Allocation Capacity

By Fund and Program (\$ in millions)					
Fund	SHOPP	STIP	TCRP	Other Bonds	Total
SHA	\$200	\$200	\$0	\$0	\$400
FTF	\$1,800	200	0	0	\$2,000
PTA	\$0	50	0	0	\$50
TCRF	\$0	0	84	0	\$84
<i>Prop 1A Bonds*</i>	\$0	0	0	234	\$234
<i>Prop 1B Bonds*</i>	\$57	469	0	3,471	\$3,997
Total Capacity	\$2,057	\$919	\$84	\$3,705	\$6,765

* Bond capacity represents total budget authority and is subject to sales in 2010-11.

- \$76M in TCRP already allocated
- Capacity in line with the 2010 Fund Estimate except for the PTA