PASSED BY

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JUL 1 4 2005

CALIFORNIA
TRANSPORTATION COMMISSION

CALIFORNIA TRANSPORTATION COMMISSION
State Highway Account Loan Program
Six-Month Estimated Loan Capacity under AB 1012

Resolution G-05-03

1.1 WHEREAS, Section 14529.6 of the Government Code (GC) was added by Chapter 783 of the Statutes of 1999 (AB 1012, Torlakson), hereinafter referred to as "the act", and

1.2 WHEREAS, GC Section 14529.6 establishes a loan program to advance unallocated funds from the State Highway Account (SHA) for the advancement of projects eligible under the State Transportation Improvement Program (STIP) that are included within an adopted regional transportation plan; and

1.3 WHEREAS, the California Transportation Commission (Commission) is required by the act to adopt, in January and July of each year, a projection of funds that may be available to be loaned and the period of time during which funds will be available; and

1.4 WHEREAS, the act directs the Department of Transportation (Department) to report to the Commission, prior to adoption of a projection, the cash-flow needs for the STIP for the following six months; and

1.5 WHEREAS, GC Section 14529.6 (c) authorizes the loan program, when the Commission determines that the SHA cash balance will be greater than $400 million; and

1.6 WHEREAS, the SHA adjusted cash balance on April 30, 2005, was $493 million and the projected ending cash balance for Fiscal Year 2004-05 is estimated to be $660 million; and

1.7 WHEREAS, the Department may make any loans without jeopardizing funding of the Department's daily operations.

2.1 NOW THEREFORE BE IT RESOLVED that the Commission does hereby acknowledge that the SHA cash balance is projected to be greater than $400 million and that the loan program for the six-month period from July 2005 through December 2005 is re-instated in accordance with GC Section 14529.6 (c).