

SUMMARY OF FY 2007-08 ENACTED STATE BUDGET
Signed by Governor August 24, 2007

Public Transportation Account - \$1.26 Billion Diverted to General Fund

Significantly reduces Public Transportation Account (PTA) resources by redirecting sales tax revenues towards the General Fund (GF) and State Transit Assistance (STA).

- \$1.26 billion of PTA resources redirected to the GF.
 - \$622 million in spillover will be diverted for the following purposes:
 - \$83 million to the GF for repayment of loan due to the Traffic Congestion Relief Fund (TCRF).
 - \$539 million to the newly created Mass Transportation Fund to reimburse the GF for 2007-08 and prior years' transportation debt service expenditures.
 - An additional transfer of \$409 million from PTA to the GF for previous years' transportation debt service expenditures.
 - \$129 million for Regional Center Transportation Program from the PTA.
 - \$99 million for Home-to-School Transportation from the PTA.
- Governor vetoed additional \$100 million from the STA Program
 - STA total \$316 million
 - STA will receive \$100 million of the spillover from the PTA, in addition to one-half of all other sales tax revenue
 - Allows CTC to allocate FY07/08 STIP funds

Proposition 42 (sales tax on gasoline) – Fully Funded

- Current year Proposition 42 transfer, funded at an estimated \$1.475 billion, plus the Proposition 1A loan repayment to the TCRF of \$83 million, yields a total of \$1.558 billion in 2007-08, distributed as follows:
 - \$684 million to the Traffic Congestion Relief Program (TCRP)
 - \$699 million to the STIP
 - \$175 million to the PTA

Note: 2007-08 is the last year the TCRP will receive Proposition 42 transfers other than the loan repayment of \$83 million authorized by Proposition 1A. Beginning in 2008-09, Proposition 42 funds will be transferred to the Transportation Investment Fund (TIF) and then distributed based upon a statutory formula of 20% to the PTA, with one-half of this amount for STIP projects and one-half to STA for transit; 40% to the TIF for STIP projects; and 40% for subventions to cities and counties for local streets and roads.

Pre-Proposition 42 (Tribal Gaming)

The enacted Budget assumes tribal gaming revenues only as they are received, currently estimated at \$100 million annually. The enacted Budget transfers the \$100 million to the State Highway Account (SHA) in 2007-08, to be used for pavement rehabilitation projects in the State Highway Operation and Protection Program (SHOPP) and Maintenance Program.

Capital Outlay Support Resources

The enacted Budget includes staffing and funding levels needed for Caltrans Capital Outlay Support (COS) as follows:

- Appropriates a total of \$1.8 billion for 13,121 full time equivalents (FTEs).
- The net FTE workload increase to the budget year is 527.

- State staffing increases by 445 positions.
- Architectural & Engineering (contracting out) resources increases by 50.
- Cash Overtime increases by 32.
- Reflects funding for bond workload as well as a \$63 million adjustment of personal services dollars to fully fund existing authorized positions.

Proposition 1B Appropriations

- Appropriates \$4.2 billion of the \$19.9 billion in bonds approved by voters in November 2006

Figures in \$millions

Prop 1B Program	FY07/08 Appropriation	Prop 1B Total
Corridor Mobility Improvement Account (CMIA)	\$608	\$4,500
State Transportation Improvement Program (STIP)	\$727	\$2,000
Transit (Direct to Locals)	\$600	\$3,600
Transit Security	\$101	\$1,000
Local Street & Roads (Direct to Locals)	\$950	\$2,000
Local Seismic (match to Fed HBRR program)	\$14	\$125
State Highway Operation and Protection Program	\$403	\$750
Rail Grade Separations	\$123	\$250
Intercity Rail	\$188	\$400
Port, Harbor & Ferry Terminal Security	\$41	\$100
Highway 99	\$14	\$1,000
School Bus Retrofit	\$193	\$200
Air Quality	\$250	\$1,000
Trade Corridor Improvement Fund	\$0	\$2,000
State Local Partnership Program (SLPP)	\$0	\$1,000
Totals	\$4,212	\$19,925

- The Trade Corridors Improvement Fund and the State/Local Partnership Program Account and associated support positions were not funded in 2007-08.
- In final stages of Budget negotiations, provisions were made limiting the extent to which transportation bonds and projects would be subject to greenhouse gas emissions lawsuits.
- The enacted Budget provides 52 three-year limited-term positions and \$6.9 million for implementation and administration of the responsibilities under the Bond Act.

Total Caltrans' budget - \$13.86 billion

- Capital Outlay: \$6.37 billion (+ \$1.72 billion from 2006-07) +37.0%
 - Local Assistance: \$3.52 billion (+ \$0.56 billion from 2006-07) +19.0%
 - State Operations: \$3.97 billion (+ \$0.35 billion from 2006-07) +9.8%
- Total positions: 22,899, including 590 positions from May Revise Finance Letters.

Other Transportation Elements of Budget

- High Speed Rail Authority - \$20 million to continue development of the high-speed rail project
- Proposition 1C Implementation - \$95 million for Transit-Oriented development for new housing close to transit stations.
- Local Streets and Roads - \$2.1 billion for local streets and roads maintenance

Prepared by: Caltrans Division of Budgets, with modifications by RTC staff