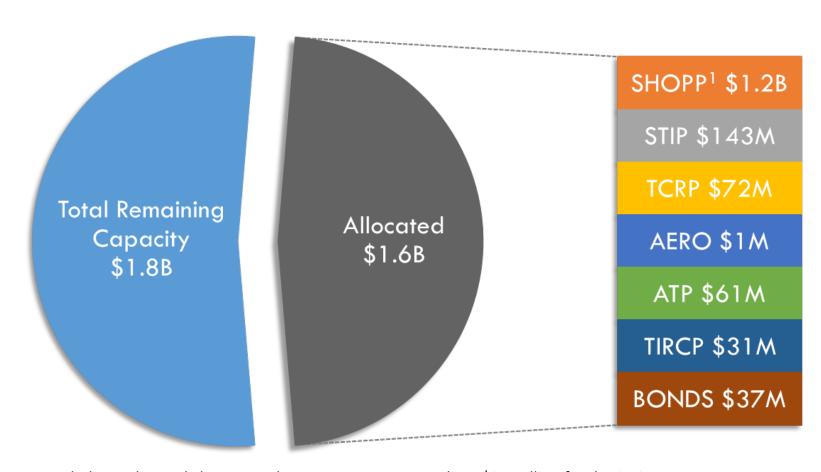


Budget and Allocation Capacity Update

Presented to the California Transportation Commission

47% of 2016-17 Capacity Allocated Through December 2016

\$3.4 Billion Allocation Capacity



1. Includes authorized changes and project rescissions totaling -\$35 million for the SHOPP



2017-18 Governor's Budget Transportation Overview

19,044

Changes in Budget Category Expenditures 2016-17 Enacted vs. 2017-18 Proposed (\$ in Millions) CY BY Change % **Enacted Proposed** 2017-18 2016-17 Change Change Category \$4,200 **State Operations** \$4,284 \$84 2.0% \$3,094 \$3,988 \$894 28.9% Capital Outlay **Local Assistance** \$2,414 \$2,651 \$237 9.8% Financing* \$11 \$11 \$0 0.0% Total \$9,719 \$10,934 \$1,215 12.5%

19,013



Positions

-0.2%

-31

^{*} Financing includes GARVEE debt service, which is categorized in the Governor's Budget as State Operations. The Governor's Budget does not reflect the carryover of GARVEE debt service expenditures that will occur in future years.

Governor's Transportation Funding and Reform Package

- 10-year plan providing approximately \$43 billion in additional resources for transportation
- Partial year revenues in 2017-18 totaling \$1.8 billion
 - \$1.1 billion generated by a new \$65 Road Improvement Charge
 - \$500 million in additional appropriations of Cap-and-Trade resources
 - \$235 million in accelerated Pre-Proposition 42 loan repayments
- Increases gasoline and diesel excise taxes in 2018-19, and introduces inflation adjustments in 2019-20
- Tax increases would require a 2/3rds approval by the State Legislature



Governor's Transportation Funding and Reform Package (cont.)

Governor's Transportation Funding and Reform Package Proposed Increases				
SHOPP/Maintenance	\$	351	\$	1 <i>7</i> ,835
State Transportation Improvement Program		-		316
Trade Corridor Enhancement		358		2,823
Corridor Mobility Improvement Program		275		2,750
Local Planning Grants		25		250
Transit and Intercity Rail Capital Program		485		4,256
Active Transportation Program		100		1,000
Local Streets & Roads		206		11,397
Local Partnerships		-		2,250
Total	\$	1,800	\$	42,877

(\$ millions)

Note: Amounts may not sum to total due to independent rounding

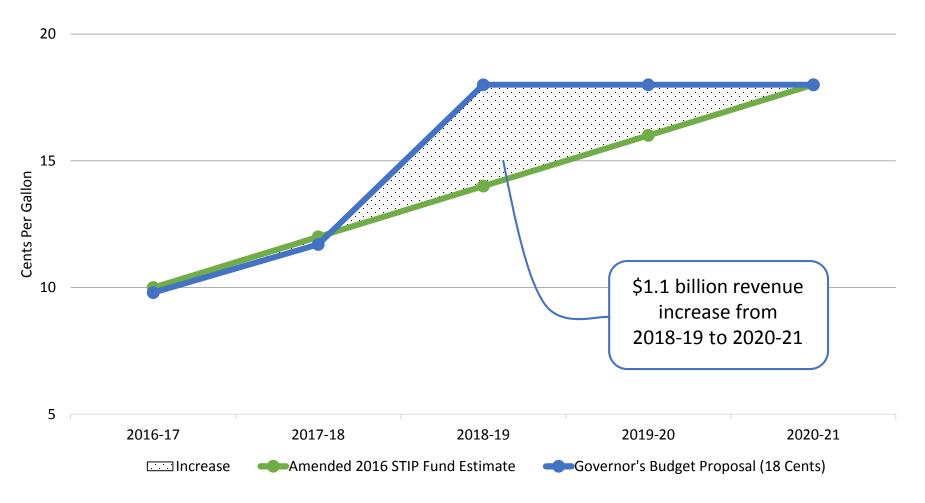


Governor's Transportation Funding and Reform Package (cont.)

- Corridor Mobility Improvement Account \$2.7 billion increase over the 10-year period for multi-modal investments to relieve congestion
- Trade Corridors Improvement Increase of \$2.8 billion over 10-years to fund projects on major trade corridors in California
- State Transportation Improvement Program
 (STIP) 18 cents from Price-Based Excise Tax
 increase to stabilize program (STIP/SHOPP/Locals)
 funding and maintain purchasing power with
 annual inflation adjustments



Governor's Tax Proposal vs. STIP Fund Estimate



Note: Increase based on projected consumption figures by the Department of Finance



Upcoming Events

- February 2017
 - Quarterly Cap-and-Trade Auction
- March 2017
 - 2018 STIP Fund Estimate Draft Assumptions Presented to Commission
- April 2017
 - Release of 2017-18 Chart C and California Transportation Financing Package
- May 2017
 - Release of May Revision

