



IMPACT OF FUNDING LEVELS ON TRANSPORTATION PROGRAMS

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California Transportation Commission



Challenges

- \$296 Billion – Projected Ten-Year Funding Gap (*2011 CTC Needs Assessment*)
- Prop 1B is Over
- Decline of Gas Tax Revenues and Purchasing Power
- Diversion of Transportation Revenues
- Lack of State and Federal Solutions



STATE TRANSPORTATION IMPROVEMENT PROGRAM

- Biennial five-year program for state highway improvements, intercity rail, and regional highway and transit improvements
- Funding: 44% of price based excise tax

2015-16 Prior Estimated Revenue	2015-16 Adjusted Estimated Revenue	Estimated Shortfall
\$679 million	\$204 million	\$475 million

- Consequences:
 - Allocation Plan – prioritize projects for allocation
 - Increased costs for delayed projects
 - No new capacity for programming in the 2016 STIP



STATE HIGHWAY OPERATIONS and PROTECTION PROGRAM

- Biennial four-year program to maintain and preserve state highway system (Fix It First Investments)

SHOPP Programming Capacity per year	SHOPP Annual Need	Annual Shortfall
\$2.3 billion	\$8.2 billion	\$5.9 billion

- Consequences:
 - Continued deterioration of state highway system
 - Increased cost due to deferred maintenance and preservation



TRAFFIC CONGESTION RELIEF PROGRAM

- Traffic Congestion Relief Act of 2000 committed \$4.909 billion to 141 specific project designated in law
- Amounts available for TCRP delayed by loans to General Fund

Outstanding Loan Balance	To be Repaid in 2015-16	No Statutory Repayment Schedule
\$565 million	\$83 million	\$482 million

- Consequences:
 - 37 projects have not yet received any allocation
 - 9 of the 37 projects have been completed and agencies await reimbursement
 - Increased costs for delayed projects



Revenue

- **Near-Term Solutions**
 - Redirection of Truck Weight Fees
 - Adjust & Index Excise Tax for Inflation
 - Early Loan Repayments
 - Cap & Trade
- **Long-Term Sustainable Solutions**
 - Road Charge Program (SB 1077)
 - Congestion Pricing/Tolling
 - P3s - Extend deadline for approval



Road Charge Program

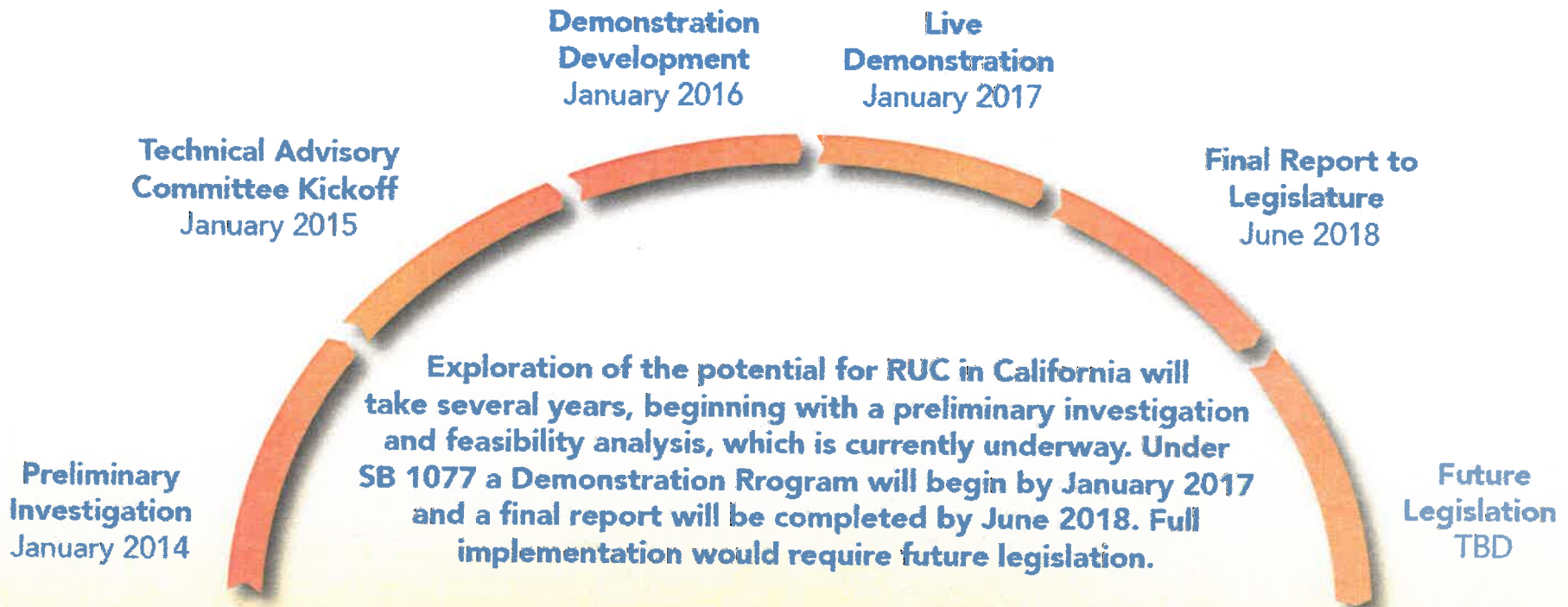
Senate Bill 1077

- **Signed into law in September 2014**
- **Mandates:**
 - Creation of a Road Charge Technical Advisory Committee
 - To study road charge alternatives to the gas tax.
 - Gather public comment on issues and concerns related to the pilot program - consulting with specified entities to consider certain factors in carrying out its duties.
 - Make recommendations to the Transportation Agency on the design of a pilot program and criteria to be used to evaluate the pilot program.



Road Charge Program

Road Usage Charge Activity Timeline





QUESTIONS

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