



# COLORADO

Department of Transportation

Division of Accounting and Finance

4201 East Arkansas Avenue, Room 262  
Denver, CO 80222

## MEMORANDUM

**TO:** TRANSPORTATION COMMISSION  
**FROM:** HERMAN STOCKINGER, ACTING CHIEF FINANCIAL OFFICER (CFO)  
**DATE:** SEPTEMBER 20, 2017  
**SUBJECT:** FY 2016-17 REVENUE RECONCILIATION

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### Purpose

This memorandum summarizes the preliminary Fiscal Year (FY) 2016-17 revenue reconciliation and reviews an updated Transportation Commission (TC) Program Reserve reconciliation.

### Action

The Division of Accounting and Finance (DAF) is asking the TC to review surplus fund balances from FY 2016-17, including federal redistribution, and an updated FY 2017-18 TC Program Reserve reconciliation.

### Background & Details

At the close of each fiscal year, DAF compares the forecasted revenues to the actual revenues and recommends a course of action to the TC for any surpluses or deficits. DAF will provide the TC with possible future updates of the reconciliation of FY 2016-17 revenue in October.

### *FY 2016-17 Preliminary Revenue Reconciliation*

The preliminary FY 2016-17 revenue reconciliation was drafted using supplemental documents provided by the Colorado Department of Revenue (DOR) and the Federal Highway Administration (FHWA). Given that the federal fiscal year ends September 30, 2017, there is a possibility that FY 2016-17 reconciling amounts may change. Currently, FY 2016-17 reconciliation reports for CDOT and the Enterprises reveal the following surplus/deficit amounts (see Attachment A):

- CDOT had estimated revenues for the FY 2016-17 budget of \$1.433 billion and received actual revenues, including additional federal obligation authority (FY 2016-17 redistribution), in the amount of \$1.571 billion, creating a surplus of \$137.8 million. The surplus is primarily due to Certificate of Participation (COP) revenues, higher than forecasted State Highway User Tax Fund (HUTF) revenues and higher than expected federal redistribution, which is offset by the loss of Senate Bill (SB) 09-228 General Fund revenue.
  - **HUTF** revenues were \$23.5 million higher than forecasted in the FY 2016-17 Annual Budget, totaling \$450.1 million. Motor fuel tax collections and vehicle registrations were higher than originally anticipated. These surplus funds will be allocated to the Transportation Commission Program Reserve for use in FY 2017-18.
  - **CDOT Miscellaneous Revenues** were \$2.5 million higher than originally anticipated in the FY 2016-17 Annual Budget, totaling \$29.5 million. Damage claims and service charges were higher than previous forecasts.



- **General Fund Revenues** were \$78.7 million lower than originally forecast, as Senate Bill (SB) 17-262 reduced the FY 2016-17 SB 09-228 transfer from \$158.0 million to \$79.0 million.
  - **Division of Aeronautics** funding was higher than anticipated, totaling \$25.3 million in FY 2016-17, an increase of \$7.5 million from the FY 2016-17 Annual Budget.
  - **FHWA Flexible/Inflexible** decreased by \$3.0 million, as the federal participatory Obligation Limit percentage came in 0.66% less than expected. These amounts are subject to change as the federal fiscal year comes to a close on September 30.
  - **Federal Transit Administration (FTA)** grants were \$5.1 million higher than anticipated in DAF's original FAST Act estimate due to an increase in rural grants. Local match also increased.
- The Colorado High Performance Transportation Enterprise (HPTE) estimated revenues for FY 2016-17 of \$5.7 million, and received actual revenues in the amount of \$14.7 million, a surplus of \$9.0 million. The main factor behind the surplus was that Tolling Revenues came in significantly higher than expected, totaling \$7.7 million. A mid-year Fee for Service increase, miscellaneous charges and project revenue account for the remainder of the surplus. Important to note is that this reconciliation is based on the initial FY 2016-17 budget prepared in December 2015; budget amendments have been approved by the HPTE Board since that time.
  - The Colorado Statewide Bridge Enterprise estimated revenues for the FY 2016-17 of \$126.6 million, and received actual revenue in the amount of \$127.3 million, creating a surplus of \$728,872. This surplus is primarily due to FASTER Bridge Safety Surcharge revenue.

**FHWA Redistribution**

CDOT is eligible to receive an increase in the annual allocation known as Federal Redistribution. The amount available to states varies each year. For FY 2015-16, CDOT received \$48.0 million. CDOT has been notified of the FY 2016-17 amount, which is \$44.9 million (see Attachment B for more information).

**CDOT Unused Cost Center Funds**

At the end of each fiscal year, DAF reviews cost center budgets to determine the total amount of unspent funds, which are then deposited into the Transportation Commission (TC) Program Reserve. For FY 2016-17, the total amount of unspent funds was \$1,717,947.

**TC Program Reserve Reconciliation**

The TC Program Reserve shows a projected balance of \$22.9 million for the beginning of September 2017. Table 1 (below) illustrates the reconciliation between roll forward requests and actual revenues from FY 2016-17. Additional allocations to the FY 2017-18 TC Program Reserve will include:

- FY 2016-17 Highway Users Tax Fund Revenue Reconciliation - \$23.5 million
- FY 2016-17 Federal Redistribution - \$44.9 million
- FY 2016-17 Return of Unused Cost Center Funds - \$1.7 million
- FHWA Flood Emergency Relief Reimbursements - \$53.0 million (estimated to be received by close of FY 2017-18)



A reduction of \$3,055,176 from the TC Program Reserve is necessary due to lower federal formula allocations than originally planned for the FY 2016-17 Final Annual Budget.

For FY 2017-18, the projected current working balance available to the TC Program Reserve is \$89.9 million. The TC will be asked to examine FY 2017-18 TC Program Reserve funding considerations, and discuss possible uses and allocation of surplus funds. Discussions around TC Program Reserve allocations of surplus funds include September supplemental budget requests from TSM&O for \$8.0 million and HPTE for \$395,000. Looking ahead, the TC should be aware of the following potential items that may require future funding:

- Right of Way (ROW) Acquisitions - US 85 Union Pacific Rail - \$30.0 million
  - May be proposed as match for INFRA request
- Estimated Miscellaneous TC Program Reserve Funding Requests including TCCRF allocation (9 months) - \$18.0 million
- US 550/US 160 FASTLANE Grant Match - \$32.7 million. Included in the reconciliation below, however utilizing SB 17-267 revenues may also be an option
- FY 2018-19 MS4 Water Quality required by EPA - \$3.35 million
- Potential RoadX / Panasonic Funding Request - Amount to be Determined

Table 1: FY 2017-18 Transportation Commission Program Reserve Reconciliation		
<b>Beginning of September FY 2017-18 TC Program Reserve Balance</b>		<b>\$ 22,881,059</b>
September Allocations to TC Program Reserve		<b>\$ 67,033,025</b>
• FY 2016-17 Highway Users Tax Fund Revenue Reconciliation*	\$ 23,497,855	
• FY 2016-17 Federal Redistribution	\$ 44,872,399	
• FY 2016-17 Federal Reconciliation	\$ (3,055,176)	
• FY 2016-17 Return of Unused Cost Center Funds (End-of-Year TC Allocation)	\$ 1,717,947	
<b>Total FY 2017-18 TC Program Reserve Projected Working Balance</b>		<b>\$ 89,914,084</b>
<b>FY 2017-18 September Pending Budget Supplement Items:</b>		<b>\$ (8,395,000)</b>
• TSM&O	\$ (8,000,000)	
• HPTE Fee for Service Amendment	\$ (395,000)	
<b>FY 2017-18 End of September TC Program Reserve Balance<sup>^</sup></b>		<b>\$ 81,519,084</b>
<b>Anticipated Future Funding Streams and Expenditures:</b>		
• FHWA Flood ER Reimbursement (estimated by close of FY 2017-18)	\$ 53,000,000	
• Right of Way Acquisitions - US 85 Union Pacific Rail	\$ (30,000,000)	
• Estimated Miscellaneous TC Program Reserve Funding Requests including TCCRF allocation (9 months)	\$ (18,000,000)	
• US 550/US 160 FASTLANE Grant Match (Potential Funding also from SB 17-267 Revenues)	\$ (32,700,000)	
• FY 2018-19 MS4 Water Quality Work Required by EPA	\$ (3,350,000)	
• Potential RoadX / Panasonic Funding Request - Amount to be Determined		

\*Preliminary estimate, subject to change  
<sup>^</sup>Does not include TCCRF Balance of \$38.0 million

**Next Steps**

In October 2017, DAF will:

- Provide updates to the FY 2016-17 revenue reconciliation and federal redistribution, if necessary.

**Attachments**

Attachment A - FY 2016-17 Preliminary Revenue Reconciliation

Attachment B - 2017 Federal Redistribution Fact Sheet



Colorado Department of Transportation					
Attachment A: FY 2016-17 Draft Revenue Reconciliation* and FY 2018-19 Revenue Forecast Comparison					
REVENUE SOURCE	FY 2016-17			FY 2017-18	FY 2018-19
	Budgeted	Actuals	Variance	Budgeted	Forecast
<b>STATE FUNDS</b>					
HUTF Revenue to CDOT	426,590,727	450,088,582	23,497,855	459,397,271	458,888,745
CDOT Miscellaneous Revenue	27,026,368	29,515,758	2,489,389	26,503,188	22,978,000
General Fund Revenue to CDOT	158,500,000	79,500,000	(79,000,000)	79,500,000	380,500,000
State Infrastructure Bank	420,804	465,308	44,504	400,000	400,000
State Safety Education Funds	4,274,859	3,834,021	(440,838)	3,870,410	2,904,000
Aeronautics Funds	17,773,097	25,296,103	7,523,006	22,775,000	21,520,000
Bustang	0	1,644,674	1,644,674	0	1,700,000
<b>TOTAL STATE FUNDS</b>	<b>634,585,855</b>	<b>590,344,446</b>	<b>(44,241,409)</b>	<b>592,445,868</b>	<b>888,890,745</b>
<b>FASTER FUNDS</b>					
FASTER Safety - State Share to CDOT	107,853,157	111,340,897	3,487,740	112,517,819	117,300,120
FASTER Safety - Local Share for Rail and Transit	5,000,000	5,000,000	0	5,000,000	5,000,000
<b>TOTAL FASTER FUNDS</b>	<b>112,853,157</b>	<b>116,340,897</b>	<b>3,487,740</b>	<b>117,517,819</b>	<b>122,300,120</b>
<b>FEDERAL FUNDS</b>					
Federal Highway Administration - Flexible	342,317,198	339,262,022	(3,055,176)	408,198,018	414,587,395
Federal Highway Administration - Inflexible	156,466,730	156,519,044	52,314	118,626,975	121,791,557
Federal Transit Administration	19,401,078	24,500,016	5,098,938	19,555,230	24,880,000
National Highway Traffic Safety Administration	8,339,629	8,587,148	247,519	9,989,439	8,140,000
Federal Aviation Administration	0	0	0	225,000	100,000
<b>TOTAL NON- EMERGENCY FEDERAL FUNDS</b>	<b>526,524,634</b>	<b>528,868,230</b>	<b>2,343,596</b>	<b>556,594,662</b>	<b>569,498,952</b>
<b>LOCAL MATCHING FUNDS</b>					
Local Match for FHWA Funding	21,116,465	20,850,777	(265,688)	21,560,308	21,789,702
Local Match for FTA Funding	10,433,356	12,592,522	2,159,166	10,619,782	14,030,050
<b>TOTAL LOCAL MATCHING FUNDS</b>	<b>31,549,821</b>	<b>33,443,298</b>	<b>1,893,478</b>	<b>32,180,090</b>	<b>35,819,752</b>
<b>Certificates of Participation</b>					
Certificates of Participation	0	132,714,233	132,714,233	0	0
<b>Total Certificates of Participation</b>	<b>0</b>	<b>132,714,233</b>	<b>132,714,233</b>	<b>0</b>	<b>0</b>
<b>Total Colorado Department of Transportation Revenue</b>	<b>1,305,513,467</b>	<b>1,401,711,104</b>	<b>96,197,637</b>	<b>1,298,738,439</b>	<b>1,616,509,569</b>
<b>ADDITIONAL FEDERAL OBLIGATION AUTHORITY - PERMANENT RECOVERY &amp; REDISTRIBUTION</b>					
Federal Highway Administration - Permanent Recovery	127,400,000	124,174,769	(3,225,231)	129,500,000	0
Federal Highway Administration - Redistribution	0	44,872,399	44,872,399	0	0
<b>TOTAL ADDITIONAL FEDERAL OBLIGATION AUTHORITY</b>	<b>127,400,000</b>	<b>169,047,168</b>	<b>41,647,168</b>	<b>129,500,000</b>	<b>0</b>
<b>Total Colorado Department of Transportation Revenue &amp; Obligation Authority</b>	<b>1,432,913,468</b>	<b>1,570,758,272</b>	<b>137,844,805</b>	<b>1,428,238,439</b>	<b>1,616,509,569</b>
<b>Notes:</b>					
Total CDOT Flexible Revenue & Federal Obligation	954,434,293	943,238,761		973,598,476	1,276,954,140
Total CDOT Inflexible Revenue & Federal Obligation	478,479,174	493,160,604		454,639,963	337,855,429

Colorado Statewide Bridge Enterprise FY 2016-17 Draft Revenue Reconciliation* and FY 2018-19 Revenue Forecast Comparison					
REVENUE SOURCE	FY 2016-17			FY 2017-18	FY 2018-19
	Budgeted	Actuals	Variance	Budgeted	Forecast
<b>STATE FUNDS</b>					
Interest Income - Exempt	3,500,000	2,371,102	(1,128,898)	1,711,000	2,340,000
Bond Interest Income-Exempt	0	205,241	205,241	0	0
Reimb of Expenditures	0	83,089	83,089		
Miscellaneous	0	9,922	9,922		
<b>TOTAL STATE FUNDS</b>	<b>3,500,000</b>	<b>2,669,354</b>	<b>(830,646)</b>	<b>1,711,000</b>	<b>2,340,000</b>
<b>FASTER FUNDS</b>					
FASTER - Bridge Surcharge	102,100,000	103,985,122	1,885,122	104,630,664	108,000,000
<b>TOTAL FASTER FUNDS</b>	<b>102,100,000</b>	<b>103,985,122</b>	<b>1,885,122</b>	<b>104,630,664</b>	<b>108,000,000</b>
<b>FEDERAL FUNDS</b>					
Buy America Bonds Credit	6,000,000	5,941,549	(58,451)	5,900,000	5,900,000
Project & Debt Service	15,000,000	14,732,848	(267,152)	0	0
Re-distributed FHWA for BE Projects			0		
<b>TOTAL FEDERAL FUNDS</b>	<b>21,000,000</b>	<b>20,674,397</b>	<b>(325,603)</b>	<b>5,900,000</b>	<b>5,900,000</b>
<b>Statewide Bridge Enterprise Revenue</b>	<b>126,600,000</b>	<b>127,328,872</b>	<b>728,872</b>	<b>112,241,665</b>	<b>116,240,000</b>

Colorado High Performance Transportation Enterprise FY 2016-17 Draft Revenue Reconciliation* and FY 2018-19 Revenue Forecast Comparison					
REVENUE SOURCE	FY 2016-17			FY 2017-18	FY 2018-19
	Budgeted	Actuals	Variance	Budgeted	Forecast
<b>STATE FUNDS</b>					
Tolling Fee	2,719,192	7,059,960	4,340,768	12,834,350	12,834,350
Tolling Fine	0	209,136	209,136	0	0
Tolling Violations	0	0	0	0	0
Managed Lanes	695,000	3,495,049	2,800,049	920,000	920,000
Interest Income - 536	200,000	373,103	173,103	200,000	200,000
Interest Income - 537	8,800	22,335	13,535	0	0
Fee for Service	2,080,000	2,371,597	291,597	4,774,500	5,145,782
<b>TOTAL STATE FUNDS</b>	<b>5,702,992</b>	<b>13,531,180</b>	<b>7,828,188</b>	<b>18,728,850</b>	<b>19,100,132</b>
<b>LOCAL CONTRIBUTIONS</b>					
City	0	1,097,249	1,097,249	0	0
County	0	0	0		
<b>TOTAL LOCAL CONTRIBUTIONS</b>	<b>0</b>	<b>1,097,249</b>	<b>1,097,249</b>	<b>0</b>	<b>0</b>
<b>FEDERAL FUNDS</b>					
Federal Revenue	0	46,516	46,516	0	0
<b>TOTAL FEDERAL FUNDS</b>	<b>0</b>	<b>46,516</b>	<b>46,516</b>	<b>0</b>	<b>0</b>
<b>High Performance Transportation Enterprise Revenue</b>	<b>5,702,992</b>	<b>14,674,945</b>	<b>8,971,953</b>	<b>18,728,850</b>	<b>19,100,132</b>

<b>Total Transportation Revenue &amp; Federal Obligation</b>	<b>1,563,136,460</b>	<b>1,708,314,756</b>	<b>147,254,033</b>	<b>1,554,434,454</b>	<b>1,746,703,919</b>
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**Notes:**

\*Revenue is subject to change pending final closure.



## Federal Authorization Act

The latest Federal transportation act to be passed is the Fixing America's Surface Transportation (FAST) signed into law by President Obama December 4, 2015. This authorization act spans 5 fiscal years through 2020. The Authorization Act sets out program requirements and eligibility as well as overall funding expectations.

## Federal Appropriations Act

Independently, an annual Appropriations Act is needed to establish Federal Spending Authority, a.k.a. "formula obligation limitation" which as the name implies derives each state's distribution based on a formula of highway and population statistics. CDOT maintains cash flow through a reimbursement process at approximately 80 cents on the dollar for authorized eligible expenditures up to this annual limit. CDOT has some flexibility in terms of applying its annual obligation limitation amongst a variety of program types as set in the FAST act, but in general cannot exceed its apportioned amount for any given category.

## How much was our final formula obligation limit?

CDOT uses both the Federal Authorization Act and the Appropriations Act to determine the majority of federal funding in the CDOT budget and as a guide to establish a variety of its budget line items. The passed Federal Fiscal Year 2017 Formula Obligation Limit for Colorado was \$502,902,399.

## What is August Redistribution and does CDOT participate?

August Redistribution is an annual process that allows states who demonstrate they can use 100% or more of their annual obligation limit to request additional funds if other states leave funding on the table or other USDOT funded programs (such as TIGER or FASTLANE grants) go underutilized during the year. CDOT was successful in demonstrating that it would obligate 100% of its FHWA Formula funds and thus qualified for FHWA August Redistribution.

A Division of Accounting and Finance analysis based on CDOT's ability to obligate each federal fund type (attached) determined a moderate request of \$123,000,000 was appropriate. The actual amount approved for redistribution to Colorado was \$44,872,399 which is 1.43% of the national total of \$3,137,048,104. A summary of the past 8 annual redistributions is also attached.

### FY 2017 Formula Obligation Limitation

10-1-2016 to 09-30-2017	\$502,902,399
Redistribution received 8/31	<u>\$ 44,872,399</u>
2017 Formula Limitation Total	<u>\$547,774,798</u>

## What will CDOT do with the additional redistributed funds?

CDOT does not include a redistribution estimate as part of the annual budget. Therefore, the additional funds will be added to the Transportation Commission Program Reserve for the TC to subsequently allot at its discretion. The funds will be reflected in the September 2017 Budget Supplement reconciliation of the TC Reserve.

CDOT's Most Recent Redistribution Amounts				
Fed Fiscal Year	CDOT Request	Actual Received	National Total	Colorado Share of National Total
2017	123,000,000	44,872,399	3,137,048,104	1.43%
2016	106,000,000	48,047,076	2,832,803,208	1.70%
2015	121,000,000	27,786,142	1,906,572,178	1.46%
2014	40,000,000	31,769,903	2,117,694,862	1.50%
2013	40,000,000	25,515,737	1,595,648,530	1.60%
2012	15,000,000	15,000,000	1,400,464,387	1.07%
2011	88,000,000	18,953,017	1,182,665,012	1.60%
2010	18,000,000	18,000,000	1,336,569,692	1.35%

Colorado Department of Transportation						
Recommended Request for Limitation Redistribution						
As of June 30, 2017						
Fund Type	UNOBLIGATED BALANCE	Accrued Unbilled	Total ADVC	Max Request Based on Lesser of Available Apportionment and Advance Constructed	Minimum Request Based on Lesser of Available Apportionment and Accrued Unbilled	Moderate Request Based on the Midpoint of Max and Min
Rail Road Crossings	\$ 11,551,289	\$ 75,977	\$ 943,109	\$ 943,109	\$ 75,977	\$ 509,543
Highway Safety Improvements	\$ 30,919,071	\$ 4,878,190	\$ 28,889,832	\$ 28,889,832	\$ 4,878,190	\$ 16,884,011
Recreational Trails	\$ 2,649,942	\$ -	\$ -	\$ -	\$ -	\$ -
National Highway Performance	\$ 24,299,793	\$ 225,048,337	\$ 1,000,855,064	\$ 24,299,793	\$ 24,299,793	\$ 24,299,793
Congestion Mitigation Air Quality	\$ 55,423,884	\$ 12,828,805	\$ 77,006,214	\$ 55,423,884	\$ 12,828,805	\$ 34,126,344
Planning and Research	\$ 21,590,819	\$ 1,456,767	\$ 9,979,897	\$ 9,979,897	\$ 1,456,767	\$ 5,718,332
Metropolitan Planning	\$ 11,301,079	\$ 1,032,330	\$ 11,541,147	\$ 11,301,079	\$ 1,032,330	\$ 6,166,705
Safe Routes to School	\$ 3,761,297	\$ 35,883	\$ 1,587,923	\$ 1,587,923	\$ 35,883	\$ 811,903
Surface Transportation - Metro area	\$ 32,571,262	\$ 16,520,720	\$ 63,710,716	\$ 32,571,262	\$ 16,520,720	\$ 24,545,991
Surface Transportation - Other areas	\$ 251,713	\$ 107,820,902	\$ 356,215,435	\$ 251,713	\$ 251,713	\$ 251,713
Bridge Off System	\$ -	\$ 4,967,966	\$ 21,246,793	\$ -	\$ -	\$ -
Transportation Alternatives	\$ 15,539,228	\$ 3,774,660	\$ 20,570,163	\$ 15,539,228	\$ 3,774,660	\$ 9,656,944
National Highway Freight	\$ 29,715,113	\$ -	\$ -	\$ -	\$ -	\$ -
Misc Formula	\$ 3,263,180	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total:</b>	<b>\$ 242,837,670</b>	<b>\$ 378,440,537</b>	<b>\$ 1,592,546,292</b>	<b>\$ 180,787,719</b>	<b>\$ 65,154,838</b>	<b>\$ 122,971,279</b>



# COLORADO

## Department of Transportation

Division of Accounting and Finance

4201 East Arkansas Avenue, Room 262  
Denver, CO 80222

### MEMORANDUM

**TO:** TRANSPORTATION COMMISSION  
**FROM:** HERMAN STOCKINGER, ACTING CHIEF FINANCIAL OFFICER (CFO)  
**DATE:** SEPTEMBER 20, 2017  
**SUBJECT:** FY 2018-19 BUDGET WORKSHOP

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#### Purpose

This memorandum summarizes the fiscal year (FY) 2018-19 revenue projections and begins the Transportation Commission's (TC) review of the FY 2018-19 Draft Annual Budget, set for approval in November.

#### Action

The Division of Accounting and Finance (DAF) is asking the TC to review and comment on the FY 2018-19 revenue forecast and Draft Annual Budget.

#### Background & Details

At the beginning of each fiscal year, DAF creates the initial development of CDOT's revenue forecast for the upcoming fiscal year, followed by developing and balancing the upcoming fiscal year annual budget.

#### *FY 2018-19 Revenue Estimates*

A comparison of the preliminary FY 2018-19 revenue estimates versus FY 2017-18 for all CDOT revenue is summarized as follows (see Attachment A - FY 2018-19 Revenue Forecast Comparison):

- CDOT's FY 2018-19 estimated revenues for next fiscal year's Draft Annual Budget are \$1.617 billion, which is an increase of \$188.3 million from FY 2017-18; the majority of the increase is driven by Senate Bill (SB) 17-267 proceeds, offsetting the cessation of SB 09-228 and FHWA Permanent Recovery revenue.
  - **SB 17-267 proceeds** from state lease purchase agreements are codified in statute at \$380.0 million for FY 2018-19. These transfers are due to increase to \$500.0 million annually from FY 2019-20 through FY 2021-22.
  - **Highway Users Tax Fund (HUTF) revenues** to CDOT are expected to decline slightly in FY 2018-19 from the FY 2017-18 forecasted amount by \$508,525 due to more fuel efficient passenger vehicles. Also, in 2016 (last year of available data), there were fewer bus and large vehicle registrations in Colorado, with an increase in more fuel efficient large vehicles, both of which have led to lower gas tax revenues. The FY 2018-19 forecast number continues to outpace actual HUTF revenue in all previous fiscal years.





- **CDOT Miscellaneous Revenue** is expected to decrease by \$3.5 million in FY 2018-19 due to a decrease in interest income emanating from a lower Fund 400 cash balance.
  - State Share of **FASTER Safety funds** to CDOT in FY 2018-19 is expected to increase by \$4.8 million to \$117.3 million due to an increase in Colorado's population.
  - **Federal flexible revenue** in FY 2018-19 is expected to increase by \$6.4 million to \$414.6 million due to the FAST Act.
  - **Federal inflexible revenue** in FY 2018-19 is expected to increase by \$3.2 million to \$121.8 million due to the FAST Act.
  - **National Highway Traffic Safety Administration (NHTSA)** grants are expected to decrease in FY 2018-19 by \$1.7 million to \$8.1 million due to a decrease in Transportation Safety Administration (TSA) grant funding.
  - CDOT has not submitted a **Permanent Recovery funding** request in FY 2018-19.
- Colorado's High Performance Transportation Enterprise (HPTE) FY 2018-19 estimated revenues are currently set at \$19.1 million, which is a slight increase from FY 2017-18. There is currently no predicted tolling revenue estimate for FY 2018-19. HPTE expects to have an updated FY 2018-19 revenue estimate for TC review by the February 2018 TC meeting during a review of the FY 2018-19 Final Annual Budget.
  - Colorado's Statewide Bridge Enterprise (CBE) FY 2018-19 estimated revenues are \$116.4 million, which is an increase of \$4.2 million from FY 2017-18; the majority of the increase is driven by the forecasted increase in FASTER Safety Bridge Surcharge revenues, the primary funding source for CBE.

The attached FY 2018-19 Revenue Forecast Comparison identifies revenues estimated for flexible (TC-directed) and inflexible programs. FY 2018-19 revenues specific to a program are considered inflexible (i.e., Fast Act and State mandated programs such as safety education and Aeronautics) and have been automatically adjusted based on the total FY 2018-19 revenue assumptions. All other program revenues are considered flexible and are estimated based on the FY 2017-18 budget amounts as adopted by the TC in March 2017.

#### **FY 2018-19 Draft Annual Budget**

DAF has created a preliminary FY 2018-19 Draft Annual Budget for TC review and comments (see Attachment B). The budget is balanced. Overall, increasing debt service obligations significantly outweigh increases in available flexible revenue, resulting in limited additional funding available for supplement and decision item requests. The FY 2018-19 Draft Annual Budget has the following notable changes and updates from the FY 2017-18 Final Annual Budget adopted by the TC in March 2017:

#### **Inflexible and Mandated Programs with FY 2018-19 Changes:**

- **Highway Safety Improvement Program (HSIP) Penalty:** DAF has budgeted a FHWA Section 164 Penalty of \$11.9 million due to current Colorado Revised Statute (C.R.S.) being out of compliance with federal regulations. After HB 17-1288 altered C.R.S. and the "Felony DUI" law, CDOT has petitioned the federal government for compliance relief.



- **SB 17-267 and Strategic Projects:** DAF has preliminarily budgeted 90% of the \$380.0 million SB 17-267 proceeds toward highways, with the remaining 10% allocated toward transit.
- **Federal Transit:** Increased by \$11.4 million to \$38.9 million for FY 2018-19 as rural grant expectations and associated local match have increased.
- **Certificates Of Participation (COPs) Building Repayment:** CDOT must begin repayment of building COPs beginning in FY 2018-19, with \$9.4 million allocated from flexible state funding sources.

TC Decisions Previously Made for FY 2018-19:

- **Maintenance Levels of Service (MLOS):** Increased by \$9.3 million for FY 2018-19 per Transportation Asset Management (TAM) Committee decision.
- **Asset Management:** Decreased by \$10.0 million for FY 2018-19 to \$755.0 million per TC-approved funding plan from 2014. Reductions include:
  - \$14.9 million for Flexible Bridge Construction
  - \$900,000 for Culverts
  - \$2.9 million for Tunnels
  - \$4.4 million for Walls
  - \$1.8 million for Geohazards
- **ADA Compliance:** Due to federal mandates and TC action in July 2016, ADA Compliance for curb ramps in FY 2018-19 was originally due to increase from \$10.5 million to \$20.0 million. However, due to a lack of available flexible funding, the need to fund other department programs in FY 2018-19, and the ability of the TC Program Reserve (through a Budget Supplement in July 2018) and/or SB 17-267 transfers in FY 2018-19 and FY 2019-20 to pay for the curb ramp program, the ADA Compliance line has been reduced from \$10.5 million in FY 2017-18 to \$4.5 million in FY 2018-19. ADA Compliance could be reduced further in the coming months due to state mandates, such as Office of Information Technology (OIT) common policy allocations that are reflected in the Administration line.
- **Bridge Enterprise (BE):** Per previous TC approval in September 2016, there will not be a \$15.0 million federal transfer to BE for FY 2018-19.

Potential FY 2018-19 Changes and Decisions:

- **State COP Repayment:** The TC is responsible for covering up to \$50.0 million of debt repayment annually for SB 17-267 proceeds. With only one tranche scheduled for repayment in year one, CDOT may only be responsible for, at most, \$28.5 million of debt repayment in FY 2018-19, with the possibility of a lesser amount being appropriated from TC-controlled funds for repayment. This new debt service payment is subject to change based on how the debt service is structured by the Department of Treasury and the Department of Personnel and Administration (DPA). For September's initial budget, DAF has allocated \$23.5 million for SB 17-267, which may be reduced further after discussions with the Office of State Planning & Budget (OSPB).
- **TC Program Reserve:** The projected TC Program Reserve Balance at the end of FY 2017-18 is currently expected to be \$50.5 million. DAF has allocated no Program Reserve budget for FY 2018-19. However, this total may change based on TC advice and recommendations. This line is ordinarily used for flexible funding through the budget process for items such as Administration and Operations.



- **TC Contingency Reserve Fund (TCCRF):** Because the TCCRF currently retains \$38.0 million, DAF will not make an FY 2018-19 budget allocation, dependent on other funding priorities and TC requests. At the end of FY 2017-18, the TCCRF balance is currently expected to be between \$29.9 and \$35.4 million. An allocation from the TC Program Reserve is expected to help the TCCRF reach \$40.0 million at the end of FY 2017-18.
- **RoadX:** An allocation of approximately \$17.0 million in FY 2018-19 (not currently budgeted) may be necessary to fund RoadX's partnership with Panasonic. It is possible that HSIP allocations or other existing funding sources will be used to cover RoadX funding beginning in FY 2017-18. This budget allocation will be discussed during the September TC Budget Workshop.
- **Administration:** DAF has kept the Administration budget static in FY 2018-19 for the time being, however legislative and Office of State Planning & Budget (OSP) actions during the budget-building cycle may force changes in Administration spending for CDOT. The Administration number will be updated throughout the fall and is likely to increase.
- **TSM&O:** A base-building measure of \$6.5 million reviewed by Staff for numerous TSM&O line items (\$2.2 million for Performance Programs and Services, \$2.1 million for Traffic Incident Management, \$1.7 million for Congestion Relief, and \$500,000 for Project Initiatives) has been added for FY 2018-19, conditional on TC approval.
- **High Performance Transportation Enterprise (HPTE):** Due to HPTE's merger with the former Office of Major Project Development (OMPD), HPTE's Fee for Service was increased by \$371,282 to cover former OMPD employees' salary and benefits. This figure could decrease in the coming months after HPTE's Work Plan budget submission is finalized and analyzed by DAF.
- **Work Plan Decision Items:** During the FY 2018-19 budget-building process, CDOT Divisions can request increases in cost center budgets, which may be reflected in the FY 2018-19 Annual Budget for TC consideration. The TC will have an opportunity to review any potential Decision Item requests during the February 2018 Budget Workshop.

### Options and Recommendations

Due to staff recommendation to partially fund part of the \$20.0 million commitment for ADA Compliance curb ramps through existing and future TC Program Reserve funds, staff has presented a recommended balanced draft budget for FY 2018-19. The TC is being asked to review this draft and consider the proposed changes. The TC may make additional changes to flexible program allocations ahead of the November FY 2018-19 Proposed Annual Budget deadline.

In FY 2018-19, CDOT's debt service allocations will increase by up to \$37.9 million compared to FY 2017-18. In FY 2019-20, an additional \$21.5 million of debt service allocations for SB 17-267 will be needed from state-flexible funding sources. At that juncture, unless flexible revenue projections for FY 2019-20 move upward, the TC will likely have to begin making decisions on existing programming, as committed expenditures may exceed revenue by an amount that is too much for the TC Program Reserve to accommodate.

One option for the TC to consider is to fund the curb ramp commitment (which runs for several more years) with SB 17-267 proceeds rather than the TC Program Reserve. This option would enhance the ability to adopt a balanced budget by utilizing SB 17-267 transfers for a required CDOT budget allocation.



### **Next Steps**

In October 2017, DAF will:

- Provide updated FY 2018-19 revenue projections to the TC, if necessary.
- Provide an updated version of the FY 2018-19 Draft Annual Budget to the TC. Decision items will be collected and presented to the TC in early 2018 for implementation in the FY 2018-19 Final Annual Budget.
- Provide the initial FY 2018-19 Narrative Budget for TC review.

In addition, Staff will begin the process of offering recommendations for the allocation of SB 17-267 transfers.

### **Attachments**

Attachment A - FY 2018-19 Revenue Forecast Comparison

Attachment B - FY 2018-19 Draft Annual Budget



Colorado Department of Transportation					
Attachment A: FY 2016-17 Draft Revenue Reconciliation* and FY 2018-19 Revenue Forecast Comparison					
REVENUE SOURCE	FY 2016-17			FY 2017-18	FY 2018-19
	Budgeted	Actuals	Variance	Budgeted	Forecast
<b>STATE FUNDS</b>					
HUTF Revenue to CDOT	426,590,727	450,088,582	23,497,855	459,397,271	458,888,745
CDOT Miscellaneous Revenue	27,026,368	29,515,758	2,489,389	26,503,188	22,978,000
General Fund Revenue to CDOT	158,500,000	79,500,000	(79,000,000)	79,500,000	380,500,000
State Infrastructure Bank	420,804	465,308	44,504	400,000	400,000
State Safety Education Funds	4,274,859	3,834,021	(440,838)	3,870,410	2,904,000
Aeronautics Funds	17,773,097	25,296,103	7,523,006	22,775,000	21,520,000
Bustang	0	1,644,674	1,644,674	0	1,700,000
<b>TOTAL STATE FUNDS</b>	<b>634,585,855</b>	<b>590,344,446</b>	<b>(44,241,409)</b>	<b>592,445,868</b>	<b>888,890,745</b>
<b>FASTER FUNDS</b>					
FASTER Safety - State Share to CDOT	107,853,157	111,340,897	3,487,740	112,517,819	117,300,120
FASTER Safety - Local Share for Rail and Transit	5,000,000	5,000,000	0	5,000,000	5,000,000
<b>TOTAL FASTER FUNDS</b>	<b>112,853,157</b>	<b>116,340,897</b>	<b>3,487,740</b>	<b>117,517,819</b>	<b>122,300,120</b>
<b>FEDERAL FUNDS</b>					
Federal Highway Administration - Flexible	342,317,198	339,262,022	(3,055,176)	408,198,018	414,587,395
Federal Highway Administration - Inflexible	156,466,730	156,519,044	52,314	118,626,975	121,791,557
Federal Transit Administration	19,401,078	24,500,016	5,098,938	19,555,230	24,880,000
National Highway Traffic Safety Administration	8,339,629	8,587,148	247,519	9,989,439	8,140,000
Federal Aviation Administration	0	0	0	225,000	100,000
<b>TOTAL NON- EMERGENCY FEDERAL FUNDS</b>	<b>526,524,634</b>	<b>528,868,230</b>	<b>2,343,596</b>	<b>556,594,662</b>	<b>569,498,952</b>
<b>LOCAL MATCHING FUNDS</b>					
Local Match for FHWA Funding	21,116,465	20,850,777	(265,688)	21,560,308	21,789,702
Local Match for FTA Funding	10,433,356	12,592,522	2,159,166	10,619,782	14,030,050
<b>TOTAL LOCAL MATCHING FUNDS</b>	<b>31,549,821</b>	<b>33,443,298</b>	<b>1,893,478</b>	<b>32,180,090</b>	<b>35,819,752</b>
<b>Certificates of Participation</b>					
Certificates of Participation	0	132,714,233	132,714,233	0	0
<b>Total Certificates of Participation</b>	<b>0</b>	<b>132,714,233</b>	<b>132,714,233</b>	<b>0</b>	<b>0</b>
<b>Total Colorado Department of Transportation Revenue</b>	<b>1,305,513,467</b>	<b>1,401,711,104</b>	<b>96,197,637</b>	<b>1,298,738,439</b>	<b>1,616,509,569</b>
<b>ADDITIONAL FEDERAL OBLIGATION AUTHORITY - PERMANENT RECOVERY &amp; REDISTRIBUTION</b>					
Federal Highway Administration - Permanent Recovery	127,400,000	124,174,769	(3,225,231)	129,500,000	0
Federal Highway Administration - Redistribution	0	44,872,399	44,872,399	0	0
<b>TOTAL ADDITIONAL FEDERAL OBLIGATION AUTHORITY</b>	<b>127,400,000</b>	<b>169,047,168</b>	<b>41,647,168</b>	<b>129,500,000</b>	<b>0</b>
<b>Total Colorado Department of Transportation Revenue &amp; Obligation Authority</b>	<b>1,432,913,468</b>	<b>1,570,758,272</b>	<b>137,844,805</b>	<b>1,428,238,439</b>	<b>1,616,509,569</b>
<b>Notes:</b>					
Total CDOT Flexible Revenue & Federal Obligation	954,434,293	943,238,761		973,598,476	1,276,954,140
Total CDOT Inflexible Revenue & Federal Obligation	478,479,174	493,160,604		454,639,963	337,855,429

Colorado Statewide Bridge Enterprise FY 2016-17 Draft Revenue Reconciliation* and FY 2018-19 Revenue Forecast Comparison					
REVENUE SOURCE	FY 2016-17			FY 2017-18	FY 2018-19
	Budgeted	Actuals	Variance	Budgeted	Forecast
<b>STATE FUNDS</b>					
Interest Income - Exempt	3,500,000	2,371,102	(1,128,898)	1,711,000	2,340,000
Bond Interest Income-Exempt	0	205,241	205,241	0	0
Reimb of Expenditures	0	83,089	83,089		
Miscellaneous	0	9,922	9,922		
<b>TOTAL STATE FUNDS</b>	<b>3,500,000</b>	<b>2,669,354</b>	<b>(830,646)</b>	<b>1,711,000</b>	<b>2,340,000</b>
<b>FASTER FUNDS</b>					
FASTER - Bridge Surcharge	102,100,000	103,985,122	1,885,122	104,630,664	108,000,000
<b>TOTAL FASTER FUNDS</b>	<b>102,100,000</b>	<b>103,985,122</b>	<b>1,885,122</b>	<b>104,630,664</b>	<b>108,000,000</b>
<b>FEDERAL FUNDS</b>					
Buy America Bonds Credit	6,000,000	5,941,549	(58,451)	5,900,000	5,900,000
Project & Debt Service	15,000,000	14,732,848	(267,152)	0	0
Re-distributed FHWA for BE Projects			0		
<b>TOTAL FEDERAL FUNDS</b>	<b>21,000,000</b>	<b>20,674,397</b>	<b>(325,603)</b>	<b>5,900,000</b>	<b>5,900,000</b>
<b>Statewide Bridge Enterprise Revenue</b>	<b>126,600,000</b>	<b>127,328,872</b>	<b>728,872</b>	<b>112,241,665</b>	<b>116,240,000</b>

Colorado High Performance Transportation Enterprise FY 2016-17 Draft Revenue Reconciliation* and FY 2018-19 Revenue Forecast Comparison					
REVENUE SOURCE	FY 2016-17			FY 2017-18	FY 2018-19
	Budgeted	Actuals	Variance	Budgeted	Forecast
<b>STATE FUNDS</b>					
Tolling Fee	2,719,192	7,059,960	4,340,768	12,834,350	12,834,350
Tolling Fine	0	209,136	209,136	0	0
Tolling Violations	0	0	0	0	0
Managed Lanes	695,000	3,495,049	2,800,049	920,000	920,000
Interest Income - 536	200,000	373,103	173,103	200,000	200,000
Interest Income - 537	8,800	22,335	13,535	0	0
Fee for Service	2,080,000	2,371,597	291,597	4,774,500	5,145,782
<b>TOTAL STATE FUNDS</b>	<b>5,702,992</b>	<b>13,531,180</b>	<b>7,828,188</b>	<b>18,728,850</b>	<b>19,100,132</b>
<b>LOCAL CONTRIBUTIONS</b>					
City	0	1,097,249	1,097,249	0	0
County	0	0	0		
<b>TOTAL LOCAL CONTRIBUTIONS</b>	<b>0</b>	<b>1,097,249</b>	<b>1,097,249</b>	<b>0</b>	<b>0</b>
<b>FEDERAL FUNDS</b>					
Federal Revenue	0	46,516	46,516	0	0
<b>TOTAL FEDERAL FUNDS</b>	<b>0</b>	<b>46,516</b>	<b>46,516</b>	<b>0</b>	<b>0</b>
<b>High Performance Transportation Enterprise Revenue</b>	<b>5,702,992</b>	<b>14,674,945</b>	<b>8,971,953</b>	<b>18,728,850</b>	<b>19,100,132</b>

<b>Total Transportation Revenue &amp; Federal Obligation</b>	<b>1,563,136,460</b>	<b>1,708,314,756</b>	<b>147,254,033</b>	<b>1,554,434,454</b>	<b>1,746,703,919</b>
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**Notes:**

\*Revenue is subject to change pending final closure.

**Colorado Department of Transportation  
Attachment B: FY 2018- 19 Draft Annual Budget**

CDOT	Budget Category		Directed By	FY 2017-18 Budget	FY 2018-19 Budget	Variance		Funding Source
1	Maintain - Maintaining What We Have							
2		CDOT Performed Work						
3		Roadway Surface	TC	36,527,517	37,816,724	1,289,207	3.53%	
4		Roadside Facilities	TC	24,541,847	25,408,029	866,182	3.53%	
5		Roadside Appearance	TC	10,703,416	11,081,184	377,768	3.53%	
6		Structure Maintenance	TC	6,149,783	6,366,834	217,051	3.53%	
7		Tunnel Activities	TC	5,984,466	6,195,683	211,217	3.53%	
8		Snow and Ice Control	TC	79,083,737	81,874,927	2,791,190	3.53%	
9		Traffic Services	TC	65,457,519	67,767,785	2,310,266	3.53%	
10		Planning and Scheduling	TC	17,306,562	17,917,382	610,820	3.53%	
11		Material, Equipment and Buildings	TC	17,745,153	18,371,453	626,300	3.53%	
12								
13				263,500,000	272,800,000	9,300,000	3.53%	
14								
15		Contracted Out Work						
16		Surface Treatment	TC	226,525,000	225,400,000	(1,125,000)	-0.50%	FHWA/ SH/ 09-108: \$0.98M
17		Structures On-System Construction	TC	60,980,000	37,510,000	(23,470,000)	-38.49%	FHWA/ SH/ 09-108: \$16.12M
18		Structures Inspection and Management	TC	9,080,000	9,450,000	370,000	4.07%	SH
19		Geohazards Mitigation	TC	10,300,000	8,400,000	(1,900,000)	-18.45%	09-108: \$10.3M
20		Highway Safety Improvement Program	FR	42,518,853	43,054,370	535,517	1.26%	FHWA / SH
21		Railway-Highway Crossings Program	FR	3,347,359	3,395,698	48,339	1.44%	FHWA / SH
22		Hot Spots	TC	2,167,154	2,167,154	-	0.00%	FHWA / SH
23		Traffic Signals	TC	15,545,646	16,272,823	727,177	4.68%	FHWA/ SH/ 09-108: \$12.6M
24		FASTER - Safety Projects	TC	62,517,819	67,300,121	4,782,302	7.65%	09-108
25		Permanent Water Quality Mitigation	TC	6,500,000	6,500,000	-	0.00%	FHWA / SH
26								
27								
28				439,481,831	419,450,166	(20,031,665)	-4.56%	
29								
30								
31		Capital Expenditure						
32		Road Equipment /2	TC	23,000,000	26,800,000	3,800,000	16.52%	SH
33		Capitalized Operating Equipment	TC	3,760,247	3,760,247	-	0.00%	SH
34		Property /2	TC	17,500,000	20,200,000	2,700,000	15.43%	SH
35								
36				44,260,247	50,760,247	6,500,000	14.69%	
37								
38				<b>Total:</b> 747,242,078	<b>743,010,413</b>	<b>(4,231,665)</b>	<b>-0.57%</b>	
39	Maximize - Safely Making the Most of What We Have							
40		CDOT Performed Work						
41		TSM&O: Performance Programs and Services	TC	607,619	2,794,487	2,186,868	359.91%	SH
42		TSM&O: Traffic Incident Management	TC	1,989,156	4,102,288	2,113,132	106.23%	SH
43		TSM&O: ITS Maintenance	TC	25,600,000	23,500,000	(2,100,000)	-8.20%	SH
44								
45								
46		Contracted Out Work		28,196,775	30,396,775	2,200,000	7.80%	
47		Safety Education	Comb	14,361,809	11,044,000	(3,317,809)	-23.10%	NHTSA / SSE
48		TSM&O: Congestion Relief	TC	4,750,000	6,450,000	1,700,000	35.79%	FHWA / SH
49		Regional Priority Program	TC	48,375,000	48,375,000	-	0.00%	FHWA / SH
50		ROADX	TC	12,096,525	12,096,525	-	0.00%	FHWA / SH
51		ADA Compliance	TC	10,500,000	4,519,627	(5,980,373)	-56.96%	FHWA / SH
52								
53								
54				90,083,334	82,485,152	(7,598,182)	-8.43%	
55		Capital Expenditure						
56		TSM&O: ITS Investments	TC	10,000,000	10,000,000	-	0.00%	FHWA / SH
57								
58								
59				10,000,000	10,000,000	-	0.00%	
60								
61				<b>Total:</b> 128,280,109	<b>122,881,927</b>	<b>(5,398,182)</b>	<b>-4.21%</b>	
62	Expand - Increasing Capacity							
63		CDOT Performed Work						
64								
65								
66		Contracted Out Work						
67		Strategic Projects	SL	71,100,000	342,000,000	270,900,000	381.01%	SB 17-267
68		National Freight Program	FR	18,481,674	20,791,883	2,310,209	12.50%	FHWA/SH
69								
70								
71								
72				89,581,674	362,791,883	273,210,209	304.98%	
73								
74				<b>Total:</b> 89,581,674	<b>362,791,883</b>	<b>273,210,209</b>	<b>304.98%</b>	
75	Deliver - Program Delivery/Administration							
76								
77		Operations [including maintenance support]	TC	32,230,683	32,230,683	-	0.00%	SH
78		Projects Initiatives	TC	2,455,000	2,555,000	100,000	4.07%	FHWA/SH
79		DTD Planning and Research - SPR	FR	13,917,775	14,192,374	274,599	1.97%	FHWA/SH
80		Administration (Appropriated)	SL	31,194,630	31,194,628	(2)	0.00%	SH
81		HPTE FEE for Service	TC	4,774,500	5,145,782	371,282	7.78%	SH
82								
83								
84				84,572,588	85,318,467	745,879	0.88%	
85				<b>Total:</b> 84,572,588	<b>85,318,467</b>	<b>745,879</b>	<b>0.88%</b>	
86	Pass-Through Funds/Multi-modal Grants							
87		Aeronautics						
88		Division of Aeronautics to Airports	AB	21,875,000	20,539,000	(1,336,000)	-6.11%	SA
89		Division of Aeronautics Administration	AB	1,125,000	1,081,000	(44,000)	-3.91%	SA
90								
91								
92		Highway						
93		Recreational Trails	FR	1,591,652	1,591,652	-	0.00%	FHWA
94		Safe Routes to School	TC	2,500,000	2,500,000	-	0.00%	FHWA
95		Transportation Alternatives Program	FR	12,375,268	11,439,433	(935,835)	-7.56%	FHWA/LOC
96		STP-Metro	FR	52,965,458	54,037,405	1,071,947	2.02%	FHWA/LOC
97		Congestion Mitigation/Air Quality	FR	48,312,652	50,313,066	2,000,414	4.14%	FHWA/LOC
98		Metropolitan Planning	FR	8,437,375	6,295,417	(2,141,958)	-25.39%	FHWA/FTA/LOC
99		Bridge-Off System - TC Directed	TC	3,164,139	3,164,139	-	0.00%	FHWA/FSH/LOC
100		Bridge-Off System - Federal Program	FR	6,287,340	6,245,256	(42,084)	-0.67%	FHWA/FSH/LOC
101								
102								
103		Transit						
104		Federal Transit	FR	27,463,231	38,924,000	11,460,769	41.73%	FTA/LOC
105		Strategic Projects - Transit	SL	7,900,000	38,000,000	30,100,000	381.01%	SB 17-267
106		Transit and Rail Local Grants	SL	5,000,000	5,000,000	-	0.00%	09-108
107		Transit and Rail Statewide Grants	TC	6,000,000	6,000,000	-	0.00%	09-108
108		Bustang	TC	3,000,000	4,700,000	1,700,000	56.67%	09-108
109		Transit Administration and Operations	TC	1,000,000	1,000,000	-	0.00%	09-108
110								
111				50,363,231	93,624,000	43,260,769	85.90%	
112		Infrastructure Bank						
113		Infrastructure Bank	TC	400,000	400,000	-	0.00%	SIB
114								
115				400,000	400,000	-	0.00%	
116								
117				<b>Total:</b> 209,397,115	<b>251,230,368</b>	<b>41,833,253</b>	<b>19.98%</b>	
118	Transportation Commission Contingency/Debt Service							
119		Permanent Recovery						
120		Permanent Recovery		129,500,000	-	(129,500,000)	-100.00%	FHWA
121								
122								
123				129,500,000	-	(129,500,000)	-100.00%	
124		Contingency						
125		TC Contingency /3	TC	16,500,000	-	(16,500,000)	-100.00%	FHWA / SH
126		TC Program Reserve /4	TC	9,742,283	-	(9,742,283)	-100.00%	FHWA / SH
127		Snow & Ice Reserve	TC	10,000,000	10,000,000	-	0.00%	SH
128								
129								
130				36,242,283	10,000,000	(26,242,283)	-72.41%	
131		Debt Service						
132		Senate Bill 267 - Debt Service	DS	-	28,500,000	28,500,000		FHWA / SH
133		Certificates of Participation - Property	DS	2,366,192	2,361,784	(4,408)	-0.19%	SH
134		Certificates of Participation - HQ/R2/R4	DS	-	9,368,100	9,368,100		
135		Certificates of Participation - Energy	DS	1,056,400	1,046,627	(9,773)	-0.93%	SH
136								
137				3,422,592	41,276,511	37,853,919	1106.00%	
138								
139				<b>Total:</b> 169,164,875	<b>51,276,511</b>	<b>(117,888,364)</b>	<b>-69.69%</b>	
				<b>1,428,238,439</b>	<b>1,616,509,569</b>	<b>188,271,130</b>	<b>13.18%</b>	
				<b>Revenue</b> 1,428,238,439	<b>1,616,509,569</b>	<b>188,271,130</b>	<b>13.18%</b>	

/1 FASTER Safety funds (\$40.0M) were substituted for flexible funds in appropriate Asset Management Programs. Resulting available flexible funds were then added to Regional Priority Program.  
/2 CE and indirects are calculated based on total programs as shown.  
/3 Beginning FY 2018-19 Balance of \$40.0 million  
/4 Beginning FY 2018-19 Balance of \$50.5 million  
Flexible Funds

Key to acronyms:  
LOC=Local Matching Funds    DS= Debt Service Covenants    SH=State Highway funding    SL=State Legislation  
SIB=St. Infrastructure Bank Interest    AB=Aeronautics Board    FHWA=Federal Highway Administration    Comb=Combination  
TC=Transportation Commission    FR=Federal Requirements    FTA=Federal Transit Administration    SSE=State Safety Education

**State Bridge Enterprise  
Attachment B: FY 2018- 19 Draft Annual Budget**

State Bridge	Budget Category	Program Area	Directed By	FY 2017-18 Budget	FY 2018-19 Budget	Variance		Funding Source
1	Maintain - Maintaining What We Have							
2		CDOT Performed Work						
3								
4		Maintenance	BEB	250,000	375,000	-	0.00%	9,108
5		Scoping Pools	BEB	750,000	350,000	-	0.00%	9,108
6				1,000,000	725,000	-	0.00%	
7		Contracted Out Work						
8		Bridge Enterprise Projects	BEB	91,095,761	95,503,435	4,407,674	4.84%	09-108
11				91,095,761	95,503,435	4,407,674	4.84%	
12								
13				<b>Total:</b>	<b>92,095,761</b>	<b>96,228,435</b>	<b>4,407,674</b>	<b>4.80%</b>
14	Maximize - Safely Making the Most of What We Have							
15		CDOT Performed Work						
16								
17							0.00%	
18		Contracted Out Work						
19								
20							0.00%	
21								
22				<b>Total:</b>			<b>0.00%</b>	
23	Expand - Increasing Capacity							
24		CDOT Performed Work						
25								
26							0.00%	
27		Contracted Out Work						
28								
29							0.00%	
30								
31				<b>Total:</b>			<b>0.00%</b>	
32	Deliver - Program Delivery/Administration							
33								
34		Administration and Legal Fees		1,911,904	1,777,565	-	0.00%	09-108
35								
36				1,911,904	1,777,565	-	0.00%	
37								
38				<b>Total:</b>	<b>1,911,904</b>	<b>1,777,565</b>	<b>-</b>	<b>0.00%</b>
39	Pass-Through Funds/Multi-modal Grants							
40		Highway						
41								
42							0.00%	
43								
44				<b>Total:</b>			<b>0.00%</b>	
45	Transportation Commission Contingency / Debt Service							
46		Contingency						
47		Contingency	BEB					09-108
48							0.00%	
49		Debt Service						
50		Debt Service	BEB	18,234,000	18,234,000	-	0.00%	FHWA/SH
51								
52				18,234,000	18,234,000	-	0.00%	
53								
54				<b>Total:</b>	<b>18,234,000</b>	<b>18,234,000</b>	<b>-</b>	<b>0.00%</b>
				<b>112,241,665</b>	<b>116,240,000</b>	<b>3,998,335</b>	<b>3.56%</b>	

/1 CE and indirects are calculated based on total programs as shown.

Revenue 112,241,665 116,240,000 3,998,335 3.56%

**Key to acronyms:**

BEB= Bridge Enterprise Board  
DS= Debt Service Covenants

**High Performance Transportation Enterprise  
Attachment B: FY 2018- 19 Draft Annual Budget**

State HPTE	Budget Category	Program Area	Directed By	FY 2017-18 Budget	FY 2018-19 Budget	Variance		Funding Source
1	Maintain - Maintaining What We Have							
2		CDOT Performed Work						
3								
4							0.00%	
5		Contracted Out Work						
6								
7							0.00%	
8								
9				<b>Total:</b>			<b>0.00%</b>	
10	Maximize - Safely Making the Most of What We Have							
11		CDOT Performed Work						
12								
13							0.00%	
14		Contracted Out Work						
15								
16							0.00%	
17								
18				<b>Total:</b>			<b>0.00%</b>	
19	Expand - Increasing Capacity							
20		CDOT Performed Work						
21		Maintenance	HPTEB					Tolls/Managed Lanes Revenue
22								
23							0.00%	
24		Contracted Out Work						
25		Projects	HPTEB	13,929,351	13,558,068	(371,283)	-2.67%	Tolls/Managed Lanes Revenue
28								
29				13,929,351	13,558,068	(371,283)	-2.67%	
30								
31				<b>Total:</b>	<b>13,929,351</b>	<b>13,558,068</b>	<b>(371,283)</b>	<b>-2.67%</b>
32	Deliver - Program Delivery/Administration							
33								
34		Administration and Legal Fees		4,799,500	5,542,064	742,564	15.47%	Fee for Service
35								
36								
37				4,799,500	5,542,064	742,564	15.47%	
38								
39				<b>Total:</b>	<b>4,799,500</b>	<b>5,542,064</b>	<b>742,564</b>	<b>15.47%</b>
40	Pass-Through Funds/Multi-modal Grants							
41		Highway						
42								
43								
44								
45				<b>Total:</b>			<b>0.00%</b>	
46	Transportation Commission Contingency / Debt Service							
47		Contingency						
48								
49							0.00%	
50		Debt Service						
51								
52							0.00%	Fee for Service
53								
54				<b>Total:</b>			<b>0.00%</b>	
				<b>18,728,851</b>	<b>19,100,132</b>	<b>371,281</b>	<b>1.98%</b>	

**Key to acronyms:**

HPTEB=High Performance Transportation Enterprise Board

Revenue 18,728,850 19,100,132 371,282 1.98%

HPTE Fee For Service Allocation Adjustment (4,774,500) (5,145,782) (371,282) 7.78%

Total Consolidated Allocations	1,554,434,455	1,746,703,919	192,269,464	12.37%
FY 2018-19 Over-Allocation		0		
Total Consolidated Revenue	1,554,434,454	1,746,703,919	192,269,465	12.37%