

MEMORANDUM

DEPARTMENT OF TRANSPORTATION

Office of Finance Management and Budget
4201 East Arkansas Avenue
Denver, Colorado 80222
(303) 757-9262
FAX (303) 757-9656



DATE: February 10, 2012

TO: STAC

FROM: Laurie Freedle

SUBJECT: February Budget Workshop

In the February Transportation Commission Budget Workshop, staff will present information on both the FY12 and FY13 Budgets. For FY12, a mid-year analysis of revenues has prompted OFMB to recommend a decrease in the HUTF revenue projection, and an increase in the Federal Funding revenue projection, netting to an overall increase in funding for FY12.

For FY13, OFMB is not recommending a change in revenues at this time. While we are hopeful that federal legislation could be passed that would give some guidance as to the long-term future of federal transportation funding, there is not strong confidence that this will occur, nor that the outcome can be assessed with any degree of certainty. The projection for FY13 was based on a mid-level funding assumption, and staff recommends that this is still an appropriate estimate.

FY12 Revenue Update

CDOT Revenue:	Original Amount	Updated Amount	Difference
Regular HUTF Revenue to CDOT	421,247,291	401,694,044	<19,553,247>
FASTER Safety pursuant to SB09-108	92,160,000	92,160,000	0
HUTF Transit and Rail funds pursuant to SB09-108 (Local)	5,000,000	5,000,000	0
State Bridge Enterprise Fund pursuant to SB09-108	91,800,000	91,800,000	0
Total CDOT Miscellaneous Funds	35,529,632	35,529,632	0
High Performance Transportation Enterprise	2,500,000	2,500,000	0
State Infrastructure Bank:	954,307	954,307	0
Local FHWA Match	14,872,793	20,210,466	5,337,673
FHWA Apportionments Available to CDOT	390,686,837	469,017,771	78,330,934
Total FTA Administered by CDOT	10,359,273	10,359,273	0
FTE Local Match	6,102,772	6,102,772	0
Total Aeronautics Funds	27,768,851	36,000,000	8,231,149
Total Safety Education	5,606,407	5,606,407	0
Total CDOT Revenue	1,104,588,163	1,176,934,673	72,346,509
<Less Federal Programming Commitments>			<60,294,644>
Total Flexible Funding to be Allocated			12,051,865

The lower HUTF projection is based on the mid-year look at current receipts, as well as the actual receipts from FY11, which trended down from FY10. For FY13, the budget is currently \$400,000,000 based on the historical trend, so staff does not recommend changing that projection.

The increase in federal funding is based on the half-year authorization and full-year appropriation. This amount is reasonably consistent with the funding that has occurred each year since SAFETEA-LU expired, and consistent with what is currently being proposed in both houses of Congress. Local match must be increased to match the projected federal local funding increases.

The increase in Aeronautics funds is based on the mid-year look at current receipts, as well as actual receipts from FY11.

After taking out the federal funds that are dedicated to specific programs, the net amount is quite small. Staff is still developing the recommendation to the TC and anticipates that information will be available for the STAC meeting.

FY13 Final Budget

As stated above, staff is not currently recommending a change in revenue projections for the FY13 budget. Although we are very hopeful that the current legislative session could result in a new two- or five-year authorization, staff is recommending that revenue projections not be changed at this time.

The proposed Budget is attached, and staff asks for TC direction as to any changes desired before final acceptance and forwarding to the Governor next month.

If you have any questions regarding the information provided prior to the meeting next week, please feel free to call me at (303) 757-9171 or email laurie.freedle@dot.state.co.us, or call Ben Stein at (303)757-9168 or email at ben.stein@dot.stat.co.us .