

Representative Cameron Henry
Chairman



Representative Franklin Foil
Vice Chairman

FY17-18 Executive Budget Review
DEPARTMENT OF TRANSPORTATION & DEVELOPMENT
PARISH TRANSPORTATION FUND

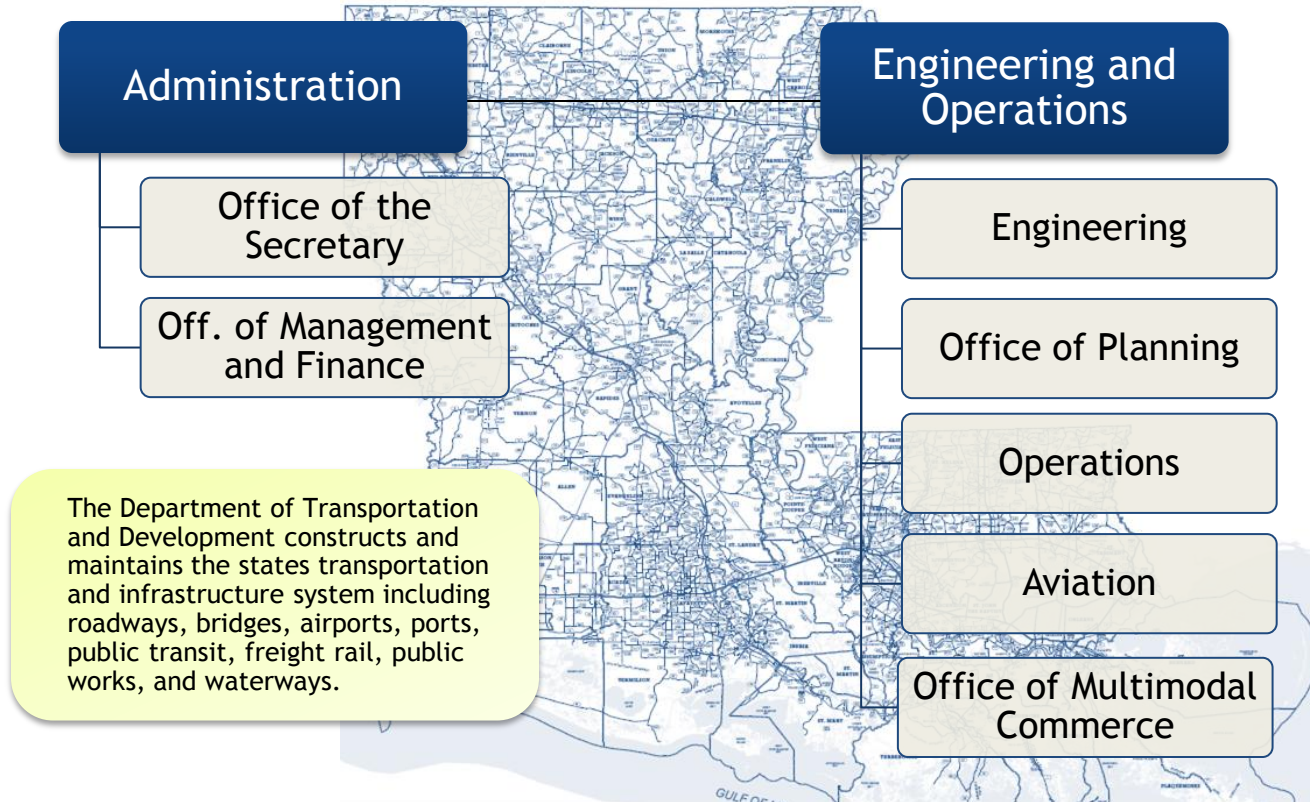
House Committee on Appropriations
Prepared by the House Fiscal Division

March 30, 2017

TABLE OF CONTENTS

Department Organization and Functions	3
Budget History	8
Major Sources of Revenue	9
Means of Finance Breakdown	11
Significant Adjustments	14
Expenditure Breakdown and History	16
Other Charges	18
Discretionary/ Non-discretionary Funding	19
Personnel Information	20
Parish Transportation Fund	21
Transportation Backlog	24
Other Significant Items	25
Comparative Data	32
Governor's Task Force on Transportation Infrastructure Investment	37
Department Contacts	39

DEPARTMENT ORGANIZATION



DEPARTMENT FUNCTIONS

Administration Program



Office of the Secretary

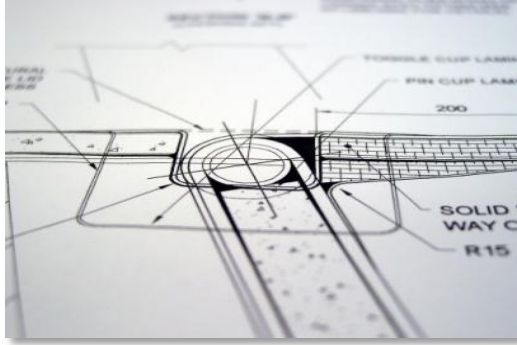
- Provide leadership, direction, and accountability for all DOTD programs.
- Ensures that DOTD programs are managed to provide the optimum benefits and services to the public within the constraints of available funding and applicable regulations, and perform all operational functions with safety as a priority.

Office of Management and Finance

- Provides support services that enable the success of all DOTD agencies, offices and programs.

DEPARTMENT FUNCTIONS

Engineering and Operations Program



Engineering

- Develop, construct and operate a safe, cost-effective and efficient highway and public infrastructure system which will satisfy the needs of the public and serve the economic development of the State in an environmentally compatible manner.



Office of Planning

- Provides direction and long-range planning related to highways, bridge and pavement management, data collections and analysis, congestion, safety, and public transportation/transit.

DEPARTMENT FUNCTIONS

Engineering and Operations Program



Aviation

- Responsible for facilitating, developing, exercising regulatory oversight, and providing guidance for Louisiana's aviation system.



Operations

- Efficiently plan, design, construct, operate and maintain a safe transportation network in cooperation with our public and private partners.
- The 9 regional districts offices fall under the Operations Program.



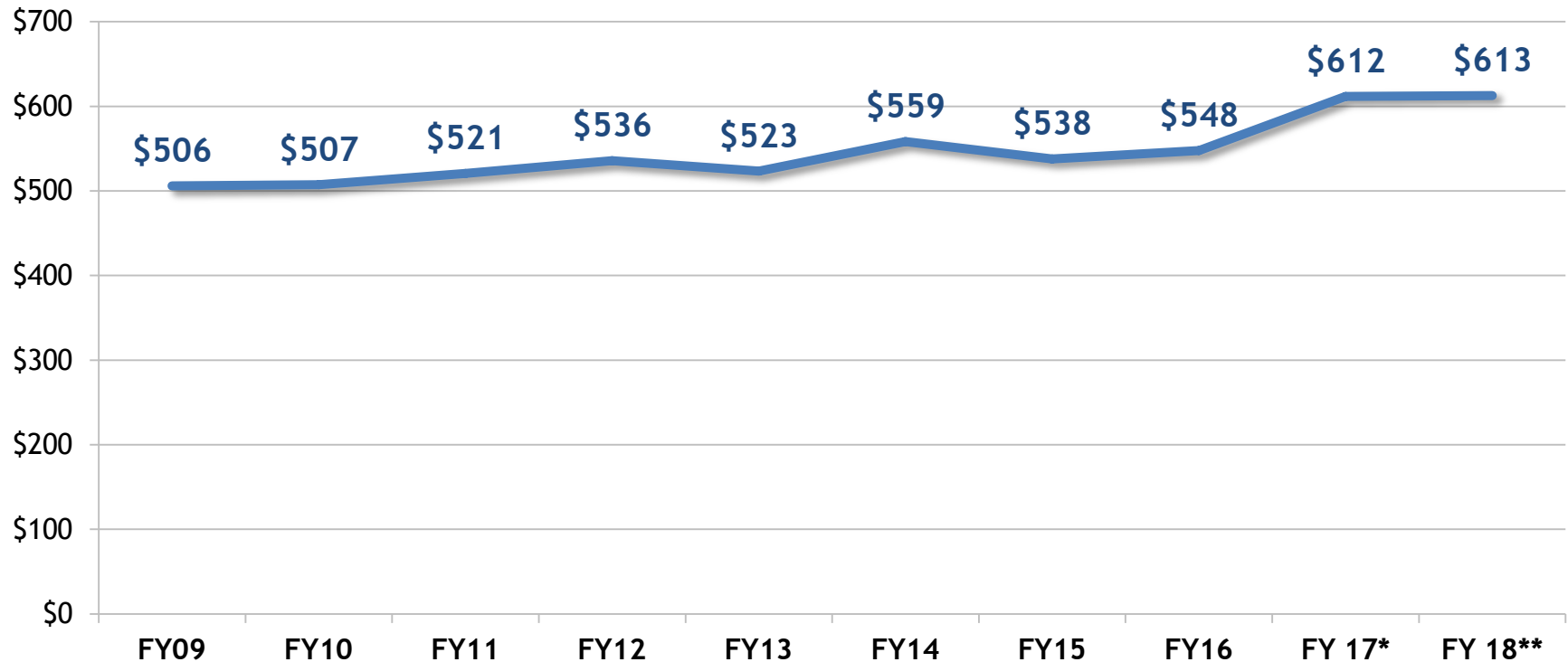
Office of Multimodal Commerce

- Administer the planning and programming functions related to commercial trucking, ports and waterways, and freight and passenger rail development.

FY16-17 TRANSPORTATION FUNDING

REVENUES		\$1.73 Billion	EXPENDITURES	
Dedications : Transportation Trust Fund-Federal = \$693.4M •Federal tax, 18.4 cents per gallon on gasoline & special fuels; 24.4 cent per gallon on diesel	45.7%	\$1.52 Billion Operating and Capital Budgets <u>Zero State General Funds</u>	51.9%	HB2:Capital Outlay/Engineering - Roads & Bridges (Highway Program & Sec.'s Emerg. Fund for Bridge Damages) = \$788.1M •\$546.0M TTF-Federal \$10.0M FSGR •\$ <u>85.7M TTF-Regular</u> \$ 4.0M IAT •\$139.9M G.O. Bonds/Other \$ 2.5M Fed Funds
Dedications : <u>TTF - Regular = \$558.2M</u> •State tax, 16 cents per gallon on gasoline and special fuels, vehicle license fees, weights permits and fines, and interest earnings	36.8%		40.3%	HB1:Operating Budget = \$611.6M •\$ <u>391.3M TTF-Regular</u> \$ 28.5M FSGR •\$147.4M TTF-Federal \$ 11.9M IAT •\$ 28.8M Federal Funds \$ 3.7M Other SD
G.O. Bonds/Other = \$140.2M •G.O. Bonds and previously allocated bond proceed balances	9.2%		5.4%	HB2:Capital Outlay/Multimodal = \$82.1M •Port Construction & Devel. Priority Program = <u>\$39.4M TTF-R</u> •State Aviation Program = <u>\$28.4M TTF-R</u> , \$700K Fed •Statewide Flood Control Program = <u>\$9.9M TTF-R</u> , \$221K Other •Facilities Program Major Repairs = <u>\$2M TTF-R</u> •Motor Vessel & Equipment Drydocking Repairs = <u>\$1.5M TTF-R</u>
Dedications : Other Statutory Dedications = \$39.5M •St. Hwy Impr. Fd., Crescent City Trans. Fd., N.O. Ferry Fd., etc.	2.6%		2.4%	HB2:Non-Federal Eligible Roads = \$35.8M •State Highway Improvement Fund
Fees & Self-Generated Revenues = \$38.5M •Buy-Back Prog., Local agencies matching funds, permits, etc.	2.5%			
Federal Funds = \$32.0M •Fed. Transit Adm. grants, Fed. Res. & Inn. Tech. Adm. grants	2.1%			
Interagency Transfers = \$15.9M •Administrative fees collected on capital outlay projects, etc.	1.0%			
Dedications = \$212.6M •TIMED TTF, 4 Cent = \$126.5M and <u>16 Cent = \$16.7M</u> , Total = \$143.2M •State Highway Improvement Fund = \$23M • <u>TTF-Regular = \$46.4M</u>	100%	\$212.6M Transportation Funding not Appropriated to DOTD	100%	Debt Service = \$166.2M •TIMED TTF, 4 Cent = \$126.5M and <u>16 Cent = \$16.7M</u> , Total = \$143.2M •Non-Federal Eligible Roads - State Highway Improvement Fund = \$23M HB1:Parish Trans. Fund = \$46.4M TTF-R

BUDGET HISTORY (IN MILLIONS)



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/16
** Governor's Executive Budget Recommendation FY17-18

MAJOR SOURCES OF REVENUE

Statutory Dedications \$551.3 Million

- Transportation Trust Fund (TTF)
 - TTF - Regular: state tax - receipts from taxes on fuels and vehicle licenses
 - TTF - Federal: federal tax - receipts from the Federal Highway Administration
- Crescent City Transition Fund
- New Orleans Ferry Fund

Self-Generated Rev. \$28.2 Million

- Sale of maps, plans and specifications, permits for outdoor advertising, tolls on statewide ferries
- Local agencies matching portion for specially equipped vehicles for elderly and disabled citizens, and for capital assistance to rural transit providers
- Proceeds from the equipment buy-back program and the Logo Sign Program

Federal Funds \$24.4 Million

- Federal Transit Administration (FTA) Grants
- Federal Research and Innovative Technology Administration (RITA) Grants

Interagency Transfers \$8.9 Million

- Department of Public Safety's Louisiana Highway Safety Commission for safety enhancement projects

TRANSPORTATION TRUST FUND

Transportation Trust Fund - Regular \$397.4 Million

Source: State tax, 16 cents per gallon on gasoline and special fuels, vehicle license fees, weights permits and fines, and interest earnings.

Exclusively used for highway construction and maintenance, the highway program, statewide flood control, ports and airports programs, transit, State Police traffic control, and the Parish Transportation Fund.

Transportation Trust Fund - Federal \$150.5 Million

Source: Federal tax, 18.4 cents per gallon on gasoline and special fuels and 24.4 cent per gallon on diesel.

Used for eligible federal highway and transit projects.

Transportation Trust Fund - TIMED \$0 in Operating Budget

Source: State tax, 4 cents per gallon levied on gasoline and special fuels.

The Transportation Infrastructure Model for Economic Development (TIMED) fund is used exclusively for sixteen specific road and bridge projects.

MEANS OF FINANCE BREAKDOWN

Means of Financing	FY 15-16 Prior Year Actual Expenditures	FY 16-17 Existing Operating Budget 12/1/16	FY 17-18 Executive Budget Recommendation	\$ Change from Existing	% Change from Existing
State General Fund	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$8,756,739	\$11,910,000	\$8,910,000	(\$3,000,000)	(25.2%)
Fees and Self-Gen Rev.	\$23,223,226	\$28,450,590	\$28,182,415	(\$268,175)	(0.9%)
Statutory Dedications	\$498,843,324	\$542,409,442	\$551,314,805	\$8,905,363	1.6%
Federal Funds	\$17,056,754	\$28,823,059	\$24,374,691	(\$4,448,368)	(15.4%)
Total Means of Finance	\$547,880,043	\$611,593,091	\$612,781,911	\$1,188,820	0.2%
State Effort	\$522,066,550	\$570,860,032	\$579,497,220	\$8,637,188	1.5%

MEANS OF FINANCE BREAKDOWN - AFTER DEFICITS

Means of Financing	FY 15-16 Prior Year Actual Expenditures	FY 16-17 Existing Operating Budget 3/1/17	FY 17-18 Executive Budget Recommendation	\$ Change from Existing 3/1/17	% Change from Existing 3/1/17
State General Fund	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$8,756,739	\$11,910,000	\$8,910,000	(\$3,000,000)	(25.2%)
Fees and Self-Gen Rev.	\$23,223,226	\$26,917,177	\$28,182,415	\$1,265,238	4.7%
Statutory Dedications	\$498,843,324	\$542,372,684	\$551,314,805	\$8,942,121	1.6%
Federal Funds	\$17,056,754	\$28,823,059	\$24,374,691	(\$4,448,368)	(15.4%)
Total Means of Finance	\$547,880,043	\$610,022,920	\$612,781,911	\$2,758,991	0.5%
State Effort	\$522,066,550	\$569,289,861	\$579,497,220	\$10,207,359	1.8%

1st Deficit Plan-\$0

**2nd Deficit Plan-
(\$1,570,171)**

The majority was from \$1,533,413 in FSGR by reduced equipment acquisitions associated with the department's Buy Back Program; the remaining \$36,758 was from SD and attributed to a reduction in acquisitions of permanent radar speed displays on Interstates.

These comparisons are to the Existing Operating Budget at March 1, 2017 which includes all adjustments since December 1, 2016 including the two mid-year deficit reductions.

PROGRAM-LEVEL BUDGET COMPARISONS

Program	FY 15-16 Prior Year Actual Expenditures	FY 16-17 Existing Operating Budget	FY 17-18 Executive Budget Recommendation	\$ Change from Existing	% Change from Existing
Office of the Secretary	\$6,364,094	\$13,176,244	\$10,095,147	(\$3,081,097)	(23.4%)
Office of Management and Finance	\$31,906,964	\$36,385,672	\$39,349,053	\$2,963,381	8.1%
Engineering	\$82,745,171	\$92,244,772	\$93,504,913	\$1,260,141	1.4%
Office of Planning	\$45,012,556	\$60,543,044	\$51,612,354	(\$8,930,690)	(14.8%)
Operations	\$380,503,730	\$405,226,443	\$413,749,363	\$8,522,920	2.1%
Aviation	\$1,347,528	\$2,095,158	\$2,231,216	\$136,058	6.5%
Office of Multimodal Commerce	\$0	\$1,921,758	\$2,239,865	\$318,107	16.6%
Total Expenditures	\$547,880,043	\$611,593,091	\$612,781,911	\$1,188,820	0.2%

SIGNIFICANT ADJUSTMENTS



\$6.6 Million
Statutory
Dedications

Provides additional funding from the Transportation Trust Fund in acquisitions largely for heavy moveable equipment for districts and other routine equipment acquisitions. This helps replace equipment that has exceeded economic service life.



\$3 Million

Replaces Interagency Transfers (IAT) with Statutory Dedications. These are safety funds that formerly flowed to the department through the Highway Safety Commission and now come directly to DOTD from the Federal Highway Administration (FHWA).



\$1.3 Million
Statutory
Dedications

Provides funding and 3 positions related to the Geospatial Database for Topographical Mapping requirements. Per R.S. 48:36 the department is legislatively required to be the lead agency in developing and maintaining the state's mapping requirements. The source of funding is Transportation Trust Fund - Regular.



\$1 Million
Statutory
Dedications

Provides funding for the Statewide Right-of-Way (ROW) Geographic Information Systems (GIS) Inventory Project. The Appraisal, Acquisition and Relocation System (AARS) database currently being used to manage real estate activities, can no longer manage current real estate/interactive mapping activities. The new software will manage DOTD's real estate activities and also have mapping capabilities. The project is funded 80% Federal and 20% State.



\$877,899
Federal Funds

Provides funding for implementation of Louisiana's Cooperating Technical Partner (CTP) agreement with the Federal Emergency Management Agency (FEMA) in the development of Louisiana Flood Insurance Rating Maps.

SIGNIFICANT ADJUSTMENTS



\$500,000
Statutory
Dedications

Provides additional funding to expand the Motorist Assistance Patrol (MAP) Program to include the Alexandria area. The project is funded 80% Federal and 20% State.



\$500,000
Statutory
Dedications

Provides additional funding for the Louisiana Transportation Research Center (LTRC) to complete additional research projects. The project is funded 80% Federal and 20% State.



\$425,000
Statutory
Dedications

Provides funding for two items under the Office of Multimodal Commerce: 1) \$225,000 to update the Marine Transportation System Plan. The plan has not been updated since 2007 and must be updated at least every 10 years. 2) \$200,000 for a Statewide Mobility and Active Transportation Survey, which was identified as a requirement in the recently updated Louisiana Statewide Transportation Plan and will also assist in complying with the goals of Act 470 of the 2014 RS regarding Complete Streets. The source of funding is Transportation Trust Fund - Regular.



\$300,000

Replaces funding in the Crescent City Transition Fund with the remaining balance in the Geaux Pass Transition Fund. This will preserve more of the Crescent City Transition Fund for future fiscal years. This fund is used for enhanced lighting and maintenance services on the Crescent City Connection Bridge and its approaches.



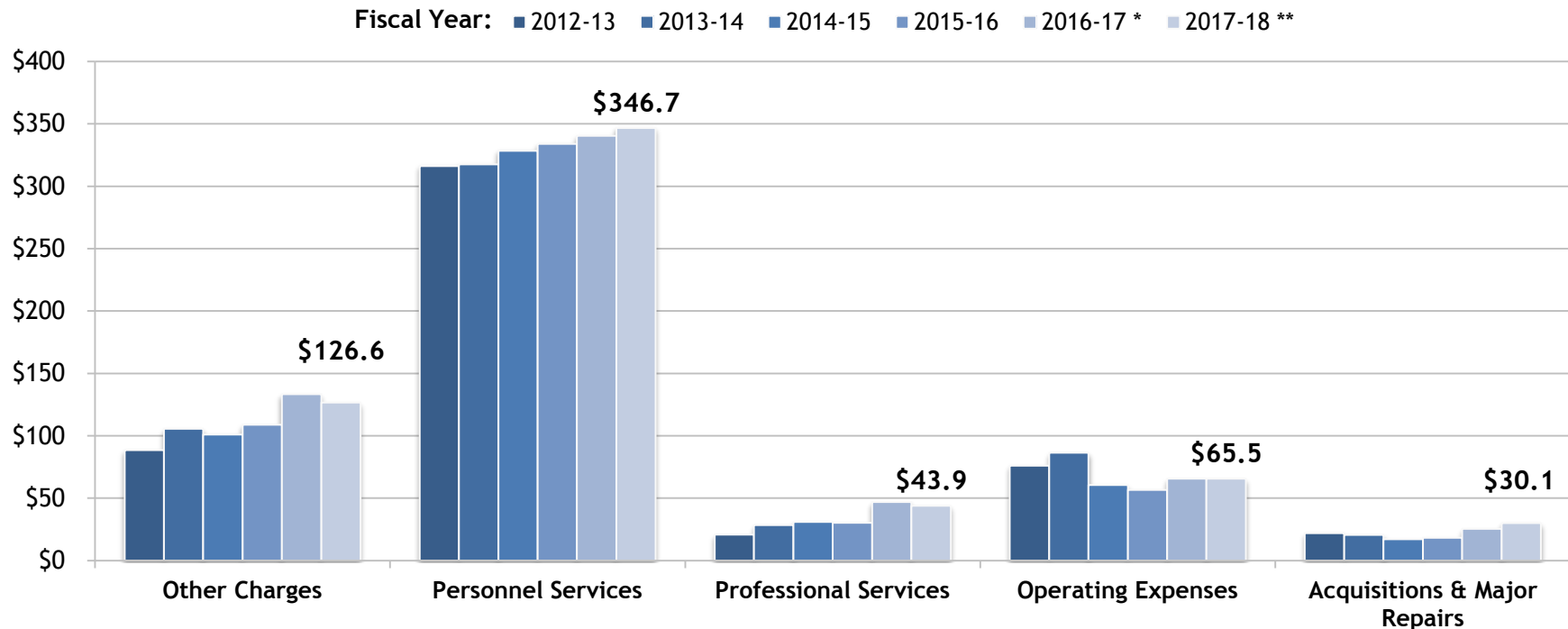
\$296,272
Statutory
Dedications

Provides funding for continued operating costs and 2 additional positions associated with extended ferry service for the Plaquemine Ferry in an effort to help mitigate traffic issues for commuters who cross the Mississippi River in Baton Rouge. This extended service was put in place after the August 2016 flooding in the Baton Rouge area. The source of funding is TTF - Regular.

EXPENDITURE BREAKDOWN

Expenditure	FY 15-16 Prior Year Actual Expenditures	FY 16-17 Existing Operating Budget	FY 17-18 Executive Budget Recommendation	\$ Change from Existing	% Change from Existing
Salaries	\$206,625,748	\$209,192,992	\$212,781,030	\$3,588,038	1.7%
Other Compensation	\$757,258	\$957,484	\$957,484	\$0	0.0%
Related Benefits	\$126,575,531	\$130,189,679	\$133,007,008	\$2,817,329	2.2%
Travel	\$3,127,639	\$3,516,839	\$3,603,217	\$86,378	2.5%
Operating Services	\$21,679,948	\$24,470,147	\$25,224,927	\$754,780	3.1%
Supplies	\$31,849,656	\$37,522,555	\$36,693,841	(\$828,714)	(2.2%)
Professional Services	\$30,219,149	\$46,873,994	\$43,901,725	(\$2,972,269)	(6.3%)
Other Charges	\$108,882,975	\$133,384,566	\$126,552,332	(\$6,832,234)	(5.1%)
Acq/Major Repairs	\$18,162,139	\$25,484,835	\$30,060,347	\$4,575,512	18.0%
Unallotted	\$0	\$0	\$0	\$0	0.0%
Total Expenditures	\$547,880,043	\$611,593,091	\$612,781,911	\$1,188,820	0.2%
Authorized Positions	4,194	4,253	4,258	5	0.1%

EXPENDITURE HISTORY (IN MILLIONS)



Source: Executive Budget Supporting Documents

* Existing Operating Budget as of 12/1/16

** Governor's Executive Budget Recommendation

OTHER CHARGES

AMOUNT	DESCRIPTION
\$23,532,733	Office of Technology Services (OTS)
\$21,774,429	Office of Risk Management (ORM)
\$20,449,174	Various Contract Maintenance - contractors providing services for sweeping, guardrail replacement, interstate mowing, traffic signal maintenance, impact attenuator maintenance, rest area maintenance and operation, rest area security, tree removal, bridge rail repair, traffic loop repair, cable barrier repair, etc.
\$17,489,435	Federal Transit Administration (FTA) funding for: specially equipped vehicles for elderly/disabled; capital assistance to rural systems; Training and Technical Assistance Program (TTAP); and operating assistance for low income/general public employment opportunities
\$6,643,555	Department of Public Safety (DPS) Weight Enforcement
\$6,084,573	Metropolitan Planning Organization (MPO) agreements with various parishes
\$5,673,346	City maintenance agreements for mowing and litter pickups with individual cities and towns
\$5,600,000	Motorist Assistance Patrol Program
\$4,830,000	Regional Transit Authority
\$4,000,000	Coastal Protection and Restoration Authority (CPRA) for coastal activities
\$10,475,087	Various Other Charges Expenditures
\$126,552,332	TOTAL OTHER CHARGES

Source: Executive Budget Supporting Documents

DISCRETIONARY/NON-DISCRETIONARY FUNDING

TOTAL BUDGET
\$612.8 Million

**\$8.9 Million IAT
Double Count**

**\$603.9
Million
Remaining**

**Statutory
Dedications
\$551.3 Million**

**Self Generated
Revenue
\$28.2 Million**

**Federal Funds
\$24.4 Million**

**State General Fund
\$0**

**Non Discretionary
\$33.1 Million**

**Administration
\$2.2 Million**

Retirees Health Insurance \$1.6M
Legislative Auditor Fees \$629,113

**Engineering and Operations
\$30.9 Million**
Retirees Health Insurance \$30.9M

**Discretionary
\$570.8 Million**

**Administration
\$47.2 Million**

**Engineering and Operations
\$523.6 Million**

Source: Office of Planning and Budget

PERSONNEL INFORMATION

Personnel/Budget Ratio

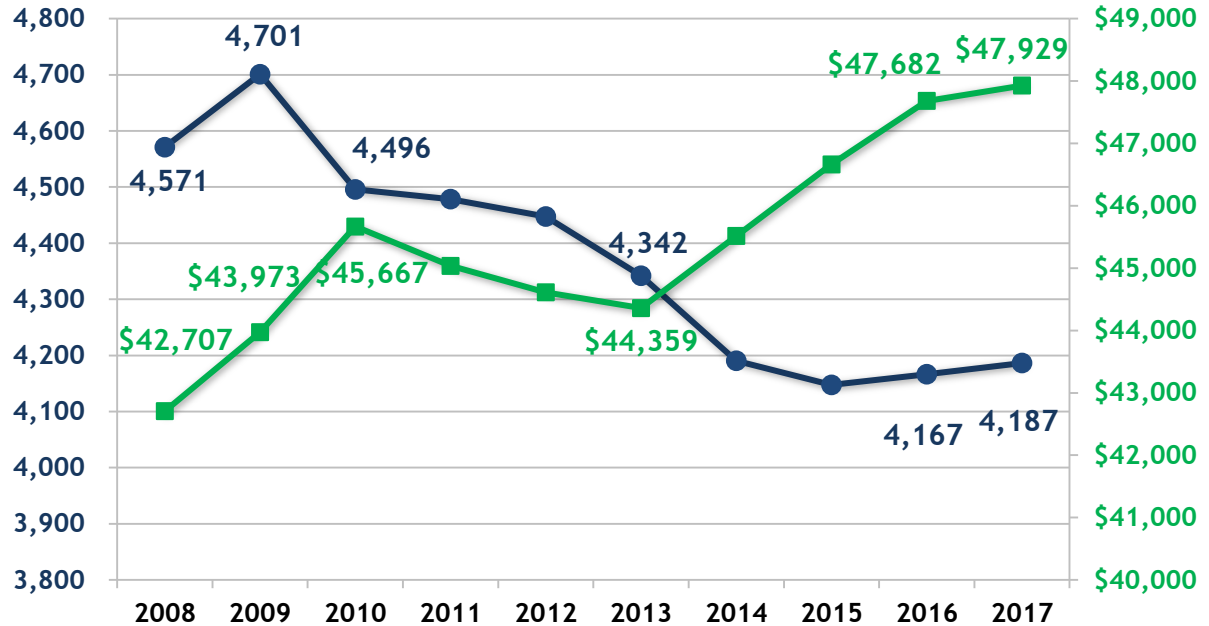
\$213.7 M	Salaries and Other Comp.
+ \$133.0 M	Related Benefits
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= \$346.7 M	Total Personnel Services

**71.3% of budget expenditures
(excluding Other Charges)**

Authorized Positions

- 4,258 (4,233 classified and 25 unclassified)
- DOTD had 82 vacancies as of 1/27/2017
- 0 Other Charges Positions
- 0 full-time non-T.O. positions

10 Year FTE Positions/Avg Salary



Source: FTE and Average Salary data provided by the Dept. of Civil Service

PARISH TRANSPORTATION FUND

- The Parish Transportation budget unit is comprised of the following programs:

Parish Road Program

Mass Transit Program

Off-System Roads and Bridges Match Program

- The Parish Transportation Program provides funding to local government entities for road systems maintenance, mass transit, and to serve as local match for off-system roads and bridges.
- Revenue source is the Transportation Trust Fund - Regular.

PARISH TRANSPORTATION FUND

Means of Finance Breakdown

Means of Financing	FY 15-16 Prior Year Actual Expenditures	FY 16-17 Existing Operating Budget 12/1/16	FY 17-18 Executive Budget Recommendation	\$ Change from Existing	% Change from Existing
State General Fund	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$0	\$0	\$0	\$0	0.0%
Fees and Self-Gen Rev.	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$46,400,000	\$46,400,000	\$46,400,000	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	0.0%
Total Means of Finance	\$46,400,000	\$46,400,000	\$46,400,000	\$0	0.0%
State Effort	\$46,400,000	\$46,400,000	\$46,400,000	\$0	0.0%

PARISH TRANSPORTATION FUND

PARISH ROAD PROGRAM

- The Parish Road Program appropriation is distributed to the sixty-four parishes for road systems maintenance. State statutes provide the funds be distributed on a population-based or per-capita formula. State statutes provide that funds in excess of the FY 93-94 appropriation level (\$34,000,000) be distributed to parishes based upon parish road mileage.

Statutory Dedications TTF - Regular	FY 14-15 Prior Year Actual Expenditures	FY 15-16 Existing Operating Budget	FY 16-17 Executive Budget Recommendation	\$ Change from Existing	% Change from Existing
Per-capita Formula	\$34,000,000	\$34,000,000	\$34,000,000	\$0	0.0%
Road Mileage Formula	\$4,445,000	\$4,445,000	\$4,445,000	\$0	0.0%
Total	\$38,445,000	\$38,445,000	\$38,445,000	\$0	0.0%

MASS TRANSIT PROGRAM

- The Mass Transit Program appropriation provides funding to the eligible cities or parishes with mass transit systems. Cities and parishes receiving such aid include the following: Alexandria, Baton Rouge, Lafayette, Lake Charles, Monroe, New Orleans, Jefferson Parish, Kenner, St. Bernard Parish, Shreveport, St. Tammany Parish, and Houma.
- Additionally, the state Department of Transportation and Development - Transit Division receives funding from this source to provide local match money for the purchase of transit buses.

TTF - Regular	\$4,955,000	\$4,955,000	\$4,955,000	\$0	0.0%
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OFF- SYSTEM

- The Off-System Roads and Bridges Match Program appropriation provides funding to local government entities to serve as match for federal aid to off-system railroad crossings and bridges.

TTF - Regular	\$3,000,000	\$3,000,000	\$3,000,000	\$0	0.0%
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TRANSPORTATION BACKLOG

Louisiana faces a **\$13.1 billion** backlog in highway needs.



Congestion/Capacity consists of major widening and adding lanes

Condition consists of resurfacing roads, structurally deficient bridges, bridge painting

Safety consists of isolated reconstruction, minor widening, shoulders, railroad crossings, etc.

Operations/Motorist Services consists of interstate striping and signs, rest areas, ferries, etc.

OTHER SIGNIFICANT ITEMS

- The 4-cent gasoline tax dedicated to the TIMED program is insufficient to cover the TIMED debt service payments. Early estimates indicate \$18.2 million from the Transportation Trust Fund's 16 cents per gallon revenue stream will be needed for TIMED debt service payments in FY 17-18. That's a little over half a cent out of the 16-cent tax revenue.
- The FY 17-18 Executive Budget Recommendation provides zero dollars from the Transportation Trust Fund directly to the Department of Public Safety. DOTD is still sending (Interagency Transfer Expenditures) the Department of Public Safety's Traffic Enforcement Program \$6.6 million from the Transportation Trust Fund for weight enforcement.
- This is the second year in a row that the Executive Budget Recommendation provides zero dollars from TTF directly to DPS. As a result of the DPS adjustment, in last year's Capital Outlay Bill, the Port Construction and Development Priority Program was doubled in size budgeting \$39.4 million compared to \$19.7 million the year before.

TTF Monies Used In State Police (5-Year History In Millions)

Fiscal Year	Appropriated Amount	IAT Amount	Total
FY 18**	\$0	\$6.6	\$6.6
FY 17*	\$0	\$6.6	\$6.6
FY 16	\$43.2	\$6.6	\$49.8
FY 15	\$62.4	\$6.6	\$69.0
FY 14	\$68.9	\$6.6	\$75.5
Total	\$174.5	\$33.0	\$207.5

Note: weight enforcement consolidated under DPS in FY 11

*Existing Operating Budget as of 12/1/16

**Governor's Executive Budget Recommendation

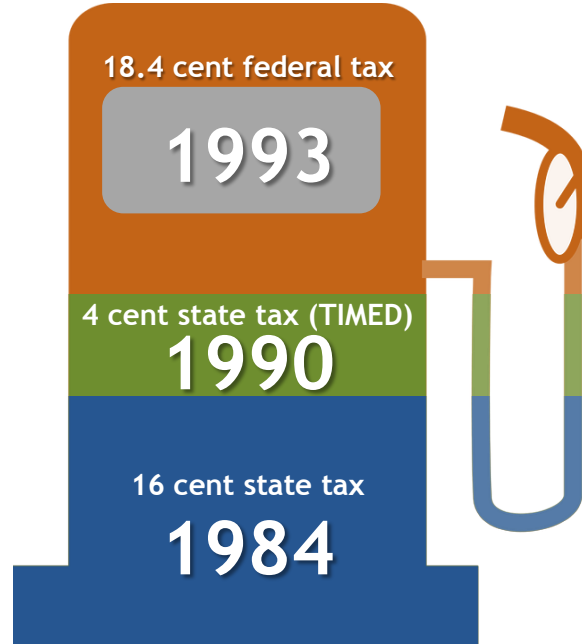
DOTD's FEDERAL MATCH FUNDING

NO CURRENT STATE MATCH SHORTFALL-CURRENTLY FULLY FUNDED-HOWEVER POTENTIAL EXIST

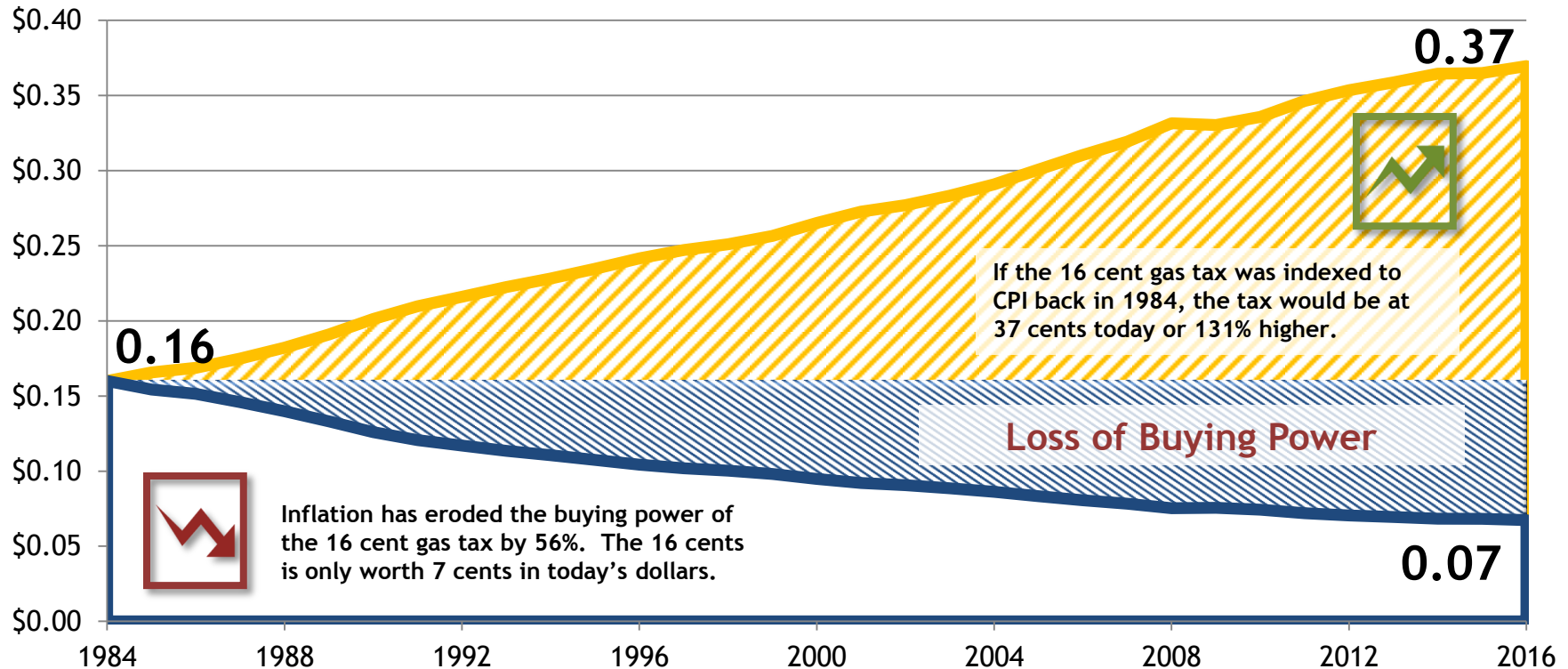
- In the Commissioner of Administration's Executive Budget presentation to JLCB on February 23rd, DOTD is reported to potentially face a state matching shortfall in the FY 17-18 budget. The presentation estimated a \$43.2 million shortfall in state monies to match available monies from the federal Highway Trust Fund (HTF). Not having the full state matching portion could result in a loss of \$172.8 million in federal funds. The state and federal dollars combined could potentially impact \$216 million of infrastructure projects.
- Historically, Louisiana has been able to capture its entire federal allocation and has been successful in capturing a portion of allocations not utilized nationally by other states.
- However, recently the department has been unable to fully put up the state share through the traditional funding sourcing such as gas taxes, vehicle license taxes, interest earnings, etc. The department had to supplement the TTF revenue with "toll credits". Louisiana received \$140 million in one-time toll credits from the federal government associated with LA-1. Toll credits allow the state to draw down federal dollars on a per dollar basis but it decreases the overall size of the department's construction program.
- Using updated figures provided by DOTD since the Commissioner's presentation, the department faces a \$27.4 million state match shortfall resulting in potentially missing out on possibly \$137 million in federal funds. The shortfall is based on three major assumptions:
 1. A possible mid-year reduction of 5% of TTF during FY 17-18
 2. A potential 3% reduction of TTF related to HCR 1 of the 1st ELS of 2017 (Bond Security and Redemption Fund)
 3. The state captures \$70 million in federal funds not utilized nationally by other states in FY17 and FY 18
- Regardless of whether the shortfall scenario materializes next year, with the depletion of toll credits, the department still anticipates that its capacity to fully match the states federal obligation will expire approximately at the end of FY19 or the beginning of FY20.

STATE AND FEDERAL GAS TAX

Total Gas Tax = 38.4 cents

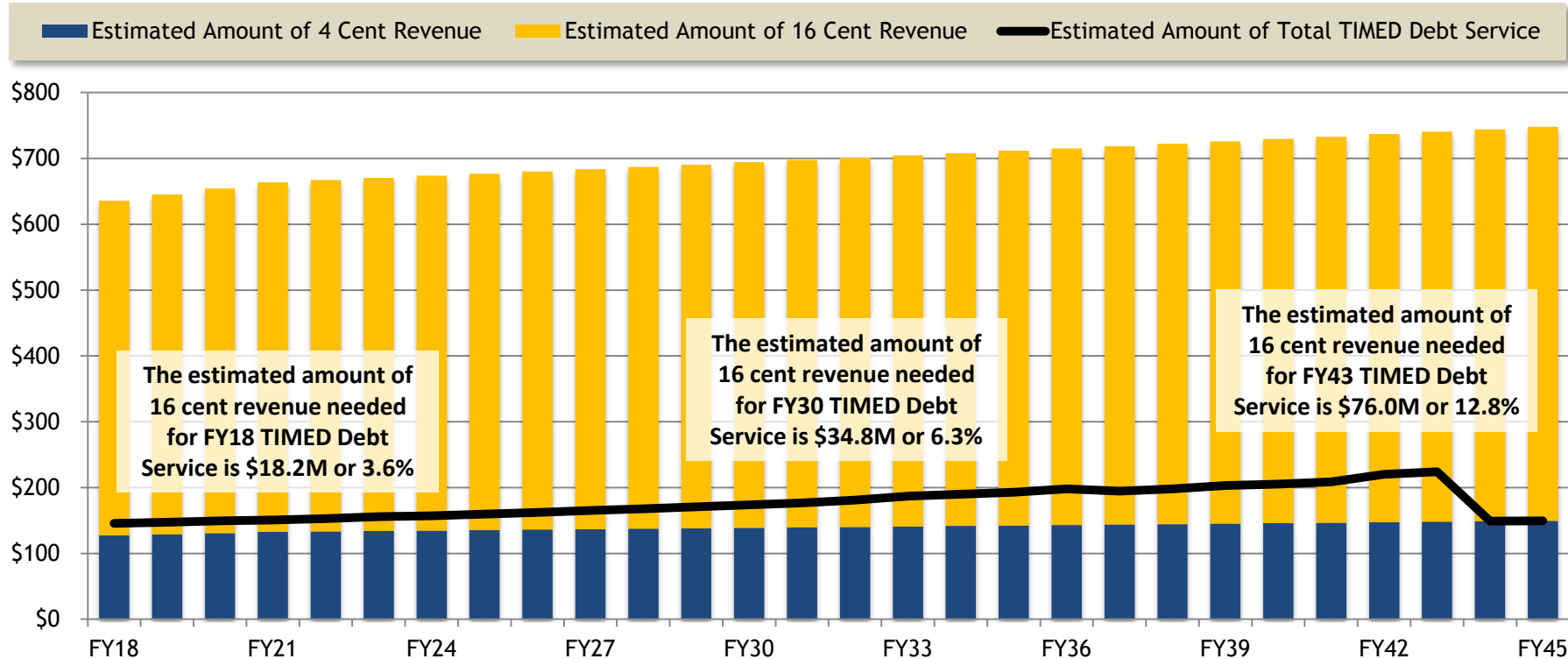


HOW HAS INFLATION AFFECTED THE 16 CENT STATE GAS TAX SINCE 1984?



Source: Consumer Price Index (CPI) from U.S. Department of Labor, Bureau of Labor Statistics

TIMED DEBT SERVICE IMPACT ON THE 16 CENT STATE GAS TAX (IN MILLIONS)



Source: Louisiana Department of Transportation and Development

TIMED DEBT SERVICE IMPACT ON THE 16 CENT STATE GAS TAX BY THE NUMBER OF PENNIES

Current State Gas
Taxes = 20 Cents



FY 18



FY 30



FY 43



= 16 Cent Tax



= 4 Cent Tax; requires the 16 cent tax funding since 4 cents is insufficient to cover the TIMED debt service

HOW MUCH DO INDIVIDUALS SPEND ON GAS TAXES?

The current gas tax is 38.4 cents per gallon, 20 cents for state and 18.4 cents for federal gas taxes.

On average, individuals drive roughly 12,000 miles annually, that equates to:

\$19.20
Per Month (20 mpg)

Or for a more fuel
efficient vehicle

Assuming the vehicle gets 20 miles per gallon; an individual would purchase approximately 600 gallons of gas annually (12,000 divided by 20).

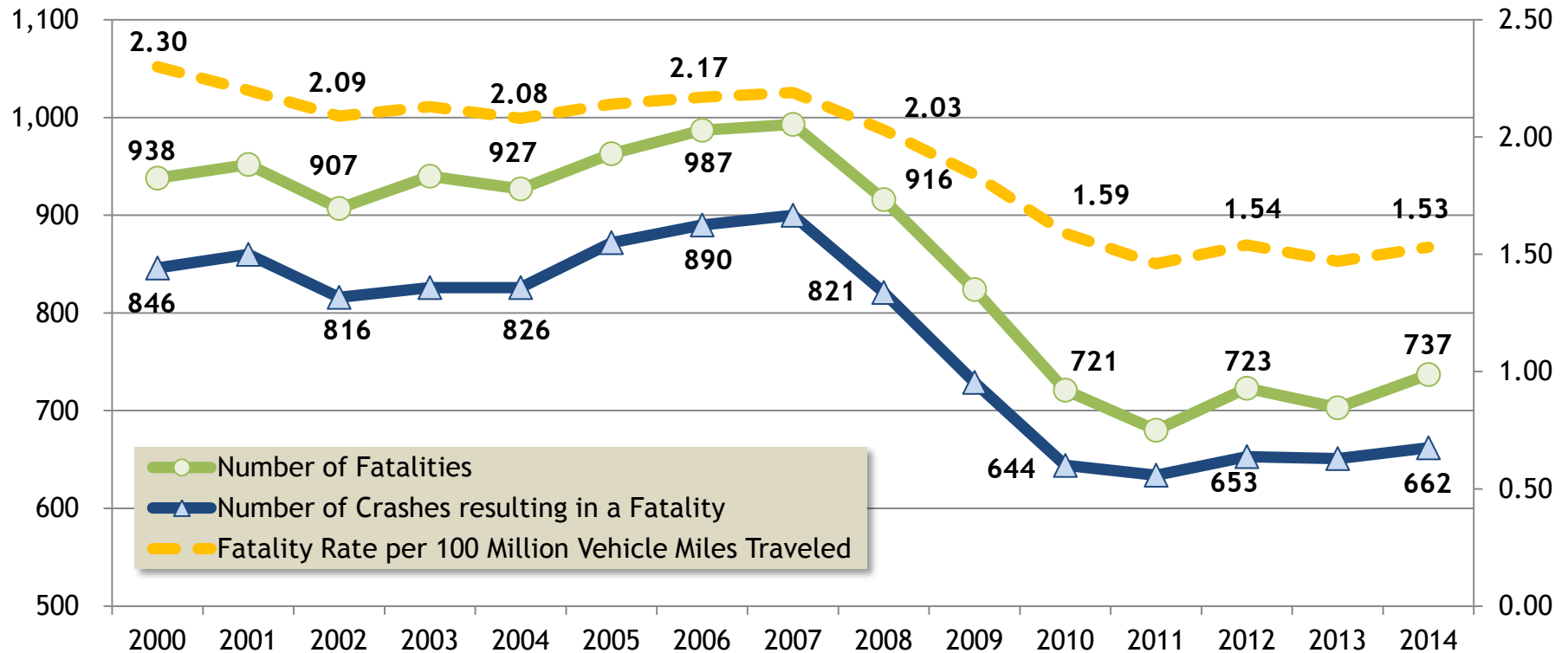
Gas taxes on 600 gallons equals \$120 in state taxes and \$110.40 in federal taxes for a total of \$230.40 per year, or \$19.20 per month.

\$15.36
Per Month (25 mpg)

If the vehicle gets 25 miles per gallon; that individual would purchase approximately 480 gallons of gas annually (12,000 divided by 25).

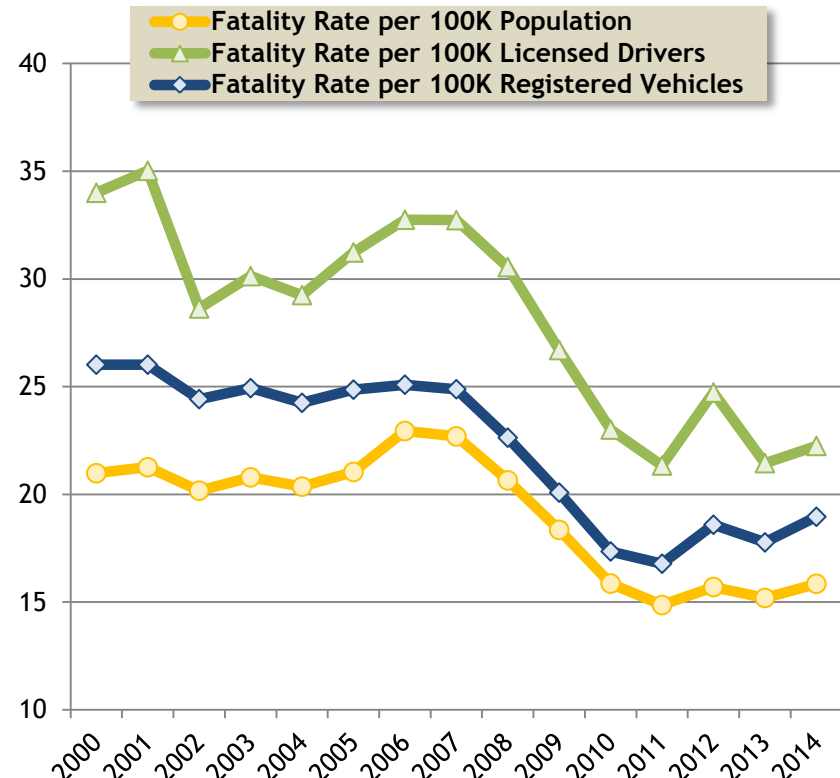
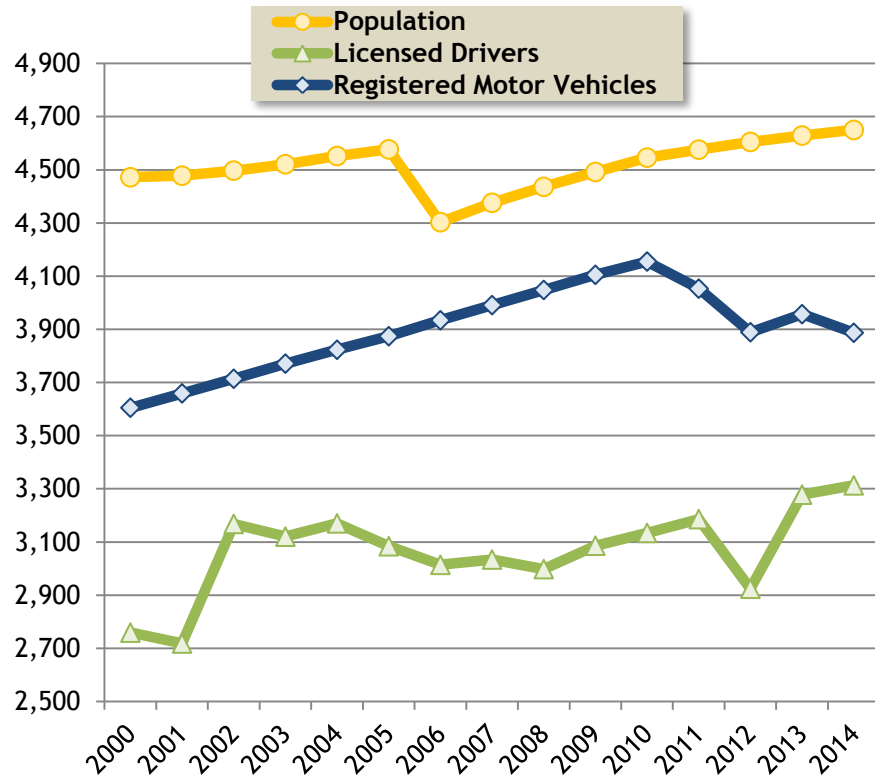
Gas taxes on 480 gallons equals \$96 in state taxes and \$88.32 in federal taxes for a total of \$184.32 per year, or \$15.36 per month.

LOUISIANA FATALITY CRASH DATA

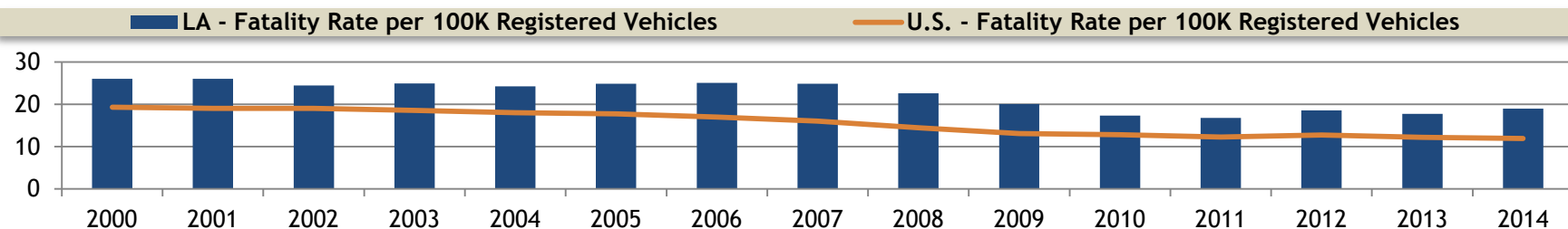
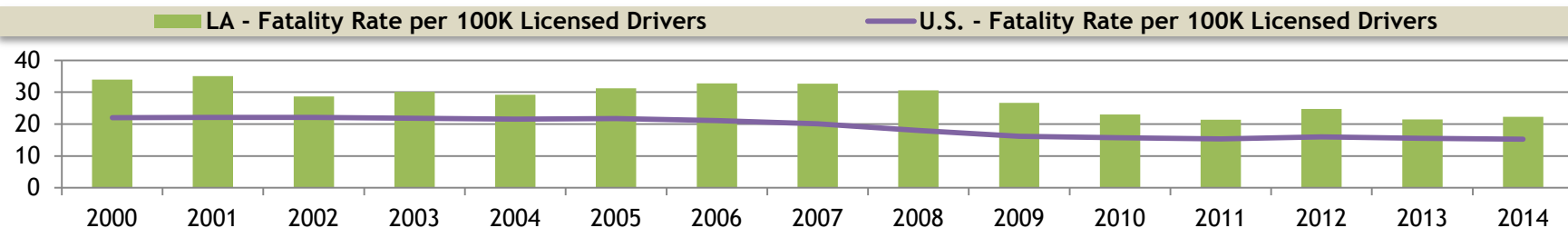
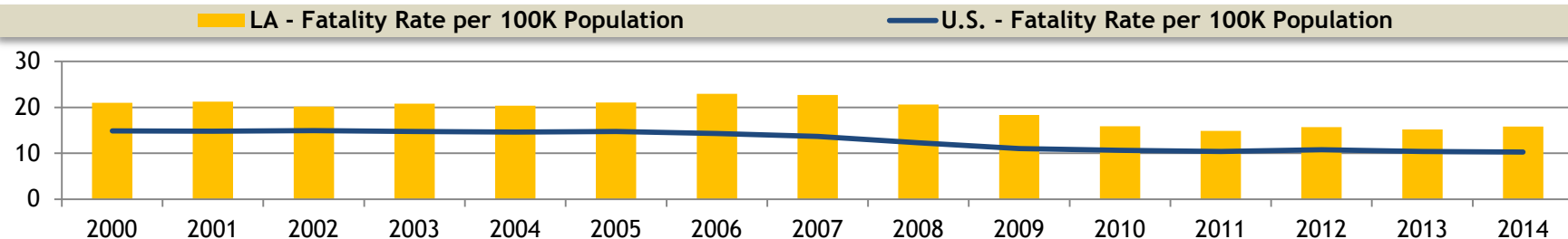


Source: National Highway Traffic Safety Administration

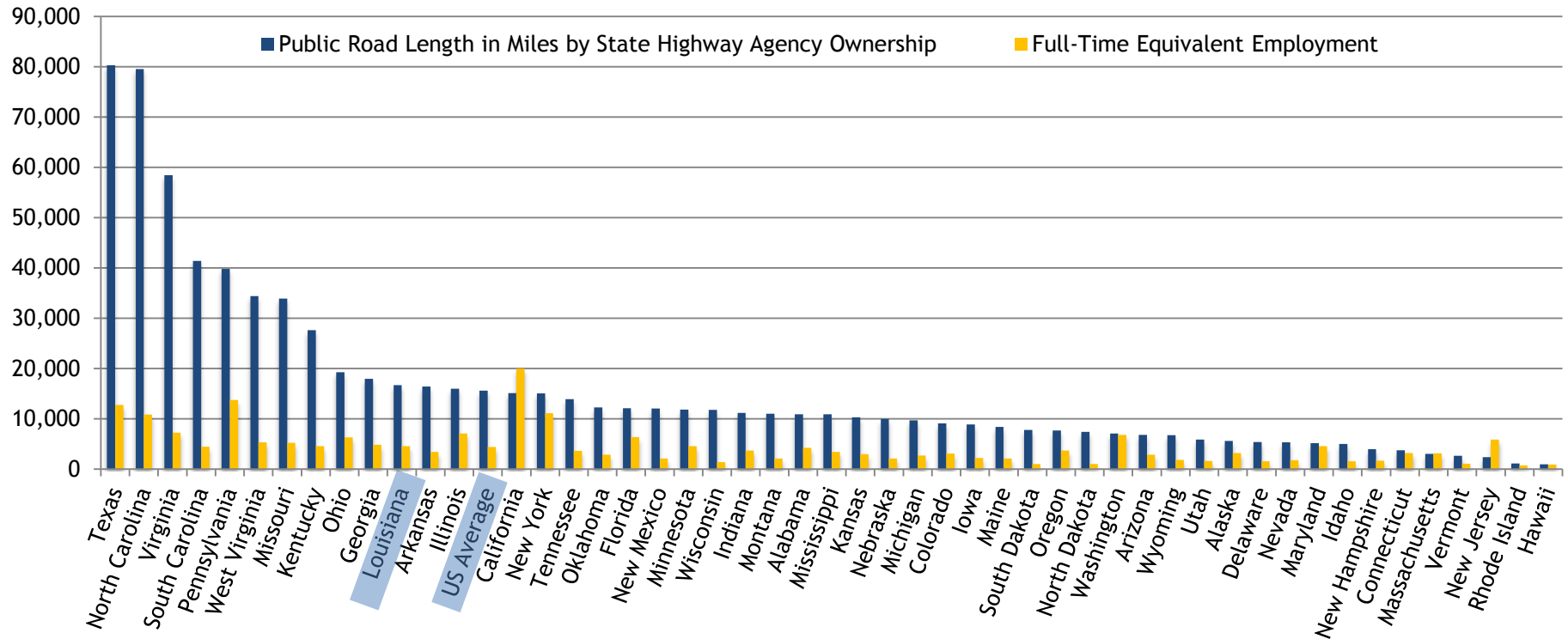
LOUISIANA FATALITY RATE TREND



LOUISIANA VS U.S. FATALITY RATE TREND



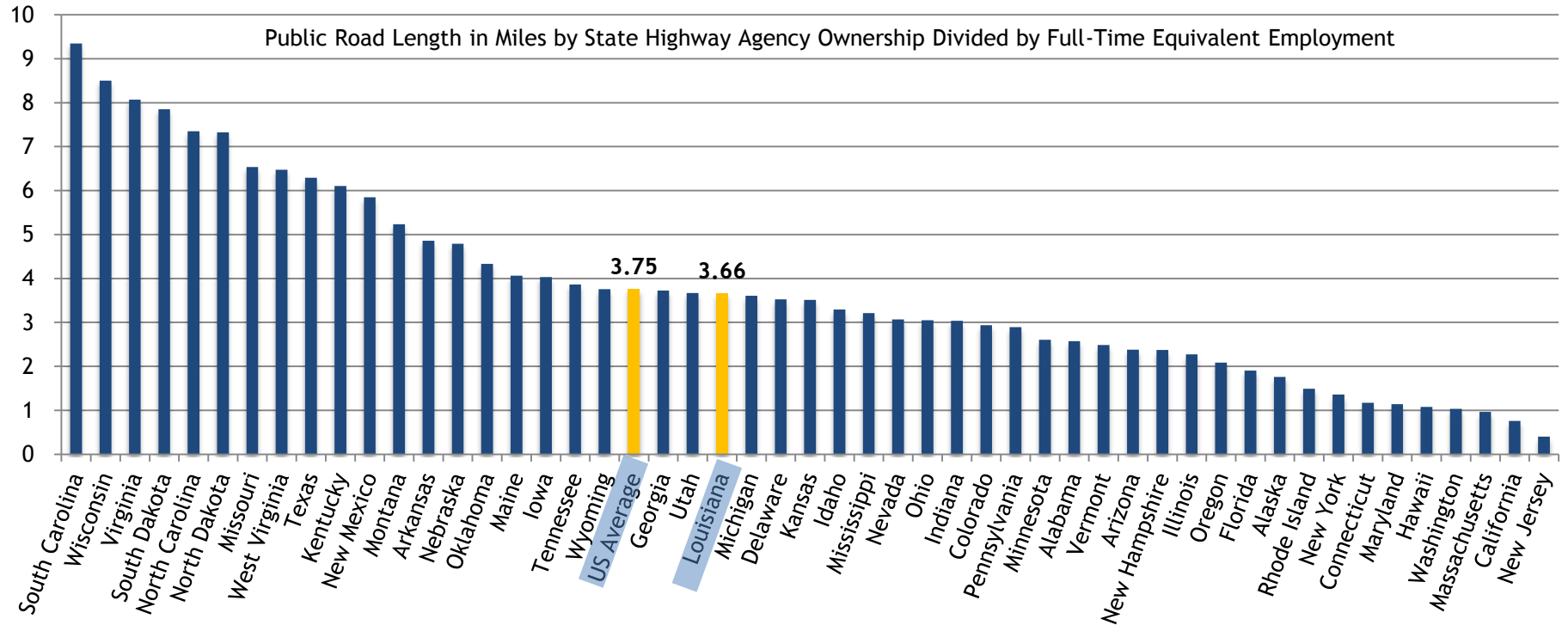
2013 ROAD MILES AND HIGHWAY EMPLOYEES



Source: Full-Time Equivalent Employment comes from the US Census Bureau 2013 Annual Survey of Public Employment and Payroll

Public Road Length in Miles by State Highway Agency Ownership comes from U.S. Department of Transportation, Federal Highway Administration, Highway Statistics

2013 RATIO OF ROADS MILES TO HIGHWAY EMPLOYEES



Source: Full-Time Equivalent Employment comes from the US Census Bureau 2013 Annual Survey of Public Employment and Payroll

Public Road Length in Miles by State Highway Agency Ownership comes from U.S. Department of Transportation, Federal Highway Administration, Highway Statistics

GOVERNOR'S TASK FORCE ON TRANSPORTATION INFRASTRUCTURE INVESTMENT

- Created by the governor's executive order (JBE 2016-23). The Task Force worked over a six-month period to determine what must be done to address Louisiana's vast multimodal transportation issues.
- Met in six formal meetings at the capitol and attended eight regional meetings across the State hosted by economic development organizations and metropolitan planning organizations.
- Studied the complexities of Louisiana's transportation needs and the project delivery process; received national expert testimony on transportation financing; and received feedback from communities across Louisiana.
- Based on its findings, the Task Force adopted nine resolutions that together make the actionable recommendations necessary to fulfill the Task Force's obligations. The nine resolutions can be found on the following slide.

GOVERNOR'S TASK FORCE ON TRANSPORTATION INFRASTRUCTURE INVESTMENT

- **Resolution A - Revenue** - recommends an additional \$700M annually for multimodal transportation in LA.
- **Resolution B - Commercial Trucking Special Permit Fees** - recommends increase revenue through special permit fees for the commercial trucking industry as a bondable means of financing for a statewide bridge improvement program.
- **Resolution C - Commercial Trucking Vehicle Registration Fees** - recommends increasing revenue through registration fees for the commercial trucking industry as a bondable means of financing for a statewide bridge improvement program.
- **Resolution D - Aviation** - recommends increasing revenue through sales and use tax on aviation fuel to fund capital projects through the State's Airport Construction and Development Program.
- **Resolution E - Categorical Spending** - recommends investing in transportation infrastructure through use of categorical expenditures rather than listing specific projects in the law.
- **Resolution F - Indexing** - recommends indexing the investment in transportation infrastructure to prevent loss of purchasing power over time.
- **Resolution G - Tolling** - recommends the use of tolling to supplement new sources of recurring revenue in fully funding infrastructure project in Louisiana.
- **Resolution H - Public Private Partnerships (P3s)** - recommends the use of public private partnerships in funding transportation infrastructure project in Louisiana.
- **Resolution I - Payment in lieu of Taxes (PILOTs) and Tax Increment Financing (TIFs)** - recommends the use of PILOTs and TIFs in funding transportation infrastructure projects in Louisiana.

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