



**EL DORADO COUNTY
DEPARTMENT OF TRANSPORTATION
INTEROFFICE MEMORANDUM**

Date: June 2, 2020

To: Shawne Corley, Assistant CAO
Jennifer Franich, Principal Management Analyst

From: Rafael Martinez, Director of Transportation

Subject: Realignment/State Funding

CSAC recently provided updated FY19/20 and FY20/21 estimates for the County Highway User Tax Account Revenues (HUTA) and Senate Bill 1 (SB1) Revenues, which are based upon the May revision revenue estimates revised May 14, 2020. Per the new estimates the Department of Transportation will be receiving \$575,231 more HUTA funds than budgeted for FY19/20 and \$163,761 more SB1 funds than budgeted for a grand total of \$738,992 more revenue than anticipated. FY20/21 it appears that the Department will receive \$125,298 less HUTA funds than budgeted, and \$864,793 less SB1 funds than budgeted for a grand total of \$990,091 less revenue than anticipated.

The Department of Transportation was successful in determining a method to accommodate the decrease in the proposed 20/21 budget due to the estimated loss in revenues. Transportation has identified deducting \$864,793 from Road Construction and Maintenance object which was originally identified to fund SB1 projects. The reduction will allow Transportation to still complete the FY 19/20 projects carried over to FY 20/21 due to lower bids results but will push back the progress on the new 20/21 projects identified. Similarly, Transportation has identified multiple items in the 6020 and 6040 objects to be removed for a total of \$129,000 which exceeds the revenue decrease of \$125,298.

Please let me know if you have any questions or need anything further.

El Dorado County Transportation Road Fund Impacts

FY 20/21 Estimated Revenue Loss

- CA Department of Finance and CSAC
- Gasoline Excise Tax Fell by 9% State Wide
- EDC HUTA and SB1 combined = \$990,091 loss

FY 20/21 Expenditure Adjustments

- Delaying purchase of Fixed Asset
- Construction Cost Savings in FY 19/20
- Reduction of Service
 - Road Maintenance Grind and Pave
 - Snow Removal