



HOUSE COMMITTEE ON APPROPRIATIONS

FY 12-13 Executive Budget Review
March 8, 2012

Department of Transportation and Development
&
Parish Transportation Fund



Agenda

- Budget Overview
 - Introduction
 - Changes from FY 11-12 to FY 12-13
 - Expenditures
 - Significant Budget Adjustments
 - Discretionary/Non-Discretionary
 - Statutory Dedications
 - Salaries and Positions
 - Parish Transportation Fund



The Department of Transportation and Development is comprised of the following:

- Administration
 - Office of the Secretary
 - Office of Management and Finance

- Engineering and Operations
 - Engineering
 - Multimodal Planning
 - District Operations
 - Crescent City Connection Division – Bridge
 - Crescent City Connection Division – Marine
 - Aviation



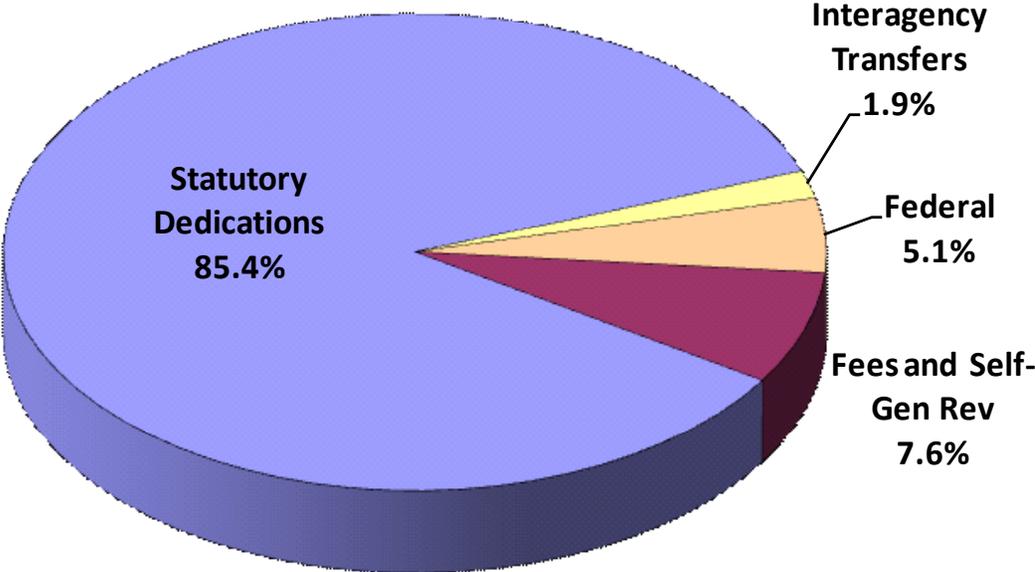
Executive Budget Recommendation

Department of Transportation and Development FY 12-13 Executive Budget Recommendation by Means of Financing					
Means of Finance	Actual Expenditures FY 10-11	Existing Operating Budget FY 11-12 (12/1/11)	Executive Budget Recommended FY 12-13	Change from FY11-12 to FY12-13	Percent Change from FY11-12 to FY12-13
State General Fund	\$0	\$138,660	\$0	(\$138,660)	-100.0%
Interagency Transfers	\$3,047,312	\$7,552,968	\$9,871,386	\$2,318,418	30.7%
Fees and Self-Gen Rev	\$40,172,023	\$44,828,253	\$40,267,015	(\$4,561,238)	-10.2%
Statutory Dedications	\$460,250,978	\$489,581,130	\$450,273,570	(\$39,307,560)	-8.0%
Federal Funds	\$17,408,883	\$24,691,110	\$26,761,411	\$2,070,301	8.4%
TOTAL	\$520,879,196	\$566,792,121	\$527,173,382	(\$39,618,739)	-7.0%
Authorized Positions	4,524	4,494	4,322	(172)	-3.8%



Executive Budget Recommendation

- Total FY 12-13 Executive Budget Recommendation by Means of Financing in percent form.





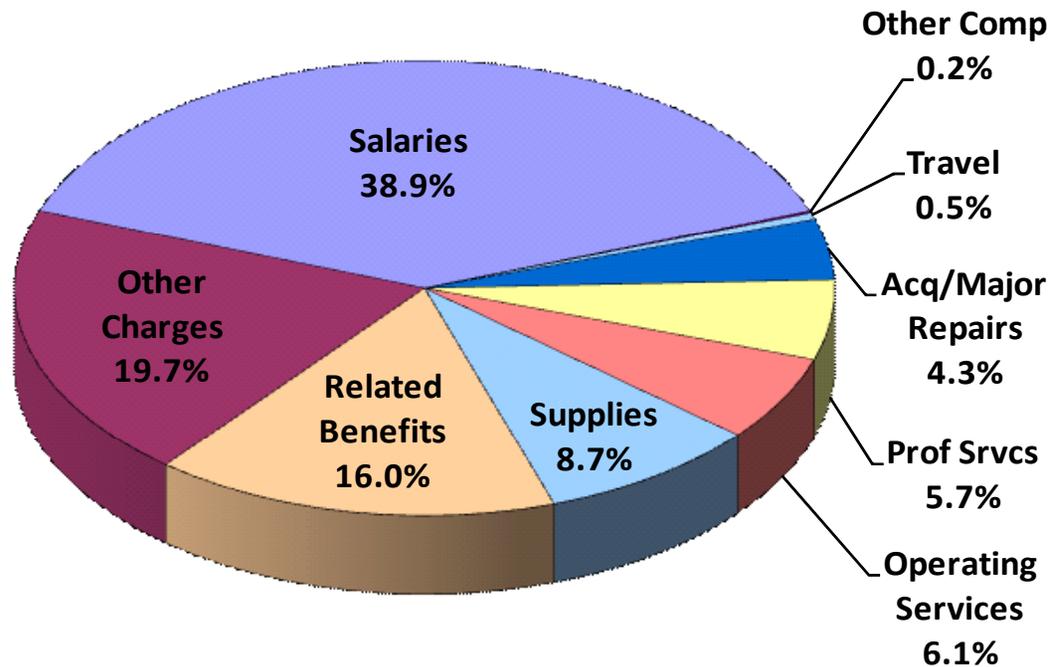
Executive Budget Recommendation

Department of Transportation and Development					
Expenditure Comparison					
Expenditures	FY 10-11 Actual Expenditures	FY 11-12 Existing Operating Budget (12/1/10)	FY 12-13 Executive Budget Recommendation	Change from FY 11-12 to FY 12-13	Percent Change from FY11-12 to FY12-13
Salaries	\$215,578,981	\$218,688,918	\$204,953,717	(\$13,735,201)	-6.3%
Other Compensation	\$455,256	\$721,952	\$721,952	\$0	0.0%
Related Benefits	\$94,116,270	\$99,258,277	\$84,126,641	(\$15,131,636)	-15.2%
Travel	\$2,117,946	\$2,552,633	\$2,547,448	(\$5,185)	-0.2%
Operating Services	\$27,418,602	\$31,720,770	\$32,181,579	\$460,809	1.5%
Supplies	\$40,640,144	\$44,658,808	\$45,849,049	\$1,190,241	2.7%
Prof Srvcs	\$12,032,399	\$34,837,194	\$29,928,313	(\$4,908,881)	-14.1%
Other Charges	\$112,889,560	\$107,908,536	\$103,959,690	(\$3,948,846)	-3.7%
Acq/Major Repairs	\$15,630,038	\$26,208,061	\$22,904,993	(\$3,303,068)	-12.6%
Unallotted	\$0	\$236,972	\$0	(\$236,972)	-100.0%
TOTAL EXP	\$520,879,196	\$566,792,121	\$527,173,382	(\$39,618,739)	-7.0%



Executive Budget Recommendation

- Total FY 12-13 Executive Budget Recommendation by expenditures in percent form.





Significant Budget Adjustments – Statewide

(\$14,514,730)	Reduces funding for a State Employee Retirement Rate Adjustment (-\$811,224 SGR, -\$13,703,506 SD).
(\$4,006,372)	Reduces funding for an Attrition Adjustment (-\$90,698 SGR, -\$3,915,674 SD).
\$0	Reduces 24 positions within the department; however, no funding reduction associated with the loss of these positions.



Significant Budget Adjustments – Means of Financing Substitution

- Increases \$2,429,884 IAT and decreases \$2,429,884 SGR within the Crescent City Connection Division (CCCD) Bridge Trust Program. The source of funding is from the Transportation Trust Fund. This means of financing substitution provides funding to continue bridge maintenance in lieu of the CCCD bridge tolls which sunset on December 31, 2012.



Significant Budget Adjustments – Non-recur

(\$21,462,568)

Non-recur carryforwards from prior year obligations (-\$138,660 SGF, -\$111,466 IAT, -\$1,229,785 SGR, -\$16,543,409 SD, -\$3,439,248 FED).

(\$7,759,753)

Non-recur funding for the 27th Pay Period (-\$299,811 SGR, -\$7,435,243 SD, -\$24,699 FED).



Significant Budget Adjustments – Reductions

- (\$1,825,525) SGR Reduces funding and 73 positions in the Crescent City Connection Division Bridge Trust Program due to the tolls sunset.
- (\$236,972) SGR Reduces excess budget authority in the Multimodal Planning Program.
- \$0 Reduces 75 T.O. positions in the Crescent City Connection Division Marine Trust Program due to the privatization of the ferries; however, no funding reduction associated with the loss of these positions.
- These positions will be reallocated as Non-T.O. positions for FY 12-13.



Significant Budget Adjustments – Increases

\$3,000,000 FED

Provides additional budget authority associated with a Federal Transit Administration grant for rural transit projects.

\$2,396,325 FED

Provides additional budget authority for a Commercial Vehicle Information Systems and Networks grant.

\$2,215,913 SD

Provides additional funding from the Transportation Trust Fund for supplies associated with road maintenance materials within the districts and traffic operations center.



Other Items

- Proposing to eliminate the Edgard/Reserve ferry for a savings of \$1.5 million per year. This would include reducing 12 positions.
- Proposing to eliminate the White Castle ferry for a saving of \$800,000 per year. This would include reducing 5 positions.
- The department projects \$31.5 million from the Transportation Trust Fund's 16 cents per gallon revenue stream will be needed for TIMED debt service payments in FY 12-13.
- The FY 12-13 Executive Budget Recommendation provides \$45.9 million from the Transportation Trust Fund directly to the Department of Public Safety's Louisiana State Police Traffic Enforcement Program. Also, DOTD is sending the Traffic Enforcement Program \$6.6 million from the Transportation Trust Fund for weight enforcement.



Executive Budget Recommendation

- Discretionary vs Non-Discretionary

Expenditures	FY 12-13 Exe Bud Recommendation	Percent
Discretionary	\$498,157,456	94.5%
Non-Discretionary	\$29,015,926	5.5%
Total	\$527,173,382	100.0%

- The non-discretionary funds within the department’s budget are related to group insurance for retirees.



Statutory Dedications

Department of Transportation and Development Statutory Dedication Comparison					
Statutory Dedications	Actual Expenditures FY 10-11	Existing Operating Budget FY 11-12 (12/1/11)	Executive Budget Rec FY 12-13	Change from FY 11-12 to FY 12-13	Percent Change from FY11-12 to FY12-13
Transportation Trust Fund - Regular	\$352,998,894	\$370,388,552	\$282,279,413	(\$88,109,139)	-23.8%
Transportation Trust Fund - Federal	\$105,982,382	\$117,985,003	\$166,876,582	\$48,891,579	41.4%
Transp. Training and Educ. Ctr. Fund	\$0	\$524,590	\$524,590	\$0	0.0%
Right of Way Permit Proceeds	\$364,297	\$582,985	\$582,985	\$0	0.0%
Bicycle Safety and Pedestrian Fund	\$0	\$0	\$10,000	\$10,000	100.0%
Overcollections Fund	\$905,405	\$100,000	\$0	(\$100,000)	-100.0%
TOTAL	\$460,250,978	\$489,581,130	\$450,273,570	(\$39,307,560)	-8.0%



Statutory Dedications

- **Transportation Trust Fund – Regular (Article 7, Section 27 of Const.)**
 - Source: State tax, 16 cents per gallon on gasoline and special fuels, vehicle license fees, weights permits and fines, interest earnings, and a portion of motor vehicle sales taxes that are currently suspended.
 - The trust fund is to be used exclusively for highway construction and maintenance, the highway priority program, statewide flood control, ports and airports priority programs, transit, state police traffic control and the Parish Transportation Fund.
 - All unexpended and unencumbered monies in the fund at the end of the fiscal year remain in the fund.
- **Transportation Trust Fund - Federal**
 - Source: Federal tax, 18.4 cents per gallon on gasoline and special fuels.



Statutory Dedications

- **Transportation Trust Fund - TIMED (R.S. 47:820.1 - 820.6)**
 - Source: State tax, 4 cents per gallon levied on gasoline and special fuels.
 - The TIMED fund is to be used exclusively for sixteen specific road and bridge projects.
 - Any surplus monies in the fund at fiscal year end, as well as interest earned on investment of fund monies, are to remain in the fund.
- **DOTD Right of Way Permit Processing Fund (R.S. 48:381)**
 - Source: Fees – Utility operators in connection with the issuance of permits.
 - The funds shall be used by DOTD to defray the expenses of the right-of-way permit office connected with the issuance and processing required for permitted activity within state roads and highways right-of-ways.
 - Excess fees, over and above the expenses of the right-of-way permit office, shall be distributed to federally approved highway projects.
 - All monies existing in this fund at year end shall remain in the fund.



Salaries and Positions

- \$205,675,669 in Salaries and Other Compensation
- \$84,126,641 in Related Benefits
- Total Personal Services account for \$289,802,310 or 55% of the Executive Budget Recommendation
- 4,322 Total Positions (4,298 classified and 24 unclassified)
- Average Classified Salary ≈ \$51,332
- Average Unclassified Salary ≈ \$96,153
- As of 2/6/12 the department had 54 vacancies



Parish Transportation

- The Parish Transportation agency is comprised of the following programs:
 - Parish Road Program
 - Mass Transit Program
 - Off-system Roads and Bridges Match Program



Executive Budget Recommendation

Parish Transportation					
FY 12-13 Executive Budget Recommendation by Means of Financing					
Means of Finance	Actual Expenditures FY 10-11	Existing Operating Budget FY 11-12 (12/1/11)	Executive Budget Recommended FY12-13	Change from FY11-12 to FY12-13	Percent Change from FY11-12 to FY12-13
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	\$46,399,729	\$46,400,000	\$46,400,000	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	0.0%
TOTAL	\$46,399,729	\$46,400,000	\$46,400,000	\$0	0.00%
Authorized Positions	0	0	0	0	0.0%

- Revenue source is the Transportation Trust Fund – Regular.



Distribution of Funds

Parish Road Program					
Statutory Dedications	Actual Expenditures FY 10-11	Existing Operating Budget FY 11-12 (12/1/11)	Executive Budget Rec FY 12-13	Change from FY 11-12 to FY 12-13	Percent Change from FY11-12 to FY12-13
Transportation Trust Fund - Regular Per-capita Formula	\$34,000,000	\$34,000,000	\$34,000,000	\$0	0.0%
Transportation Trust Fund - Regular Road Mileage Formula	\$4,444,729	\$4,445,000	\$4,445,000	\$0	0.0%
TOTAL	\$38,444,729	\$38,445,000	\$38,445,000	\$0	0.0%

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



Distribution of Funds

Off-system Roads and Bridges Match Program					
Statutory Dedications	Actual Expenditures FY 10-11	Existing Operating Budget FY 11-12 (12/1/11)	Executive Budget Rec FY 12-13	Change from FY 11-12 to FY 12-13	Percent Change from FY11-12 to FY12-13
Transportation Trust Fund - Regular	\$3,000,000	\$3,000,000	\$3,000,000	\$0	0.0%

- The Local Match for 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.



Statutory Dedications

- **Transportation Trust Fund – Regular (Article 7, Section 27 of the Constitution)**
 - Source: State tax, 16 cents per gallon on gasoline and special fuels, vehicle license fees, weights permits and fines, interest earnings, and a portion of motor vehicle sales taxes that are currently suspended.
 - The trust fund is to be used exclusively for highway construction and maintenance, the highway priority program, statewide flood control, ports and airports priority programs, transit, state police traffic control and the Parish Transportation Fund.
 - All unexpended and unencumbered monies in the fund at the end of the fiscal year remain in the fund.



Department Contacts

- Ms. Sherri LeBas – Secretary – 225.379.1200
- Mr. Eric Kalivoda – Deputy Secretary – 225.379.1200
- Mr. Michael Bridges – Undersecretary – 225.379.1270
- Mr. Kirt Clement – Deputy Undersecretary – 225.379.1010