



Metropolitan
Transportation
Authority

One Gateway Plaza
Los Angeles, CA
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May 15, 2002

TO: BOARD OF DIRECTORS

THROUGH: ROGER SNOBLE

FROM: RICHARD BRUMBAUGH *Richard Brumbaugh*

**SUBJECT: EFFECT OF GOVERNOR'S BUDGET ON MTA
FY03 BUDGET**

ISSUE

The Governor of California has issued a revised proposed budget that will reduce funding to Transportation Programs statewide. The Governor's May Revise Budget will have minimal affect on the MTA's proposed FY03 budget but could impact future fund availability for on-going projects.

DISCUSSION

STA Funds

The May Revise State Budget proposes to reduce the State Transportation Assistance Program (STA) from \$171 million statewide in FY02 to \$98 million statewide in FY03 causing the Los Angeles County share to fall from \$59 million in FY02 to \$28.7 million in FY03. Staff has been aware of possible reductions to the STA program and anticipated this in development of the FY03 budget. The proposed budget presented to the Board on May 13, 2002, included \$28.2 million of STA, which is \$500,000 less than will be available to Los Angeles County according to the May Revise Budget.

The STA expenditures in the FY03 proposed budget are higher than the \$28.2 million of new revenues because they are funded with prior year carryovers and interest income.

TCR Program Funds

The May Revise State Budget proposes to loan more than \$1 billion from the Traffic Congestion Relief Fund (TCR) to the General Fund. The MTA has programmed a total of \$637 million TCR funds for the four corridor projects through 2008 and \$150 million for future bus purchases. In FY03, \$96.5 million has been budgeted for the transit corridors. It is not anticipated that the State budget loan of TCR funds to the General Fund will impact the FY03 budget, but it is unknown if there will be future fund shortages for the MTA Projects.

NEXT STEPS

Continue to monitor the State Budget to identify potential impacts to MTA funds and programs.

Attachment: Transit Corridor Funding

LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY

Attachment

**Office of Management and Budget
Transit Corridor Funding**

OFFICE OF THE MTA CEO Fax:213-922-7447 May 15 2002 18:05 P.02

	Eastside LRT		Mid-City/Wilshire BRT		SFV East/West BRT		Mid/City/Expo LRT		Total	
	FY03 Budget	Project Budget	FY03 Budget	Project Budget	FY03 Budget	Project Budget	FY03 Budget	Project Budget	FY03 Budget	Project Budget
Revenue Operations Date:		March 2008		July 2005		April 2005		Dec 2008		
Sources of Funds										
Prop A 35%	-	47.3	-	-	-	-	-	-	0.0	47.3
Prop C 25%	-	-	-	-	-	184.2	-	60.6	0.0	244.8
Other Local	-	-	-	-	-	-	-	26.0	0.0	26.0
CMAQ	-	3.1	-	5.0	-	-	-	34.1	0.0	42.2
RSTP	-	-	-	-	-	-	-	39.9	0.0	39.9
5309 F. G. Modernization	-	38.9	-	-	-	-	-	-	0.0	38.9
5309 New Starts	39.6	495.8	-	-	-	-	-	155.2	39.6	651.0
Traffic Cong. Relief	9.9	236.0	15.0	227.9	55.4	145.0	16.2	28.1	96.5	637.0
State RIP	-	5.2	-	2.5	-	0.3	-	-	0.0	8.0
Total Sources	\$49.4	\$826.3	\$15.0	\$235.4	\$55.4	\$329.5	\$16.2	\$343.9	\$136.0	\$1,735.1

Sources:

- 1) FY03 Budget based on FY03 Proposed Budget.
- 2) Project Budget based on revised 5309 New Starts Rating Reports for MTA Transit Corridors dated March 8, 2002.