

Ohio Aggregates & Industrial Minerals Association

Annual Meeting 2015



OHIO DEPARTMENT OF TRANSPORTATION

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Division of Finance
November 2015

Overview

- Revenue Forecasts & State Motor Fuel Trends
- Federal Revenue
 - U. S. Consumption Trends
 - Highway Trust Fund
 - Current Funding Proposals
- Transportation Revenue & Program Summary
 - ODOT Capital Program Forecast



Revenue Forecasts & State Motor Fuel Trends

Revenue Forecasts 2016 - 2019

- **State**

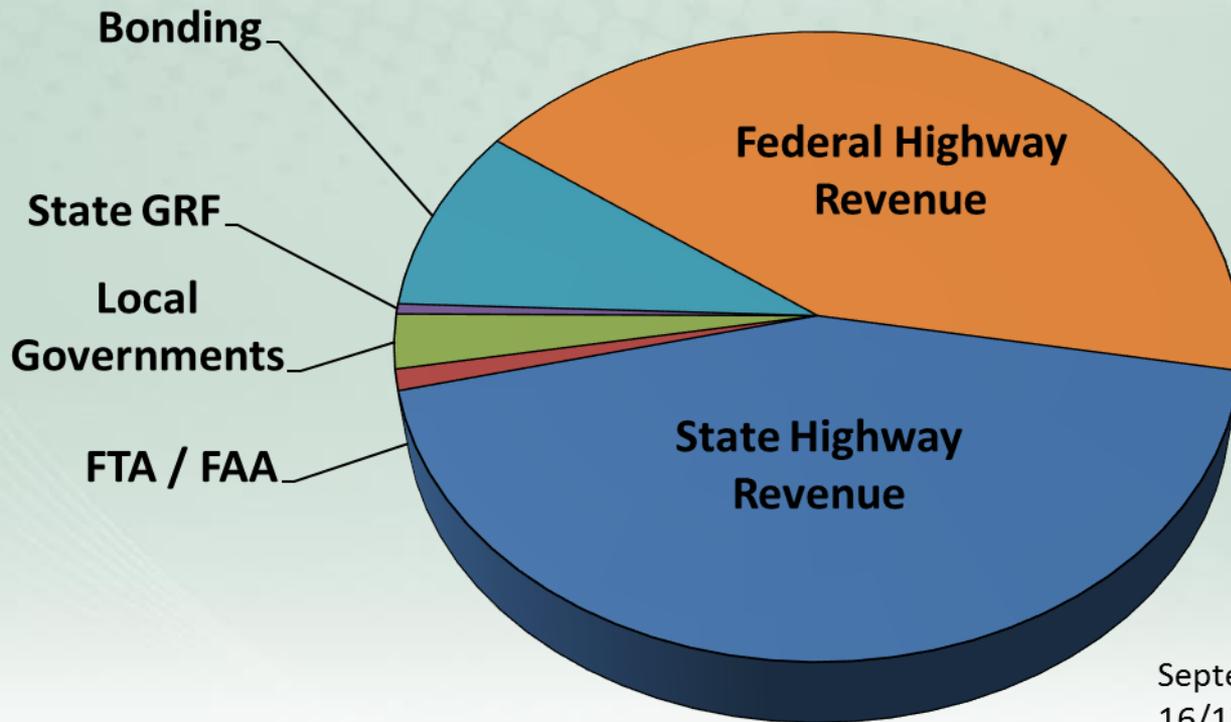
- 1% Growth for 2016 - 2017
- Flat (0% Growth) for 2018 - 2019

- **Federal**

- Flat (0% Growth) at FY 2015/MAP-21 Levels for 2016 – 2019

All Revenue Sources

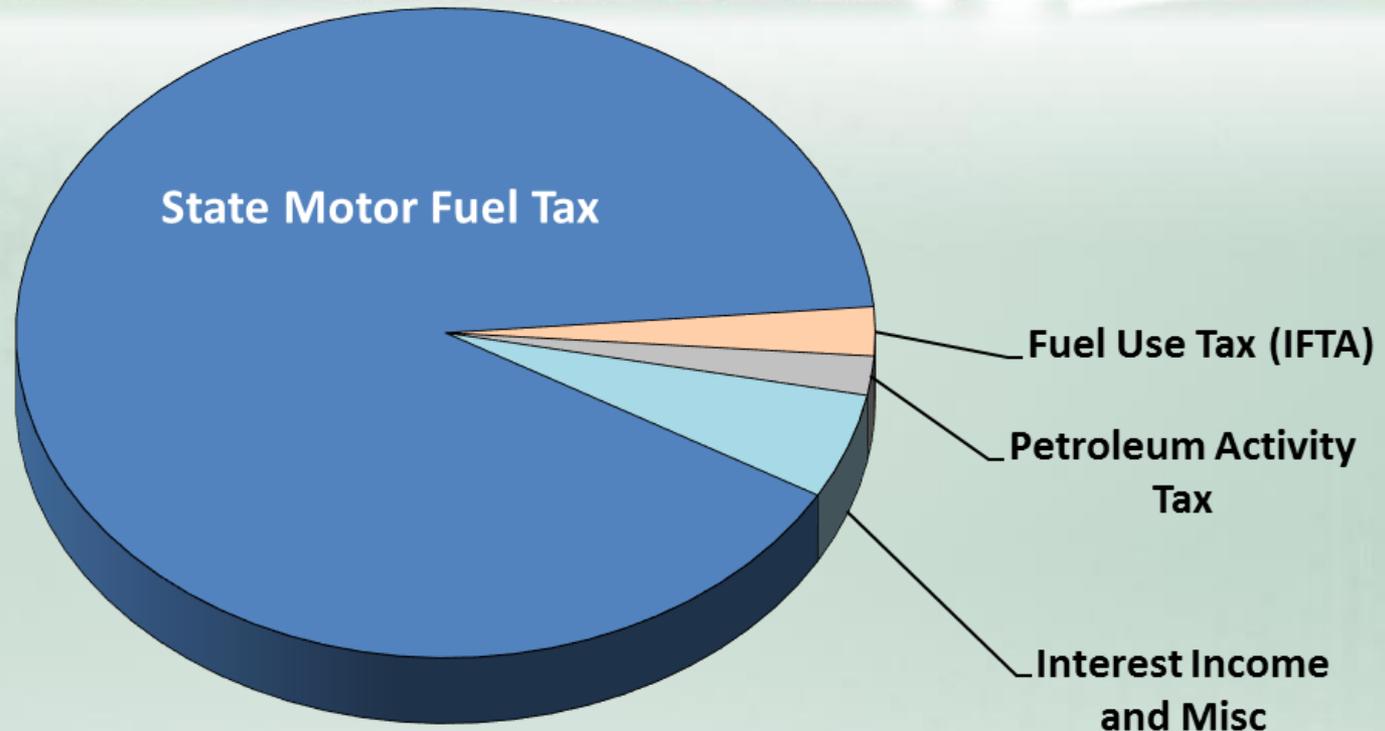
FY16 Revenue Sources \$2.93 B Total



September 2015 Proforma &
16/17 Biennium Budget

State Revenue Sources

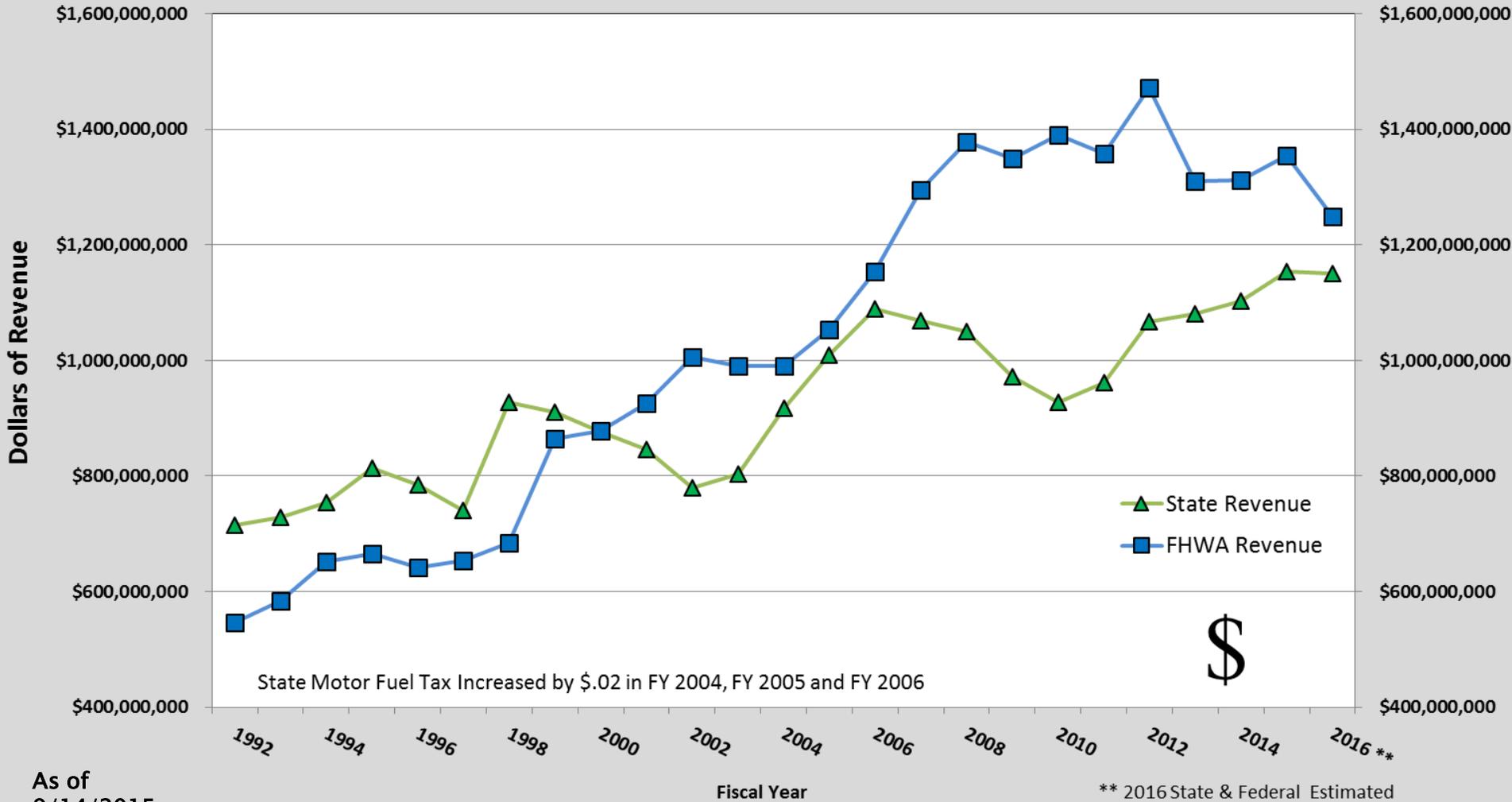
FY 16 – Estimates



	<u>FY16 estimates</u>	
State Motor Fuel Tax	\$1,163 m	90.5%
Commercial Truck Registrations (IRP)	0 m	0%
Fuel Use Tax (IFTA)	31 m	2.4%
Petroleum Activity Tax	25 m	1.9%
Interest Income and Misc	68 m	5.2%
	\$1,287 m	100.00%

Comparison of FHWA Revenue to State Revenue

Fiscal Years 1992 to 2016



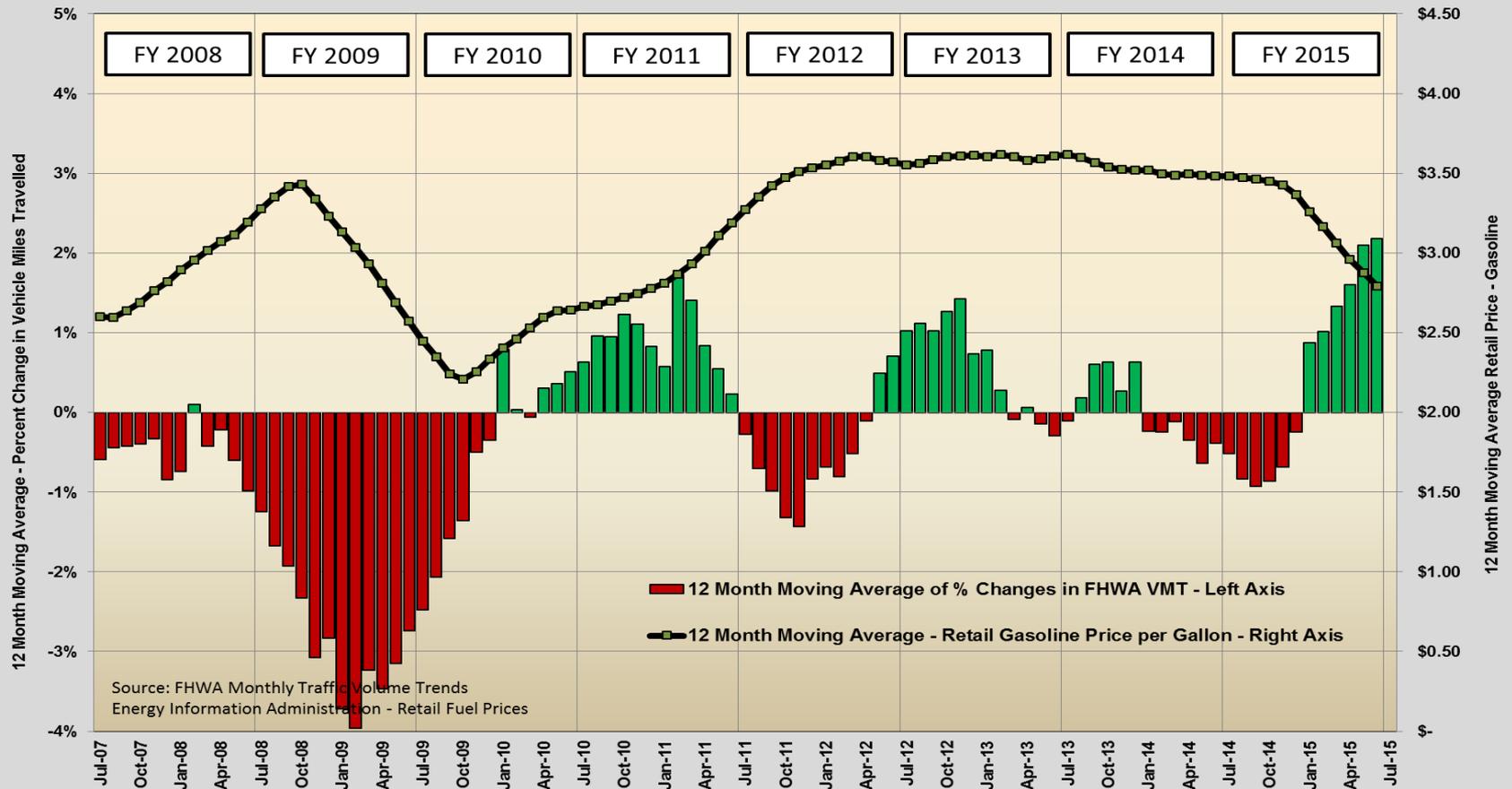
As of
9/14/2015

** 2016 State & Federal Estimated

Ohio VMT vs Monthly Gasoline Price

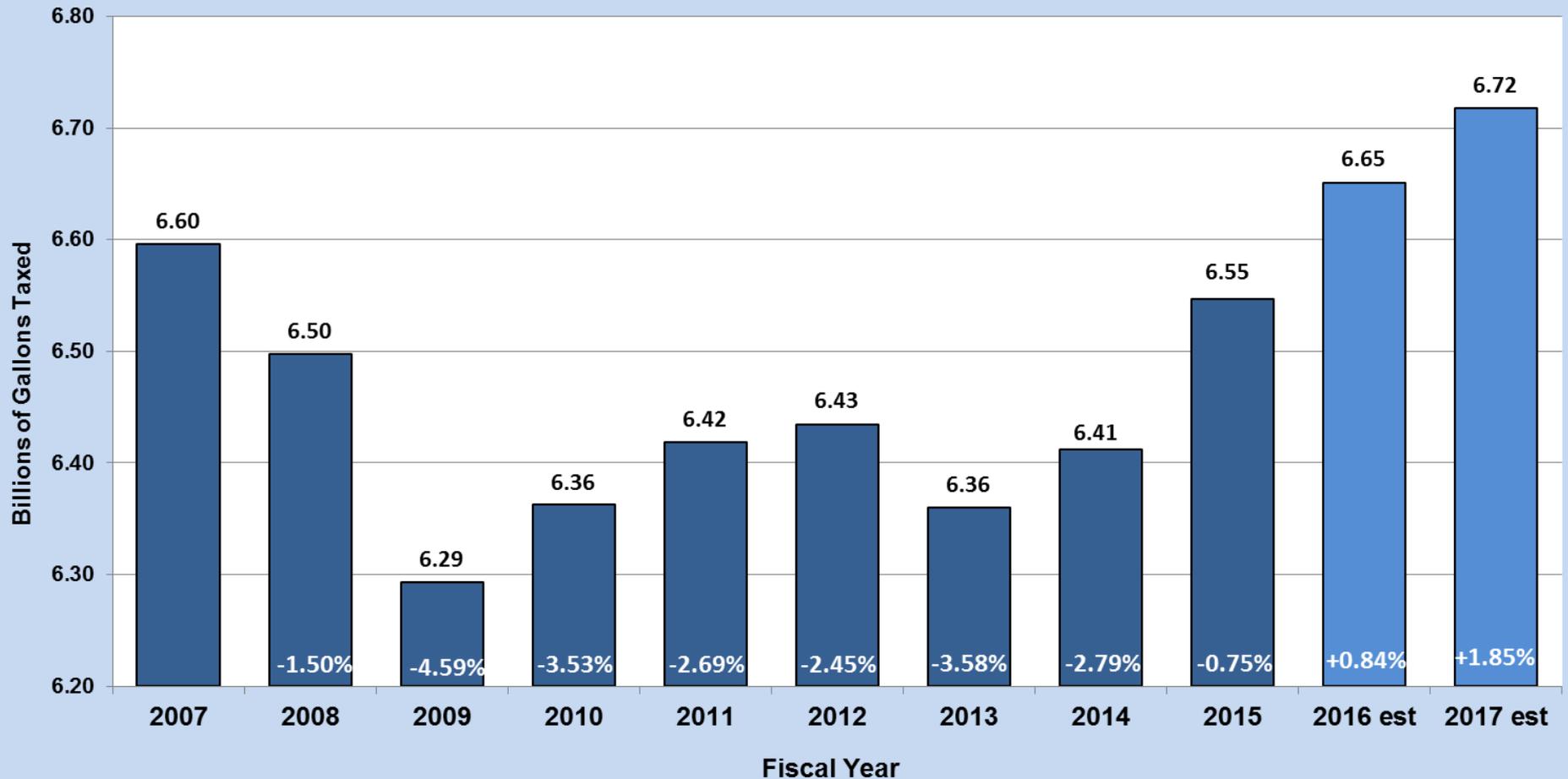
12 Month Moving Averages:

Percentage Change in **FHWA - Ohio VMT** Vs. Monthly Average **Price of Gasoline**
FY 2008 to FY 2015



Ohio Motor Fuel Tax

Historical Gallons Taxed with FY 2016 / 2017 Estimates

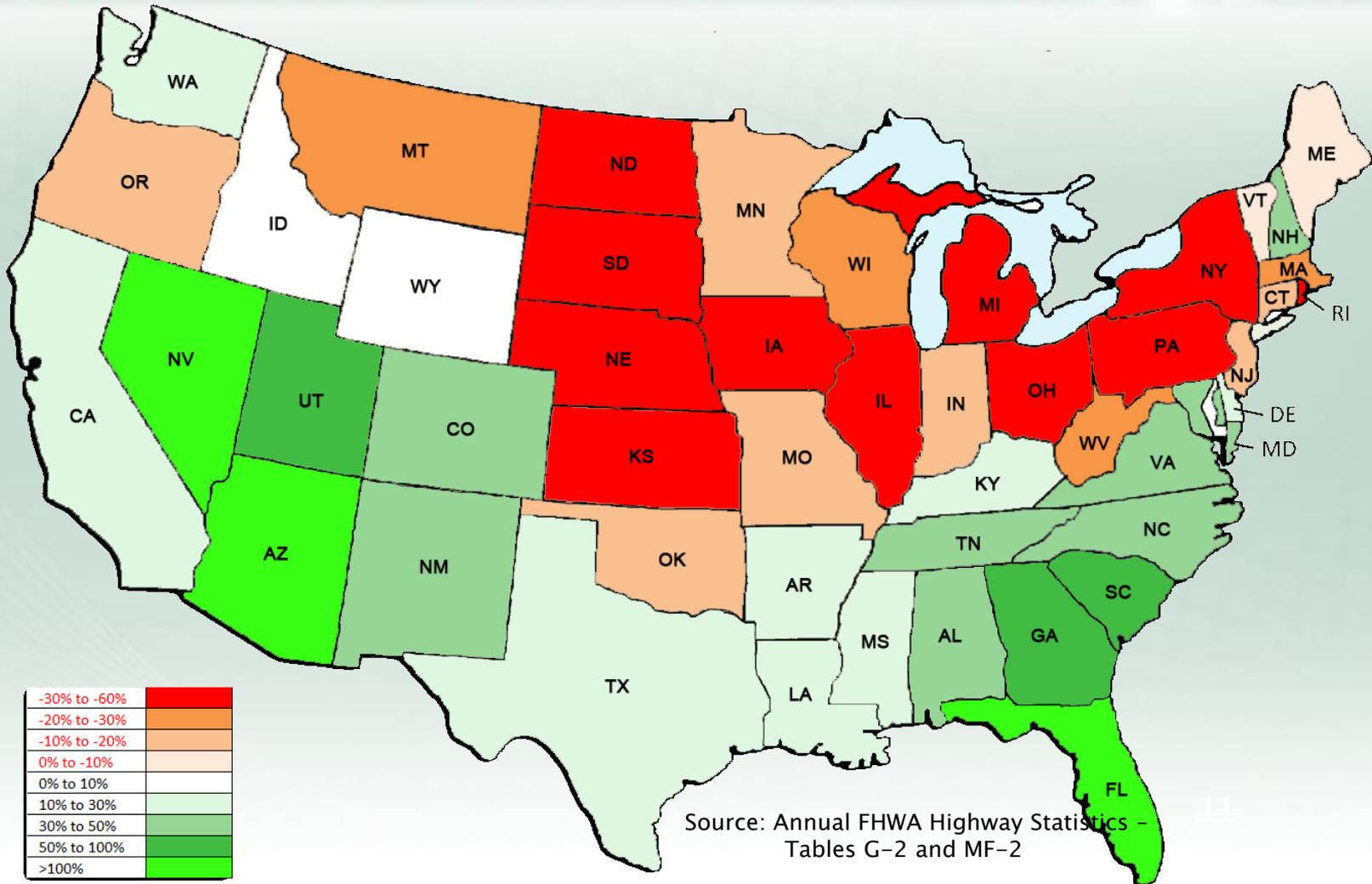




Federal Revenue
Highway Trust Fund

U.S. Consumption Trend 2010

Change in % share of U.S. Motor Fuel Consumption since 1950



Federal Highway Trust Fund

General Fund Transfers since 2008

		To Highway Trust Fund*	
FFY	Law Enacted	FROM	
		General Fund	Leaking Underground Storage Tank Fund
2008	9/15/2008	\$8.02 B	—
2009	8/7/2009	\$7.00 B	—
2010	3/8/2010	\$19.50 B	—
2012	7/6/2012	\$17.58 B	\$2.4 B
2014	8/8/2014	\$9.77 B	\$1 B
2015	7/31/2015	\$8.07 B	—
TOTAL		\$69.93 B	\$3.4 B

* Includes both Highway and Mass Transit accounts of the HTF, after MAP-21 sequestrations.

Note: CBO has indicated that keeping pace with both the Highway Account and Mass Transit Account spending would require a \$0.10 to \$0.15 increase in Federal Motor Fuel Tax.

Federal Highway Trust Fund

Short-term Extensions of the 2005 SAFETEA-LU Law

- SAFETEA-LU expired 9/30/09
- 10/1/2009 – 7/6/2012 (10 different short-term extensions)
- MAP-21 in effect from 7/6/2012 to 9/30/2014

Short-term Extensions of the 2012 MAP-21 Law

- 10/1/2014 – 5/31/2015 8 months
- 6/1/2015 – 7/31/2015 2 months
- 8/1/2015 – 10/29/2015 3 months
- 10/30/2015 – 11/20/2015 3 weeks

Legislative Proposals

GROW AMERICA

- ***Six Years of Funding Certainty***
- ***Increases Transportation Investment by 45%***
 - ***\$317 billion Highways***
 - ***\$115 billion Transit***

DRIVE ACT

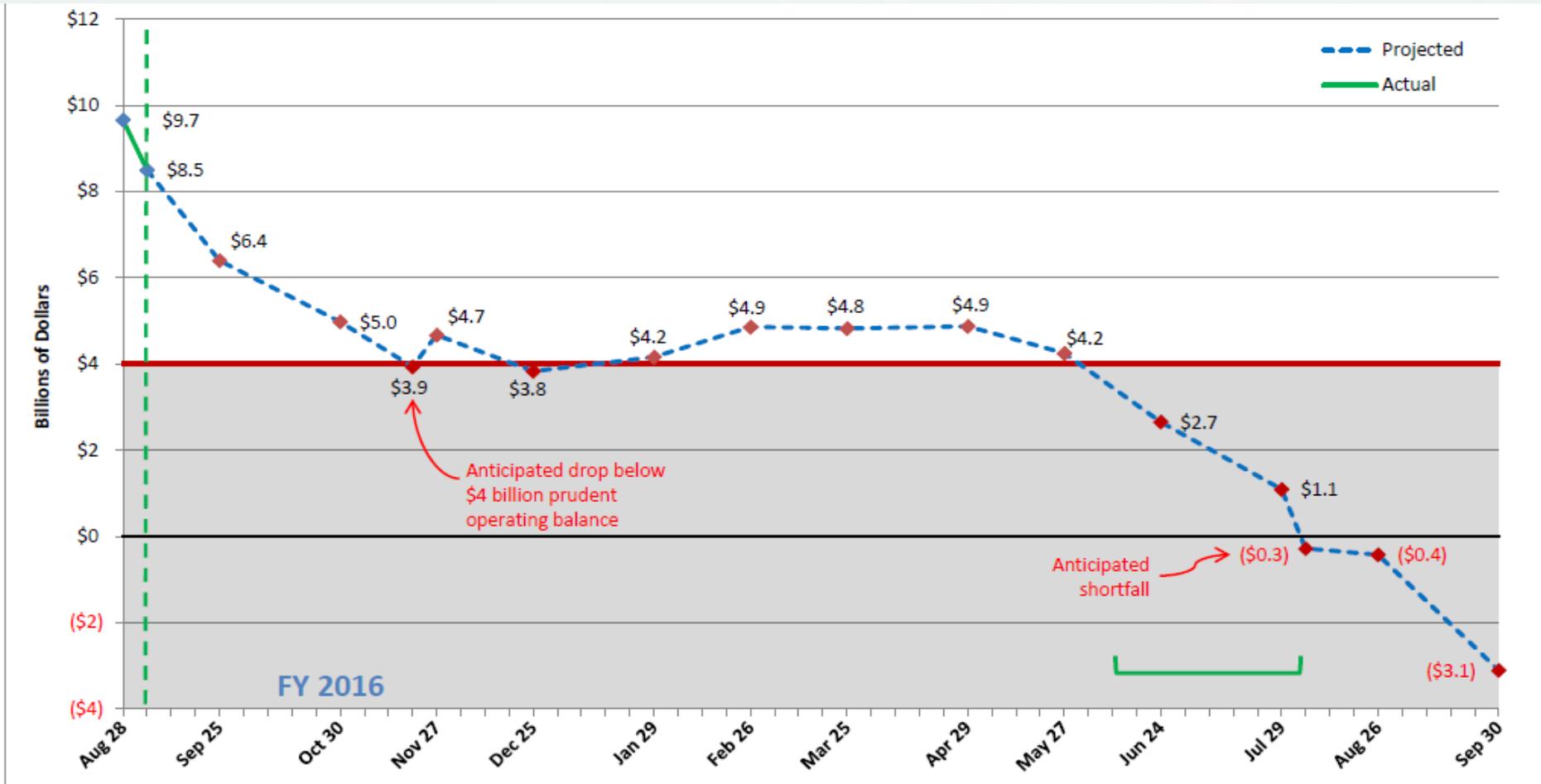
- ***Six Years of Funding***
 - ***1st 3-years funded***
- ***Increases Transportation Investment by 12.5%***
 - ***\$273.4 billion Highways***
 - ***\$74.9 billion Transit***
- ***Passed by Senate***

STRR ACT

- ***Six Years of Funding***
 - ***Authorization levels set for 6 years***
 - ***NO Trust fund revenues identified***
 - ***Limitation on years 2019 - 2021***
- ***Increases Transportation Investment by 12.5%***
 - ***\$261 billion Highways***
 - ***\$68.6 billion Transit***
- ***Passed by House T&I Committee***

Highway Trust Fund Projected Cash Balances

Highway Account of the Highway Trust Fund (includes FHWA, FMCSA & NHTSA), as of 9/4/2015



Proposals to Fix Highway Trust Fund Solvency

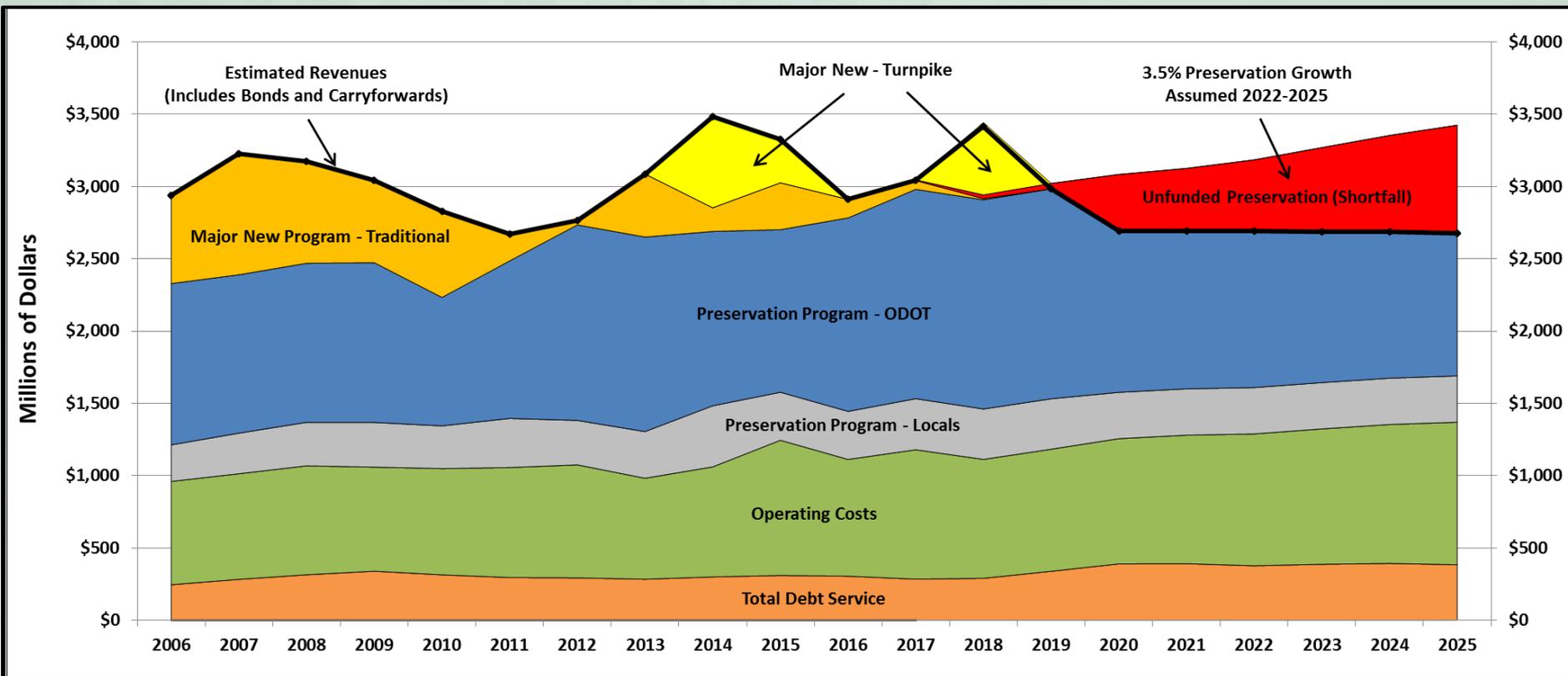
- Continue General Fund Transfers
- Federal Motor Fuel Tax Increase
- Repeal Diversions to the mass transit account and other local spending projects
- Downsize the Federal Role in Transportation
- Tax on Multinational Companies' Overseas Earnings (Repatriation)



Transportation Revenue & Program Summary

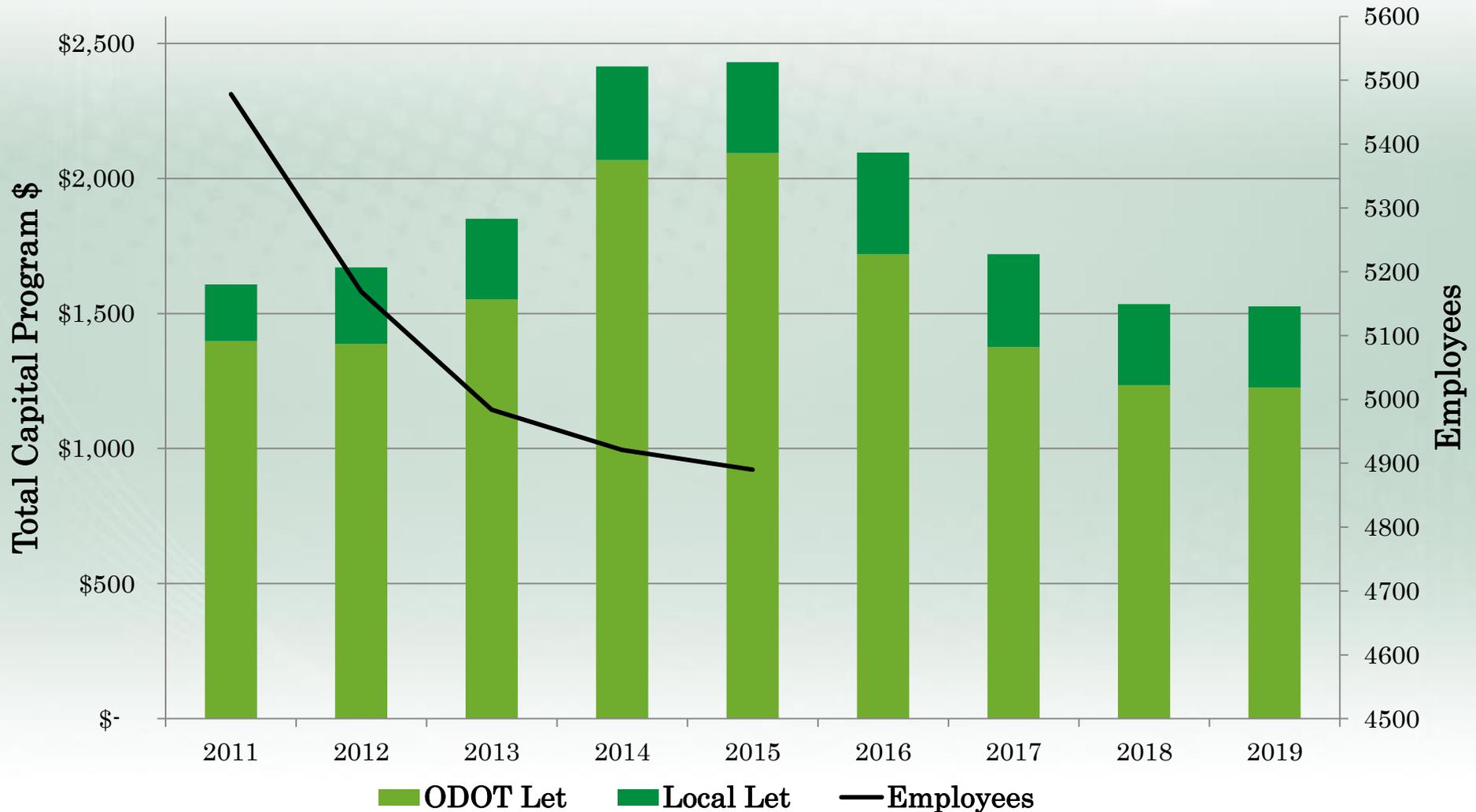
Transportation Revenue and Program Summary

State Assumptions		Federal Assumptions
Tax Rates	<p><i>State Motor Fuel Tax:</i> 1% Growth for FY 2016 & FY 2017 Flat for FY 2018 – FY 2025</p>	<p><i>Federal Revenue:</i> Flat for FY 2016 – FY 2025</p>



Preservation Program – Locals includes: MPO, CEO and other funding provided to local governments
 Preservation Program – ODOT includes: Pavement, Bridges, Safety, and Statewide ODOT/Federal

ODOT 2011 – 2019 Program





Questions?