

# **Gas Tax Fund**



**Page Intentionally Left Blank**



## Fund Description

The Gas Tax Fund collects revenue resulting from a tax on the sale of gasoline. The current total State Excise Tax on gasoline is 29.7 cents per gallon. The City's share of gas tax revenue is based on a formula that accounts for vehicle registration, assessed property valuation, and population. The funding generated is used to perform citywide repairs and restoration to existing roadways, reduce congestion, improve safety, and provide for the construction of assets within the public right-of-way.

The Proposition 42 Replacement Fund previously collected revenue from a variable motor vehicle fuel excise tax. Starting in Fiscal Year 2018, these revenues will be deposited in the Gas Tax Fund, and the Proposition 42 Replacement Fund will be closed once accumulated balances from prior years have been fully spent.

The Road Maintenance and Rehabilitation Fund collects revenue from an additional 12 cent per gallon tax on gasoline and 20 cent a gallon tax on diesel, in addition to new fees charged on vehicles, starting in Fiscal Year 2018. Receipt of these funds are dependent on the City meeting State mandated minimum road funding standards.

The Gas Tax funds the maintenance of street lighting, traffic signals, traffic signs, and markings, including the City's share of the Gaslamp Quarter Lighting and the San Diego Street Lighting District Number One. The Gas Tax also funds street maintenance, median landscaping, tree-trimming, and waste removal in the street right-of-way. For Fiscal Year 2018, gas tax revenues have been allocated to support four departments: Transportation & Storm Water, Park & Recreation, Economic Development, and City Comptroller. The revenue is primarily allocated to the Transportation & Storm Water Department for reimbursement of street maintenance services and traffic engineering.

The Maintenance Assessment Districts (MADs) provide landscape maintenance for center medians and right-of-way within residential and commercial areas. The Park & Recreation Department is reimbursed for costs predominantly related to residential and some commercial MADs. The Park & Recreation Department is also reimbursed for administrative oversight of the MADs and the Street Median Maintenance Program. The Economic Development Division predominantly manages the commercial MAD allocation, although it can include some mixed-use MADs.

In addition, the Office of the City Comptroller is reimbursed for costs related to administrative oversight of the Fund and project financial reporting.



**Page Left Intentionally Blank**

# Gas Tax Fund

## Department Summary

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
FTE Positions (Budgeted)	0.00	0.00	0.00	0.00
Personnel Expenditures	\$ -	\$ -	\$ -	\$ -
Non-Personnel Expenditures	41,995,319	29,105,187	38,752,695	9,647,508
<b>Total Department Expenditures</b>	<b>\$ 41,995,319</b>	<b>\$ 29,105,187</b>	<b>\$ 38,752,695</b>	<b>\$ 9,647,508</b>
<b>Total Department Revenue</b>	<b>\$ 30,049,751</b>	<b>\$ 27,946,458</b>	<b>\$ 38,752,695</b>	<b>\$ 10,806,237</b>

## Gas Tax Fund

### Department Expenditures

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
Gas Tax Fund	\$ 26,950,481	\$ 25,878,454	\$ 30,727,282	\$ 4,848,828
<b>Total</b>	<b>\$ 26,950,481</b>	<b>\$ 25,878,454</b>	<b>\$ 30,727,282</b>	<b>\$ 4,848,828</b>

### Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Prop 42 Replacement Transportation Relief Fund Transfer</b> Transfer of non-personnel expenditures and associated revenue from Prop 42 Replacement Transportation Relief Fund to the Gas Tax Fund for Fiscal Year 2018 due to the Road Repair and Accountability Act of 2017 (SB-1).	0.00	\$ 5,571,972	\$ 5,571,972
<b>Road Repair and Accountability Act</b> Adjustment to Gas Tax revenue and department transfers due to the Road Repair and Accountability Act of 2017 (SB-1).	0.00	1,592,344	1,592,344
<b>Non-Discretionary Adjustment</b> Adjustment to expenditure allocations that are determined outside of the department's direct control. These allocations are generally based on prior year expenditure trends and examples of these include utilities, insurance, and rent.	0.00	(29,681)	-
<b>Adjustment to Gas Tax Allocations</b> Adjustment to Gas Tax revenue and department transfers for Fiscal Year 2018 due to revised State of California Gas Tax projections.	0.00	(1,127,078)	(1,156,759)
<b>One-Time Reductions and Annualizations</b> Adjustment to reflect the removal of one-time revenues and expenditures, and the annualization of revenues and expenditures, implemented in Fiscal Year 2017.	0.00	(1,158,729)	-
<b>Total</b>	<b>0.00</b>	<b>\$ 4,848,828</b>	<b>\$ 6,007,557</b>

### Expenditures by Category

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
<b>NON-PERSONNEL</b>				
Contracts	\$ 11,127,069	\$ 6,767,459	\$ 17,691,941	\$ 10,924,482
Other	5,029	-	-	-

# Gas Tax Fund

## Expenditures by Category (Cont'd)

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
Energy and Utilities	208,093	274,861	245,180	(29,681)
Transfers Out	15,610,290	18,836,134	12,790,161	(6,045,973)
<b>NON-PERSONNEL SUBTOTAL</b>	<b>26,950,481</b>	<b>25,878,454</b>	<b>30,727,282</b>	<b>4,848,828</b>
<b>Total</b>	<b>\$ 26,950,481</b>	<b>\$ 25,878,454</b>	<b>\$ 30,727,282</b>	<b>\$ 4,848,828</b>

## Revenues by Category

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
Rev from Money and Prop	\$ 155,401	\$ 114,516	\$ 114,516	\$ -
Other Local Taxes	22,729,919	24,605,209	30,612,766	6,007,557
Other Revenue	1,806	-	-	-
<b>Total</b>	<b>\$ 22,887,126</b>	<b>\$ 24,719,725</b>	<b>\$ 30,727,282</b>	<b>\$ 6,007,557</b>

# Prop 42 Replacement - Transportation Relief Fund

## Department Expenditures

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
Prop 42 Replacement - Transportation Relief Fund	\$ 15,044,837	\$ 3,226,733	\$ -	\$ (3,226,733)
<b>Total</b>	<b>\$ 15,044,837</b>	<b>\$ 3,226,733</b>	<b>\$ -</b>	<b>\$ (3,226,733)</b>

## Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Prop 42 Replacement Transportation Relief Fund</b> Addition of non-personnel expenditures and associated revenue due to revised forecast.	0.00	2,345,239	2,345,239
<b>Prop 42 Replacement Transportation Relief Fun Transfer</b> Transfer of non-personnel expenditures and associated revenue from Prop 42 Replacement Transportation Relief Fund to the Gas Tax Fund for Fiscal Year 2018 due to the Road Repair and Accountability Act of 2017 (SB-1).	0.00	(5,571,972)	(5,571,972)
<b>Total</b>	<b>0.00</b>	<b>\$ (3,226,733)</b>	<b>\$ (3,226,733)</b>

## Expenditures by Category

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
<b>NON-PERSONNEL</b>				
Supplies	\$ 3	\$ -	\$ -	\$ -
Contracts	15,044,834	3,226,733	-	(3,226,733)
<b>NON-PERSONNEL SUBTOTAL</b>	<b>15,044,837</b>	<b>3,226,733</b>	<b>-</b>	<b>(3,226,733)</b>
<b>Total</b>	<b>\$ 15,044,837</b>	<b>\$ 3,226,733</b>	<b>\$ -</b>	<b>\$ (3,226,733)</b>

# Gas Tax Fund

## Revenues by Category

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
Rev from Money and Prop	\$ 263,963	\$ -	\$ -	\$ -
Other Local Taxes	6,898,661	3,226,733	-	(3,226,733)
<b>Total</b>	<b>\$ 7,162,625</b>	<b>\$ 3,226,733</b>	<b>\$ -</b>	<b>\$ (3,226,733)</b>

## Road Maintenance and Rehabilitation Fund

### Department Expenditures

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
Road Maintenance and Rehabilitation Fund	\$ -	\$ -	\$ 8,025,413	\$ 8,025,413
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>	<b>\$ 8,025,413</b>

### Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Road Repair and Accountability Act</b>	0.00	\$ 8,025,413	\$ 8,025,413
Addition of revenue and expenditures in the Road Maintenance and Rehabilitation Fund due to the Road Repair and Accountability Act of 2017 (SB-1).			
<b>Total</b>	<b>0.00</b>	<b>\$ 8,025,413</b>	<b>\$ 8,025,413</b>

### Expenditures by Category

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
<b>NON-PERSONNEL</b>				
Contracts	\$ -	\$ -	\$ 8,025,413	\$ 8,025,413
<b>NON-PERSONNEL SUBTOTAL</b>	<b>-</b>	<b>-</b>	<b>8,025,413</b>	<b>8,025,413</b>
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>	<b>\$ 8,025,413</b>

### Revenues by Category

	FY2016 Actual	FY2017 Budget	FY2018 Adopted	FY2017-2018 Change
Other Local Taxes	\$ -	\$ -	\$ 8,025,413	\$ 8,025,413
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>	<b>\$ 8,025,413</b>

# Gas Tax Fund

## Revenue and Expense Statement (Non-General Fund)

Gas Tax Fund	FY2016 Actual	FY2017* Budget	FY2018 Adopted
<b>BEGINNING BALANCE AND RESERVES</b>			
Balance from Prior Year	\$ 9,143,129	\$ 79,775	\$ 1,029,735
Continuing Appropriation - CIP	1,809,090	6,762,649	5,775,049
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 10,952,219</b>	<b>\$ 6,842,424</b>	<b>\$ 6,804,784</b>
<b>REVENUE</b>			
Other Local Taxes	\$ 22,729,919	\$ 24,605,209	\$ 30,612,766
Other Revenue	1,806	–	–
Revenue from Use of Money and Property	155,401	114,516	114,516
<b>TOTAL REVENUE</b>	<b>\$ 22,887,126</b>	<b>\$ 24,719,725</b>	<b>\$ 30,727,282</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 33,839,345</b>	<b>\$ 31,562,149</b>	<b>\$ 37,532,066</b>
<b>CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE</b>			
CIP Expenditure	\$ 46,440	\$ –	\$ –
<b>TOTAL CIP EXPENSE</b>	<b>\$ 46,440</b>	<b>\$ –</b>	<b>\$ –</b>
<b>OPERATING EXPENSE</b>			
Contracts	\$ 11,127,069	\$ 6,767,459	\$ 17,691,941
Energy and Utilities	208,093	274,861	245,180
Other Expenses	5,029	–	–
Transfers Out	15,610,290	18,836,134	12,790,161
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 26,950,481</b>	<b>\$ 25,878,454</b>	<b>\$ 30,727,282</b>
<b>EXPENDITURE OF PRIOR YEAR FUNDS</b>			
CIP Expenditures	\$ –	\$ 6,762,649	\$ 5,775,049
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ –</b>	<b>\$ 6,762,649</b>	<b>\$ 5,775,049</b>
<b>TOTAL EXPENSE</b>	<b>\$ 26,996,922</b>	<b>\$ 32,641,103</b>	<b>\$ 36,502,331</b>
<b>RESERVES</b>			
Continuing Appropriation - CIP	\$ 6,762,649	\$ 0	\$ 0
<b>TOTAL RESERVES</b>	<b>\$ 6,762,649</b>	<b>\$ –</b>	<b>\$ –</b>
<b>BALANCE</b>	<b>\$ 79,775</b>	<b>\$ (1,078,954)</b>	<b>\$ 1,029,735</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 33,839,345</b>	<b>\$ 31,562,149</b>	<b>\$ 37,532,066</b>

\* At the time of publication, audited financial statements for Fiscal Year 2017 were not available. Therefore, the Fiscal Year 2017 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2017 Adopted Budget, while the beginning Fiscal Year 2017 balance amount reflects the audited Fiscal Year 2016 ending balance.



# Gas Tax Fund

## Revenue and Expense Statement (Non-General Fund)

Prop 42 Replacement - Transportation Relief Fund	FY2016 Actual	FY2017* Budget	FY2018 Adopted
<b>BEGINNING BALANCE AND RESERVES</b>			
Balance from Prior Year	\$ 378,954	\$ 0	\$ 0
Continuing Appropriation - CIP	15,112,542	12,288,014	11,258,836
Continuing Appropriation - Operating	20,361,810	12,858,551	5,085,284
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 35,853,305</b>	<b>\$ 25,146,565</b>	<b>\$ 16,344,119</b>
<b>REVENUE</b>			
Other Local Taxes	\$ 6,898,661	\$ 3,226,733	\$ -
Revenue from Use of Money and Property	263,963	-	-
<b>TOTAL REVENUE</b>	<b>\$ 7,162,625</b>	<b>\$ 3,226,733</b>	<b>\$ -</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 43,015,930</b>	<b>\$ 28,373,298</b>	<b>\$ 16,344,119</b>
<b>OPERATING EXPENSE</b>			
Supplies	\$ 3	\$ -	\$ -
Contracts	15,044,834	3,226,733	-
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 15,044,837</b>	<b>\$ 3,226,733</b>	<b>\$ -</b>
<b>EXPENDITURE OF PRIOR YEAR FUNDS</b>			
CIP Expenditures	\$ 2,824,528	\$ -	\$ 5,000,000
Operating Expenditures	7,503,259	-	5,085,284
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 10,327,787</b>	<b>\$ -</b>	<b>\$ 10,085,284</b>
<b>TOTAL EXPENSE</b>	<b>\$ 17,869,365</b>	<b>\$ 3,226,733</b>	<b>\$ 10,085,284</b>
<b>RESERVES</b>			
Continuing Appropriation - CIP	\$ 12,288,014	\$ 12,288,014	\$ 6,258,836
Continuing Appropriation - Operating	12,858,551	12,858,551	-
<b>TOTAL RESERVES</b>	<b>\$ 25,146,565</b>	<b>\$ 25,146,565</b>	<b>\$ 6,258,836</b>
<b>BALANCE</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 43,015,930</b>	<b>\$ 28,373,298</b>	<b>\$ 16,344,119</b>

\* At the time of publication, audited financial statements for Fiscal Year 2017 were not available. Therefore, the Fiscal Year 2017 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2017 Adopted Budget, while the beginning Fiscal Year 2017 balance amount reflects the audited Fiscal Year 2016 ending balance.

# Gas Tax Fund

## Revenue and Expense Statement (Non-General Fund)

Road Maintenance and Rehabilitation Fund	FY2016 Actual	FY2017* Budget	FY2018 Adopted
<b>BEGINNING BALANCE AND RESERVES</b>			
Balance from Prior Year	\$ -	\$ -	\$ -
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>REVENUE</b>			
Other Local Taxes	\$ -	\$ -	\$ 8,025,413
<b>TOTAL REVENUE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>
<b>OPERATING EXPENSE</b>			
Contracts	\$ -	\$ -	\$ 8,025,413
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>
<b>TOTAL EXPENSE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>
<b>BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,025,413</b>

\* At the time of publication, audited financial statements for Fiscal Year 2017 were not available. Therefore, the Fiscal Year 2017 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2017 Adopted Budget, while the beginning Fiscal Year 2017 balance amount reflects the audited Fiscal Year 2016 ending balance.