

## **Gas Tax Fund**



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### Description

The Gas Tax Fund collects revenue resulting from a tax on the sale of gasoline, diesel and a use fuel tax on other types of fuels. The current total State excise tax on gasoline is 38.1 cents per gallon and 17.3 cents per gallon on diesel. 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 have been 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 13.0 cent per gallon tax on gasoline and 21.6 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 streetlights, 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. Gas tax revenues have been allocated to support four departments: Transportation, Parks & Recreation, Economic Development, and Department of Finance. The revenue is primarily allocated to the Transportation 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 Parks & Recreation Department is reimbursed for costs predominantly related to residential and some commercial MADs. The Parks & Recreation Department is also reimbursed for administrative oversight of the MADs and the Street

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Median Maintenance Program. The Economic Development Department primarily manages the commercial MADs allocation, although it can include some mixed-use MADs.

Additionally, the Department of Finance is reimbursed for costs related to administrative oversight of the Fund and project financial reporting.

## Department Summary

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
FTE Positions	0.00	0.00	0.00	0.00
Personnel Expenditures	\$ -	\$ -	\$ -	-
Non-Personnel Expenditures	48,327,179	63,466,467	66,493,653	3,027,186
<b>Total Department Expenditures</b>	<b>\$ 48,327,179</b>	<b>\$ 63,466,467</b>	<b>\$ 66,493,653</b>	<b>\$ 3,027,186</b>
<b>Total Department Revenue</b>	<b>\$ 59,509,969</b>	<b>\$ 63,466,467</b>	<b>\$ 73,487,284</b>	<b>\$ 10,020,817</b>

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### Department Expenditures

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
Gas Tax Fund	\$ 35,019,381	\$ 35,701,827	\$ 34,329,610	(1,372,217)
<b>Total</b>	<b>\$ 35,019,381</b>	<b>\$ 35,701,827</b>	<b>\$ 34,329,610</b>	<b>(1,372,217)</b>

### Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Non-Discretionary Adjustment</b>	0.00	\$ 56,935	-
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.			
<b>Adjustments to Gas Tax Allocations</b>	0.00	(1,429,152)	5,621,414
Adjustment to non-personnel expenditures and revenue for Fiscal Year 2023 due to revised State of California Gas Tax projections.			
<b>Total</b>	<b>0.00</b>	<b>\$ (1,372,217)</b>	<b>\$ 5,621,414</b>

### Expenditures by Category

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
<b>NON-PERSONNEL</b>				
Supplies	\$ 5,968	\$ -	\$ -	-
Contracts & Services	8,783,918	9,522,996	8,074,758	(1,448,238)
Energy and Utilities	212,497	161,833	237,854	76,021
Transfers Out	26,016,998	26,016,998	26,016,998	-
<b>NON-PERSONNEL SUBTOTAL</b>	<b>35,019,381</b>	<b>35,701,827</b>	<b>34,329,610</b>	<b>(1,372,217)</b>
<b>Total</b>	<b>\$ 35,019,381</b>	<b>\$ 35,701,827</b>	<b>\$ 34,329,610</b>	<b>(1,372,217)</b>

### Revenues by Category

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
Other Local Taxes	\$ 32,080,677	\$ 35,487,311	\$ 41,108,725	\$ 5,621,414

## Gas Tax Fund

### Revenues by Category

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
Other Revenue	47,391	-	-	-
Rev from Money and Prop	240,688	214,516	214,516	-
<b>Total</b>	<b>\$ 32,368,755</b>	<b>\$ 35,701,827</b>	<b>\$ 41,323,241</b>	<b>\$ 5,621,414</b>

## Prop 42 Replacement - Transportation Relief Fund

### Department Expenditures

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
Prop 42 Replacement - Transportation Relief Fund	\$ 188,059	\$ -	\$ -	-
<b>Total</b>	<b>\$ 188,059</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>

### Expenditures by Category

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
<b>NON-PERSONNEL</b>				
Contracts & Services	\$ 188,059	\$ -	\$ -	-
<b>NON-PERSONNEL SUBTOTAL</b>	<b>188,059</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>\$ 188,059</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>

### Revenues by Category

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
Rev from Money and Prop	\$ 21,193	\$ -	\$ -	-
<b>Total</b>	<b>\$ 21,193</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>

## Road Maintenance and Rehabilitation Fund

### Department Expenditures

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
Road Maintenance and Rehabilitation Fund	\$ 13,119,738	\$ 27,764,640	\$ 32,164,043	\$ 4,399,403
<b>Total</b>	<b>\$ 13,119,738</b>	<b>\$ 27,764,640</b>	<b>\$ 32,164,043</b>	<b>\$ 4,399,403</b>

# Gas Tax Fund

## Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Road Maintenance and Rehabilitation Adjustment</b>	0.00 \$	4,399,403 \$	4,399,403
Adjustment to non-personnel expenditures and revenue due to revised State of California projections.			
<b>Total</b>	<b>0.00 \$</b>	<b>4,399,403 \$</b>	<b>4,399,403</b>

## Expenditures by Category

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
<b>NON-PERSONNEL</b>				
Contracts & Services	\$ 13,119,738	\$ 27,764,640	\$ 32,164,043	\$ 4,399,403
<b>NON-PERSONNEL SUBTOTAL</b>	13,119,738	27,764,640	32,164,043	4,399,403
<b>Total</b>	<b>\$ 13,119,738</b>	<b>\$ 27,764,640</b>	<b>\$ 32,164,043</b>	<b>\$ 4,399,403</b>

## Revenues by Category

	FY2021 Actual	FY2022 Budget	FY2023 Adopted	FY2022-2023 Change
Other Local Taxes	\$ 26,520,625	\$ 27,764,640	\$ 32,164,043	\$ 4,399,403
Rev from Money and Prop	599,396	-	-	-
<b>Total</b>	<b>\$ 27,120,021</b>	<b>\$ 27,764,640</b>	<b>\$ 32,164,043</b>	<b>\$ 4,399,403</b>

# Gas Tax Fund

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

Gas Tax Fund	FY2021 Actual	FY2022* Budget	FY2023** Adopted
BEGINNING BALANCE AND RESERVES			
Balance from Prior Year	\$ 1,600,794	\$ 837,934	\$ 107,719
Continuing Appropriation - CIP	4,071,206	3,983,250	2,878,010
Continuing Appropriation - Operating	8,820,701	6,932,935	2,770,517
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 14,492,701</b>	<b>\$ 11,754,118</b>	<b>\$ 5,756,247</b>
REVENUE			
Other Local Taxes	\$ 32,080,677	\$ 35,487,311	\$ 41,108,725
Other Revenue	47,391	-	-
Revenue from Use of Money and Property	240,688	214,516	214,516
<b>TOTAL REVENUE</b>	<b>\$ 32,368,755</b>	<b>\$ 35,701,827</b>	<b>\$ 41,323,241</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 46,861,457</b>	<b>\$ 47,455,945</b>	<b>\$ 47,079,488</b>
CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE			
CIP Expenditures	\$ -	\$ -	\$ 6,993,631
<b>TOTAL CIP EXPENSE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,993,631</b>
OPERATING EXPENSE			
Supplies	\$ 5,968	\$ -	\$ -
Contracts	8,783,918	9,522,996	8,074,758
Energy and Utilities	212,497	161,833	237,854
Transfers Out	26,016,998	26,016,998	26,016,998
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 35,019,381</b>	<b>\$ 35,701,827</b>	<b>\$ 34,329,610</b>
EXPENDITURE OF PRIOR YEAR FUNDS			
CIP Expenditures	\$ 87,957	\$ -	\$ 1,805,391
Operating Expenditures	1,887,767	-	800,000
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 1,975,723</b>	<b>\$ -</b>	<b>\$ 2,605,391</b>
<b>TOTAL EXPENSE</b>	<b>\$ 35,107,338</b>	<b>\$ 35,701,827</b>	<b>\$ 43,928,632</b>
RESERVES			
Continuing Appropriation - CIP	\$ 3,983,250	\$ 3,983,250	\$ 1,072,619
Continuing Appropriation - Operating	6,932,935	6,932,935	1,970,517
<b>TOTAL RESERVES</b>	<b>\$ 10,916,184</b>	<b>\$ 10,916,184</b>	<b>\$ 3,043,137</b>
<b>BALANCE</b>	<b>\$ 837,934</b>	<b>\$ 837,934</b>	<b>\$ 107,719</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 46,861,457</b>	<b>\$ 47,455,945</b>	<b>\$ 47,079,488</b>

\* At the time of publication, audited financial statements for Fiscal Year 2022 were not available. Therefore, the Fiscal Year 2022 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2022 Adopted Budget, while the beginning Fiscal Year 2022 balance amount reflects the audited Fiscal Year 2021 ending balance.

\*\* Fiscal Year 2023 Beginning Fund Balance reflect the projected Fiscal Year 2022 Ending Fund Balance based on updated Revenue and Expenditures projections for Fiscal Year 2022.



# Gas Tax Fund

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

Prop 42 Replacement - Transportation Relief Fund	FY2021 Actual	FY2022* Budget	FY2023** Adopted
BEGINNING BALANCE AND RESERVES			
Balance from Prior Year	\$ 32,953	\$ 54,146	\$ -
Continuing Appropriation - CIP	1,117,841	882,911	41,899
Continuing Appropriation - Operating	314,092	126,033	-
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 1,464,886</b>	<b>\$ 1,063,090</b>	<b>\$ 41,899</b>
REVENUE			
Revenue from Use of Money and Property	\$ 21,193	\$ -	\$ -
<b>TOTAL REVENUE</b>	<b>\$ 21,193</b>	<b>\$ -</b>	<b>\$ -</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 1,486,079</b>	<b>\$ 1,063,090</b>	<b>\$ 41,899</b>
CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE			
CIP Expenditures	\$ -	\$ 50,000	\$ -
<b>TOTAL CIP EXPENSE</b>	<b>\$ -</b>	<b>\$ 50,000</b>	<b>\$ -</b>
OPERATING EXPENSE			
Contracts & Services	\$ -	\$ -	\$ -
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
EXPENDITURE OF PRIOR YEAR FUNDS			
CIP Expenditures	\$ 234,930	\$ -	\$ 41,899
Operating Expenditures	188,059	-	-
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 422,989</b>	<b>\$ -</b>	<b>\$ 41,899</b>
<b>TOTAL EXPENSE</b>	<b>\$ 422,989</b>	<b>\$ 50,000</b>	<b>\$ 41,899</b>
RESERVES			
Continuing Appropriation - CIP	\$ 882,911	\$ 882,911	\$ -
Continuing Appropriation - Operating	126,033	126,033	-
<b>TOTAL RESERVES</b>	<b>\$ 1,008,944</b>	<b>\$ 1,008,944</b>	<b>\$ -</b>
<b>BALANCE</b>	<b>\$ 54,146</b>	<b>\$ 4,146</b>	<b>\$ -</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 1,486,079</b>	<b>\$ 1,063,090</b>	<b>\$ 41,899</b>

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\*\* Fiscal Year 2023 Beginning Fund Balance reflect the projected Fiscal Year 2022 Ending Fund Balance based on updated Revenue and Expenditures projections for Fiscal Year 2022.

# Gas Tax Fund

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

Road Maintenance and Rehabilitation Fund	FY2021 Actual	FY2022* Budget	FY2023** Adopted
BEGINNING BALANCE AND RESERVES			
Balance from Prior Year	\$ 1,871,239	\$ 2,161,141	\$ 1,041,028
Continuing Appropriation - CIP	15,059,212	29,129,242	25,514,413
Continuing Appropriation - Operating	15,090,499	10,493,310	29,667,290
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 32,020,949</b>	<b>\$ 41,783,692</b>	<b>\$ 56,222,732</b>
REVENUE			
Other Local Taxes	\$ 26,520,625	\$ 27,764,640	\$ 32,164,043
Revenue from Use of Money and Property	599,396	-	-
<b>TOTAL REVENUE</b>	<b>\$ 27,120,021</b>	<b>\$ 27,764,640</b>	<b>\$ 32,164,043</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 59,140,970</b>	<b>\$ 69,548,332</b>	<b>\$ 88,386,775</b>
CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE			
CIP Expenditures	\$ 4,237,539	\$ -	\$ -
<b>TOTAL CIP EXPENSE</b>	<b>\$ 4,237,539</b>	<b>\$ -</b>	<b>\$ -</b>
OPERATING EXPENSE			
Contracts	\$ 13,119,738	\$ 27,764,640	\$ 32,164,043
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 13,119,738</b>	<b>\$ 27,764,640</b>	<b>\$ 32,164,043</b>
EXPENDITURE OF PRIOR YEAR FUNDS			
CIP Expenditures	\$ -	\$ -	\$ 10,000,000
Operating Expenditures	4,597,189	-	-
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 4,597,189</b>	<b>\$ -</b>	<b>\$ 10,000,000</b>
<b>TOTAL EXPENSE</b>	<b>\$ 17,357,278</b>	<b>\$ 27,764,640</b>	<b>\$ 42,164,043</b>
RESERVES			
Continuing Appropriation - CIP	\$ 29,129,242	\$ 29,129,242	\$ 15,514,413
Continuing Appropriation - Operating	10,493,310	10,493,310	29,667,290
<b>TOTAL RESERVES</b>	<b>\$ 39,622,552</b>	<b>\$ 39,622,552</b>	<b>\$ 45,181,703</b>
<b>BALANCE</b>	<b>\$ 2,161,140</b>	<b>\$ 2,161,140</b>	<b>\$ 1,041,029</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 59,140,970</b>	<b>\$ 69,548,332</b>	<b>\$ 88,386,775</b>

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\*\* Fiscal Year 2023 Beginning Fund Balance reflect the projected Fiscal Year 2022 Ending Fund Balance based on updated Revenue and Expenditures projections for Fiscal Year 2022.