

# **Gas Tax Fund**



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# Gas Tax Fund



## 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 40.2 cents per gallon and 18.3 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 Road Maintenance and Rehabilitation Fund collects revenue from an additional 13.7 cent per gallon tax on gasoline and 22.8 cent a gallon tax on diesel, in addition to a transportation improvement fee on new vehicles and \$100 vehicle registration on zero emission vehicles. Receipt of these funds are dependent on the City meeting State mandated minimum road funding standards.

The Gas Tax funds the maintenance of street lights, 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 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.

# Gas Tax Fund

## Department Summary

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
FTE Positions	0.00	0.00	0.00	0.00
Personnel Expenditures	\$ -	\$ -	\$ -	-
Non-Personnel Expenditures	45,676,151	66,493,653	68,842,090	2,348,437
<b>Total Department Expenditures</b>	<b>\$ 45,676,151</b>	<b>\$ 66,493,653</b>	<b>\$ 68,842,090</b>	<b>\$ 2,348,437</b>
<b>Total Department Revenue</b>	<b>\$ 58,768,530</b>	<b>\$ 73,487,284</b>	<b>\$ 73,584,746</b>	<b>\$ 97,462</b>

# Gas Tax Fund

## Department Expenditures

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
Gas Tax Fund	\$ 34,918,413	\$ 34,329,610	\$ 34,717,087	\$ 387,477
<b>Total</b>	<b>\$ 34,918,413</b>	<b>\$ 34,329,610</b>	<b>\$ 34,717,087</b>	<b>\$ 387,477</b>

## Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Adjustments to Gas Tax Allocations</b>	0.00	\$ 394,496	\$ (1,863,498)
Adjustment to non-personnel expenditures and revenue due to revised State of California Gas Tax projections.			
<b>Non-Discretionary Adjustment</b>	0.00	(7,019)	-
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>Total</b>	<b>0.00</b>	<b>\$ 387,477</b>	<b>\$ (1,863,498)</b>

## Expenditures by Category

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
<b>NON-PERSONNEL</b>				
Supplies	\$ 7,409	\$ -	\$ 9,000	\$ 9,000
Contracts & Services	8,669,279	8,074,758	8,447,289	372,531
<i>External Contracts &amp; Services</i>	1,976,608	2,096,731	2,508,962	412,231
<i>Internal Contracts &amp; Services</i>	6,692,672	5,978,027	5,938,327	(39,700)
Energy and Utilities	224,727	237,854	243,800	5,946
Transfers Out	26,016,998	26,016,998	26,016,998	-
<b>NON-PERSONNEL SUBTOTAL</b>	<b>34,918,413</b>	<b>34,329,610</b>	<b>34,717,087</b>	<b>387,477</b>
<b>Total</b>	<b>\$ 34,918,413</b>	<b>\$ 34,329,610</b>	<b>\$ 34,717,087</b>	<b>\$ 387,477</b>

# Gas Tax Fund

## Revenues by Category

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
Other Local Taxes	\$ 29,957,179	\$ 41,108,725	\$ 39,437,623	\$ (1,671,102)
Rev from Money and Prop	68,602	214,516	22,120	(192,396)
<b>Total</b>	<b>\$ 30,025,781</b>	<b>\$ 41,323,241</b>	<b>\$ 39,459,743</b>	<b>\$ (1,863,498)</b>

## Prop 42 Replacement - Transportation Relief Fund

### Department Expenditures

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
Prop 42 Replacement - Transportation Relief Fund	\$ 126,033	\$ -	\$ -	-
<b>Total</b>	<b>\$ 126,033</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>

### Expenditures by Category

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
<b>NON-PERSONNEL</b>				
Contracts & Services	\$ 126,033	\$ -	\$ -	-
<i>Internal Contracts &amp; Services</i>	126,033	-	-	-
<b>NON-PERSONNEL SUBTOTAL</b>	126,033	-	-	-
<b>Total</b>	<b>\$ 126,033</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>

## Road Maintenance and Rehabilitation Fund

### Department Expenditures

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
Road Maintenance and Rehabilitation Fund	\$ 10,631,706	\$ 32,164,043	\$ 34,125,003	\$ 1,960,960
<b>Total</b>	<b>\$ 10,631,706</b>	<b>\$ 32,164,043</b>	<b>\$ 34,125,003</b>	<b>\$ 1,960,960</b>

# Gas Tax Fund

## Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Road Maintenance and Rehabilitation Adjustment</b>	0.00 \$	1,960,960 \$	1,960,960
Adjustment to non-personnel expenditures and revenues due to revised State of California projections.			
<b>Total</b>	<b>0.00 \$</b>	<b>1,960,960 \$</b>	<b>1,960,960</b>

## Expenditures by Category

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
<b>NON-PERSONNEL</b>				
Contracts & Services	\$ 10,631,706	\$ 32,164,043	\$ 34,125,003	\$ 1,960,960
<i>External Contracts &amp; Services</i>	10,142,555	32,164,043	34,125,003	1,960,960
<i>Internal Contracts &amp; Services</i>	489,151	-	-	-
<b>NON-PERSONNEL SUBTOTAL</b>	10,631,706	32,164,043	34,125,003	1,960,960
<b>Total</b>	<b>\$ 10,631,706</b>	<b>\$ 32,164,043</b>	<b>\$ 34,125,003</b>	<b>\$ 1,960,960</b>

## Revenues by Category

	FY2022 Actual	FY2023 Budget	FY2024 Adopted	FY2023-2024 Change
Other Local Taxes	\$ 28,365,966	\$ 32,164,043	\$ 34,125,003	\$ 1,960,960
Rev from Money and Prop	376,783	-	-	-
<b>Total</b>	<b>\$ 28,742,749</b>	<b>\$ 32,164,043</b>	<b>\$ 34,125,003</b>	<b>\$ 1,960,960</b>

# Gas Tax Fund

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

Gas Tax Fund	FY2022 Actual	FY2023* Budget	FY2024** Adopted
<b>BEGINNING BALANCE AND RESERVES</b>			
Balance from Prior Year	\$ 837,934	\$ 107,720	\$ -
Continuing Appropriation - CIP	3,983,250	2,878,010	8,069,233
Continuing Appropriation - Operating	6,932,935	2,770,517	1,117,649
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 11,754,118</b>	<b>\$ 5,756,247</b>	<b>\$ 9,186,883</b>
<b>REVENUE</b>			
Other Local Taxes	\$ 29,957,179	\$ 41,108,725	\$ 39,437,623
Revenue from Use of Money and Property	68,602	214,516	22,120
<b>TOTAL REVENUE</b>	<b>\$ 30,025,781</b>	<b>\$ 41,323,241</b>	<b>\$ 39,459,743</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 41,779,899</b>	<b>\$ 47,079,488</b>	<b>\$ 48,646,626</b>
<b>CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE</b>			
CIP Expenditures	\$ -	\$ 6,993,631	\$ 4,742,656
<b>TOTAL CIP EXPENSE</b>	<b>\$ -</b>	<b>\$ 6,993,631</b>	<b>\$ 4,742,656</b>
<b>OPERATING EXPENSE</b>			
Supplies	\$ 7,409	\$ -	\$ 9,000
Contracts & Services	8,669,279	8,074,758	8,447,289
Energy and Utilities	224,727	237,854	243,800
Transfers Out	26,016,998	26,016,998	26,016,998
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 34,918,413</b>	<b>\$ 34,329,610</b>	<b>\$ 34,717,087</b>
<b>EXPENDITURE OF PRIOR YEAR FUNDS</b>			
CIP Expenditures	\$ 1,105,239	\$ 1,805,391	\$ 1,990,000
Operating Expenditures	4,162,418	800,000	1,117,649
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 5,267,657</b>	<b>\$ 2,605,391</b>	<b>\$ 3,107,649</b>
<b>TOTAL EXPENSE</b>	<b>\$ 36,023,652</b>	<b>\$ 43,128,632</b>	<b>\$ 42,567,392</b>
<b>RESERVES</b>			
Continuing Appropriation - CIP	\$ 2,878,010	\$ 1,072,619	\$ 6,079,233
Continuing Appropriation - Operating	2,770,517	1,970,517	-
<b>TOTAL RESERVES</b>	<b>\$ 5,648,528</b>	<b>\$ 3,043,137</b>	<b>\$ 6,079,234</b>
<b>BALANCE</b>	<b>\$ 107,719</b>	<b>\$ 907,719</b>	<b>\$ -</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 41,779,899</b>	<b>\$ 47,079,488</b>	<b>\$ 48,646,626</b>

\* At the time of publication, audited financial statements for Fiscal Year 2023 were not available. Therefore, the Fiscal Year 2023 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2023 Adopted Budget, while the beginning Fiscal Year 2023 balance amount reflects the audited Fiscal Year 2022 ending balance.

\*\* Fiscal Year 2024 Beginning Fund Balance reflects the projected Fiscal Year 2023 Ending Fund Balance based on updated Revenue and Expenditures projections for Fiscal Year 2023.

# Gas Tax Fund

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

Prop 42 Replacement - Transportation Relief Fund	FY2022 Actual	FY2023* Budget	FY2024** Adopted
<b>BEGINNING BALANCE AND RESERVES***</b>			
Balance from Prior Year	\$ 54,146	\$ -	\$ -
Continuing Appropriation - CIP	882,911	51,684	-
Continuing Appropriation - Operating	126,033	-	-
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 1,063,090</b>	<b>\$ 51,684</b>	<b>\$ -</b>
<b>CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE</b>			
CIP Expenditures	\$ 54,146	\$ -	\$ -
<b>TOTAL CIP EXPENSE</b>	<b>\$ 54,146</b>	<b>\$ -</b>	<b>\$ -</b>
<b>OPERATING EXPENSE</b>			
Contracts & Services	\$ 126,033	\$ -	\$ -
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 126,033</b>	<b>\$ -</b>	<b>\$ -</b>
<b>EXPENDITURE OF PRIOR YEAR FUNDS</b>			
CIP Expenditures	\$ 831,227	\$ 41,899	\$ -
Operating Expenditures	126,033	-	-
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 957,260</b>	<b>\$ 41,899</b>	<b>\$ -</b>
<b>TOTAL EXPENSE</b>	<b>\$ 1,011,406</b>	<b>\$ 41,899</b>	<b>\$ -</b>
<b>RESERVES</b>			
Continuing Appropriation - CIP	\$ 51,684	\$ 9,785	\$ -
<b>TOTAL RESERVES</b>	<b>\$ 51,684</b>	<b>\$ 9,785</b>	<b>\$ -</b>
<b>BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 1,063,090</b>	<b>\$ 51,684</b>	<b>\$ -</b>

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\*\* Fiscal Year 2024 Beginning Fund Balance reflects the projected Fiscal Year 2023 Ending Fund Balance based on updated Revenue and Expenditures projections for Fiscal Year 2023.

\*\*\*The Prop 42 Replacement - Transportation Relief Fund will be completed and closed in FY 2023.



# Gas Tax Fund

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

Road Maintenance and Rehabilitation Fund	FY2022 Actual	FY2023* Budget	FY2024** Adopted
<b>BEGINNING BALANCE AND RESERVES</b>			
Balance from Prior Year	\$ 2,161,141	\$ 1,098,203	\$ 383,591
Continuing Appropriation - CIP	29,129,242	25,514,413	12,214,336
Continuing Appropriation - Operating	10,493,310	29,667,290	49,482,949
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 41,783,692</b>	<b>\$ 56,279,907</b>	<b>\$ 62,080,877</b>
<b>REVENUE</b>			
Other Local Taxes	\$ 28,365,966	\$ 32,164,043	\$ 34,125,003
Revenue from Use of Money and Property	376,783	-	-
<b>TOTAL REVENUE</b>	<b>\$ 28,742,749</b>	<b>\$ 32,164,043</b>	<b>\$ 34,125,003</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 70,526,441</b>	<b>\$ 88,443,950</b>	<b>\$ 96,205,880</b>
<b>OPERATING EXPENSE</b>			
Contracts & Services	\$ 10,631,706	\$ 32,164,043	\$ 34,125,003
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 10,631,706</b>	<b>\$ 32,164,043</b>	<b>\$ 34,125,003</b>
<b>EXPENDITURE OF PRIOR YEAR FUNDS</b>			
CIP Expenditures	\$ 3,614,829	\$ 10,000,000	\$ 5,000,000
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 3,614,829</b>	<b>\$ 10,000,000</b>	<b>\$ 5,000,000</b>
<b>TOTAL EXPENSE</b>	<b>\$ 14,246,535</b>	<b>\$ 42,164,043</b>	<b>\$ 39,125,003</b>
<b>RESERVES</b>			
Continuing Appropriation - CIP	\$ 25,514,413	\$ 15,514,413	\$ 7,214,336
Continuing Appropriation - Operating	29,667,290	29,667,290	49,482,949
<b>TOTAL RESERVES</b>	<b>\$ 55,181,703</b>	<b>\$ 45,181,703</b>	<b>\$ 56,697,285</b>
<b>BALANCE</b>	<b>\$ 1,098,203</b>	<b>\$ 1,098,204</b>	<b>\$ 383,592</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 70,526,441</b>	<b>\$ 88,443,950</b>	<b>\$ 96,205,880</b>

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\*\* Fiscal Year 2024 Beginning Fund Balance reflects the projected Fiscal Year 2023 Ending Fund Balance based on updated Revenue and Expenditures projections for Fiscal Year 2023.