

# **Gas Tax Fund**



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## 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 18 cents per gallon. The Proposition 42 Replacement Fund collects revenue from new motor vehicle fuel excise tax. The current State variable excise tax is 12 cents per gallon, bringing the total gas tax to 30 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 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 2017, 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.



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# Gas Tax Fund

## Department Summary

	FY2015 Actual	FY2016 Budget	FY2017 Adopted	FY2016-2017 Change
FTE Positions (Budgeted)	0.00	0.00	0.00	0.00
Personnel Expenditures	\$ -	\$ -	\$ -	\$ -
Non-Personnel Expenditures	29,137,615	33,700,116	29,105,187	(4,594,929)
<b>Total Department Expenditures</b>	<b>\$ 29,137,615</b>	<b>\$ 33,700,116</b>	<b>\$ 29,105,187</b>	<b>\$ (4,594,929)</b>
<b>Total Department Revenue</b>	<b>\$ 39,021,589</b>	<b>\$ 29,038,455</b>	<b>\$ 27,946,458</b>	<b>\$ (1,091,997)</b>

## Gas Tax Fund

### Department Expenditures

	FY2015 Actual	FY2016 Budget	FY2017 Adopted	FY2016-2017 Change
Gas Tax Fund	\$ 20,074,298	\$ 27,466,639	\$ 25,878,454	\$ (1,588,185)
<b>Total</b>	<b>\$ 20,074,298</b>	<b>\$ 27,466,639</b>	<b>\$ 25,878,454</b>	<b>\$ (1,588,185)</b>

### Significant Budget Adjustments

	FTE	Expenditures	Revenue
<b>Adjustment to Gas Tax Allocations</b> Adjustment to Gas Tax revenue and department transfers for Fiscal Year 2017 due to State of California Gas Tax projections. Departments that are primarily affected by the revenue adjustment are Transportation & Storm Water and Park & Recreation.	0.00	\$ 3,071,219	\$ 1,914,747
<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	2,257	-
<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 2016.	0.00	(4,661,661)	-
<b>Total</b>	<b>0.00</b>	<b>\$ (1,588,185)</b>	<b>\$ 1,914,747</b>

### Expenditures by Category

	FY2015 Actual	FY2016 Budget	FY2017 Adopted	FY2016-2017 Change
<b>NON-PERSONNEL</b>				
Supplies	\$ 125	\$ -	\$ -	\$ -
Contracts	340,812	6,767,459	6,767,459	-
Transfers Out	19,433,618	20,426,576	18,836,134	(1,590,442)
Energy and Utilities	295,120	272,604	274,861	2,257
Other	4,624	-	-	-
<b>NON-PERSONNEL SUBTOTAL</b>	<b>20,074,298</b>	<b>27,466,639</b>	<b>25,878,454</b>	<b>(1,588,185)</b>
<b>Total</b>	<b>\$ 20,074,298</b>	<b>\$ 27,466,639</b>	<b>\$ 25,878,454</b>	<b>\$ (1,588,185)</b>

# Gas Tax Fund

## Revenues by Category

	FY2015 Actual	FY2016 Budget	FY2017 Adopted	FY2016-2017 Change
Rev from Money and Prop	\$ 152,288	\$ 114,902	\$ 114,516	\$ (386)
Other Local Taxes	24,178,479	22,690,076	24,605,209	1,915,133
Other Revenue	517	-	-	-
<b>Total</b>	<b>\$ 24,331,284</b>	<b>\$ 22,804,978</b>	<b>\$ 24,719,725</b>	<b>\$ 1,914,747</b>

# Prop 42 Replacement - Transportation Relief Fund

## Department Expenditures

	FY2015 Actual	FY2016 Budget	FY2017 Adopted	FY2016-2017 Change
Prop 42 Replacement - Transportation Relief Fund	\$ 9,063,317	\$ 6,233,477	\$ 3,226,733	\$ (3,006,744)
<b>Total</b>	<b>\$ 9,063,317</b>	<b>\$ 6,233,477</b>	<b>\$ 3,226,733</b>	<b>\$ (3,006,744)</b>

## Expenditures by Category

	FY2015 Actual	FY2016 Budget	FY2017 Adopted	FY2016-2017 Change
<b>NON-PERSONNEL</b>				
Supplies	\$ 4	\$ -	\$ -	\$ -
Contracts	9,063,313	6,233,477	3,226,733	(3,006,744)
<b>NON-PERSONNEL SUBTOTAL</b>	<b>9,063,317</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>\$ 9,063,317</b>	<b>\$ 6,233,477</b>	<b>\$ 3,226,733</b>	<b>\$ (3,006,744)</b>

## Revenues by Category

	FY2015 Actual	FY2016 Budget	FY2017 Adopted	FY2016-2017 Change
Rev from Money and Prop	\$ 210,566	\$ -	\$ -	\$ -
Other Local Taxes	14,479,738	6,233,477	3,266,733	(3,006,744)
<b>Total</b>	<b>\$ 14,690,304</b>	<b>\$ 6,233,477</b>	<b>\$ 3,266,733</b>	<b>\$ (3,006,744)</b>

# Gas Tax Fund

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

Gas Tax Fund	FY2015 Actual	FY2016* Budget	FY2017 Adopted
<b>BEGINNING BALANCE AND RESERVES</b>			
Balance from Prior Year	\$ 4,891,859	\$ 9,148,845	\$ 1,158,729
Continuing Appropriation - CIP	1,809,090	1,809,090	6,762,650
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 6,700,949</b>	<b>\$ 10,957,935</b>	<b>\$ 7,921,379</b>
<b>REVENUE</b>			
Other Local Taxes	\$ 24,178,479	\$ 22,690,076	\$ 24,605,209
Other Revenue	517	–	–
Revenue from Use of Money and Property	152,288	114,902	114,516
<b>TOTAL REVENUE</b>	<b>\$ 24,331,284</b>	<b>\$ 22,804,978</b>	<b>\$ 24,719,725</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 31,032,233</b>	<b>\$ 33,762,913</b>	<b>\$ 32,641,104</b>
<b>CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE</b>			
CIP Expenditures	\$ –	\$ 5,000,000	\$ –
<b>TOTAL CIP EXPENSE</b>	<b>\$ –</b>	<b>\$ 5,000,000</b>	<b>\$ –</b>
<b>OPERATING EXPENSE</b>			
Supplies	\$ 125	\$ –	\$ –
Contracts	340,812	6,767,459	6,767,459
Energy and Utilities	295,120	272,604	274,861
Other Expenses	4,624	–	–
Transfers Out	19,433,618	20,426,576	18,836,134
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 20,074,298</b>	<b>\$ 27,466,639</b>	<b>\$ 25,878,454</b>
<b>EXPENDITURE OF PRIOR YEAR FUNDS</b>			
CIP Expenditures	\$ –	\$ 1,809,090	\$ 6,762,650
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ –</b>	<b>\$ 1,809,090</b>	<b>\$ 6,762,650</b>
<b>TOTAL EXPENSE</b>	<b>\$ 20,074,298</b>	<b>\$ 34,275,729</b>	<b>\$ 32,641,104</b>
<b>RESERVES</b>			
Continuing Appropriation - CIP	\$ 1,809,090	\$ –	\$ –
<b>TOTAL RESERVES</b>	<b>\$ 1,809,090</b>	<b>\$ –</b>	<b>\$ –</b>
<b>BALANCE</b>	<b>\$ 9,148,845</b>	<b>\$ (512,816)</b>	<b>\$ –</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 31,032,233</b>	<b>\$ 33,762,913</b>	<b>\$ 32,641,104</b>

\* At the time of publication, audited financial statements for Fiscal Year 2016 were not available. Therefore, the Fiscal Year 2016 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2016 Adopted Budget, while the beginning FY 2016 balance amount reflects the audited Fiscal Year 2015 ending balance.

# Gas Tax Fund

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

Prop 42 Replacement - Transportation Relief Fund	FY2015 Actual	FY2016* Budget	FY2017 Adopted
<b>BEGINNING BALANCE AND RESERVES</b>			
Balance from Prior Year	\$ 407,969	\$ 407,969	\$ -
Continuing Appropriation - CIP	6,418,556	15,112,542	12,296,386
Continuing Appropriation - Operating	25,959,242	20,361,810	18,863,724
<b>TOTAL BALANCE AND RESERVES</b>	<b>\$ 32,785,768</b>	<b>\$ 35,882,321</b>	<b>\$ 31,160,110</b>
<b>REVENUE</b>			
Other Local Taxes	\$ 14,479,738	\$ 6,233,477	\$ 3,226,733
Revenue from Use of Money and Property	210,566	-	-
<b>TOTAL REVENUE</b>	<b>\$ 14,690,304</b>	<b>\$ 6,233,477</b>	<b>\$ 3,226,733</b>
<b>TOTAL BALANCE, RESERVES, AND REVENUE</b>	<b>\$ 47,476,072</b>	<b>\$ 42,115,798</b>	<b>\$ 34,386,843</b>
<b>CAPITAL IMPROVEMENTS PROGRAM (CIP) EXPENSE</b>			
CIP Expenditures	\$ 1,907,720	\$ -	\$ -
<b>TOTAL CIP EXPENSE</b>	<b>\$ 1,907,720</b>	<b>\$ -</b>	<b>\$ -</b>
<b>OPERATING EXPENSE</b>			
Supplies	\$ 4	\$ -	\$ -
Contracts	9,063,313	6,233,477	3,226,733
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 9,063,317</b>	<b>\$ 6,233,477</b>	<b>\$ 3,226,733</b>
<b>EXPENDITURE OF PRIOR YEAR FUNDS</b>			
CIP Expenditures	\$ 622,714	\$ 15,112,542	\$ 12,296,386
Operating Expenditures	-	20,361,810	18,863,724
<b>TOTAL EXPENDITURE OF PRIOR YEAR FUNDS</b>	<b>\$ 622,714</b>	<b>\$ 35,474,352</b>	<b>\$ 31,160,110</b>
<b>TOTAL EXPENSE</b>	<b>\$ 11,593,751</b>	<b>\$ 41,707,829</b>	<b>\$ 34,386,843</b>
<b>RESERVES</b>			
Continuing Appropriation - CIP	\$ 15,112,542	\$ -	\$ -
Continuing Appropriation - Operating	20,361,810	-	-
<b>TOTAL RESERVES</b>	<b>\$ 35,474,352</b>	<b>\$ -</b>	<b>\$ -</b>
<b>BALANCE</b>	<b>\$ 407,969</b>	<b>\$ 407,969</b>	<b>\$ -</b>
<b>TOTAL BALANCE, RESERVES, AND EXPENSE</b>	<b>\$ 47,476,072</b>	<b>\$ 42,115,798</b>	<b>\$ 34,386,843</b>

\* At the time of publication, audited financial statements for Fiscal Year 2016 were not available. Therefore, the Fiscal Year 2016 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2016 Adopted Budget, while the beginning FY 2016 balance amount reflects the audited Fiscal Year 2015 ending balance.