



GOVERNOR'S 2016 SUPPLEMENTAL TRANSPORTATION BUDGET

Presentation to the House Transportation Committee
Jan. 11, 2016

Supplemental budget framework

- Technical changes to expenditures in Connecting Washington highway project list
- Focused investments on electric vehicles, traffic incident response, fish passage barriers, highway preservation
- Maintaining the ferry fleet, improving reliability and customer service
- Addressing more citizen demand for enhanced driver's licenses
- Laying groundwork for improved trooper recruitment and retention

Financial plan and revenue outlook

- Balanced 16-year financial plan
- November Transportation Revenue Forecast includes higher state fuel tax revenue collections mainly due to lower fuel prices and higher collections from licenses, permits, fees
- Federal funds forecast uses MAP-21 levels
- Analyzing new federal FAST Act apportionments and setting up process for determining state and local shares
- Reserved multimodal funds for electric vehicle sales tax exemption and charging infrastructure bank initiatives
- One-time transfer to sustain aviation program expenditures

Connecting Washington implementation



- No substantive changes to highway project list proposed by WSDOT
- Majority of first priority bike/pedestrian and transit projects awarded funding
- Governor's budget accelerates delivery of transit, bicycle, pedestrian projects into a 10-year delivery schedule and provides detailed aging assumptions for project funding
- WSDOT implementing reform bills and secretary has set up practical solutions committee

New policy proposals

- Electric vehicle incentives (\$ in millions)

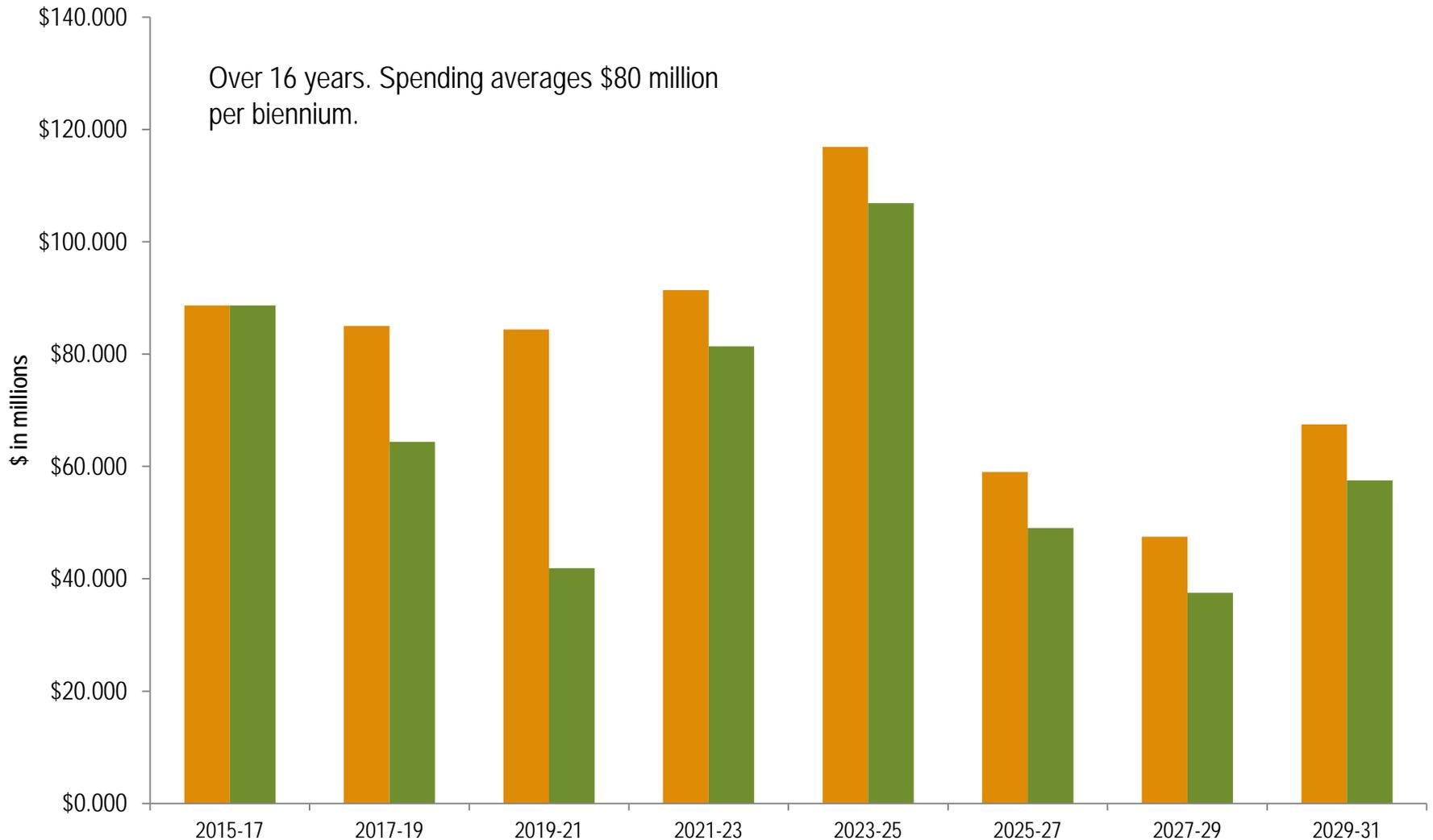
Proposal	2015-17 Cost	16-Year Cost
Expand sales tax exemption for electric vehicles to first \$35,000 of sales price	\$3.5	\$12.7
Increase funding for electric vehicle infrastructure bank	\$0.0	\$4.0

- Traffic management trucks (\$ in millions)

Budget item	2015-17 Cost	16-Year Cost
One-time purchase	\$0.5	\$0.5
Ongoing staff and maintenance costs	\$1.0	\$14.3

Fish passage barrier/culvert funding

■ Governor Proposed ■ Legislative Enacted Budget



Nickel and TPA programs

- About \$192 million reappropriated from 2013-15 biennium to continue project delivery
- Use additional bond proceeds to cover project cost changes
- Remove unfunded amounts for 9 Nickel and TPA projects now funded in Connecting Washington package

Other WSDOT budget highlights

- \$2.8 million for the maintenance program to pay higher local government stormwater fees
- \$2.1 million to implement a new labor system to improve timekeeping for WSDOT employees
- \$663,000 to continue current Amtrak Cascades Service and begin operational funding for 2 new round trips from Seattle to Portland
- \$346,000 additional federal funding for state rail transit safety oversight activities
- Directs WSDOT to issue requests-for-proposals by Dec. 1, 2016, for a new tolling customer service toll collection system

Ferry operations and capital



- Maintaining the ferry fleet
 - ❑ \$5.9 million federal funds for vessel maintenance
 - ❑ \$809,000 to keep the 87-car Klahowya as standby vessel instead of less-efficient 34-car Hiyu
 - ❑ \$3 million more funding for emergency repairs
 - ❑ \$165,000 for more electricians at the Eagle Harbor Maintenance Facility

- Funding for third and fourth Olympic class vessels
 - ❑ Reappropriate \$17.5 million to finish third boat
 - ❑ Advance \$17 million of Nickel funding for the fourth boat

Department of Licensing

- Addressing greater citizen demand for enhanced license documents
 - ❑ \$13.3 million to expand capacity for processing enhanced driver's licenses and enhanced identicards
 - ❑ \$1.4 million to provide all licensing service representatives with ability to process commercial driver's license and enhanced driver's license transactions in all DOL offices

- Continuing the Business and Technology Modernization Project
 - ❑ \$6.7 million to accelerate delivery of driver's module
 - ❑ \$1.3 million to consolidate all project staff in one location and permanently relocate staff in the Prorate and Fuel Tax Division

Washington State Patrol

- \$760,000 to continue funding of Judicial Information Network Data Exchange system
- \$465,000 to address recruitment and retention issues for troopers and sergeants

Other budget highlights

- \$1.1 million of additional funding for the Utilities and Transportation Commission to improve rail grade crossings
- Increase in expenditure authority for Transportation Improvement Board and County Road Administration Board to utilize available fund balances.
- Reappropriation of one Freight Mobility Strategic Investment Board project



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