



HB 2 General Appropriation Act of 2016

FY17 Operating Budget

[1] HAFC [7] DNP-CS/DP [8] PASSED/H (38-31) [12] SFC [17] DP/a [18] PASSED/S (39-1) [17] h/cncrd SGND BY GOV (Feb. 29) Ch. 11 (partial veto)

Presented to the
Transportation Infrastructure Revenue Subcommittee
July 15, 2016

Agency

- Overall, HB 2 totals \$867.5 million, a \$2.9 million or .3 percent increase from the approved FY16 operating budget. This includes \$398.6 million from State Road fund revenues, \$39.3 from restricted fund revenues, \$16.0 million from unobligated state road fund balances, \$4.8 million from restricted fund balances, and \$408.9 million from federal sources.
- This includes a \$58.1 million, or 10.0 percent decrease to the Project Design and Construction Program (formerly Programs and Infrastructure); a \$.04 million increase to the Highway Operations Program; a \$.7 million decrease to Business Support; and a \$61.7 million increase to our new Program named Modal which consists of Traffic Safety, Transit and Rail, and Aviation (formerly included in Programs and Infrastructure).
- Major differences between FY16 and FY17, besides the creation of our new Program named Modal, includes the use of \$16.0 million of unobligated State Road Fund balances compared to \$21.9 million in FY16, the use \$4.8 million of unobligated Restricted Fund balances compared to \$4.3 million in FY16, a program change to move OEOP and the Construction Bureau from Highway Operations to Project Design and Construction, and a \$7.1 million or 2.0 percent increase in growth in the State Road Fund from the FY2016 Budget.

	A	B	C	D	E
	FY16 Approved Operating	NMDOT FY17 Request	HB2 2016 Session FY17	Dollar Change (C - B)	Dollar Change (C - A)
1 Expenditures					
2 200 - Personal Services and Employee Benefits	\$157,071.4	\$158,654.5	\$158,654.5	\$0.0	\$1,583.1
3 300 - Contractual Services	\$405,343.3	\$379,925.6	\$392,973.6	\$13,048.0	(\$12,369.7)
4 400 - Other	\$302,249.6	\$311,214.9	\$315,924.9	\$4,710.0	\$13,675.3
5 500 - Other Financing Uses	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
6 Total Expenditures	\$864,664.3	\$849,795.0	\$867,553.0	\$17,758.0	\$2,888.7
7 FTE	2,487.5	2,487.5	2,487.5	-	0.0
8					
9 Revenues					
10 State Revenues					
11 State Road Fund (SRF)	\$391,485.1	\$398,579.1	\$398,579.1	\$0.0	\$7,094.0
12 Highway Infrastructure Fund (HIF) -- Restricted	\$7,645.0	\$8,020.0	\$8,020.0	\$0.0	\$375.0
13 State Infrastructure Bank (SIB) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
14 Local Government Road Fund (LGRF) -- Restricted	\$22,467.0	\$23,160.0	\$22,997.0	(\$163.0)	\$530.0
15 State Aviation Fund -- Restricted	\$5,674.0	\$5,757.0	\$5,757.0	\$0.0	\$83.0
16 Transportation/Traffic Safety Funds -- Restricted	\$2,572.0	\$2,584.0	\$2,505.0	(\$79.0)	(\$67.0)
17 Total State Revenues	\$429,843.1	\$438,100.1	\$437,858.1	(\$242.0)	\$8,015.0
18 Restricted Fund Balances					
19 State Infrastructure Bank	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
20 Aviation Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
21 Traffic Safety	\$0.0	\$0.0	\$2,000.0	\$2,000.0	\$2,000.0
22 Local Government Road Fund	\$1,500.0	\$0.0	\$0.0	\$0.0	(\$1,500.0)
23 HIF	\$2,775.4	\$2,775.4	\$2,775.4	\$0.0	\$0.0
24 WIPP	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
25 State Road Fund Balances	\$21,954.1	\$0.0	\$16,000.0	\$16,000.0	(\$5,954.1)
26 Total Fund Balances	\$26,229.5	\$2,775.4	\$20,775.4	\$18,000.0	(\$5,454.1)
27 General Funding Estimates					
28 General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
29 Total General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
30 Federal Funding Estimates					
31 FHWA Funding	\$376,748.8	\$377,029.5	\$377,029.5	\$0.0	\$280.7
32 National Highway Traffic Safety Administration	\$15,731.4	\$15,731.4	\$15,731.4	\$0.0	\$0.0
33 Waste Isolation Pilot Plant (WIPP)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
34 Federal Transit Administration (FTA)	\$16,111.5	\$16,158.6	\$16,158.6	\$0.0	\$47.1
35 Federal Railroad Administration (FRA)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
36 Rec Trails	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
37 Total Federal Revenues	\$408,591.7	\$408,919.5	\$408,919.5	\$0.0	\$327.8
38 Total Revenues	\$864,664.3	\$849,795.0	\$867,553.0	\$17,758.0	\$2,888.7

Project Design and Construction

- Overall, HB 2 for Project Design and Construction totals \$529.9 million; a \$58.1 million or 10.0 percent decrease under FY16 approved operating levels. This includes \$112.1 million from State Road fund revenues, \$31.0 million from restricted fund revenues, \$10 million from state road fund balances, \$2.8 million from restricted fund balances, and \$374.0 million from federal sources.
- HB 2 aligns the use of restricted/unrestricted revenue sources with the January 2016 State Road Fund Revenue Forecast.
- In addition, HB 2 utilizes the use of \$10.0 million of state road fund balances for 100% state projects and the use of \$2.8 million of HIF balances to accommodate anticipated debt service payments.
- Key features are as follows:
 - Personal services and employee benefits – FLAT 10% vacancy rate
 - \$313.7 million for ‘Road Betterments’ construction.
 - \$23.0 million for the Local Government Road fund
 - \$161.7 million for debt service – principal, interest and related fees
 - \$30.9 million – State Road Fund (Rail Runner)
 - \$119.9 million – FHWA (80/20)
 - \$10.8 million – Highway Infrastructure Bank

	A	B	C	D	E
	FY16 Approved Operating	NMDOT FY17 Request	HB2 Session 2016 FY17	Dollar Change (C - B)	Dollar Change (C - A)
1 Expenditures					
2 200 - Personal Services and Employee Benefits	\$27,353.0	\$25,729.3	\$25,729.3	\$0.0	(\$1,623.7)
3 300 - Contractual Services	\$350,306.5	\$306,915.3	\$316,915.3	\$10,000.0	(\$33,391.2)
4 400 - Other	\$210,329.7	\$187,423.4	\$187,260.4	(\$163.0)	(\$23,069.3)
5 500 - Other Financing Uses	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
6 Total Expenditures	\$587,989.2	\$520,068.0	\$529,905.0	\$9,837.0	(\$58,084.2)
7 FTE	403.0	372.0	372.0	-	(\$31.0)
8					
9 Revenues					
10 State Revenues					
11 State Road Fund (SRF)	\$124,298.9	\$112,083.1	\$112,083.1	\$0.0	(\$12,215.8)
12 Highway Infrastructure Fund (HIF) – Restricted	\$7,645.0	\$8,020.0	\$8,020.0	\$0.0	\$375.0
13 State Infrastructure Bank (SIB) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
14 Local Government Road Fund (LGRF) – Restricted	\$22,467.0	\$23,160.0	\$22,997.0	(\$163.0)	\$530.0
15 State Aviation Fund -- Restricted	\$5,674.0	\$0.0	\$0.0	\$0.0	(\$5,674.0)
16 Transportation/Traffic Safety Funds -- Restricted	\$2,572.0	\$0.0	\$0.0	\$0.0	(\$2,572.0)
17 Total State Revenues	\$162,656.9	\$143,263.1	\$143,100.1	(\$163.0)	(\$19,556.8)
18 Restricted Fund Balances					
19 State Infrastructure Bank	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
20 Aviation Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
21 Traffic Safety	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
22 Local Govern Road Fund	\$1,500.0	\$0.0	\$0.0	\$0.0	(\$1,500.0)
23 HIF	\$2,775.4	\$2,775.4	\$2,775.4	\$0.0	\$0.0
24 WIPP	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
25 State Road Fund Balances	\$15,454.1	\$0.0	\$10,000.0	\$10,000.0	(\$5,454.1)
26 Total Fund Balances	\$19,729.5	\$2,775.4	\$12,775.4	\$10,000.0	(\$6,954.1)
27 General Funding Estimates					
28 General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
29 Total General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
30 Federal Funding Estimates					
31 FHWA Funding	\$373,759.9	\$374,029.5	\$374,029.5	\$0.0	\$269.6
32 National Highway Traffic Safety Administration	\$15,731.4	\$0.0	\$0.0	\$0.0	(\$15,731.4)
33 Waste Isolation Pilot Plant (WIPP)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
34 Federal Transit Administration (FTA)	\$16,111.5	\$0.0	\$0.0	\$0.0	(\$16,111.5)
35 Federal Railroad Administration (FRA)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
36 Rec Trails	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
37 Total Federal Revenues	\$405,602.8	\$374,029.5	\$374,029.5	\$0.0	(\$31,573.3)
38 Total Revenues	\$587,989.2	\$520,068.0	\$529,905.0	\$9,837.0	(\$58,084.2)

Highway Operations

- Overall, HB 2 for Highway Operations totals \$233.8 million; a \$.04 million increase compared to FY16. This includes \$224.8 million from State Road fund revenues, \$6.0 million from unobligated state road fund balances, and \$3.0 million from federal sources.
- In general, HB 2 for Highway Operations remains flat with approved FY16 operating levels after utilizing \$6.0 million in unobligated fund balances, and transferring the EEOB and Construction Bureau to Project Design and Construction.
- Key features include:
 - Personal services and employee benefits – FLAT 8% vacancy rate
 - Highway Road Betterments:
 - Contract Maintenance - \$45.9 million
 - Field Supplies - \$41.8 million
- The Road Maintenance program request supports the following activities, i.e. Chip Seal, Fog Seal; Crack Seal, Overlay, Guardrail, Blade and Pothole Patching, and Snow Removal

	A	B	C	D	E
	FY16 Approved Operating	NMDOT FY16 Request	HB2 Session 2016 FY17	Dollar Change (C - B)	Dollar Change (C - A)
1 Expenditures					
2 200 - Personal Services and Employee Benefits	\$103,897.5	\$104,510.1	\$104,510.1	\$0.0	\$612.6
3 300 - Contractual Services	\$50,544.6	\$45,522.6	\$47,522.6	\$2,000.0	(\$3,022.0)
4 400 - Other	\$79,310.7	\$77,762.2	\$81,762.2	\$4,000.0	\$2,451.5
5 500 - Other Financing Uses	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
6 Total Expenditures	\$233,752.8	\$227,794.9	\$233,794.9	\$6,000.0	\$42.1
7 FTE	1,850.7	1,827.7	1,827.7	-	(23.0)
8					
9 Revenues					
10 State Revenues					
11 State Road Fund (SRF)	\$224,263.9	\$224,794.9	\$224,794.9	\$0.0	\$531.0
12 Highway Infrastructure Fund (HIF) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
13 State Infrastructure Bank (SIB) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
14 Local Government Road Fund (LGRF) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
15 State Aviation Fund -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
16 Transportation/Traffic Safety Funds -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
17 Total State Revenues	\$224,263.9	\$224,794.9	\$224,794.9	\$0.0	\$531.0
18 Restricted Fund Balances					
19 State Infrastructure Bank	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
20 Aviation Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
21 Traffic Safety	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
22 Local Government Road Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
23 HIF	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
24 WIPP	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
25 State Road Fund Balances	\$6,500.0	\$0.0	\$6,000.0	\$6,000.0	(\$500.0)
26 Total Fund Balances	\$6,500.0	\$0.0	\$6,000.0	\$6,000.0	(\$500.0)
27 General Funding Estimates					
28 General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
29 Total General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
30 Federal Funding Estimates					
31 FHWA Funding	\$2,988.9	\$3,000.0	\$3,000.0	\$0.0	\$11.1
32 National Highway Traffic Safety Administration	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
33 Waste Isolation Pilot Plant (WIPP)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
34 Federal Transit Administration (FTA)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
35 Federal Railroad Administration (FRA)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
36 Rec Trails	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
37 Total Federal Revenues	\$2,988.9	\$3,000.0	\$3,000.0	\$0.0	\$11.1
38 Total Revenues	\$233,752.8	\$227,794.9	\$233,794.9	\$6,000.0	\$42.1

Business Support

- HB 2 for Business Support totals \$42.2 million, a \$.7 million decrease compared to FY16 including:
 - \$1.1 million decrease in personal services and employee benefits related to GSD charges (Workers Comp and Liability)
 - \$.4 million increase in Department of Information Technology's FY17 published rates for ISD services, HRMS Fees, and Telecommunications.
 - Personal services and employee benefits – FLAT 10% vacancy rate.

- Business Support is responsible for paying all 'agency-wide' costs for the department including the following:
 - GSD charges - \$8.3 million
 - DOIT charges – Tech, HRMS, and Telecommunication charges - \$3.2 million (radio charges of \$2.2 million are billed directly to Highway Operations)
 - Audit Services & Financial Statements - \$.3 million

- Agency-wide costs including GSD and DoIT rates account for \$11.5 million, or 27.3 percent of all Business Support costs.

	A FY16 Approved Operating	B NMDOT FY17 Request	C HB2 Session 2016 FY17	D Dollar Change (C - B)	E Dollar Change (C - A)
1 Expenditures					
2 200 - Personal Services and Employee Benefits	\$25,820.9	\$24,757.5	\$24,757.5	\$0.0	(\$1,063.4)
3 300 - Contractual Services	\$4,492.2	\$4,472.8	\$4,472.8	\$0.0	(\$19.4)
4 400 - Other	\$12,609.2	\$12,941.6	\$12,941.6	\$0.0	\$332.4
5 500 - Other Financing Uses	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
6 Total Expenditures	\$42,922.3	\$42,171.9	\$42,171.9	\$0.0	(\$750.4)
7 FTE	233.8	237.8	237.8	-	4.0
8					
9 Revenues					
10 State Revenues					
11 State Road Fund (SRF)	\$42,922.3	\$42,171.9	\$42,171.9	\$0.0	(\$750.4)
12 Highway Infrastructure Fund (HIF) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
13 State Infrastructure Bank (SIB) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
14 Local Government Road Fund (LGRF) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
15 State Aviation Fund -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
16 Transportation/Traffic Safety Funds -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
17 Total State Revenues	\$42,922.3	\$42,171.9	\$42,171.9	\$0.0	(\$750.4)
18 Restricted Fund Balances					
19 State Infrastructure Bank	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
20 Aviation Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
21 Traffic Safety	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
22 Local Government Road Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
23 HIF	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
24 WIPP	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
25 State Road Fund Balances	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
26 Total Fund Balances	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
27 General Funding Estimates					
28 General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
29 Total General Fund	\$0.0	\$0.0	\$0.0	\$0.0	0%
30 Federal Funding Estimates					
31 FHWA Funding	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
32 National Highway Traffic Safety Administration	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
33 Waste Isolation Pilot Plant (WIPP)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
34 Federal Transit Administration (FTA)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
35 Federal Railroad Administration (FRA)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
36 Rec Trails	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
37 Total Federal Revenues	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
38 Total Revenues	\$42,922.3	\$42,171.9	\$42,171.9	\$0.0	(\$750.4)

MODAL

- The MODAL program is new and consists of former divisions within Programs and Infrastructure that involve federal grants management and the oversight of dedicated and restricted funding, i.e. Traffic Safety, Aviation, and Transit and Rail. HB 2 for MODAL totals \$61.7 million, essentially flat with FY16 when they were a part of Programs and Infrastructure:

- \$23.4 for Traffic Safety
 - \$3.1 SRF, \$2.6 restricted, \$2.0 fund balance, and \$15.7 Federal
- \$ 5.6 for Aviation
 - \$5.6 restricted
- \$32.6 for Transit and Rail
 - \$16.4 SRF and \$16.2 Federal

- Personal services and employee benefits – FLAT 10% vacancy rate.

	A	B	C	D	E
	FY16 Approved Operating	NMDDOT FY17 Request	FY17 Request	Dollar Change (C - B)	Dollar Change (C - A)
1 Expenditures					
2 200 - Personal Services and Employee Benefits	\$0.0	\$3,657.6	\$3,657.6	\$0.0	\$3,657.6
3 300 - Contractual Services	\$0.0	\$23,014.9	\$24,062.9	\$1,048.0	\$24,062.9
4 400 - Other	\$0.0	\$33,087.7	\$33,960.7	\$873.0	\$33,960.7
5 500 - Other Financing Uses	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
6 Total Expenditures	\$0.0	\$59,760.2	\$61,681.2	\$1,921.0	\$61,681.2
7 FTE	-	50.0	50.0	-	50.0
8					
9 Revenues					
10 State Revenues					
11 State Road Fund (SRF)	\$0.0	\$19,529.2	\$19,529.2	\$0.0	\$19,529.2
12 Highway Infrastructure Fund (HIF) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
13 State Infrastructure Bank (SIB) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
14 Local Government Road Fund (LGRF) -- Restricted	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
15 State Aviation Fund -- Restricted	\$0.0	\$5,757.0	\$5,757.0	\$0.0	\$5,757.0
16 Transportation/Traffic Safety Funds -- Restricted	\$0.0	\$2,584.0	\$2,505.0	(\$79.0)	\$2,505.0
17 Total State Revenues	\$0.0	\$27,870.2	\$27,791.2	(\$79.0)	\$27,791.2
18 Restricted Fund Balances					
19 State Infrastructure Bank	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
20 Aviation Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
21 Traffic Safety	\$0.0	\$0.0	\$2,000.0	\$2,000.0	\$2,000.0
22 Local Government Road Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
23 HIF	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
24 WIPP	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
25 State Road Fund Balances	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
26 Total Fund Balances	\$0.0	\$0.0	\$2,000.0	\$2,000.0	\$2,000.0
27 General Funding Estimates					
28 General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
29 Total General Fund	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
30 Federal Funding Estimates					
31 FHWA Funding	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
32 National Highway Traffic Safety Administration	\$0.0	\$15,731.4	\$15,731.4	\$0.0	\$15,731.4
33 Waste Isolation Pilot Plant (WIPP)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
34 Federal Transit Administration (FTA)	\$0.0	\$16,158.6	\$16,158.6	\$0.0	\$16,158.6
35 Federal Railroad Administration (FRA)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
36 Rec Trails	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
37 Total Federal Revenues	\$0.0	\$31,890.0	\$31,890.0	\$0.0	\$31,890.0
38 Total Revenues	\$0.0	\$59,760.2	\$61,681.2	\$1,921.0	\$61,681.2

State Road Fund Revenues – January 2016

NMDOT State Revenue Sources - Fiscal Years 2007 thru 2020

Table 1

(Dollars in thousands)

	A	B	C	D	E	F	G	H	I	J	K	L	M	(M - J)	N	O	P		
	FY07	FY08	FY09	FY10	FY11	FY12	FY13	FY14	FY15	FY16		FY17		FY16 to FY17		FY18	FY19	FY20	
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Prelim. Actual	Jan-15 Leg. Bud. Estimate	Jan-16 Revenue Update	Jul-15 Bud. Req. Estimate	Jan-16 Leg. Bud. Estimate	Budget Growth \$ Change	% Diff	Jan-16 Long Run Estimate	Jan-16 Long Run Estimate	Jan-16 Long Run Estimate
Road Fund:																			
Road Fund -- Ordinary Revenue:																			
1 Gasoline Tax	114,577	107,671	108,125	109,163	109,282	104,987	111,795	107,998	110,672	111,900	113,200	110,300	111,600	(300)	-0.3%	111,100	110,900	110,500	
2 Special Fuel Tax	97,008	101,483	85,559	88,029	91,078	92,326	92,563	92,923	97,566	97,200	98,000	101,200	101,300	4,100	4.2%	105,500	108,000	109,800	
3 Weight/Distance	88,365	77,424	75,485	69,598	74,916	72,786	73,489	75,367	79,985	81,600	81,500	83,700	84,100	2,500	3.1%	87,100	90,000	92,600	
4 Trip Tax	7,557	4,904	5,776	5,488	5,973	5,689	5,045	4,666	5,232	5,200	5,600	5,800	5,800	600	11.5%	6,000	6,200	6,400	
5 Vehicle Registration	73,512	73,679	72,190	72,863	73,445	75,626	74,135	76,218	75,455	77,900	79,000	79,400	79,400	1,500	1.9%	82,000	81,900	84,200	
6 Vehicle Transaction	1,191	1,165	1,070	1,041	1,065	1,114	1,163	1,200	1,173	1,200	1,200	1,250	1,250	50	4.2%	1,300	1,300	1,400	
7 Driver's License	4,329	4,738	4,622	4,493	4,718	4,424	4,227	4,193	4,158	4,500	4,400	4,600	4,600	100	2.2%	4,600	4,600	4,300	
8 Oversize/Overweight	4,590	4,961	4,539	3,778	4,687	4,820	4,805	5,026	5,229	5,200	5,300	5,400	5,400	200	3.8%	5,500	5,600	5,700	
9 Public Regulatory Commission Fees (UCR)	377	866	2,286	1,420	2,740	881	3,191	2,009	3,362	2,000	3,300	3,300	3,300	1,300	65.0%	3,300	3,300	3,300	
10 MVD Miscellaneous	2,452	2,570	2,569	2,735	2,725	2,991	3,100	3,302	3,509	3,400	3,400	3,400	3,400	-	0.0%	3,500	3,500	3,600	
11 Subtotal Ordinary Income	393,958	379,461	362,221	358,609	370,629	365,645	373,513	372,902	386,340	390,100	394,900	398,350	400,150	10,050	2.6%	409,900	415,300	421,800	
Road Fund -- Extraordinary Income:																			
12 All Other (Reimbursements, Asset Sales, etc.)	4,140	2,240	4,758	6,568	6,584	10,375	10,354	6,493	12,365	2,700	2,200	2,200	2,200	(500)	-18.5%	2,200	2,200	2,200	
13 Rail Runner Track Maintenance Fees			4,080	2,000	2,350	17	2,014	1,782	2,143	2,100	2,100	2,000	2,000	(100)	-4.8%	2,000	2,000	2,000	
14 Road Fund Interest	708	0	19	16	95	108	209	80	39	440	90	900	450	10	2.3%	810	1,125	1,305	
15 Subtotal Extraordinary Income	4,848	2,240	8,857	8,584	9,029	10,500	12,576	8,355	14,547	5,240	4,390	5,100	4,650	(590)	-11.3%	5,010	5,325	5,505	
16 TOTAL ROAD FUND	398,806	381,701	371,080	367,193	379,658	376,145	386,089	381,257	400,887	395,340	399,290	403,450	404,800	9,460	2.4%	414,910	420,625	427,305	

- This January 2016 forecast is one of two annual forecasts of NMDOT revenues. It has been reviewed by the State Consensus Revenue Estimating Group that includes economists from the Legislative Finance Committee, Taxation and Revenue Department, and Department of Finance and Administration.
- This update is in line with the prior estimate published in July 2015. The FY 2017 Road Fund revenue expectations have only been revised by \$1.3 million (an increase of 0.3%).
- FY 2017 Road Fund revenues are currently estimated at \$404.8 million. This represents 2.4% or \$9.5 million in growth from the FY 2016 budget.
- This update increases FY 2016 Road Fund revenue expectations by \$4 million from the budgeted January 2015 estimate (an increase of 1%).
- The increases in revenues are primarily due to continuing lower petroleum prices: after three years of relative price stability close to \$100/barrel oil prices have dropped by more than half.
- FY 2017 overall NMDOT state Funds are forecast at \$444 million in FY 2017 representing growth of 2.3 % or \$10 million from the current FY2016 budget.
- o In FY2018 and FY2019 the Aviation Fund is impacted by sunset clauses in two statutes, i.e. in FY2019 a gross receipts tax distribution sunsets (§ 7-1-6.7.C) and in FY2018 the distribution based on taxable jet fuel sales is positively impacted by a partial sunset of a portion of the gross receipts tax deduction for jet fuel (§ 7-9-83).

Other Fund Revenues





NMIDOT State Revenue Sources - Fiscal Years 2007 thru 2020

Table 2

	A	B	C	D	E	F	G	H	I	J	K	L	M	(M - J)		N	O	P
	FY07	FY08	FY09	FY10	FY11	FY12	FY13	FY14	FY15	FY16		FY17		FY16 to FY17		FY18	FY19	FY20
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Prelim. Actual	Jan-15 Leg. Bud. Estimate	Jan-16 Revenue Update	Jul-15 Bud. Req. Estimate	Jan-16 Leg. Bud. Estimate	Budget Growth \$ Change	% Diff	Jan-16 Long Run Estimate	Jan-16 Long Run Estimate	Jan-16 Long Run Estimate
<i>(Dollars in thousands)</i>																		
Other Funds:																		
Highway Infrastructure Fund:																		
17 Leased Vehicle Gross Receipts	4,844	6,963	5,444	5,397	5,657	5,731	5,214	5,889	5,773	5,940	5,794	5,990	5,862	(78)	-1.3%	5,934	5,967	6,010
18 Tire Recycling Fees	1,758	1,782	1,604	1,791	1,806	1,831	1,807	1,836	1,810	1,870	1,870	1,880	1,880	10	0.5%	1,930	1,920	1,950
19 Interest	164	164	99	18	16	16	25	7	7	70	15	150	77	7	10.0%	140	196	231
20 Total Highway Infrastructure Fund	6,766	8,909	7,147	7,206	7,479	7,579	7,047	7,047	7,589	7,880	7,679	8,020	7,819	(61)	-0.8%	8,004	8,083	8,191
21 Total State Infrastructure Bank	540	135	300	597	83	29	45	15	17	180	41	400	203	23	12.8%	365	508	589
Local Government Road Fund:																		
22 From Interest	966	243	143	24	33	30	46	15	19	140	40	390	200	60	42.9%	360	500	580
23 From Special Fuel	10,105	10,489	8,980	9,200	9,546	9,659	9,709	9,753	10,213	10,200	10,290	10,600	10,633	433	4.2%	11,079	11,345	11,536
24 From PPL Fee	7,073	6,936	6,711	6,725	6,775	6,612	6,926	6,766	6,986	7,050	7,100	7,100	7,120	70	1.0%	7,210	7,270	7,300
25 From DWI reinstatement fees & ID cards	1,068	1,113	1,129	784	1,015	971	929	896	896	900	900	900	900	-	0.0%	900	900	900
26 From Gasoline Tax (MAP)	2,248	2,116	2,126	2,145	2,147	2,066	2,195	2,123	2,174	2,197	2,220	2,170	2,190	(7)	-0.3%	2,180	2,180	2,170
27 Leased Vehicle Gross Receipts	1,615	2,321	1,815	1,799	1,856	1,910	1,738	1,963	1,924	1,980	1,931	2,000	1,954	(26)	-1.3%	1,978	1,989	2,003
28 Total Local Government Road Fund	23,075	23,218	20,903	20,677	21,402	21,249	21,543	21,518	22,217	22,467	22,481	23,160	22,997	530	2.4%	23,707	24,184	24,489
Aviation Fund:																		
29 Gasoline Taxes (Aviation)	406	382	384	387	387	372	395	383	392	397	400	391	395	(2)	-0.5%	395	395	390
30 Aviation Jet Fuel	826	932	1,314	1,852	1,667	2,808	1,952	1,542	1,243	1,070	820	1,000	1,000	(70)	-6.5%	1,440	1,550	1,600
31 Aircraft License Fees	74	75	73	74	66	68	60	69	48	70	50	60	60	(10)	-14.3%	70	70	70
32 0.046% General Fund GRT (Air Service)	883	891	783	779	855	747	0	1,106	1,009	1,040	1,000	1,106	1,075	35	3.4%	1,115	Sunset	Sunset
33 General Fund (2007 Enhancement)	960	960	1,917	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	-	0.0%	3,000	3,000	3,000
34 Aviation Fund Interest Earnings	107	107	34	8	16	20	36	12	14	97	20	200	100	3	3.1%	180	250	290
35 Total Aviation Fund Income	2,189	3,347	4,504	6,100	5,991	7,016	5,443	6,112	5,707	5,674	5,290	5,757	5,630	(44)	-0.8%	6,200	5,265	5,350
Transportation Fund:																		
36 Motorcycle Registration (Fund 20600)	93	120	131	130	135	138	135	133	135	140	140	140	140	-	0.0%	140	140	140
37 Motorcycle Train. Fund Interest (20600)	5	9	2	1	0	0	0	0	0	1	0	1	1	-	0.0%	1	1	1
38 Driver Improvement Fees (10020)	205	208	193	331	349	340	319	271	274	250	250	250	250	-	0.0%	250	250	250
39 DWI Prevention (20700)	282	331	458	650	486	530	513	517	487	470	500	500	500	30	6.4%	500	500	500
40 Traffic Safety Fees (Fund 20800)	412	474	473	469	446	419	390	526	404	500	500	450	500	-	0.0%	500	500	500
41 Traffic Safety Fees Interest (20800)	92	95	35	3	2	2	2	1	0	1	0	3	1	(0)	-23.1%	3	4	4
42 Community DWI Prevention Fee (20800)	700	1,021	1,150	1,000	1,017	838	789	363	426	410	410	410	410	-	0.0%	410	410	410
43 Red Light Fees (from AOC) (20800)	900	775	854	700	2,029	1,167	1,054	810	777	750	780	780	780	30	4.0%	780	780	780
44 Traffic Safety - Interlock Device (82600)	900	775	854	700	2,029	1,167	1,054	810	777	750	780	780	780	30	4.0%	780	780	780
45 Total Transportation Fund Income	2,690	3,033	3,296	3,284	4,466	3,578	3,356	2,779	2,611	2,572	2,630	2,584	2,632	60	2.3%	2,634	2,635	2,635
46 TOTAL NMIDOT STATE REVENUES	434,066	420,343	407,229	405,056	419,079	415,595	423,523	418,728	439,028	434,113	437,411	443,371	444,081	9,968	2.3%	455,820	461,300	468,559

Distribution of State Road User Revenues

January 2016 Forecast

		Revenue to Road Fund by Fiscal Year (\$ Million)								% of total (FY 2017)		
		2010	2011	2012	2013	2014	2015	2016	2017	Road Fund	NMDOT State Rev	
1 	Gasoline Tax (17.0 cents / gallon)	5.76% to County Government Road Fund										
		0.13% to Motorboat Fuel Tax Fund										
		0.26% to State Aviation Fund										
		10.38% to Municipalities and Counties										
		76.27% to State Road Fund - (13 cents per gallon)	109.2	109.3	105.0	111.8	108.0	110.7	113.2	111.6	27.6%	25.1%
		5.76% to Municipalities										
		1.44% to Municipal Arterial Program (MAP)										
		90.48% to State Road Fund - (19 cents per gallon)	88.0	91.1	92.3	92.6	92.9	97.6	98.0	101.3	25.0%	22.8%
		9.52% to Local Governments Road Fund										
		26.67% to Local Government Road Fund										
2 	Special Fuel (diesel) Tax (21.0 cents/gallon - effective 7/1/2004)	73.33% to Corrective Action Fund										
		100% to State Road Fund	69.6	74.9	72.8	73.5	75.4	80.0	81.5	84.1	20.8%	18.9%
		100% to State Road Fund	5.5	6.0	5.7	5.0	4.7	5.2	5.6	5.8	1.4%	1.3%
		100% to State Road Fund	3.8	4.7	4.8	4.8	5.0	5.2	5.3	5.4	1.3%	1.2%
		100% to State Road Fund	1.4	2.7	0.9	3.2	2.0	3.4	3.3	3.3	0.8%	0.7%
3 	Weight Distance Tax (1¢-4¢/mile)	26.67% to Local Government Road Fund										
		73.33% to Corrective Action Fund										
		100% to State Road Fund	69.6	74.9	72.8	73.5	75.4	80.0	81.5	84.1	20.8%	18.9%
		100% to State Road Fund	5.5	6.0	5.7	5.0	4.7	5.2	5.6	5.8	1.4%	1.3%
		100% to State Road Fund	3.8	4.7	4.8	4.8	5.0	5.2	5.3	5.4	1.3%	1.2%
		100% to State Road Fund	1.4	2.7	0.9	3.2	2.0	3.4	3.3	3.3	0.8%	0.7%
		50 cents on Each Registration to Beautification Fund										
		\$2.00 of each Motorcycle Registration to Motorcycle Training Fund										
		\$2.00 of each Motorcycle Registration to the Taxation & Revenue Department										
		100% of Placard Fees to Taxation and Revenue Department										
4 	Vehicle Registration Fees (\$21-\$172/year) and Miscellaneous Motor Vehicle Fees	100% of Traffic Safety Training Fee (from Penalty Assessments) and Amateur Radio Fees to State Road Fund										
		Tire Recycling Fee (effective 7/1/2003):										
		\$ 1.00 Each Motorcycle	50% to Highway Infrastructure Fund									
		\$ 0.50 per wheel of each bus	50% to Tire Recycling Fund									
		\$ 1.50 each car or light truck	\$1.00 to Highway Infrastructure Fund									
		\$ 1.50 each heavy truck	\$0.50 to Tire Recycling Fund									
		Effective March 1, 2004 remaining revenues go to:										
		74.65% to State Road Fund	72.9	73.4	75.6	74.1	76.2	75.5	79.0	79.4	19.6%	17.9%
		7.60% to County General Funds (allocated by Registration Fees on Vehicles in Each County)										
		7.60% to County Road Funds (allocated by miles of public Roads maintained)										
4.06% to Municipal Street Funds (allocated by property Tax net Taxable value)												
6.09% to County and Municipal General Funds (allocated by property Tax amounts due)												
Transaction Fees (\$3 per Title or Registration)	\$5 or \$6 to Municipal, County or Fee AGENTS											
	Remaining revenues from Transaction Fees go to:											
	50% to State Road Fund	1.0	1.1	1.1	1.2	1.2	1.2	1.2	1.3	0.3%	0.3%	
50% to County Road Fund (allocated by miles of public roads maintained)												
Driver License Fees (\$10 per 4 year period + \$3 EDL + \$3 Driver Safety)	\$6 or \$7 per License to Municipal, County or Fee Agents											
	100% of Remaining Drivers License Fee to SR Road Fund	4.5	4.7	4.4	4.2	4.2	4.2	4.4	4.6	1.1%	1.0%	
	100% Limited License Fees to DWI Prevention and Education Fund											
	100% DWI Reinstatement Fees and remainder of ID Cards to Local Gov. Road Fund											
	100% Enhanced Drivers License Fee (\$3) to Taxation & Revenue Department											
	100% Driver Safety Fee (\$3) to public schools for DWI education											
Total of Gasoline, Diesel, W/D & Registrations		339.7	348.7	345.7	352.0	352.5	363.7	371.7	376.4	93.0%	84.8%	
Total State Road Fund Revenues		367.2	379.7	376.1	386.1	381.3	400.9	399.3	404.8	100.0%	91.2%	
Total NMDOT State Revenues		405.1	419.1	415.6	423.5	418.7	439.0	437.4	444.1	NA	100%	

Special HB2 Language for NMDOT

Section 5: SPECIAL APPROPRIATIONS

- \$375 million “rollover” authority in Project Construction & Design.
- \$55 million “rollover” authority in Highway Operations.
- \$50 million “rollover” authority in Modal.

Section 8: ADDITIONAL FISCAL YEAR 2016 BUDGET ADJUSTMENT AUTHORITY

- Category transfers among personal services and employee benefits category, contractual services and other and in addition to the specific program transfers.
- Five percent budget adjustment authority, by program, on “other state funds,”
 - PDC- \$7.8 million.
 - THOP- \$11.5 million.
 - BSUP- \$2.1 million.
 - MODAL-\$1.5 million.

Section 9: CERTAIN FISCAL YEAR 2017 BUDGET ADJUSTMENTS AUTHORIZE

- \$30 million of budget adjustment authority in FY17.
- Ports of Entry Language-
 - Request program transfer increase up to \$700,000 from other state/internal services from Taxation and Revenue Department.
 - Request program transfer increase up to \$1,386,200 from other state/internal services from Public Safety Department.
 - Request program transfer increase up to \$2,000,000 from other state funds and fund balance from the State Road Fund to hire, purchase equipment and maintenance at the ports of entry facilities.
 - Request program transfer increase up to \$4,000,000 from other state funds and fund balances from the weight distance tax identification permit fund for capital improvements at the ports of entry facilities.

State and Federal Debt Service

