

SDOT's 2011-2012 Budget

CTAC III

February 1, 2011



Overview

Seattle's multi-modal transportation infrastructure is valued at over \$13 billion.



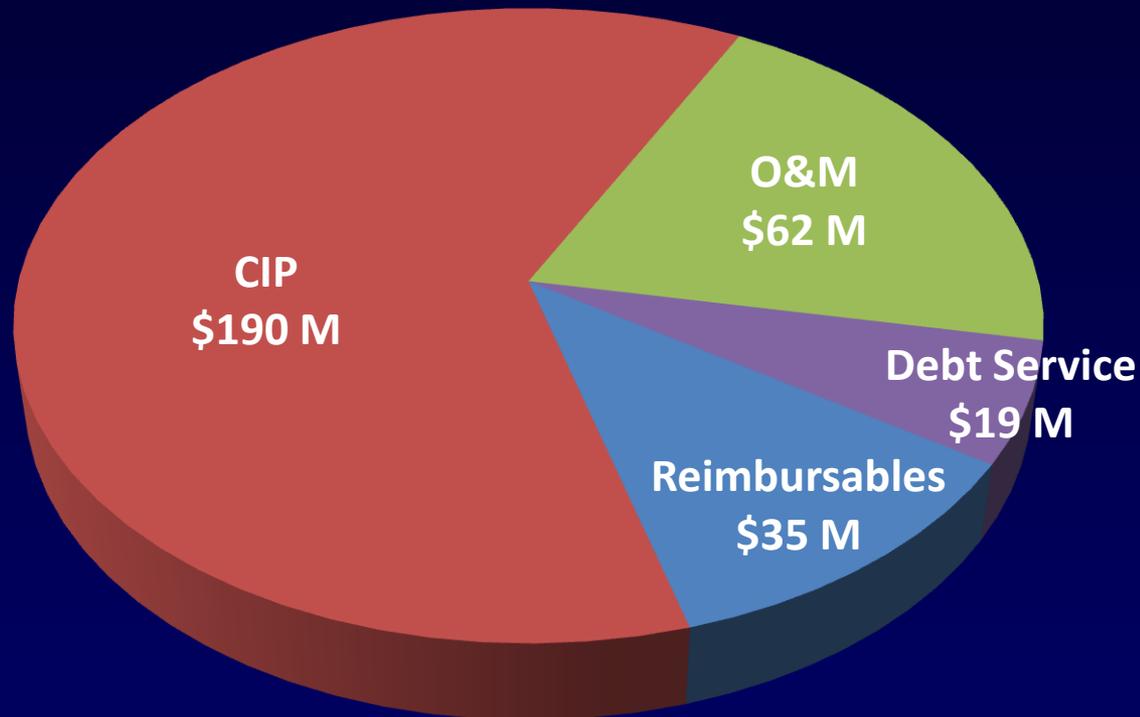
- 2011 annual budget - \$306 million total
- 768 employees

Where SDOT's money comes from

| Funding Source (in millions \$) | Amount | % of Total |
|--|---------------|-------------------|
| Local Funding | \$135 | 44% |
| Grants and Partnerships | \$69 | 23% |
| Bonds and other debt | \$67 | 22% |
| Reimbursables | \$35 | 11% |
| 2011 Total Funding | \$306 | 100% |

Where SDOT's money goes

2011 Budget \$306M



- Nearly two-thirds of budget is the Capital Improvement Program
- Operations and Maintenance represents about one-fifth of budget

SDOT's 2011 Capital Improvement Program and how it is funded

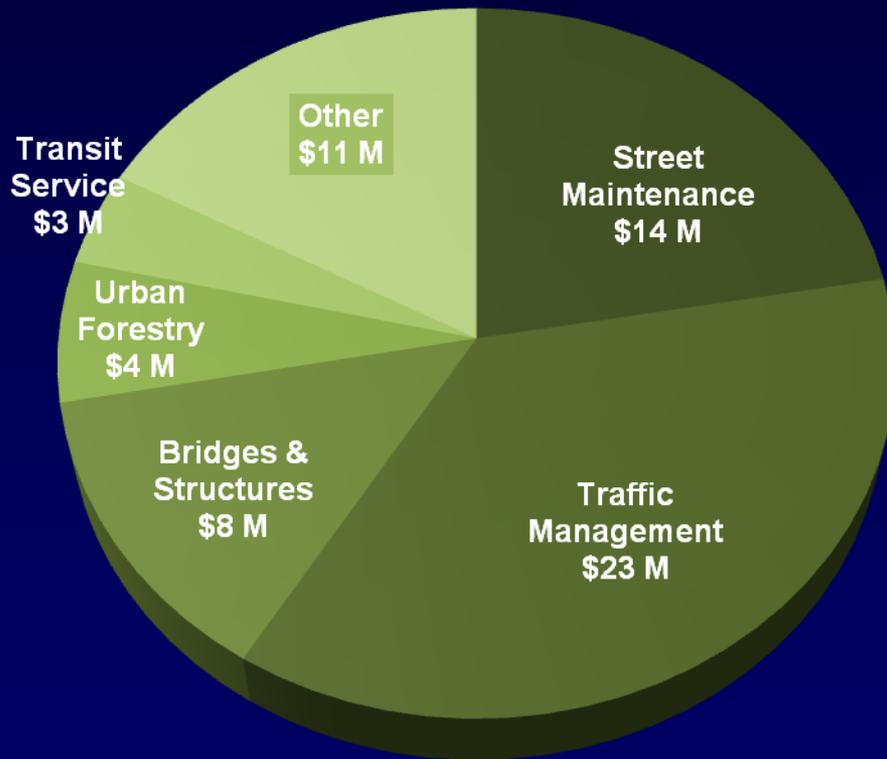
CIP Budget \$190 M



| 2011 CIP Funding | |
|----------------------|----------------|
| Grants/Partnerships | \$69 M |
| Bonds and other debt | \$67 M |
| Local Funding | \$54 M |
| Total | \$190 M |

SDOT's 2011 Operations and Maintenance and how it is funded

O&M Budget \$62 M



| 2011 O&M Funding | |
|--------------------------|---------------|
| Local Funding | |
| General Fund/Gas Tax | \$43 M |
| BTG | \$8 M |
| \$20 Vehicle License Fee | \$4 M |
| Other Local Dollars | \$7 M |
| Total | \$62 M |

Transportation funding challenges



- Transportation funding declining
 - Base revenues down \$20M or 25 percent (inflation-adjusted) since BTG approved
- BTG filled only part of need
- Unable to fund all projects identified in transportation master plans

Bridging the Gap (BTG)

- On track to meet nine-year goals
- Three components:
 - property levy (expires 2015)
 - commercial parking tax
 - employee hours tax (repealed 2009)
- Underinvestment in maintenance even with BTG.
- Less money for the basics means BTG dollars do not go as far.



Council and Mayor supported new revenue for SDOT in 2011



- Three new funding sources; mostly short-term.
 - \$20 Vehicle License Fee (\$4.5M used for operations in 2011)
 - 2-year loan from Museum of History (expires 2012)
 - Additional 2.5 percent increase in Commercial Parking Tax

Funding gap remains for important capital projects

- At present funding levels the City cannot:
 - Complete projects in the Pedestrian Master Plan
 - 80 years to complete top twenty percent of projects.
 - Complete projects in the Bike Master Plan
 - Need \$240M; can only do about \$5M per year through 2016.
 - Support city's contribution to the South Park Bridge.

Our Dilemma

- SDOT's \$13 billion transportation system will continue to decline without additional funding.
- Even with BTG, asset preservation goals are not being met.
- Short term funding in 2011 means SDOT's budget is not sustainable.
- Little relief expected from the City due to continued weakness in General Fund and Real Estate Excise Taxes.

QUESTIONS?