

FY2014 Adjustments:

1. **May - June 2014: \$3,126,284** in TF was transferred from Program Development to the Maintenance appropriation in FY2014 to cover excessive winter maintenance costs.
2. **June 2014: \$1.5M** year-end TF revenue shortfall. FY2014 year-end appropriation balances were reduced by this amount.
3. **June 2014: \$334,000** year-end TIB revenue shortfall. FY2014 year-end appropriation balances were reduced by this amount.

July 2014 Consensus Forecast:

1. **FY2015 TF forecast reduced by \$2.5M.** This resulted in an interim budget and appropriation plan (rescission) that was presented to JFC in September 2014.
2. **FY2015 TIB forecast reduced by \$500,000.** FY2015 budget adjustment reduced project funding.

January 2015 Consensus Forecast:

1. **FY2015 TF forecast was not changed from July. No impact.**
2. **FY2015 TIB forecast reduced by \$2.5M.** This was dealt with in the FY2015 budget adjustment by reducing (borrowing from) the TH Structures Program, thereby pushing the \$2.5M problem into FY2016.
3. **FY2016 TF forecast increased by \$2.7M.**
4. **FY2016 TIB forecast reduced by \$6.6M (approx. 30%)**
5. **FY2016 Net impact is \$6.4M hole: TF +\$2.7M; TIB -\$6.6M; -\$2.5M payback to TH Structures**

Year to Date Performance:

1. **TF revenues cumulative through February are under forecast by \$1.2M.**
2. **TIB revenues cumulative through February are under forecast by approximately \$100,000.**

Future Risks:

1. **Ability to absorb cuts without affecting projects is diminished by impacts identified above and below.**
2. **FY2015 budget adjustment contains \$4 million in flexibility provisions that allow shifting monies between appropriations. This limits flexibility going forward, and reduces the capacity to absorb pressures in FY2016 without impacting projects.**
3. **FY2016 budget assumes \$4M+ in carryforward from FY15 will be available, and GOV REC was already constrained. Leveling Program was reduced from \$6M to \$5M for example.**
4. **2015 Winter Maintenance costs to date exceed 2014 (a record year) by \$2.85M.**
5. **Low fuel prices could adversely affect TIB revenues for the final quarter of FY2015.**
6. **TIB revenue forecast for FY2016 will be further reduced in July if prices stay low. The FY2016 TIB forecast assumes price levels that are higher than current average prices.**
7. **Transportation Fund is forecasted to grow by only \$4.2M (1.6%) from FY2016 to FY2017. This level of growth is insufficient to meet base budget growth pressures.**
8. **Significant federal uncertainty and risk.**