

Transportation Revenue Overview

Senate Committee on Transportation
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January 17th, 2025



JFO

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Outline

- Where have we been
- Where are we now
- Transportation revenue trends



Where Have We Been?

Developments Since Adjournment



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FY 2024 Close

- FY 2024 T-Fund revenues exceeded forecast by \$3.68 million (1.2%).
- T-Fund revenues grew modestly this year, 2.7% year-over-year
- T-Fund ended with a \$9.84 million balance, which rolled over to pay for FY 2025 (NOT “free money” – it’s already spoken for this year).

Transportation Fund Revenues										
FY 2024 Monthly					Cumulative Year to Date					12 Month Sum
Jun-24	Actual	Target	vs Target\$	vs Target %	Actual	Target	vs Target\$	vs Target %	Year-over-Year	
Gasoline tax + assessment	6,027,497	6,006,979	20,518	0.3%	71,450,511	71,400,000	50,511	0.1%	-3.2%	
Diesel fuel tax	1,616,012	1,678,840	-62,828	-3.7%	17,826,670	17,800,000	26,670	0.1%	1.2%	
MV Purchase & Use tax	9,063,879	11,426,594	-2,362,714	-20.7%	96,573,105	94,466,667	2,106,438	2.2%	1.9%	
Motor Vehicle Fees	9,391,704	11,160,617	-1,768,913	-15.8%	93,585,936	92,800,000	785,937	0.8%	6.9%	
Other fees & taxes	2,808,475	2,360,985	447,490	19.0%	23,613,646	22,900,000	713,646	3.1%	10.4%	
Total	28,907,568	32,634,014	-3,726,447	-11.4%	303,049,868	299,366,667	3,683,201	1.2%	2.7%	

Month	Monthly Actual	Jan 2024 Forecast	Actual - Forecast	Cum vs Forecast
Jul-23		22,255,893		
Aug-23		27,194,243		
Sep-23		23,914,510		
Oct-23		25,120,576		
Nov-23		19,994,552		
Dec-23		24,635,117		
Jan-24	29,067,125	21,847,302	7,219,822	7,219,822
Feb-24	22,265,680	20,213,917	2,051,763	9,271,585
Mar-24	24,852,077	26,625,174	-1,773,097	7,498,488
Apr-24	25,982,070	27,139,524	-1,157,454	6,341,034
May-24	28,860,458	27,791,844	1,068,614	7,409,648
Jun-24	28,907,568	32,634,014	-3,726,447	3,683,201
Sum	303,049,868	299,366,667	3,683,201	

T-Fund revenues fell short of the June monthly target by \$3.7 million (-11.4%). The main contributors to this shortfall were Purchase and Use tax, which were \$2.3 million (-20.7%) below forecast, and Motor Vehicle Fees, which were \$1.8 million (-15.8%) below forecast. Gasoline tax and assessment revenues met their targets, while Diesel fuel tax revenues were slightly below target. Despite the June shortfall, year-to-date T-Fund revenues are \$3.7 million (1.2%) higher than the January 2024 forecast. This forecast had been adjusted downwards by \$5.1 million compared to the previous July 2023 forecast for FY 2024.

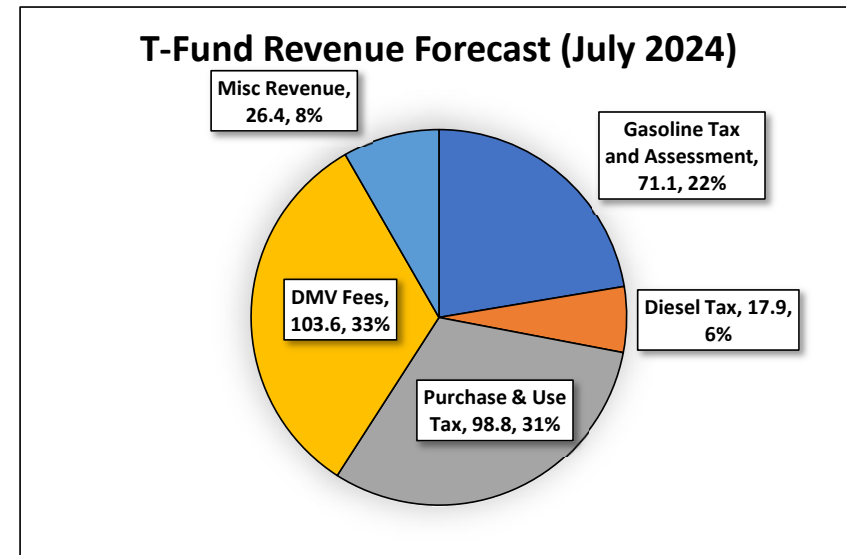
Transportation Fund Operating Statement Department of Finance & Management 7-29-2024	FY 2023 Final	FY 2024 Final
Revenues		
Current Law Revenues	295,139,681	303,049,868
Prior Year Refund of Expenditures	5,546	55,186
Federal Reimbursements	3,120,413	175,539
Total Revenue	298,265,640	303,280,593
Carry forward balance	15,342,989	25,984,426
Total State Funds	313,608,629	329,265,020
Appropriations		
AOT Appropriations	299,059,742	304,753,571
Information Centers	4,059,343	4,235,134
Pay Act/27th Week Payroll	1,502,420	2,500,000
Transportation Debt Service	502,135	
JTOC Appropriations	20,250,000	20,250,000
Contingent Approps / Ex Receipts	0	250,000
Current Year Reversions/Rescissions	(34,787,029)	(12,468,190)
Net Budget Adjustments	(6,700,000)	0
Total Appropriations	283,886,611	319,520,515
Pre-Transfer balance	29,722,018	9,744,505
Transfers		
Transfer (to)/from Downtown Fund	(523,966)	(523,966)
Transfer (to)/from Central Garage Fund	(1,557,843)	0
Transfer (to)/from Recreational Trail Fund	(370,000)	(370,000)
Transfer (to)/from Other funds	148,336	(180,331)
Transfer (to)/from Stabilization Reserve	(1,434,119)	1,165,212
Net Transfers	(3,737,592)	90,915
Ending Balance	25,984,426	9,835,419
Bond Reserve	0	0
Stabilization Reserve Balance	15,359,542	14,194,331
5% Maximum Balance	15,359,542	14,194,331



Transportation Revenue Forecast (July 2024)

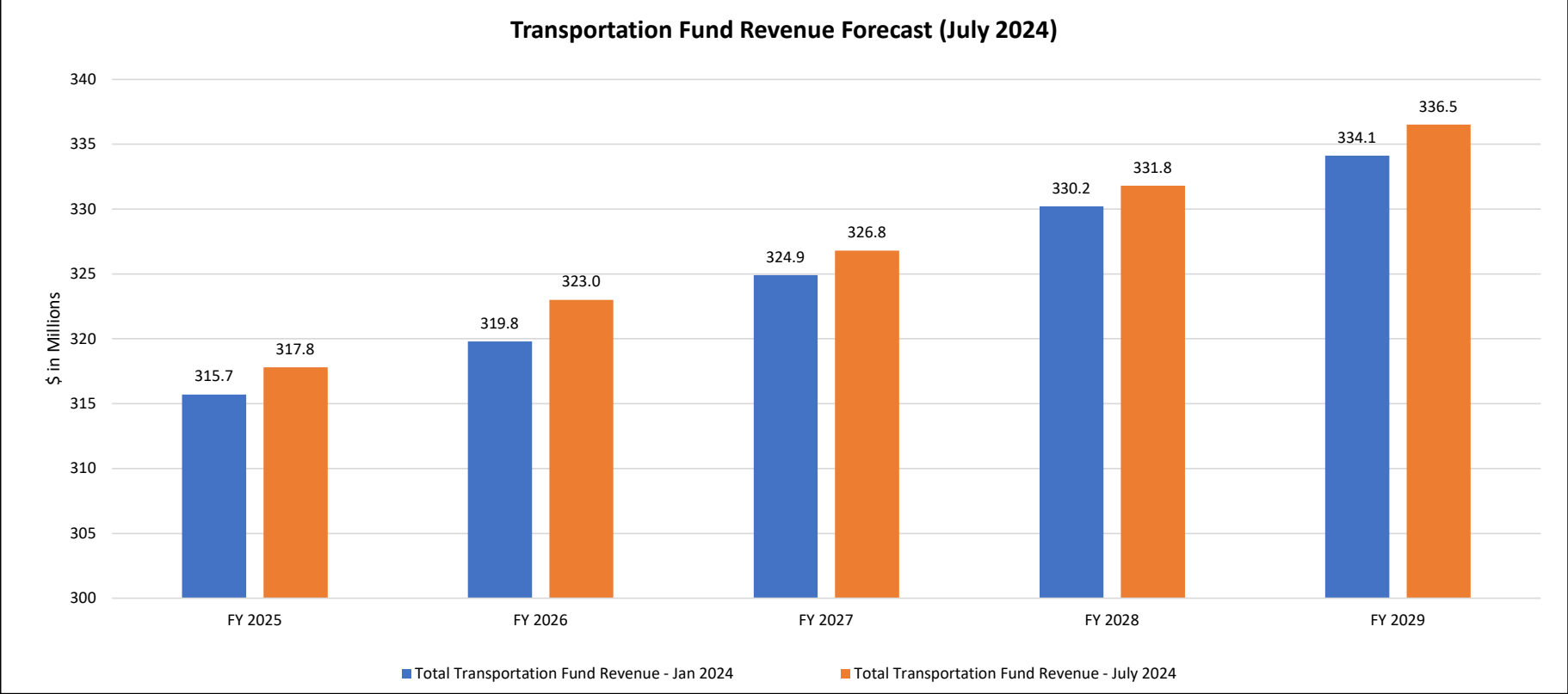
T-Fund Revenue Forecast (July 2024)						
\$ millions						
Revenue Source	FY 2025 <i>Forecast</i>	FY 2026 <i>Forecast</i>	FY 2027 <i>Forecast</i>	FY 2028 <i>Forecast</i>	FY 2029 <i>Forecast</i>	Forecast CAGR FY2025-2029
Gasoline Tax and Assessment (MFTA)	71.1	70.9	70.6	70.0	69.2	-0.67%
Diesel Tax	17.9	17.8	17.7	17.6	17.5	-0.56%
Purchase & Use Tax	98.8	102.2	106.3	110.7	114.7	3.80%
DMV Fees	103.6	104.3	105.2	105.9	106.8	0.76%
Miscellaneous Revenue	26.4	27.8	27.0	27.6	28.3	1.75%
Total Transportation Fund Revenue	317.8	323.0	326.8	331.8	336.5	1.44%

TIB-Fund Revenue Forecast (July 2024)						
Revenue Source	FY 2025 <i>Forecast</i>	FY 2026 <i>Forecast</i>	FY 2027 <i>Forecast</i>	FY 2028 <i>Forecast</i>	FY 2029 <i>Forecast</i>	Forecast CAGR FY2025-2029
TIB Gasoline Assessment (MFTIA)	17.0	17.0	16.8	16.9	17.0	0.04%
TIB Diesel Assessment and Other	2.2	2.1	2.0	1.9	1.9	-3.25%
Total Transportation Fund Revenue	19.2	19.0	18.8	18.8	18.9	-0.31%



Forecast changes January 2024 to July 2024

- The July forecast saw a slight increase to the T-fund forecasted revenues



Where Are We Now?

FY 2025 to date



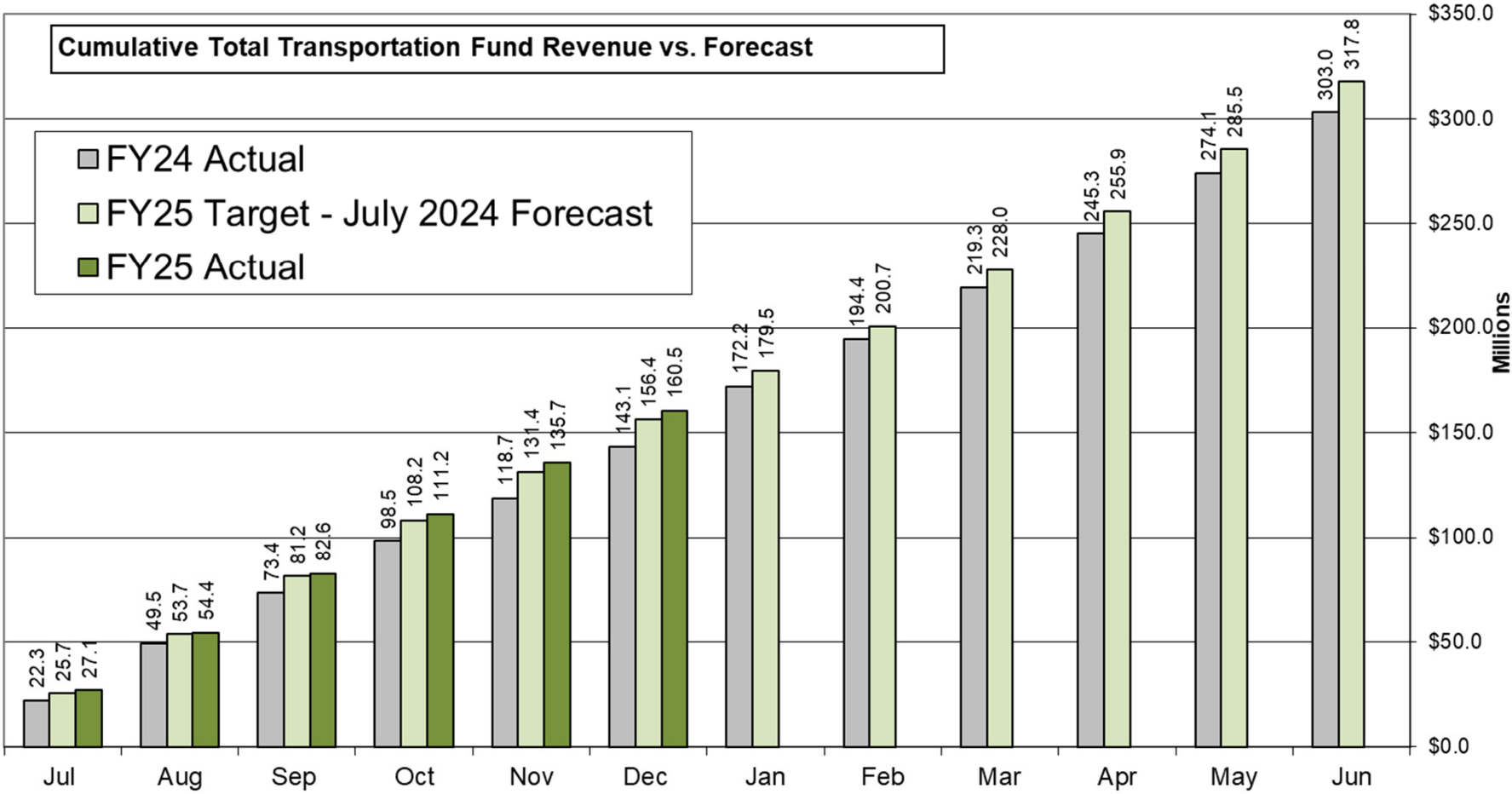
FY 2025 Thus Far

Transportation Fund Revenues										
Dec-24	FY 2025 Monthly				Cumulative Year to Date				12 Month Sum	
	Actual	Target	vs Target\$	vs Target %	Actual	Target	vs Target\$	vs Target %	Year-over-Year	
Gasoline tax + assessment	5,432,791	5,691,273	-258,482	-4.5%	37,162,358	36,983,755	178,603	0.5%	-0.6%	
Diesel fuel tax	1,555,075	1,842,707	-287,632	-15.6%	9,700,966	9,443,782	257,184	2.7%	4.1%	
MV Purchase & Use tax	7,868,254	7,605,285	262,969	3.5%	50,855,119	48,386,155	2,468,964	5.1%	9.7%	
Motor Vehicle Fees	7,126,816	7,064,535	62,282	0.9%	49,602,974	49,035,189	567,786	1.2%	20.3%	
Other fees & taxes	2,831,445	2,779,262	52,183	1.9%	13,194,353	12,504,547	689,806	5.5%	25.8%	
Total	24,814,382	24,983,062	-168,680	-0.7%	160,515,771	156,353,428	4,162,342	2.7%	11.1%	
Month	Monthly Actual	July 2024 Forecast	Actual - Forecast	Cum. vs Forecast	T-Fund revenues underperformed against the December monthly target by \$.2 million (-0.7%). Gasoline tax and assessment was under forecast by \$0.3 million (-4.5%) and Diesel fuel tax was under forecast by \$0.3 million (-15.6%) All other revenue categories slightly overperformed against forecast. Cumulative YTD T-fund revenues are \$4.1 million (2.7%) above target.					
Jul-24	27,067,440	25,651,818	1,415,622							
Aug-24	27,370,884	28,081,839	-710,955	704,667						
Sep-24	28,200,961	27,497,339	703,621	1,408,288						
Oct-24	28,511,740	27,008,976	1,502,764	2,911,052						
Nov-24	24,550,364	23,130,394	1,419,971	4,331,023						
Dec-24	24,814,382	24,983,062	-168,680	4,162,342						
Jan-25		23,154,382								
Feb-25		21,202,142								
Mar-25		27,335,961								
Apr-25		27,819,121								
May-25		29,602,299								
Jun-25		32,332,667								
Sum		317,800,000	4,162,342							



Cumulative Total Transportation Fund Revenue vs. Forecast

- FY24 Actual
- FY25 Target - July 2024 Forecast
- FY25 Actual



Source: JFO analysis of Schedule 2 revenue data as originally reported by the Department of Finance and Management.

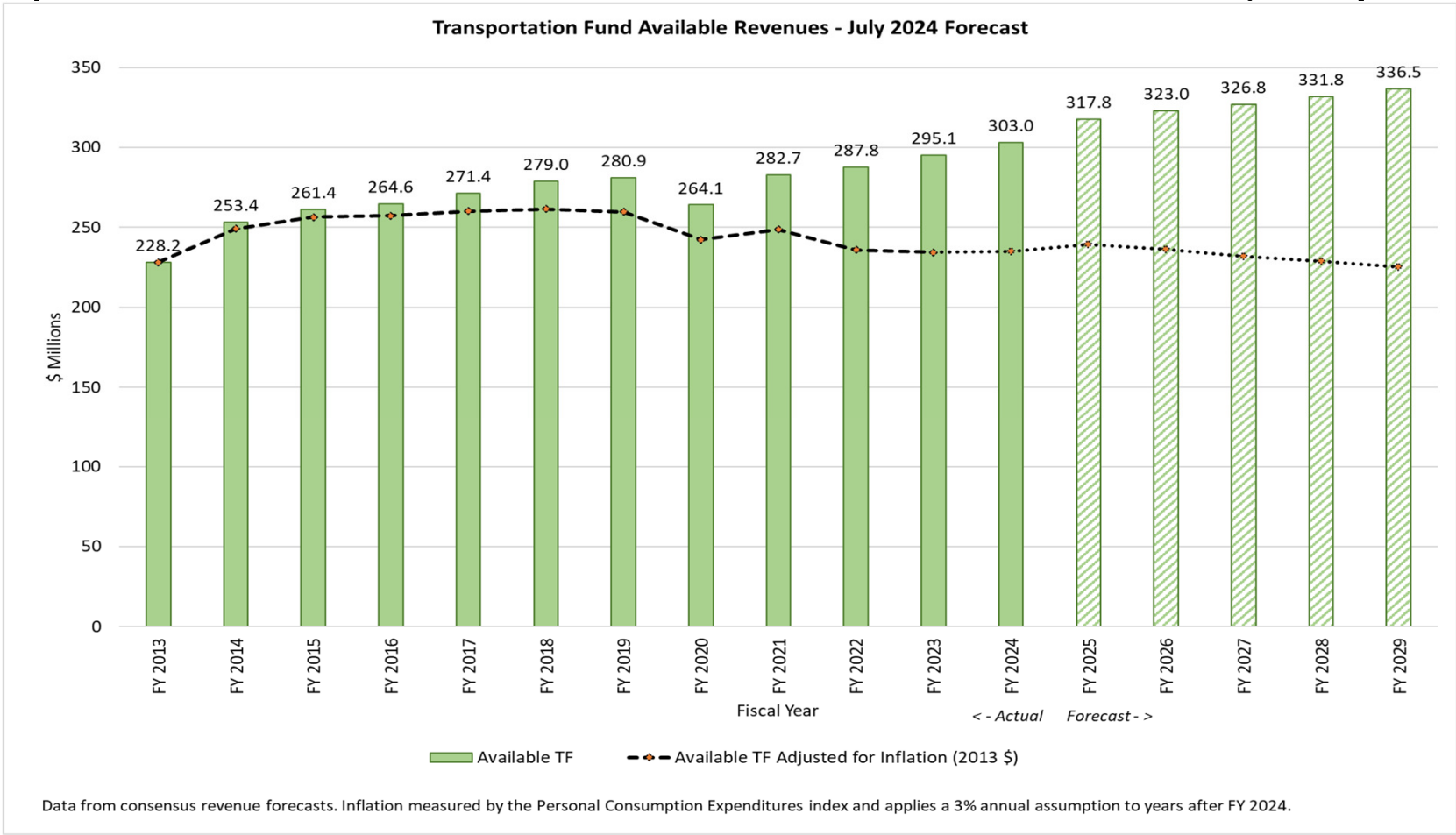


Transportation Revenue Trends

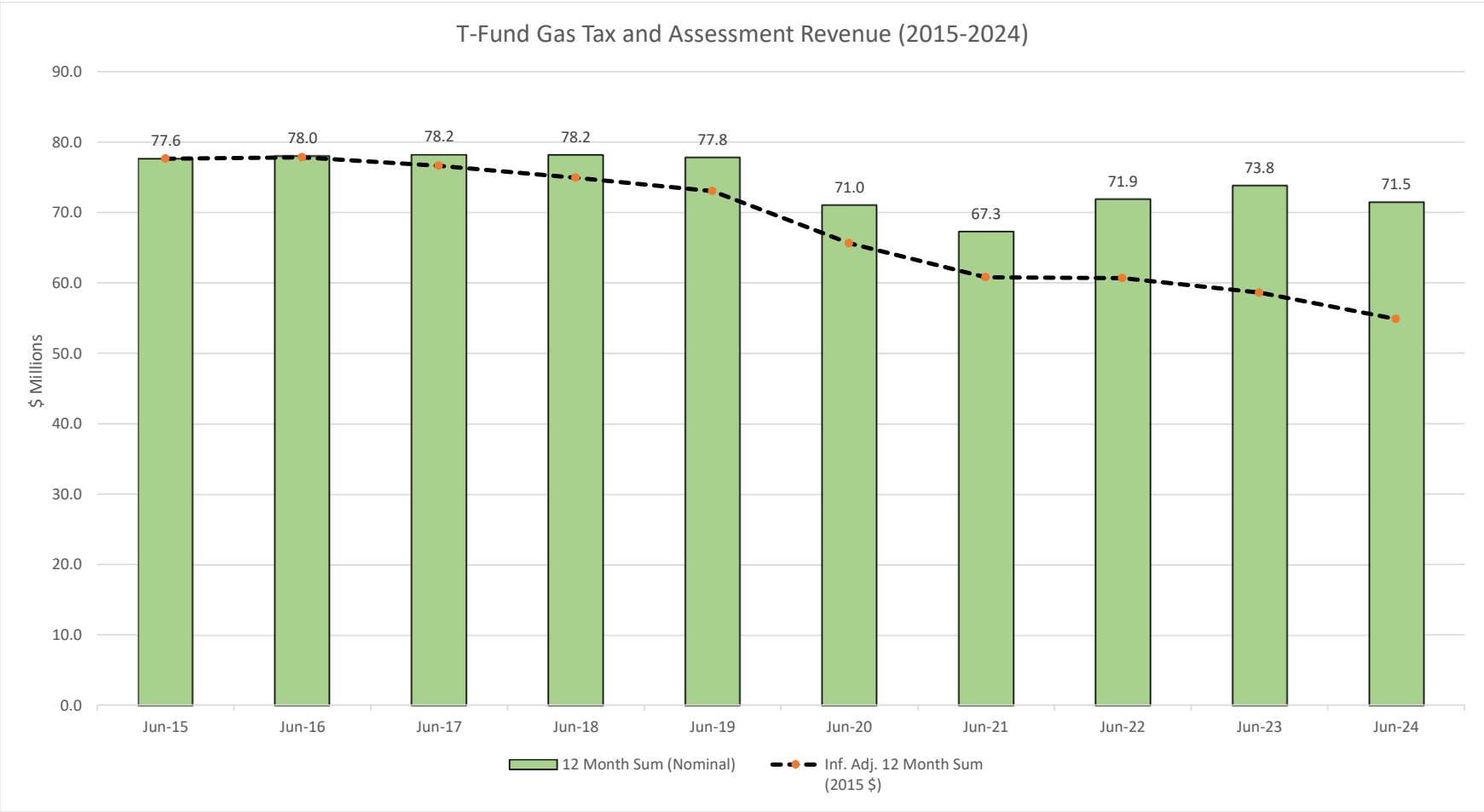
Performance of the Major
Revenue Sources over time



Transportation Fund – Past and Forecast (July 2024)

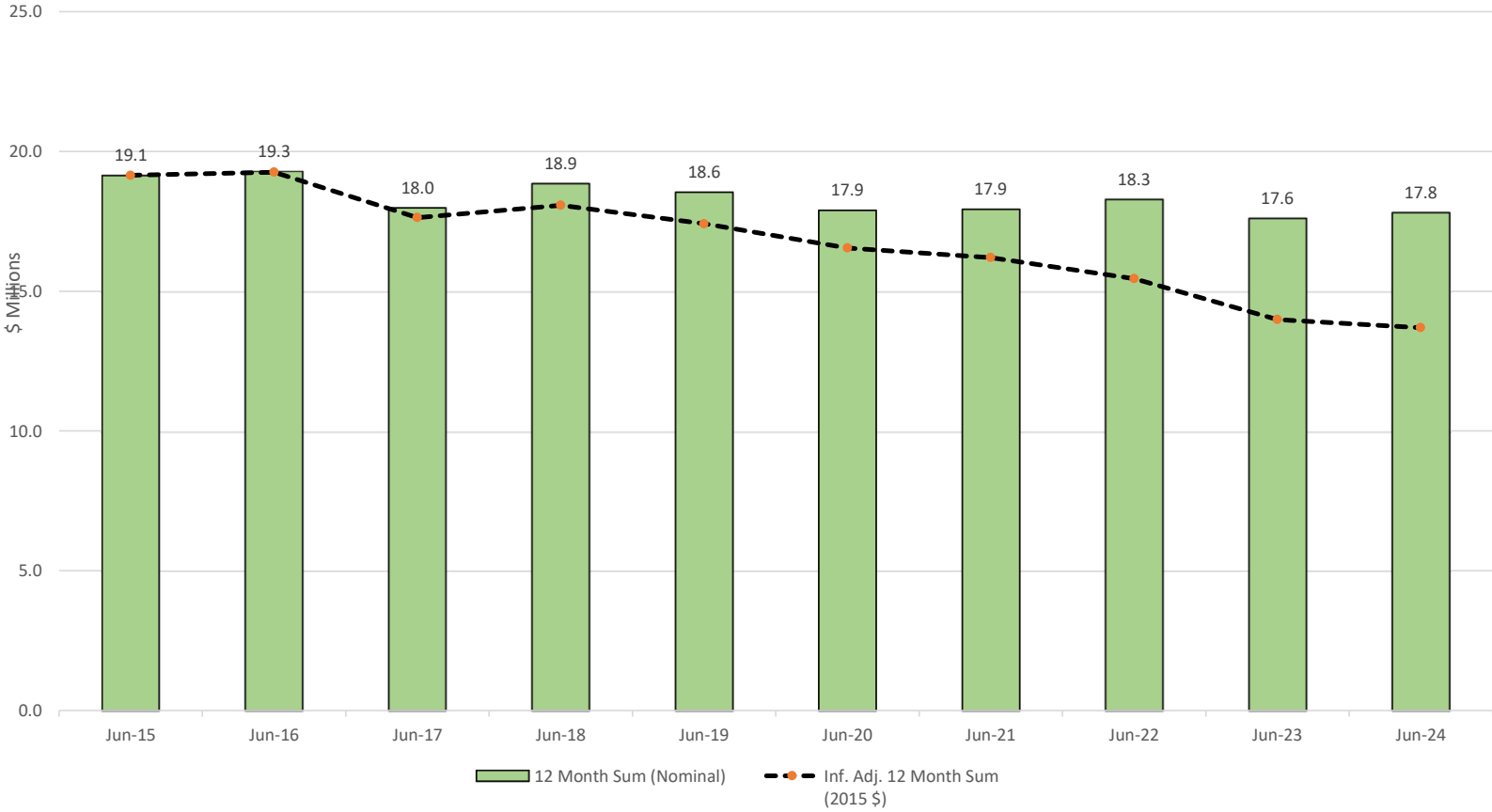


Gas Tax and Assessment



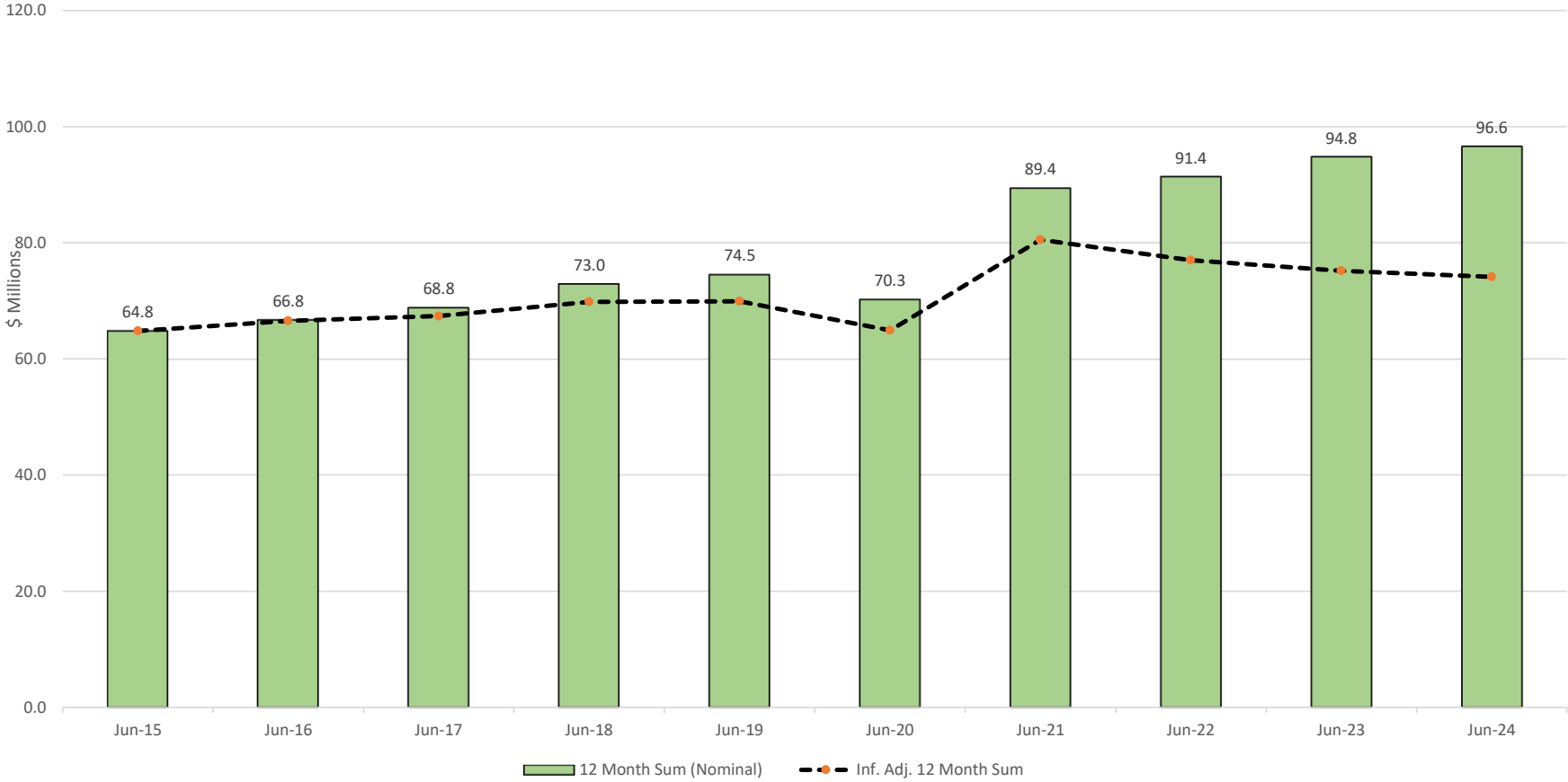
Diesel Tax and Assessment

T-Fund Diesel Tax and Assessment Revenue (2015-2024)



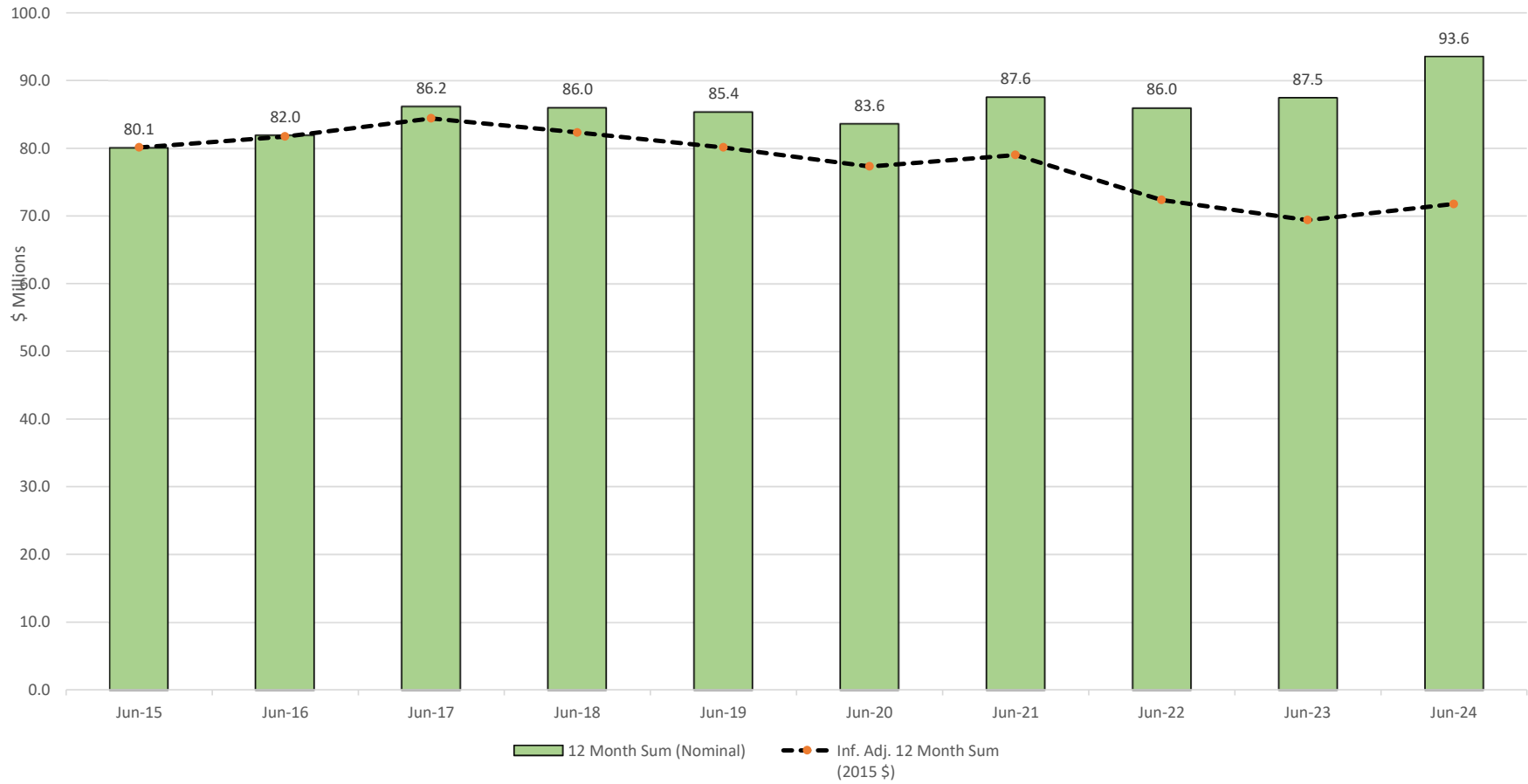
Purchase and Use

T-Fund Purchase and Use Revenue (2015-2024)



DMV Fees

DMV Fees Revenue (2015-2024)



Other Revenues

Other T-Fund Revenues (2015-2024)



T-Fund Revenues 2001-2024

Transportation Fund Revenues (2001-2024)

