

Christina Watson

From: gus@khouriconsult.com
Sent: Friday, January 10, 2020 1:29 PM
To: Debbie Hale; Christina Watson
Subject: Fwd: Funding Update - January 10, 2020

Please see below. CTA just shared DOF's chart which was just posted.

Begin forwarded message:

From: California Transit Association <info@caltransit.org>
Date: January 10, 2020 at 1:17:03 PM PST
To: "gus@khouriconsult.com" <gus@khouriconsult.com>
Subject: Funding Update - January 10, 2020
Reply-To: "California Transit Association" <info@caltransit.org>



Governor Newsom Releases Proposed Fiscal Year 2020-21 Budget

This morning, Governor Newsom [released his proposed Fiscal Year 2020-21 Budget](#). The Governor's Budget redoubles the Administration's efforts to address homelessness, combat the effects of climate change and expand access to health care services to undocumented people.

As in 2019-20, the Budget is light in specific discussion of public transit; however, it does reference his recent Executive Order on Climate Change, stating that the budget reflects his priorities to address both short- and long-term

climate risks, including “decarbonization in the state’s largest sector of emissions by providing clean vehicles, clean fuels, low-carbon transportation options, and transit-oriented development, with enhanced prioritization on short-term environmental and public health benefits in disadvantaged and vulnerable communities.”

To support public transit, the Budget estimates the State Transit Assistance (STA) Program would receive approximately \$804 million in 2020-21, an increase of \$37 million over current year. Intercity and Commuter Rail would receive an estimated \$269 million in the coming fiscal year. We estimate that Cap and Trade funding will provide an additional \$125 million to the Low-Carbon Transit Operations Program, which is distributed using the STA formula. Lastly, the Transit and Intercity Rail Capital Program will receive SB 1 funds and Cap and Trade revenues (approximately \$511 million in FY 2020-21). A breakdown of these revenue totals follows:

Estimated Transit Funding			
Source	2018-19	2019-20	2020-21
<i>STA</i>			
Base (2.375%)	\$216,984	\$214,941	\$225,281
Gas Tax Swap (1.75%)	\$149,694	\$148,024	\$155,684
SB 1 (3.5%)	\$299,387	\$296,048	\$311,288
STA SGR (TIF)	\$105,000	\$108,000	\$112,000
Total	\$771,065	\$767,013	\$804,253
<i>INTERCITY & COMMUTER RAIL</i>			
Base (2.375%)*	\$216,984	\$214,941	\$225,281
SB 1 (0.5%)	\$42,772	\$42,293	\$44,470
Total	\$259,755	\$257,233	\$269,751
<i>LCTOP</i>			
Cap & Trade (5.0%)	\$147,000	\$114,100	\$125,000
Total	\$147,000	\$114,100	\$125,000
<i>TIRCP**</i>			
Cap & Trade (10.0%)	\$282,500	\$228,200	\$250,000
SB 1 (TIF)	\$245,000	\$251,000	\$261,000
Total	\$527,500	\$479,200	\$511,000
* Funds also used for other Caltrans purposes			
**Funds Included as part of five-year programming cycle			

Highlighted cells represent Association staff’s funding estimates and will be revised following input from the Department of Finance.

The Governor’s Cap and Trade Expenditure Plan includes \$150 million for Clean Trucks, Buses, & Off-Road Freight Equipment. Historically, this line item has supported the California Air Resources Board’s Hybrid and Zero-Emission Truck and Bus Voucher Incentive Project (commonly referred to as HVIP). This is an \$8 million increase from the \$142 million directed to this purpose in the previous fiscal year. Additionally, the Cap and Trade Expenditure Plan includes \$33 million for workforce training to be overseen by the Workforce Development Board.




Separate from the Cap and Trade Expenditure Plan, the Budget includes a one-time appropriation of \$51 million for the California Energy Commission’s Alternative and Renewable Fuel and Vehicle Technology Fund. This fund aims to accelerate deployment of electric vehicle charging infrastructure for light-, medium- and heavy-duty vehicles and can be accessed by transit agencies to comply with the California Air Resources Board’s Innovative Clean Transit regulation.

Additionally, the Budget includes a \$1 billion General Fund investment (\$250 million in 2020-21, with additional funding in later years) for a Climate Catalyst Fund, to be administered by the state’s Infrastructure Economic Development Bank in consultation with the Strategic Growth Council and the Labor and Workforce Development Agency. This revolving loan fund will provide low-interest loans for a portfolio of climate-related projects, prioritized in areas that help meet the state’s climate and equity goals, and where technologies and infrastructure exist that could be deployed at much greater speed and scale but face barriers in the private market. The budget notes that this fund may be used to purchase zero-emission transit and rail equipment and electric charging and hydrogen refueling infrastructure.

Finally, the Budget references the [Executive Order](#) issued by the Governor earlier this week, committing to strike teams to assist local governments in addressing their homelessness challenges, and, leveraging state property to provide new assets to help address the state’s homelessness crisis. As outlined in our [January 8 Legislative Bulletin](#), the Executive Order requests all counties, cities, [public transit agencies](#), special districts, school districts, tribal governments, and non-governmental actors, including businesses, faith-based organizations, and other non-profit agencies, to examine their own ability to provide shelter and house homeless individuals on a short-term emergency basis and coordinate with local authorities to provide shelter and house individuals.

The Governor’s Budget Summary can be found [here](#).

If you have any questions or comments about this Funding Update
please contact Legislative Advocate Matt Robinson at 916-446-4656, ext. 1022 or matt@caltransit.org,
or Legislative and Regulatory Advocate Michael Pimentel at 916-446-4656 ext. 1034 or michael@caltransit.org.

Connect with us   

California Transit Association | 1415 L Street, Suite 1000, Sacramento, CA 95814 | (916) 446-4656 | caltransit.org 

[Unsubscribe](#) | [Update Profile/Email Address](#) | [Privacy Policy](#)