



COLORADO
Department of Transportation

Office of the Chief Engineer

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DATE: JULY 19, 2018
TO: TRANSPORTATION COMMISSION
FROM: HERMAN STOCKINGER, DIRECTOR, OFFICE OF POLICY AND GOVERNMENT RELATIONS
JOSH LAIPPLY, CHIEF ENGINEER
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SUBJECT: SENATE BILL (SB) 18-001 FY 2019 GENERAL FUND TRANSFER

Purpose

To summarize the proposed allocation of the FY 2019 General Fund transfer to CDOT under Senate Bill (SB) 18-001.

Action

Staff requests Transportation Commission approval of the proposed allocation of \$346.5 million.

Background

SB 18-001 provides \$495.0 million to state and local transportation projects statewide through General Fund transfers in FY 2019 and FY 2020. This is divided 70% to the state, 15% to local governments and 15% to a new Multimodal Fund (MMF). CDOT will receive \$346.5 million and locals/MMF \$74.25 million each. The local money is split evenly between cities and counties and will be distributed via the local government Highway Users Tax Fund (HUTF) distribution formula. All the multimodal funding is administered through CDOT. Local governments receive 85% of it and CDOT receives 15% for statewide multimodal projects. The multimodal funds may be used for transit projects, operating expenses or studies. The first transfer to CDOT, totaling \$346.6 million, was received on July 6, 2018.

On July 1, 2019, another SB 18-001 transfer of \$150.0 million will occur. Of this, CDOT receives \$105.0 million, and local governments receive \$22.5 million, split evenly between counties and cities. The MMF also receives \$22.5 million, split 85% to local government transit projects and 15% to the state for CDOT transit programs.

The proposed allocation of the first year transfer to CDOT of \$346.5 million is detailed in Table 1 below. Staff presented the proposed allocation at workshops with the Transportation Commission and the Statewide Transportation Advisory Committee (STAC) in June, with STAC recommending the Commission adopt the proposed allocation at their July meeting. In order to maintain the current project schedule, the Commission already approved in June the allocation of \$94 million to the I-25 Gap. Staff now requests Commission approval of the remaining allocation of funds.



The proposed allocation was developed with the intention of:

- Moving forward with previously approved SB 267 projects despite the current uncertainty surrounding timing for the receipt of funds (SB 267 is currently the subject of a lawsuit scheduled for October).
 - Preconstruction of projects not yet fully designed
 - Construction of projects for which all, or a portion of the design, is complete
- Maintaining I-25 Gap project schedule.
- Making a significant commitment to asset management to support the transition from RAMP and begin projects today that will improve the condition of the current system.
- Maintaining a commitment to ADA improvements.
- Consideration of years 1 and 2 of SB 267

Table 1 also includes the proposed distribution of SB 267 funding between years 1 and 2, based on the SB 267 projects approved by the Commission in November 2017.

Options and Recommendations

1. Review and approve the proposed allocation in Table 1 for funding with the \$346.5 million FY 2019 General Fund transfer----**STAFF RECOMMENDATION.**
2. Request more information on department priorities to use with the General Fund transfer.
3. Alter existing priorities and programming to use with the General Fund transfer, with staff returning in the coming months with an updated allocation for adoption.

Next Steps

Staff will return to the Commission in August with an amended FY 2019 CDOT Annual Budget. The budget will be amended to reflect the additional \$346.5 million received as a General Fund transfer under SB 18-001, as well as the allocation of funds as approved by the Commission. This will include the proposed allocation of \$100 million in asset management funds to specific funding programs such as Surface Treatment. Staff is currently developing a proposed allocation of the asset management funds based on an assessment of the overall advancement of individual asset programs, and funding need.



Table 1.

Project / Area	Construction					Year 1 Total (including Federal Grants)
	Precon	SB1 Year 1 (July 2018)	SB267 Year 1 2018/2019	SB267 Year 2 2019/2020	Federal Grants	
I-25 Gap	\$2.0 M	\$92.0 M	\$25.0 M	\$133.0 M	\$65.0 M	\$184.0 M
I-25 Seg. 5 & 6	\$19.0 M	\$20.0 M	\$165.0 M	\$15.0 M		\$204.0 M
I-70 WB PPSL		\$25.0 M	\$20.0 M	\$35.0 M	\$25.0 M	\$70.0 M
I-70 Pavement	\$1.1 M	\$23.9 M	\$33.1 M			\$58.1 M
US 550/160 Connection	\$6.3 M		\$54.4 M		\$12.3 M	\$73.0 M
US 50 West of Pueblo	\$1.6 M			\$35.5 M		\$1.6 M
US 160 Towaoc Passing Lanes		\$9.0 M		\$2.2 M	\$2.0 M	\$11.0 M
SH 9 Frisco North			\$9.5 M			\$9.5 M
US 50 Little Blue (fall 2019 construction start)				\$9.5 M	\$18.0 M	\$18.0 M
SH 13 Rio Blanco		\$10.8 M	\$7.5 M			\$18.3 M
SH 13 Wyoming South		\$9.2 M	\$23.0 M	\$10.8 M		\$32.2 M
Ballot/Potential Grant Projects Preconstruction	\$21.6 M					\$21.6 M
ADA		\$5.0 M		\$20.0 M		\$5.0 M
Asset Mgmt		\$100.0 M				\$100.0 M
Unallocated			\$4.5 M	\$189.0 M		\$4.5 M
Total	\$51.6 M	\$294.9 M	\$342.0 M	\$450.0 M	\$122.3 M	\$810.8 M



Resolution #TC 18-XX-XX

Instructing the Colorado Department of Transportation to dedicate revenue received in FY 2019 through Senate Bill 18-001 to the approved list of projects and programs enclosed.

Approved by the Transportation Commission on July 19, 2018

WHEREAS, Colorado Senate Bill (SB) 18-001 provides for the transfer of \$346.5 million in General Funds for transportation projects to the Colorado Department of Transportation in July, 2018 and provides the Colorado Transportation Commission the authority to designate and select projects for this purpose; and

WHEREAS, Colorado Senate Bill (SB) 17-267 generates an estimated \$1.88 billion for transportation projects through lease purchase agreements and provides the Colorado Transportation Commission the authority to designate and select projects for this purpose; and

WHEREAS, the Colorado Transportation Commission developed criteria for project selection in conjunction with applicable stakeholders and selected projects for funding with SB 267 for Fiscal Years 2018-2019 and 2019-2020; and

WHEREAS, the Colorado Transportation Commission approved eleven projects and programs totaling \$788.67 million on November 16, 2017; and

WHEREAS, SB 17-267 funds have not yet been received and significant uncertainty remains regarding the timing of receipt due to pending litigation; and

WHEREAS, SB 18-001 funds provide an opportunity to ensure that the projects previously approved for funding with SB 17-267 can continue to move forward despite the uncertainty associated with SB 17-267; and

WHEREAS, SB 17-267 projects have been identified for funding with SB 18-001 based on project readiness and the need for preconstruction and construction funding in the next year; and

WHEREAS, the Colorado Transportation Commission also recognizes the state's significant asset management needs, and the need to support the transition from RAMP whereby funding available for asset management has been reduced in 2018, with a similar reduction anticipated in 2019; and

WHEREAS, the allocation of SB 18-001 funds to asset management provides an opportunity to restore asset management funding levels in 2018 and 2019 and begin projects today that will improve the condition of the current system; and

WHEREAS, the Colorado Transportation Commission also recognizes the potential for significant additional funding in the future through SB 17-267, SB 18-001, or through potential ballot initiatives in 2018 and 2019 or federal grants; and

WHEREAS, the allocation of SB 18-001 funds to preconstruction activities for potential ballot or grant projects will allow projects to continue to make progress towards construction in order to be ready if and when funding becomes available; and

NOW THEREFORE BE IT FURTHER RESOLVED, the Colorado Transportation Commission approves the following list of transportation projects and programs for Fiscal Year 2018-2019 of SB 18-001:

- SB 267 Projects Preconstruction
 - I-25 Gap - \$2,000,000
 - I-25 North Segments 5 and 6 - \$19,000,000
 - I-70 Eastern Plains Pavement - \$1,100,000
 - US 550/160 Connection - \$6,300,000
 - US 50 West of Pueblo - \$1,600,000
- SB 267 Projects Construction
 - I-25 Gap - \$92,000,000
 - I-25 North Segments 5 and 6 - \$20,000,000
 - I-70 Westbound Peak Period Shoulder Lanes - \$25,000,000
 - I-70 Eastern Plains Pavement - \$23,900,000
 - US 160 Towaoc Passing Lanes - \$9,000,000
 - SH 13 Rio Blanco - \$10,800,000
 - SH 13 Wyoming South - \$9,200,000
 - ADA Improvements - \$5,000,000
- Ballot/Potential Grant Projects Preconstruction - \$21,600,000
- Asset Management - \$100,000,000