

FY09 Financial Status



Turn Around Plan Reconciliation

	FY08 shortfall - rolled forward into FY09		\$ (456,219,591)	made up of unbooked asphalt/fuel index; unencum contracts;A/C - all contributed to deficit					
AOB	Original Cap O/L budget		\$ 1,494,852,263						
Amd 2	Add GO Bonds		\$ 171,050,000						
Amd 3	Trans funding to SRTA for debt		\$ (86,955,141)						
Amd 4	Local cash participation		\$ 7,978,132						
			\$ 1,586,925,254	budget					
			\$ 1,130,705,663	purchasing power for '09/before supplemental	GO Bonds	\$ 244,287,038	needed		
						\$ 114,287,038	amt couldn't use		
	Supplemental:		\$ 130,000,000	GO Bonds					
	Computer equipment	\$ 2,000,000							
	Equipment	\$ 3,000,000							
	M/V purchases	\$ 1,500,000							
	Proj 107	\$ 4,000,000							
	I/T consultants	\$ 1,500,000							
	Landscape / Mow contracts	\$ 2,490,000							
	Payraise elimination	\$ 3,600,000							
	Employer Health share	\$ 5,684,098							
	Personal Services	\$ 8,152,000				\$ 4,300,000			
	LARP	\$ 20,400,000							
	Off Sys / Most Need	\$ 22,000,000							
	GO Debt Service Adj	\$ 16,500,000							
			\$ 90,826,098						
			\$ 220,826,098						
						comercial paper	\$ 50,000,000		
						STIB	\$ 28,100,000		
						CID	\$ 5,000,000		
						GHA	\$ 5,000,000		

FY 09 Budget

	ADJUSTED AOB	YEAR TO DATE EXPENDITURES AS OF 3/31/09	REMAINING AOB	Projections Mar - June	Projected Surplus/Deficit
<u>Object Class Description</u>					
Personal Services	\$ 273,307,155	\$ 208,083,537	\$ 65,223,618	\$ 84,241,720	\$(19,018,103)
Capital Outlay	\$ 1,812,296,899	\$ 1,472,591,335	\$ 339,705,564	\$ 339,705,564	\$ -
Operations	\$ 399,617,639	\$ 255,535,966	\$ 144,081,672	\$ 113,395,879	\$ 30,685,793
Department Total	\$ 2,485,221,693	\$ 1,936,210,838	\$ 549,010,855	\$ 537,343,163	\$ 11,667,690
<u>Funding Sources</u>					
	\$ -				
Motor Fuel	\$ 841,714,337	\$ 677,328,193	\$ 164,386,144		
State General Funds	\$ 24,384,702	\$ 6,706,751	\$ 17,677,951		
Federal Funds	\$ 1,241,612,193	\$ 946,633,376	\$ 294,978,817		
Federal Grants	\$ 45,461,552	\$ 31,255,797	\$ 14,205,755		
Local Cash Participation	\$ 11,667,987	\$ 18,906,571	\$ (7,238,584)		
Misc. Income (44R)	\$ 14,355,922	\$ 11,263,441	\$ 3,092,481		
G.O. Bonds	\$ 306,025,000	\$ 118,164,710	\$ 187,860,290		
GARVEE Bonds	\$ -	\$ 125,951,999	\$ (125,951,999)		
Department Total	\$ 2,485,221,693	\$ 1,936,210,838	\$ 549,010,856		

NOTE: Personal Services projection covers 7 payrolls (March 31, Apr, May and June)
 Capital Outlay will be spent 100%
 Operations projection represents GARVEE debt payment only -
 no allowance made for day to day operations (vehicle fuel, supplies, etc)

Current Contingency Adjustment Percentages

Utility Contracts	30%
Construction Contracts	
Bridge – New Construction	1%
Bridge Rehabilitation	4%
Bridge Replacement w/no Added Capacity	4%
Bridge Replacement w/Added Capacity	5%
Enhancements	1%
Environmental Improvements	8%
New Construction – Roadway	3%
Other Enhancements	3%
Reconstruction with/Added Capacity	3%
Major Widening	4%
Restoration, Rehabilitation & Resurfacing	6%
Safety Improvements	5%
Traffic Management	4%

Note: Current contingency adjustment percentages are based on an analysis of historical contract modifications over a 3-year period for the various types of projects. The analysis was reviewed by the State Auditor during the June 30, 2008 financial audit. Preliminary Engineering and Right of Way contracts currently do not contain contingency adjustments. Preliminary Engineering contracts do contain a price escalation factor to cover annual pay increases for contract employees.

Cement Asphalt and Fuel Pricing Indices

- Asphalt cement and fuel pricing adjustments are calculated based on quantities of materials estimated at the time the contract is let, quantities of materials placed, and pricing indices.
- All FY 2009 contracts contain a maximum cap of 125% for fuel and asphalt cement.
- All contracts awarded prior to June 30, 2008 contained a maximum cap of 125% for asphalt cement.
- Contract modifications are being processed to add a maximum cap of 125% for fuel to contracts awarded prior to June 30, 2008.
- No adjustment for asphalt cement or fuel is added to contracts with construction scheduled to be complete within one year.
- Current asphalt cement and fuel adjustment Indices are available on GDOT's website at: <http://www.dot.ga.gov/doingbusiness/Materials/Pages/asphaltcementindex.aspx>
- Average asphalt cement and fuel adjustment prices can be found at: <http://www.fuelgaugereport.com>

FY 2008 Contingencies, Asphalt Cement and Fuel Pricing Adjustments

Contingency	Asphalt Cement /Fuel	Total
74,729,162	176,300,262	251,029,424
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- The contingency adjustment amount is based on the percent complete as of February 2009.
- The asphalt/fuel adjustment was calculated for all on-going contracts as of June 30, 2008.

FY 2009 Contingencies, Asphalt Cement and Fuel Pricing Adjustments

Month	Low Bid + Utilities	Engineering & Inspection (5%)	Construction Contingency Adjustments (See % Table)	Utility Contingency Adjustments (30%)	Cement Asphalt & Fuel Adjustments	Total
July	30,432,546	1,509,456	1,734,472	73,030	8,594,276	42,343,780
Aug	23,298,661	1,164,933	1,307,347	0	10,214,755	35,985,696
Sept	19,103,919	874,514	635,596	484,093	2,752,929	23,851,051
Oct	12,988,656	649,227	634,297	1,235	2,819,353	17,092,768
Nov	62,433,087	2,794,659	2,924,708	1,961,972	11,993,784	82,108,210
Dec	57,480,348	2,872,801	2,366,863	7,298	13,533,121	76,260,431
Jan	54,964,697	2,686,608	2,660,877	369,758	5,801,729	66,483,669
Feb	<u>31,112,337</u>	<u>1,549,007</u>	<u>1,541,511</u>	<u>39,660</u>	<u>3,179,065</u>	<u>37,421,580</u>
Total	291,814,251	14,101,205	13,805,671	2,937,046	58,889,012	381,547,185

Historical Project Overruns
(in millions)

Fiscal Year	Total
2009 thru February	242,187,358
2008	312,760,226
2007	645,575,731
2006	445,070,466

Funds Available for Capital Outlay

FY09 AOB	1,585,304,440
Expenditures through April 14, 2009	1,575,374,431
Funds Available for Capital Outlay as of April 14, 2009	9,930,009
Capital Outlay Adjustments:	
(a) Contracts in the Pipeline	(67,733,860)
(b) Local Match	69,876,695
(c) Budget Adjustments	<u>(27,351,291)</u>
Total Adjustments	(25,208,456)
Adjusted Remaining Balance	(15,278,447)
(d) AFY09 Governor's Recommendation- Turnaround Plan	<u>220,826,098</u>
Anticipated funds available for Capital Outlay	205,547,651

Funds Available for Capital Outlay - Continued

Anticipated funds available for Capital Outlay	<u>205,547,651</u>
FY 09 Unencumbered Contracts:	
July	-
August	-
September	(19,111)
October	
November	(4,064,407)
December	(6,883,962)
January	(26,683,162)
February	(34,291,403)
March	(25,341,477)
April	<u>(64,473,213)</u>
Total Unencumbered Contracts	<u>(161,756,735)</u>
Anticipated funds available for Capital Outlay less FY 09 Unencumbered Contracts	<u>43,790,916</u>

Funds Available for Capital Outlay - Continued

Anticipated funds available for Capital Outlay less FY 09 Unencumbered Contracts	<u>43,790,916</u>
Outstanding Contingencies from Encumbered Contracts	
Current Fiscal Year (July-Nov)	(18,119,330)
Funding Available for Capital Outlay	25,671,586

Capital Outlay Funding Plan for FY09 Year End 4/14/09

<u>Fund Source</u>			<u>Remaining</u>	<u>PY Federal</u>	<u>Remain Bal</u>	<u>Add'l PY Fed</u>	<u>remaining</u>
	<u>Current Balance</u>	<u>Clean Up</u>	<u>Balance</u>	<u>budgeted</u>		<u>budgeted</u>	
Federal(FHWA)	(193,354,737)		(193,354,737)	193,354,737	-	434,735,884	434,735,884
Federal Grants	-		-	-			
GO Bonds	65,781,622		65,781,622		65,781,622	50,781,622	50,781,622
Garvee Bonds	(30,045,624)	30,045,624	-	-	-		-
Misc Income	(1,628,519)	1,628,519	-	-	-		-
MFT(60R)	(70,397,500)	\$ 70,397,500	-		-		-
MFT Match (70R)	199,576,769	(102,071,643)	97,505,126	39,602,777	57,902,349	57,902,349	57,902,349
Local Match	55,739,575		55,739,575	-	55,739,575		55,739,575
Commerical Paper	-						
	\$ 25,671,586	\$ -	\$ 25,671,586				\$ 599,159,430

<u>Fund Source</u>	<u>remaining</u>	<u>PY A/C cover</u>	<u>Balance</u>	<u>Pending 1625</u>	<u>PY Contingency</u>	<u>Balance</u>
Federal(FHWA)	434,735,884	(267,416,496)	167,319,388	91,610,237	62,074,174	13,634,977
Federal Grants						
GO Bonds	50,781,622	(50,781,622)	-			15,000,000
Garvee Bonds	-					
Misc Income	-					
MFT(60R)	-					
MFT Match (70R)	57,902,349	\$ (4,772,053)	53,130,296	22,902,559	12,713,988	17,513,749
Local Match	55,739,575		55,739,575			55,739,575
Commerical Paper						
	\$ 599,159,430	\$ (322,188,549)	\$ 276,189,259	\$ 114,512,796	\$ 74,788,162	\$ 101,888,301
						\$ 31,148,726 w/o local match and GO Bonds

\$15 million GO Bonds not used due to lack of eligible expenses to date.

Recommendation for Discussion

- Do stimulus only letting for May
- Evaluate the possibility of a regular federally funded June letting at the next Board meeting

FY10 Budget



FY 2010 Budget by Program

Program	AFY09	FY 10	
Air Transportation	3,100,239	2,411,016	
Airport Aid	19,543,415	13,722,712	
Administration	58,561,624	65,255,114	
Data Collections	10,477,785	11,500,747	
Local Assistance	169,607,945	69,830,871	
Local Assistance- Special Project Most Needed	-	37,354,211	
Local Assistnace- Special Project Off System		35,893,092	
Local Assistance- Special Project LARP		60,000,000	203,078,174
Ports	839,793	926,676	
Rail	347,647	303,766	
Construct & Improve	1,662,852,621	107,890,540	
Construct & Improve- Capital Outlay Special Project	-	1,074,745,688	1,182,636,228
Maintain State Hwy	379,447,449	163,315,354	
Maintain State Hwy-Capital Outlay Special Project	-	154,372,981	317,688,335
Operate State Hwy	47,193,003	59,337,643	
Transit	26,619,819	26,698,410	
SRTA	106,630,353	98,093,687	
TOTAL	2,485,221,693	1,981,652,508	

Note: Does not include GO Bond Debt Service (\$224.7M).

FY 2010 Budget by Fund Source

Department Summary FY 2010	AFY09	FY 10 AOB
Motor Fuel Funds	696,836,714	437,768,470
Motor Fuel Matching Funds	143,972,378	250,550,259
State General Funds	24,384,702	15,420,784
Other	307,417,336	8,895,557
Federal Funds (includes Federal Grants)	1,312,610,563	1,269,017,438
TOTAL	2,485,221,693	1,981,652,508

Total Motor Fuel collections estimated to be \$913M. \$688M will come to GDOT.

Note: Does not include GO Bond Debt Service (\$224.7M).

GDOT FY 2010 Budget Reduction Proposal

Fund Sources	Q1	Q2	Q3	Q4	Total State FY10	
FHWA-year 1	\$ -	\$ 305,429,137	\$ 305,429,137	\$ 305,429,137	\$ 916,287,411	
MFT match	\$ -	\$ 62,557,775	\$ 62,557,775	\$ 62,557,775	\$ 187,673,325	
MFT	\$ 125,161,333	\$ 125,161,333	\$ 125,161,333	\$ 125,161,333	\$ 500,645,332	
Stimulus	\$ 419,408,704				\$ 419,408,704	
State General	\$ 4,759,009	\$ 4,759,009	\$ 4,759,009	\$ 4,759,009	\$ 19,036,036	
Other funds	\$ -	\$ -	\$ -	\$ 7,417,336	\$ 7,417,336	
					\$ 2,050,468,144	
Fund Sources	Q1	Q2	Q3	Q4	Total State FY11	Total Federal FY
FHWA-year 1	\$ 305,429,137				\$ 305,429,137	\$ 1,221,716,548
FHWA-year 2		\$ 310,439,250	\$ 310,439,250	\$ 310,439,250	\$ 931,317,750	
MFT match	\$ 62,557,775	\$ 63,583,943	\$ 63,583,943	\$ 63,583,943	\$ 253,309,604	
MFT	\$ 108,752,263	\$ 108,752,263	\$ 108,752,263	\$ 108,752,263	\$ 435,009,052	
State General	\$ 4,759,009	\$ 4,759,009	\$ 4,759,009	\$ 4,759,009	\$ 19,036,036	
Other funds				\$ 7,417,336	\$ 7,417,336	
					\$ 1,951,518,915	
FY10 Shortfall	\$ 106,000,000			\$ 931,585,680 total stimulus		
Q1 roll forward	\$ (62,557,775)			\$ (512,176,976) Phase I		
Misc in base	\$ (20,000,000)			\$ 419,408,704 Phase II		
Contin furlough	\$ (9,500,000)					
Remain Shrtfall	\$ 13,942,225					

Recommendation for Discussion

- Do stimulus only lettings for July and August
- Restart regular lettings in September for contract execution in October