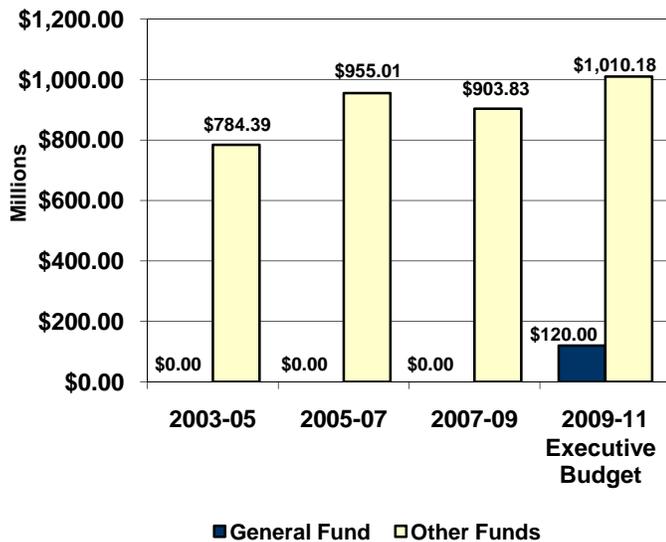


**Department 801 - Department of Transportation
 Senate Bill No. 2012**

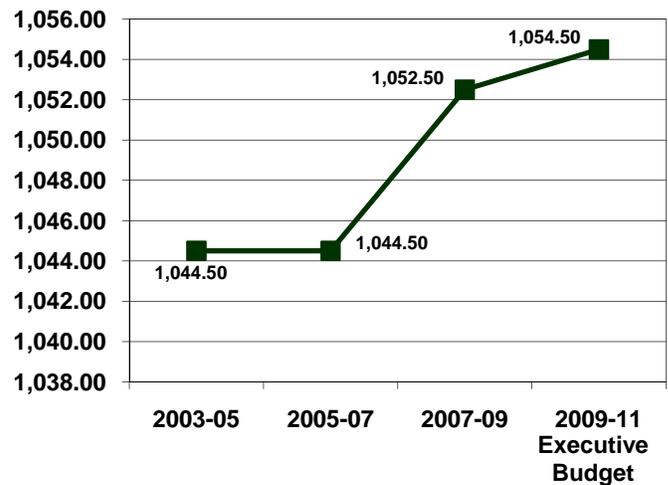
	FTE Positions	General Fund	Other Funds	Total
2009-11 Executive Budget	1,054.50	\$120,000,000	\$1,010,182,250	\$1,130,182,250
2007-09 Legislative Appropriations	1,052.50	0	903,825,446	903,825,446 ¹
Increase (Decrease)	2.00	\$120,000,000	\$106,356,804	\$226,356,804

¹The 2007-09 appropriation amounts include \$667,946 of other funds for the agency's share of the \$10 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for classified employees. The 2007-09 appropriation amounts do not include \$53,985,790 of additional special funds authority resulting from Emergency Commission action during the 2007-09 biennium.

Agency Funding



FTE Positions



Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2009-11 Executive Budget	\$0	\$120,000,000	\$120,000,000
2007-09 Legislative Appropriations	0	0	0
Increase (Decrease)	\$0	\$120,000,000	\$120,000,000

First House Action

Attached is a summary of first house changes.

Executive Budget Highlights

	General Fund	Other Funds	Total
1. Provides \$3,885,000 from the highway fund, \$189,000 from the motor vehicle operating fund, and \$126,000 from the Fleet Services fund to address salary equity issues, including \$200,000 for the related second-year salary increases		\$4,200,000	\$4,200,000
2. Adds 2 FTE driver's license examiner positions from the highway fund		\$178,666	\$178,666
3. Increases funding for Fleet Services due in part to vehicle purchases, fuel costs, and repairs		\$16,143,756	\$16,143,756
4. Provides for the following anticipated changes in federal highway aid:			
Federal Highway Administration formula funds		\$47,200,000	\$47,200,000
Emergency relief		31,200,000	31,200,000
Federal rail funds		(6,300,000)	(6,300,000)
National Highway Traffic Safety Administration		4,400,000	4,400,000

Federal transit funds	1,600,000	1,600,000
Total	\$78,100,000	\$78,100,000
5. Provides one-time funding from the highway fund for the replacement of the department's mainframe driver's license computer system	\$7,500,000	\$7,500,000
6. Provides a one-time transfer from the general fund to the highway tax distribution fund for infrastructure repairs and improvements of the state and political subdivisions. (The executive budget anticipates that the state highway fund will receive \$75,936,000, or 63.28 percent, of the \$120 million; however, inadvertently, did not increase the department's appropriation by this amount.)	\$120,000,000	\$120,000,000

Other Sections in Bill

Section 5 authorizes the Department of Transportation to hire additional FTE positions for the construction and maintenance of highways if the department determines that it is more cost-effective to hire the positions rather than contract for the services. The department must report any additional positions hired to the Office of Management and Budget and the Legislative Council.

Section 6 authorizes the director of the Department of Transportation to transfer funds between the operating and capital assets budget line items when it is cost-effective for construction and maintenance of highways. The department must report transfers to the Office of Management and Budget and the Legislative Council.

Continuing Appropriations

There are no continuing appropriations for this agency.

Major Related Legislation

Senate Bill No. 2054 - This bill removes the limitation that Department of Transportation agreements with tribal governments may not exceed \$25,000.

Senate Bill No. 2147 - This bill authorizes two design-build method contracts for highway or bridge projects and provides for a report to the Legislative Council.

Senate Bill No. 2223 - This bill appropriates \$125,000 from the general fund for the development of two public transportation coordination pilot projects.

House Bill No. 1153 - This bill relates to motor vehicle registration fee collection agreements with home rule cities and deposits of certain fees.

House Bill No. 1407 - This bill changes the collection and distribution of highway-related funding.

Highway Tax Distribution Fund Changes

The attached memorandum summarizes the highway tax distribution fund changes being made in Senate Bill No. 2012.

ATTACH:2