

**MUNICIPAL SERVICES AGENCY**

**DEPARTMENT OF TRANSPORTATION**

FUND CENTER	DESCRIPTION	ADOPTED FY 2005-06	RECOMMENDED FY 2006-07	NET CHANGE	REASON FOR CHANGE
2600000	Transportation	49,775,195	50,874,907	1,099,712	Net increase is primarily due to salary and benefit costs for equity and cost of living adjustments, retirement and medical insurance; and for the purchase of land improvement maintenance supplies. The increase is partially offset by reduced costs for construction contracts/supplies, heavy equipment, and COMPASS charges.
2900000	Road Fund	59,834,356	47,054,095	(12,780,261)	Net decrease is attributable to significant project completion in Fiscal Year 2005-06. Contracts decreased \$8.1 million due to projects in their final stages such as the asphalt/concrete overlay projects for State Transportation Improvement Programs VI and VII, and Transportation Efficiency Act 3; Governor's Transportation Improvement Program for Pavement Maintenance; and the Sacramento Northern Bikeway Extensions. Additionally, there are decreases in labor costs (\$2.8 million), reductions in engineering and consultant contracts (\$512,000) and reduced costs for other miscellaneous services and supplies.
2910000	Roadways Fund	14,884,064	7,754,685	(7,129,379)	Net decrease in revenue has resulted in reductions to the provision for reserves totaling \$3.8 million (District 2 - \$800,000 and District 3 - \$2.6 million). Reduced charges for the Bradshaw Road/Florin Road Morrison Creek Project (\$4.0 million) has also contributed to the decrease. These costs are partially offset by the construction contract for the South Watt Avenue Project from Alderson Avenue to State Route 16.

FUND CENTER	DESCRIPTION	ADOPTED FY 2005-06	RECOMMENDED FY 2006-07	NET CHANGE	REASON FOR CHANGE
2140000	Transportation Sales Tax Fund	80,082,444	54,084,577	(25,997,867)	Net decrease of \$31.9 million in construction service and supply costs is due to the Elkhorn Boulevard Project from Don Julio Boulevard to Diablo Road, Folsom Boulevard/Mather Enhancements, Folsom Boulevard Improvement Project, Fulton Avenue Enhancements Phase II, and State Route 50 at Watt Avenue. This decrease is slightly offset by increases in right of way costs for the Fair Oaks Boulevard Project from Marconi Avenue to Engle Road (\$1.0 million); construction contribution to District 4 for the South Watt Avenue Project from Alderson Road to State Route 16 (\$2.2 million); and a decrease in reimbursements for the Bradshaw Road Project from Florin Road to Morrison Creek (\$2.6 million).
2530000	County Service Area No. 1	4,335,755	3,802,258	(533,497)	Net decrease is due to the election ballot contract for Public Outreach being completed and an anticipated reduction in service and supply costs due to the detachment of the City of Elk Grove.
2930000	Rural Transit Program	0	1,901,612	1,901,612	Net increase is the result of establishing a formal budget for this program. The primary cost for this program is for community based organizations.
3300000	Landscape Maintenance District	1,237,359	792,500	(444,859)	Net decrease is due to the anticipated transfer of \$326,222 to the City of Rancho Cordova upon the closure of Zone 5 and reduced costs for services and supplies as a result of the closure.