



Ventura County Transportation Commission

Legislative Update February 2023





State Budget Overview

Update: Gov. Gavin Newsom released his budget proposal for the 2023-24 fiscal year on Jan. 10.

- ❖ Proposed budget plan is \$297 billion.
- ❖ The budget includes a \$22 billion shortfall.
- ❖ The state has about \$35.6 billion in reserves, including \$22.4 billion in its Rainy Day Fund.
- ❖ The governor recommends budget reductions and shifts in funding rather than tapping into the state's reserves to cover the shortfall.
- ❖ The governor's budget proposal is a starting point for discussion and negotiations.
- ❖ The governor will release a revised budget in May. The state Legislature has until June 15 to approve a budget plan.



Proposed reductions to transportation programs

❖ Transit and Intercity Rail Capital Program (TIRCP)

- 2022 Budget Act (current fiscal year) commits additional \$2 billion in 2023-24 and 2024-25 (\$4 billion total)
- Budget proposal would reduce funding to \$1 billion each in 2023-24 and 2024-25
- Net reduction of \$2 billion
- Reductions could be reversed if economic outlook is improved in January 2024

❖ Active Transportation Program (ATP)

- Reduction of \$500 million General Fund
- \$300 million restored through State Highway Account funds
- Net reduction of \$200 million
- ATP would sustain all programming capacity committed in the 2023 programming cycle

❖ Climate Adaptation Program

Shift of \$200 million General Fund to State Highway Account Funding

❖ Heavy Duty Zero-Emission Vehicles and Infrastructure programs

- Reduction of \$1.5 billion General Fund
- Partially offset by \$839 million shift to Greenhouse Gas Reduction Fund



Thank you



Questions?