



**COMMONWEALTH OF KENTUCKY
TRANSPORTATION CABINET**

Frankfort, Kentucky 40622
www.transportation.ky.gov/

Matthew G. Bevin
Governor

Greg Thomas
Secretary

October 31, 2017

The Honorable Steven Rudy
Chair, Interim Joint Committee on Appropriations and Revenue
Room 304, Capitol Annex Building
Frankfort, KY 40601

The Honorable Christian McDaniel
Chair, Interim Joint Committee on Appropriations and Revenue
Room 204, Capitol Annex Building
Frankfort, KY 40601

Dear Chairs:

Pursuant to House Bill 304 of the 2016 Regular Session of the General Assembly, the Kentucky Transportation Cabinet is required to provide a quarterly report on our Road Fund Cash Management Plan to the Interim Joint Committee on Appropriations and Revenue when the General Assembly is not in session, or to the Standing Committees on Appropriations and Revenue when the General Assembly is in session. Attached is a copy of the quarterly report through Fiscal Year 2020. Please note that Road Fund estimates for Fiscal Years 2018-20 are based on the estimates from the Consensus Forecasting Group (CFG) at the August 11, 2017, meeting.

If you have any questions, please do not hesitate to call me at 502-564-4550.

Sincerely,

A handwritten signature in cursive script that reads "Robin Brewer".

Robin Brewer, Executive Director
Office of Budget and Fiscal Management

c: Secretary Greg Thomas



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TRANSPORTATION CABINET CASH MANAGEMENT PLAN					
QUARTERLY REPORT					
(Numbers are millions)					
F.Y. 2018					
	Actual 1st Qtr	Projected 2nd Qtr	Projected 3rd Qtr	Projected 4th Qtr	F.Y.2018 Totals
Cash Inflows:					
Beginning Balance	345.38	251.60	273.55	356.33	
Road Fund Receipts	382.68	372.64	370.44	379.04	1,504.80
Total Available Cash	728.06	624.24	643.99	735.37	
Cash Outflows:					
Non-Six-Year-Plan Expenditures:					
Maintenance	(58.99)	(119.01)	(106.55)	(100.74)	(385.30)
Revenue Sharing	(201.50)	(47.29)	(65.21)	(27.20)	(341.20)
Statewide Resurfacing	(51.37)	(38.05)	(12.04)	(33.54)	(135.00)
Debt Service	0.00	(31.40)	0.00	(126.80)	(158.20)
Other	(74.16)	(78.37)	(71.42)	(72.37)	(296.32)
Total Non-Six-Year-Plan Expenditures	(386.03)	(314.12)	(255.23)	(360.65)	(1,316.03)
Previously Authorized Projects:					
State Funded Expenditures	(73.38)	(46.15)	(28.23)	(43.16)	(190.92)
State Funded Federal Match Expenditures	(3.25)	(4.21)	(4.21)	(6.12)	(17.80)
Total Six-Year- Plan Project Expenditures	(76.63)	(50.36)	(32.44)	(49.28)	(208.72)
Total Cash Outflows	(462.66)	(364.48)	(287.67)	(409.93)	
*	(13.80)	13.80			
Net Available Cash Balance	251.60	273.55	356.33	325.43	

*Represents the net of Federally funded expenses/reimbursements for the qtr.
For FY19-20, model assumes Federal expenses/reimbursements will offset.

Assumptions:

\$429M of active projects on Oct. 1st.

\$135M added in FY18.

\$135M added in FY19.

\$120M added in FY20.

TRANSPORTATION CABINET CASH MANAGEMENT PLAN QUARTERLY REPORT (Numbers are millions) F.Y. 2019					
	Projected 1st Qtr	Projected 2nd Qtr	Projected 3rd Qtr	Projected 4th Qtr	F.Y.2019 Totals
Cash Inflows:					
Beginning Balance	325.43	236.16	253.48	344.14	
Road Fund Receipts	388.51	373.42	371.21	379.86	1,513.00
Total Available Cash	713.94	609.59	624.70	724.00	
Cash Outflows:					
Non-Six-Year-Plan Expenditures:					
Maintenance	(47.33)	(120.85)	(108.57)	(102.85)	(379.60)
Revenue Sharing	(203.74)	(47.13)	(65.79)	(27.04)	(343.70)
Statewide Resurfacing	(74.36)	(26.30)	(2.22)	(22.12)	(125.00)
Debt Service	0.00	(31.10)	0.00	(128.80)	(159.90)
Other	(81.43)	(87.95)	(79.85)	(81.59)	(330.83)
Total Non-Six-Year-Plan Expenditures	(406.87)	(313.32)	(256.43)	(362.40)	(1,339.03)
Previously Authorized Projects:					
State Funded Expenditures	(63.20)	(38.57)	(19.92)	(37.32)	(159.00)
State Funded Federal Match Expenditures	(7.70)	(4.21)	(4.21)	(6.12)	(22.24)
Total Six-Year- Plan Project Expenditures	(70.90)	(42.78)	(24.13)	(43.44)	(181.25)
Total Cash Outflows	(477.77)	(356.10)	(280.56)	(405.84)	
*					
Net Available Cash Balance	236.16	253.48	344.14	318.15	

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For FY19-20, model assumes Federal expenses/reimbursements will offset.

Assumptions:

\$429M of active projects on Oct. 1st.

\$135M added in FY18.

\$135M added in FY19.

\$120M added in FY20.

TRANSPORTATION CABINET CASH MANAGEMENT PLAN QUARTERLY REPORT (Numbers are millions) F.Y. 2020					
	Projected 1st Qtr	Projected 2nd Qtr	Projected 3rd Qtr	Projected 4th Qtr	F.Y.2020 Totals
Cash Inflows:					
Beginning Balance	318.15	230.00	250.65	348.85	
Road Fund Receipts	389.51	374.39	372.17	380.84	1,516.90
Total Available Cash	707.66	604.38	622.82	729.68	
Cash Outflows:					
Non-Six-Year-Plan Expenditures:					
Maintenance	(36.76)	(114.79)	(112.00)	(116.05)	(379.60)
Revenue Sharing	(202.29)	(50.43)	(61.25)	(29.43)	(343.40)
Statewide Resurfacing	(74.38)	(26.25)	(2.25)	(22.13)	(125.00)
Debt Service	0.00	(29.73)	0.00	(120.27)	(150.00)
Other	(87.14)	(85.49)	(74.17)	(80.90)	(327.70)
Total Non-Six-Year-Plan Expenditures	(400.56)	(306.69)	(249.68)	(368.77)	(1,325.70)
Previously Authorized Projects:					
State Funded Expenditures	(59.81)	(36.49)	(18.85)	(34.77)	(149.92)
State Funded Federal Match Expenditures	(17.29)	(10.55)	(5.45)	(14.21)	(47.50)
Total Six-Year- Plan Project Expenditures	(77.10)	(47.04)	(24.30)	(48.98)	(197.42)
Total Cash Outflows	(477.66)	(353.73)	(273.98)	(417.76)	
*					
Net Available Cash Balance	230.00	250.65	348.85	311.93	

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