



Highway Trust Fund Cash Balances

FY 2008 President's Budget Projections

[Estimating Cash Balances]

Beginning Year Cash Balance
+ Receipts
- Outlays

= End of Year Cash Balance

Factors in Determining the Cash Balance

- Estimated obligations are based on the obligation limitations established by SAFETEA-LU
- Outlays are derived from the estimated obligations
- Estimated receipts are calculated by the Department of Treasury

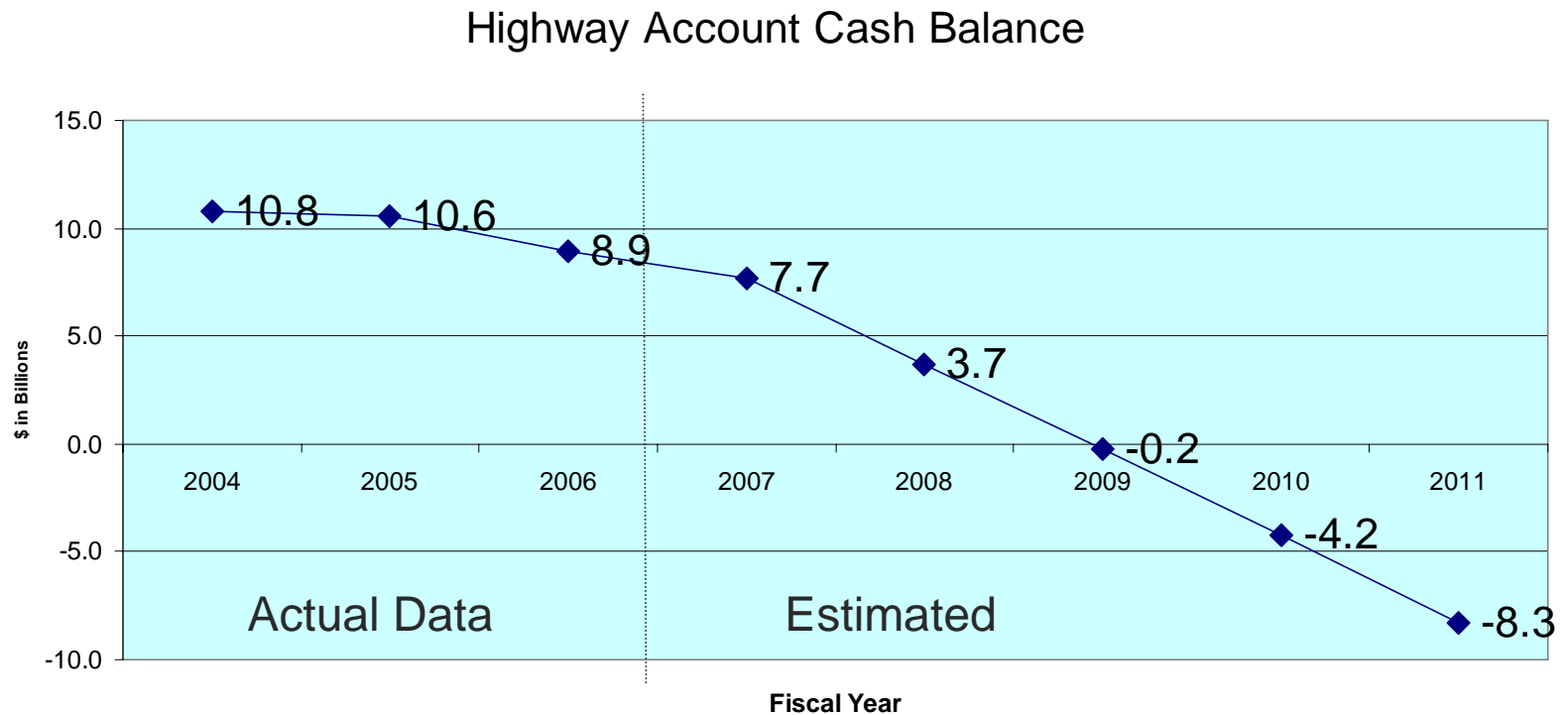
Highway Account of the Highway Trust Fund

- The **Highway Account** balance is calculated based upon estimated **outlays** from:
 - The Federal Highway Administration (FHWA)
 - The National Highway Traffic Safety Administration (NHTSA)
 - The Federal Motor Carrier Safety Administration (FMCSA)

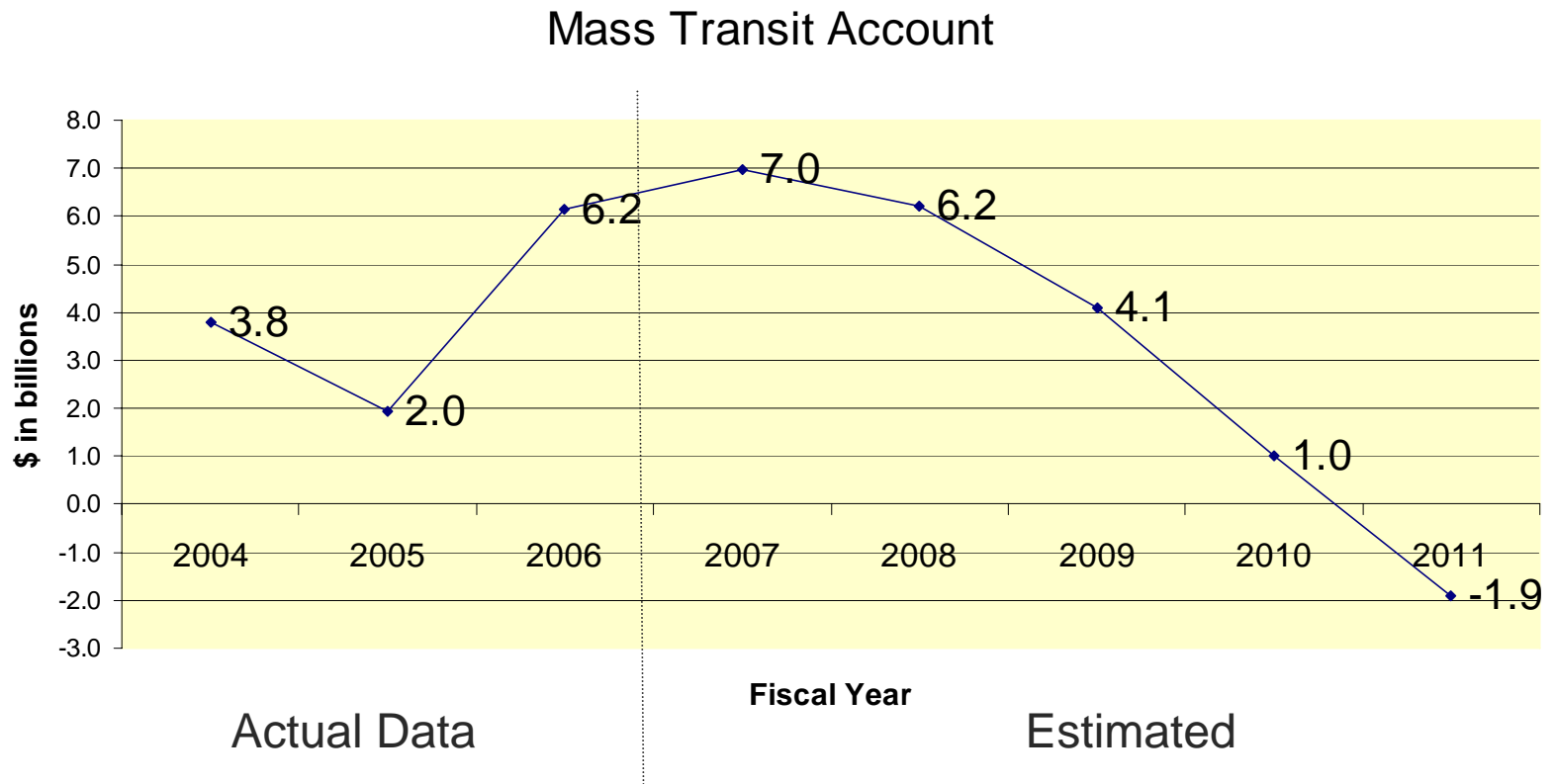
Mass Transit Account of the Highway Trust Fund

- The **Mass Transit Account** balance is calculated based upon **outlays** from the:
 - Federal Transit Administration (FTA)

Latest Estimated Cash Balances: Highway Account of the HTF



Latest Estimated Cash Balances: Mass Transit Account of the HTF



Negative Balances

- A negative balance reflects *the gap* between estimated **future spending** and estimated **future receipts**.
- A sustained negative balance in our estimates reflects what would happen if **future spending** is continued at SAFETEA-LU levels
- This gap indicates **the timeframe during which a solution needs to be identified**.

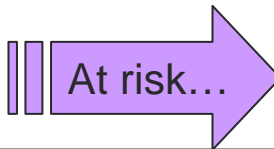
Would all spending stop if the Highway Trust Fund ran out of cash?

- No. Spending on programs would continue as new receipts are received.
- New receipts would continue to be available to cover old obligations.

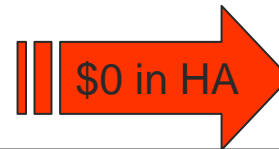
The next few years...

SAFETEA-LU

FY 2009
 ➤ Increased risk of Highway Account running out of cash



FY 2010
 ➤ Highway Account has limited funds for **new** programs
 ➤ Limited cash available to cover extension bills
 ➤ Impacts FHWA, NHTSA, FMCSA and FTA "flexed funds"



FY 2011
 ➤ Mass Transit Account has very limited funds to cover new programs



October 2009:
 Next Reauthorization Period Begins...

FY 2007 FY 2008 FY 2009 FY 2010 FY 2011

July 2007:
 Midsession
 (next HTF
 Forecast)

July 2008:
 Midsession
 (HTF
 Forecast)

July 2009:
 Midsession
 (HTF
 Forecast)

Feb 2007:
 FY 2008
 Pres.Bud

Feb 2008:
 FY 2009
 Pres.Bud

Feb 2009:
 FY 2010
 Pres.Bud

January 2007:
 110th Congress

January 2009:
 111th Congress

Sept 30 2009:
 SAFETEA-LU Ends