Jan. 23, 2019

2019–21

Gov. Inslee’s Transportation Budget
Governor’s Transportation Budget Highlights

- Overall fuel tax and fee revenues are up slightly since the 2018 supplemental budget
- Continues implementation of Connecting Washington projects
- Winding down Nickel and TPA projects
- Funds necessary maintenance level, compensation packages
- Begins funding of the ferry long-range plan
- Funds the fish passage barrier injunction
WSDOT Improvement/Preservation Highlights

- $29,181,000 – SR 167/SR 410 to SR 18 – congestion management
- $43,000,000 – SR 99/Alaskan Way Viaduct
- $3,521,000 – SR 99/Viaduct project transit mitigation
- $8,000,000 – I-405/NE 132\textsuperscript{nd} interchange Totem Lake
- $17,500,000 – I-5/Columbia River Bridge office
WSDOT — Worker Safety

- **$3,681,000** – Creates an asbestos safety program for WSDOT facilities.

- **$485,000** – Provides safety equipment to protect against electrical arc flashes.

- **$900,000** – Provides clothing and equipment to eliminate/reduce exposure to respirable silica.

- **$750,000** – Hires two additional industrial hygienists and contractor services to analyze, identify and measure workplace hazards or stressors that can cause disease or impaired health.
$13M for a new program that cuts across WSDOT programs to deliver these items:

- Bike/walkable solutions that provide connectivity to alternative transportation modes
- Traffic operations for a more efficient system, including more ramp metering, hard shoulder running and other low-cost solutions
- Commute trip reduction/traffic demand management to reduce demand on the system to improve overall mobility and encourage alternate modes of transport
**WSDOT — Highway Maintenance & Operations**

- **$1,782,000** – Maintain I-405 express toll lanes
  Funds continued expansion of I-405.

- **$5,000,000** – Snow and ice contingency
  Creates a contingency for snow and ice removal.

- **$834,000** – Right-of-way cleanup
  Creates a 3-person dedicated maintenance crew to provide right-of-way cleanup associated with the impacts of homelessness in the Seattle region.

**WSDOT — Traffic Operations**

- **$3,000,000** – Cooperative automated transportation
  Creates a new program for emerging automated transportation technology.
  Includes funding for FTEs to staff the program and for emergent low-cost projects.
$11,717,000 — Labor system replacement
Funds second wave of the labor system replacement project; ferry system.

$2,000,000 — Electric highway infrastructure
Funds an electric vehicle network infrastructure.

$1,000,000 — Electric vehicle education promotion
Funds an electric vehicle education and promotion program to achieve the goal of 50,000 EV’s on the road by 2020.
PROGRAM T – Planning

- **$2,500,000 – I-5 Corridor scenario analysis**
  Funds a consultant to create a long-range plan for the I-5 Corridor from Tumwater to Marysville.

- **$1,000,000 – RTPO support**
  Funds RTPOs which face new planning requirements and corridor initiatives.

PROGRAM Y – Rail Operating

- **$3,250,000 – Ultra HSR Corridor**
  Creates a corridor authority to enhance collaboration and develop a multistate, international governance of ultra high-speed rail.
$6,308,000 – Retain Hyak for service relief
Funds use of the MV Hyak as a relief vessel during the 2019-21 biennium.

$7,591,000 – Staffing/overtime – deck, engine room and terminals
Funds unavoidable overtime costs due to shortage of deck and engine room staff.

$260,000 – Operations watch supervisor
Adds one position to the watch supervisor unit.

$254,000 – Inventory/logistics manager
Creates a new position to manage the warehouse and logistics of providing inventory to the ferry fleet.

$250,000 – Operational emergency costs
Increases base funding for operating costs incurred in support of emergency capital repairs of vessels.

$160,000 – Vessel noise reduction study
Studies how to reduce noise from ferries in the Puget Sound.
WSDOT – Washington State Ferry Capital

Projects

- $95,576,000 – Colman Dock
  Fully funds the completion of the Colman dock project.

- $20,306,000 – Mukilteo Terminal
  Fully funds the completion of the Mukilteo Terminal.

- $9,996,000 – Dispatch system replacement
  Increases funding for replacement of the ferry dispatch system.

New Vessels

- $64,000,000 – 2 electric ferries
  Starts construction of 2 new electric hybrid ferries.
  (Total project cost is $365M.)

- $53,215,000 – 2 ferries conversion to electric and charging stations
  Starts conversion of 2 Jumbo Mark II vessels to electric hybrid.
  (Total project cost is $132M.)

- $990K – Electric Ferry Planning
  Funds a team to develop a plan to implement hybrid-electric ferry vessel charging at terminals
Fish Passage Funding for Full Compliance

- Current Funding Assumed - 2018 Transportation Budget (ESSB 6106)
- Additional Funding Needed through 2030
Governor’s Transportation Budget Spending

- Maintenance Level, $62M
- Compensation, $125M
- Project Cost Increases, $188M
- Culverts, $205M
- Convert Two Ferries, $53M
- 2 New Electric Ferries, $64M
- Policy Adds, $105M

Total: $307M
## Governor’s Transportation Budget Revenue

($ in thousands)

<table>
<thead>
<tr>
<th>Description of Item</th>
<th>2019-21 Biennium</th>
<th>2021-23 Biennium</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>REET</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Graduated REET rates range from 0.75% to 2.5%</td>
<td>$402,000</td>
<td>$436,800</td>
</tr>
<tr>
<td><strong>Weight Fees</strong></td>
<td></td>
<td></td>
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<tr>
<td>Advance $10 weight fee 3 years vehicles &lt;12,000 lbs.</td>
<td>$26,074</td>
<td>$14,111</td>
</tr>
<tr>
<td>Advance $10 weight fee 3 years passenger vehicles</td>
<td>$108,700</td>
<td>$58,700</td>
</tr>
<tr>
<td><strong>Sales Tax</strong></td>
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</tr>
<tr>
<td>$1,000 retail sales/use tax exemption for new or used electric vehicles</td>
<td>($7,751)</td>
<td>($11,261)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$531,516</td>
<td>$498,464</td>
</tr>
</tbody>
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1 Graduated REET rates of 0.75% under $250,000, 1.28% under $1 million, 2% under $5 million and 2.5% at or above $5 million. New revenues to be deposited into The Motor Vehicle Account.

2 Various accounts

3 Multimodal Account

4 Newly created Electric Vehicle Account
FOR MORE INFORMATION

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