



# September 2024 Transportation Revenue Forecast

## State Transportation Revenue Overview

October 15, 2024




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Washington State Transportation Commission

# Overall Transportation Forecast



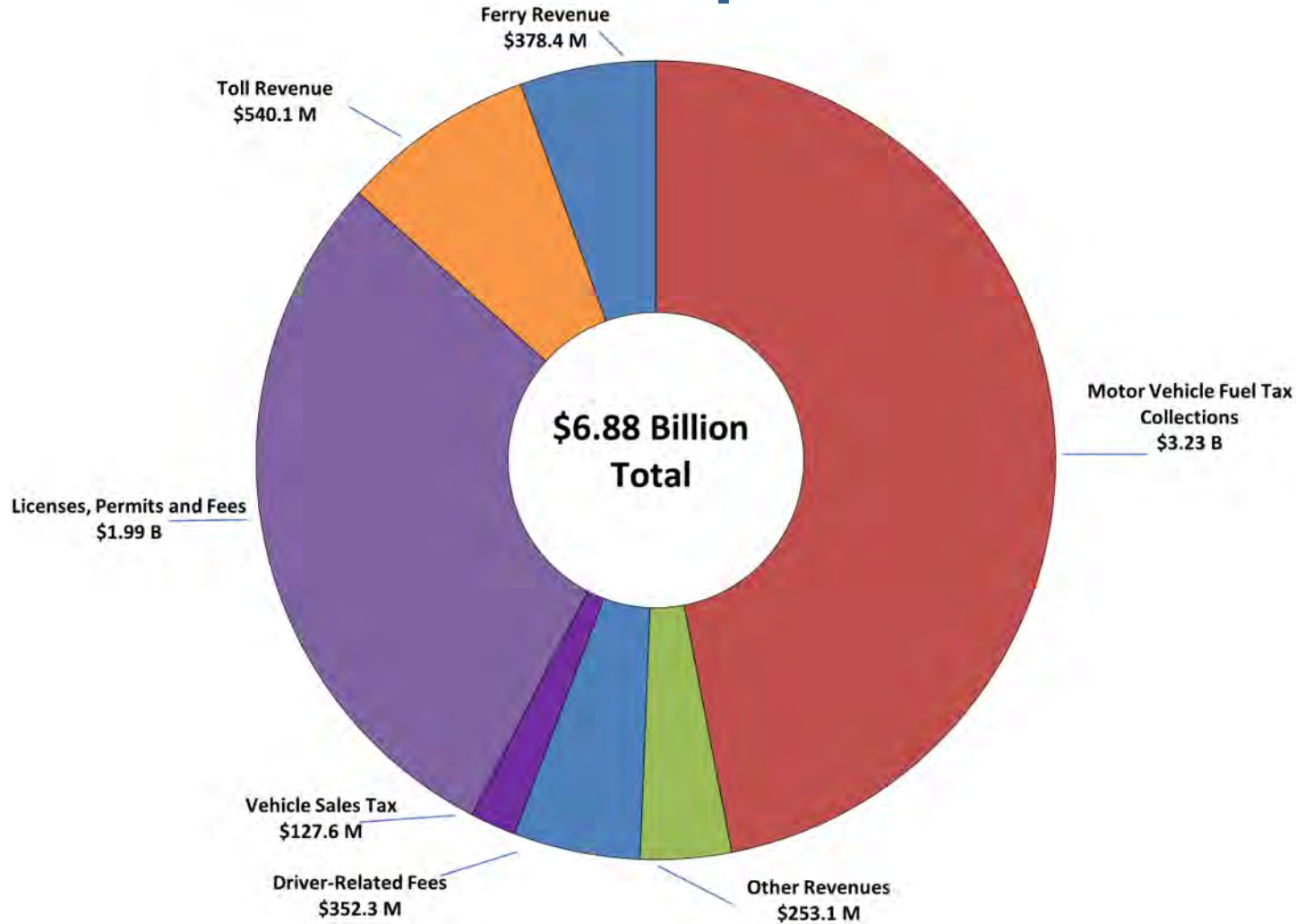
# September 2024 Transportation Forecast Highlights

-  For the **2023-25 biennium**, the September 2024 transportation revenue forecast is \$6.88 billion, **down** \$137 million, or -2%, compared to the June 2024 forecast.
-  For the **2025-27 biennium**, the September 2024 transportation revenue forecast is \$7.1 billion, **down** \$294 million, or -4.0%, compared to the June 2024 forecast.
-  For the **10-year forecast horizon** (2024-33), the September 2024 transportation revenue forecast is \$35.9 billion, which is **down** from the June 2024 forecast by \$1.9 billion, or -5.2%.

Primary reasons for the projected decline in revenue include:

- Forecasted declines in revenues from: motor fuel tax collections, and licenses, permits and fees

# 2023-25 Transportation Revenues by Source September 2024 Forecast

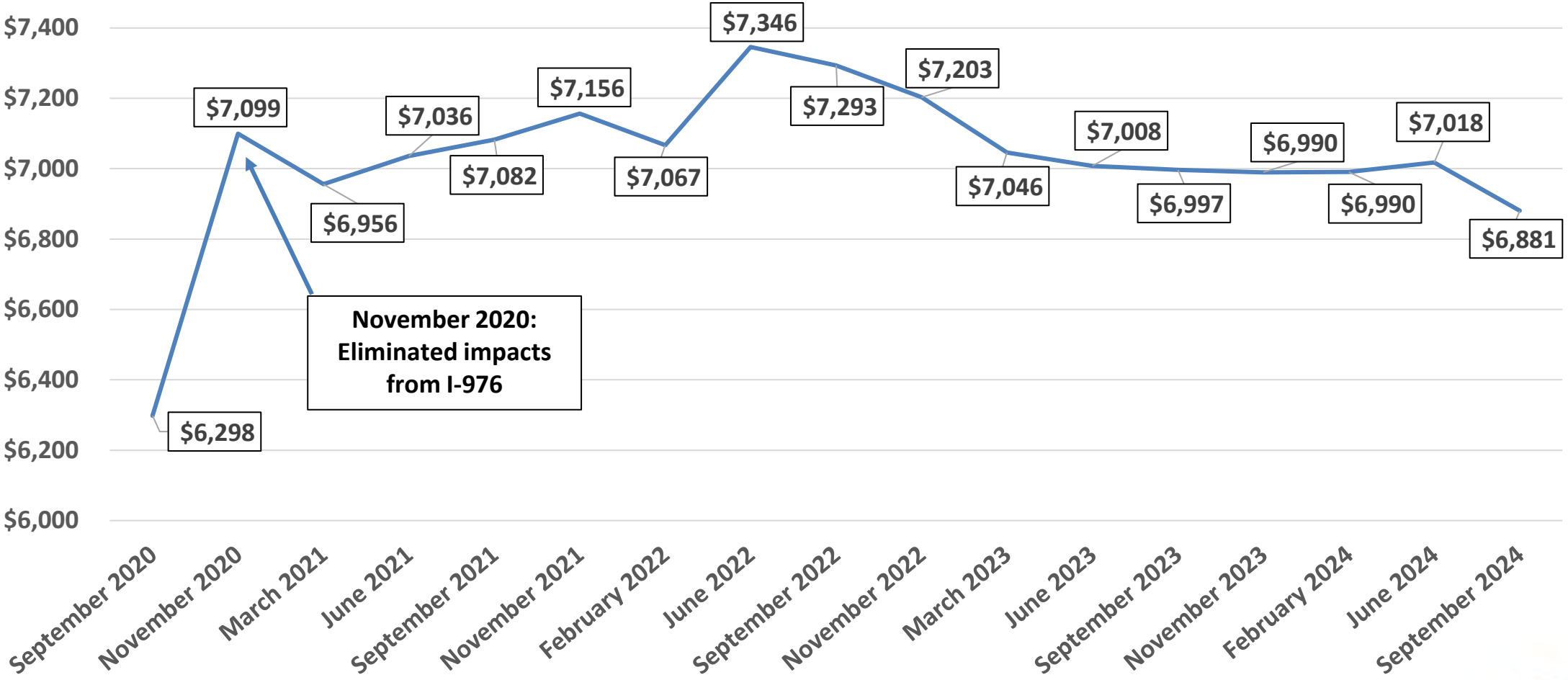


Additional funding sources include:

- General Fund transfers
- Federal funds
- Existing bond authority
- Climate Commitment Act

# 2023-25 Transportation Revenues\*

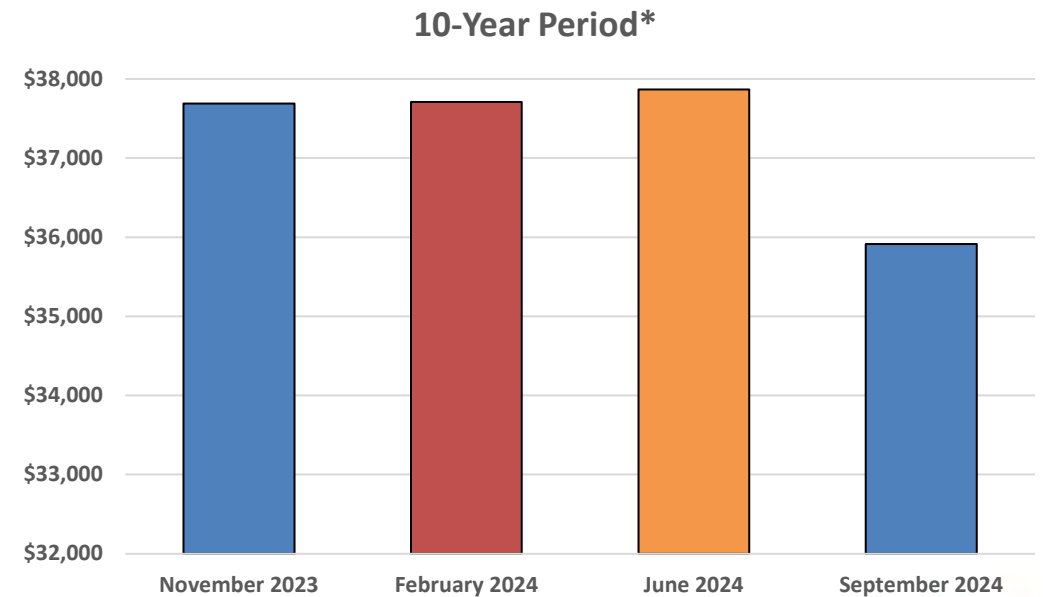
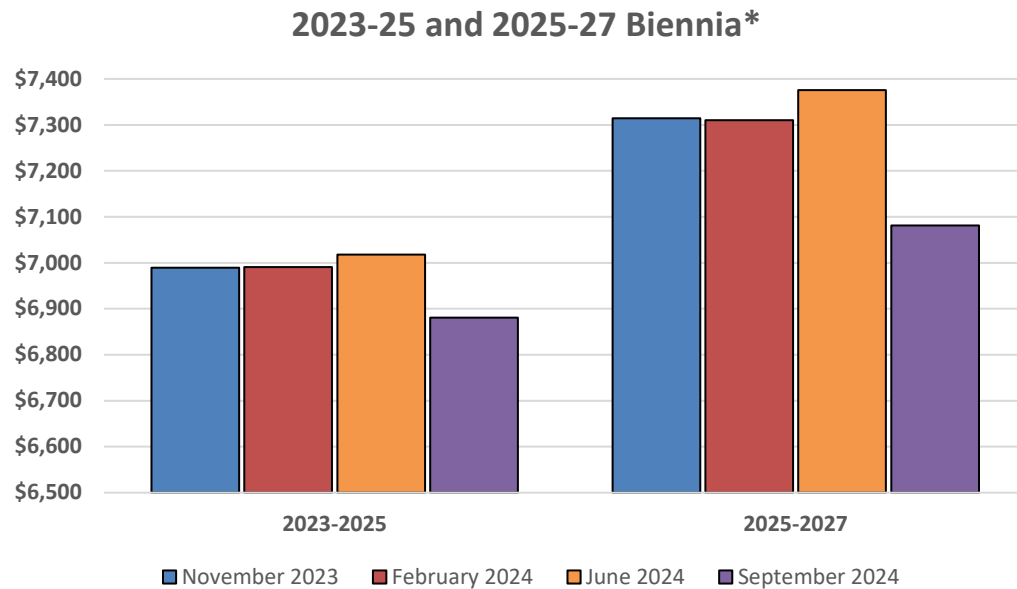
## September 2024 Forecast vs. Prior Forecasts



\*In millions of dollars

# Forecasted Transportation Revenues by Biennium\* September 2024 vs. November 2023 – June 2024 Forecasts

A sharp **decline** in forecasted revenue for the current and next biennia when compared to the last three forecasts (November 2023 - June 2024), along with a **decline** in forecasted revenue for the 10-year period (2024-2033).



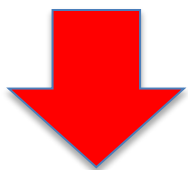
\*In millions of dollars

# September 2024 Transportation Revenue Highlights

## September vs. June 2024 Forecasts

September 2024 forecasted revenues compared to prior forecast (June 2024)

### Fuel Tax Revenue

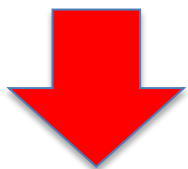


2023-25 Biennium: \$3.23 billion, **down** \$126.5 million or -3.8%

2025-27 Biennium: \$3.18 billion, **down** \$256.7 million or -7.5%

10 Year Period (2024-2033): \$15.7 billion, **down** \$1.8 billion or -10.1%

### Vehicle Licenses, Permits and Fee Revenue



2023-25 Biennium: \$1.99 billion, **down** \$36.2 million or -1.8%

2025-27 Biennium: \$2.14 billion, **down** \$40 million or -1.8%

10 Year Period (2024-2033): \$11.3 billion, **down** \$233.7 million or -2.0%

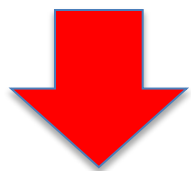
# September 2024 Transportation Revenue Highlights

## September vs. June 2024 Forecasts

September 2024 forecasted revenues compared to prior forecast (June 2024)

### Rental Car and Vehicle Sales Tax Revenue

#### Rental Car Revenue

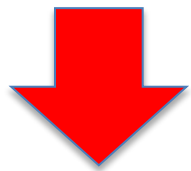


2023-25 Biennium: \$93.3 million, **down** \$0.8 million or -0.9%

2025-27 Biennium: \$95.9 million, **down** \$0.8 million or -0.9%

10 Year Period (2024-2033): \$503 million, **down** \$4.2 million or -0.8%

#### Vehicle Sales Tax



2023-25 Biennium: \$127.6 million, **down** 1.2 million or -0.9%

2025-27 Biennium: \$132 million, **down** \$1.6 million or -1.2%

10 Year Period (2024-2033): \$701.5 million, **down** \$6.8 million or -1.0%






# September 2024 Transportation Revenue Highlights

## September vs. June 2024 Forecasts

September 2024 forecasted revenues compared to prior forecast (June 2024)

### Driver-Related Fees

-  2023-25 Biennium: \$352.3 million, **up** \$5.7 million or 1.6%
-  2025-27 Biennium: \$395.6 million, **down** \$0.5 million or -0.1%
-  10 Year Period (2024-2033): \$1.87 billion, **up** \$5 million or 0.3%

# September 2024 General Fund Revenue Forecast Highlights

General Fund revenue sources are not the same as transportation revenue sources

- Revenue sources include: retail sales and use, property, business and occupation, real estate, public utility, cigarette and tobacco taxes, and insurance premiums

 Since the previous June 2024 forecast, General Fund revenue collections were **higher** than forecasted in June 2024 by \$26 million or 0.4%

 The **2023-25 biennium** revenue forecast **decreased** by \$131 million (-0.2%) compared to the June 2024 forecast

 The **2025-27 biennium** revenue forecast **decreased** by \$53 million (-0.1%) compared to the June 2024 forecast

Source: [September 27, 2024 ERFC Revenue Review meeting materials \(wa.gov\)](#)

# Tolling Forecast



# Adjusted Gross Revenues & Fees by Toll Facility for 2023-25 Biennium September vs. June 2024 Forecasts

 **All tolled facilities:** \$493.9 million, **up** \$27.4 million or 5.9%

Forecasts for toll facilities were updated with actual toll traffic and revenue data through July 2024, as well as preliminary August 2024 information.

**Tacoma Narrows Bridge (TNB):** \$155.6 million, **up** \$115,000 or 0.1%

**SR 99 Tunnel:** \$89.0 million, **up** \$16.9 million or 23.6%

**SR 520 Bridge:** \$167.1 million, **up** \$5.4 million or 7.1%

**I-405 ETLs:** \$69.5 million, **up** \$4.5 million or 6.9%

**SR 167 HOT Lanes:** \$12.6 million, **up** \$486,000 or 4%

**Note:** the SR 99 forecast includes \$16 million in settlement funds from the construction of the tunnel.

# Questions?

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