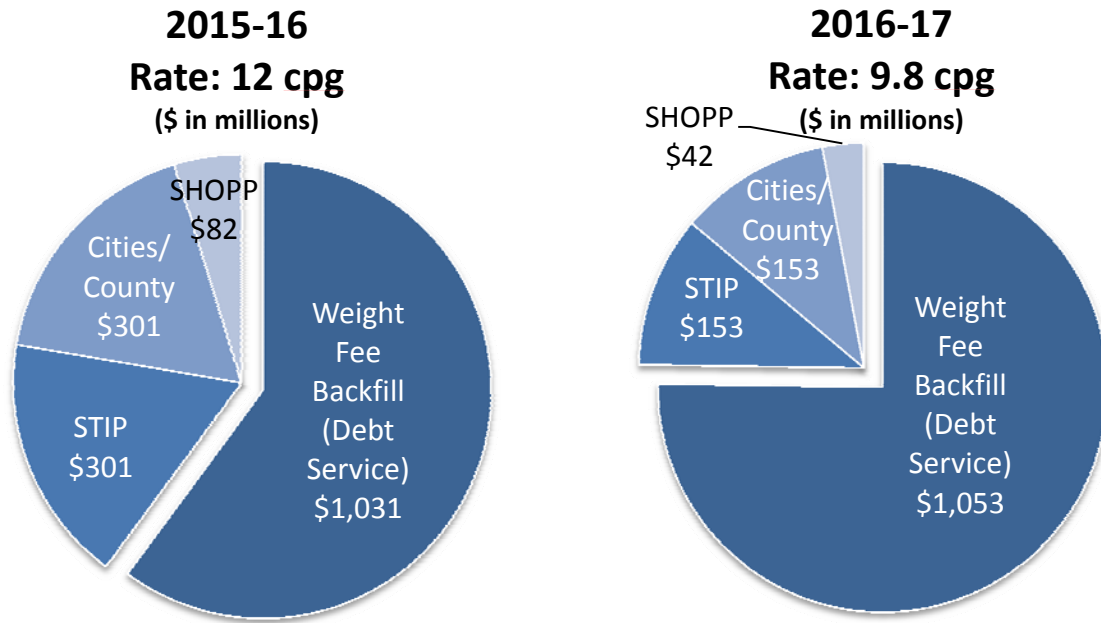


PRICE-BASED GAS TAX BASICS

Dropping Gas Prices Mean Huge Hit for State Transportation Improvement Program (STIP) & Local Roads

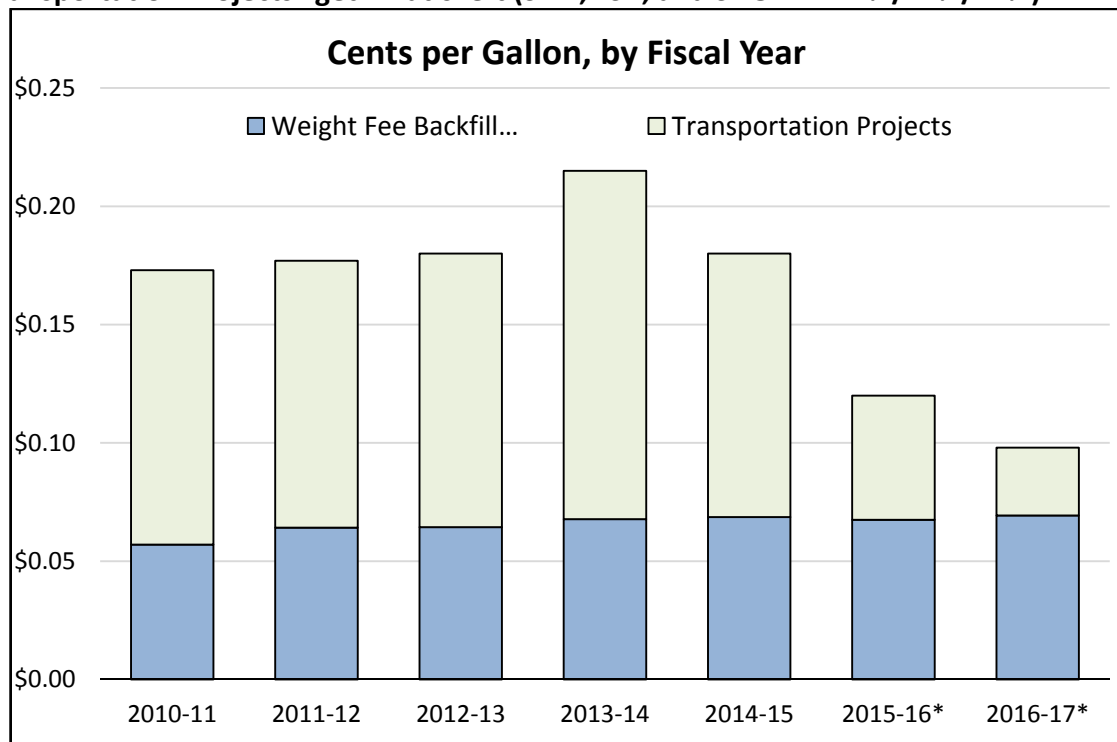
Price Based Excise Tax (PBET) Distribution (Statewide)

(Based on 2010 Gas Tax Swap – Debt Service, then balance = STIP/Locals/SHOPP – 44%/44%/12%)



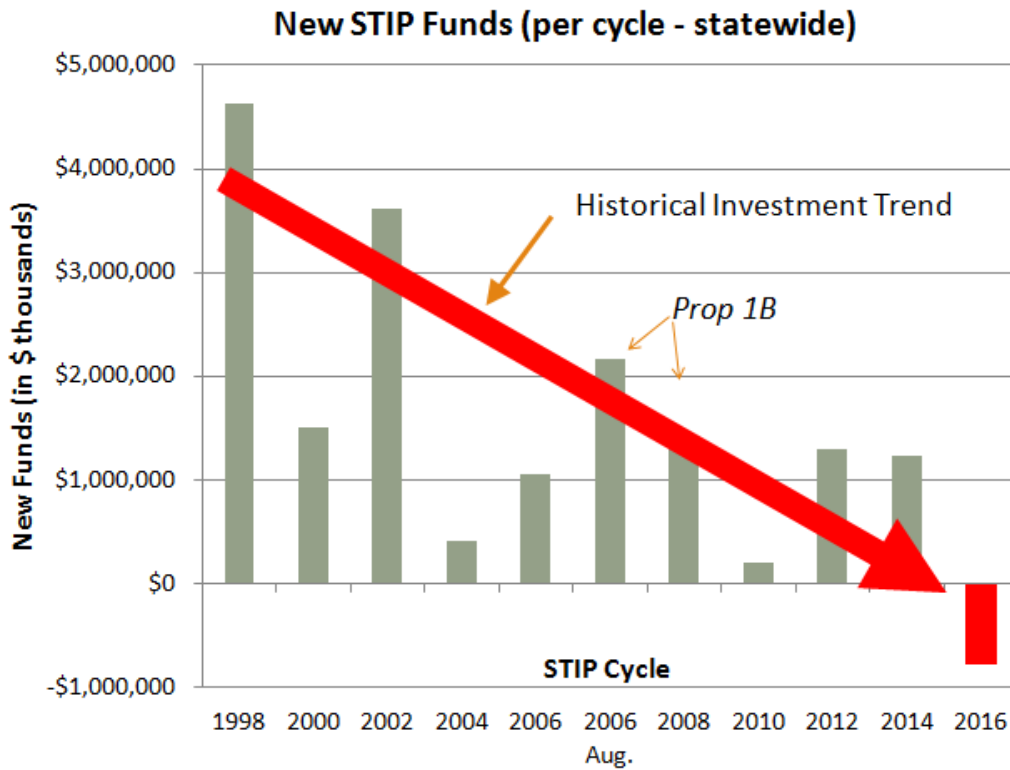
PBET Distribution 2010-2017

Debt Service (aka Weight Fee Backfill) paid first –
 "Transportation Projects" get what's left (STIP, LSR, and SHOPP = 44%/44%/12%)



*Estimate

Downward Trend of Total Funds Available for STIP



\$754 Million STIP Shortfall = Most Projects Delayed and \$754M Deleted

