

# FY 2009 Budget Brief – Equipment Management

## SUMMARY

The Equipment Management program of the Department of Transportation is organized into two primary programs: Equipment Purchases, and Central Repair Shops.

The Equipment Management Division is responsible for management, maintenance and repair of the Department's 3,994 units, \$57,000,000 fleet. They have 88 employees and expend over \$18,000,000 to operate, maintain and purchase replacement units.

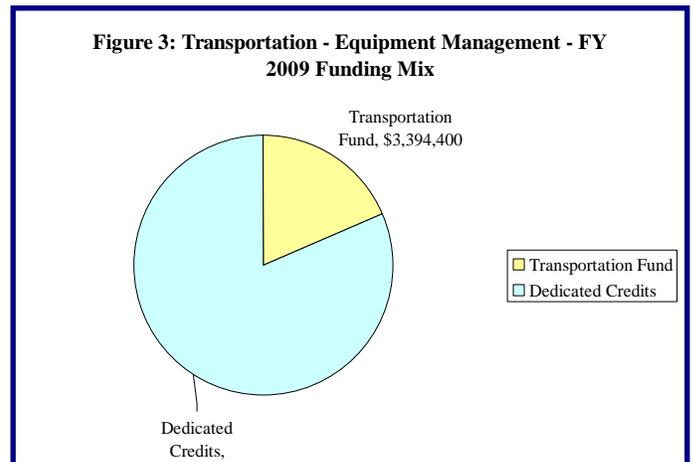
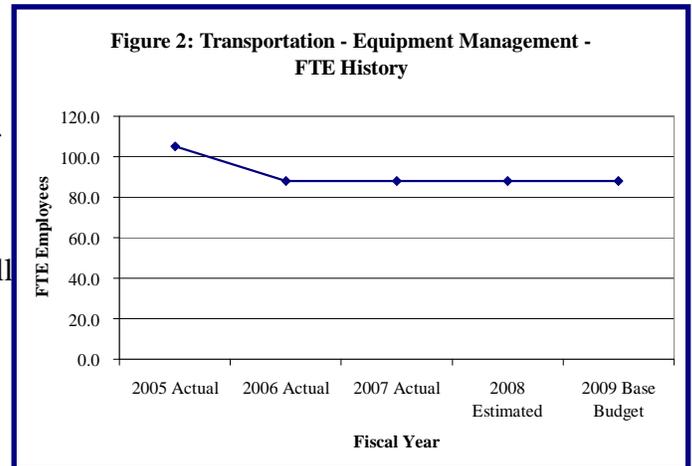
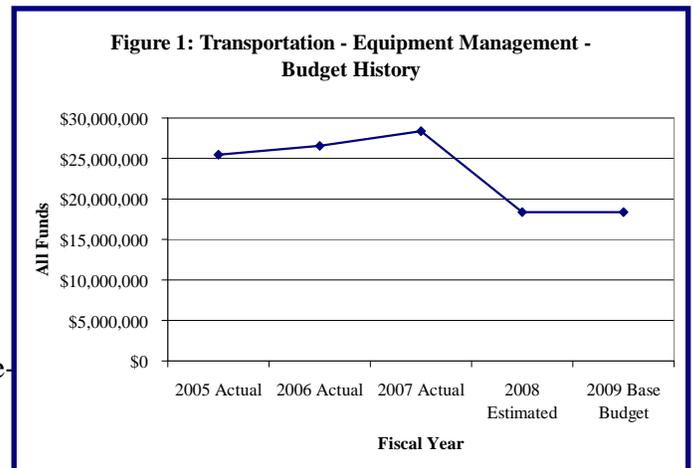
## ISSUES AND RECOMMENDATIONS

The base budget for the Equipment Management Division of the Department of Transportation line item for FY 2009 is \$18,364,300. This funding is for the Equipment Purchases and Shops programs.

### *Equipment Purchases*

The Equipment Management System maintains a computerized system containing an accounting of expenditures on each individual vehicle and maintenance-type piece of equipment; requests and executes work programs for buying replacement vehicles and maintenance equipment; provides specialized training programs to improve the skills of equipment operators and mechanics; analyzes computer reports in an effort to discover ways of improving fleet operations, reducing maintenance and repair costs and increasing the usage of equipment.

Anticipated purchases are \$7,891,300 for road equipment. Other expenditures include \$25,000 for small shop tools and equipment, \$90,000 for 800 MHZ, \$32,900 for 150MHZ radios, and \$330,000 for fleet upgrades. Total program funding recommendation for this program is \$8,369,200.



**Shops**

The Central Repair Shops carry out a program of preventive maintenance and repair of all department-owned vehicles, trucks and maintenance equipment. All maintenance districts of the Department of Transportation have maintenance and repair crews located within the district. Region Two maintenance is handled at the central shops located at the Calvin L. Rampton complex. The base budget for FY 2009 is \$9,995,100.

**LEGISLATIVE ACTION**

The Base Budget Bill includes a base budget for FY 2009 for the Equipment Management line item in the amount of \$18,364,300.

**BUDGET DETAIL**

The base budget for Equipment Management line item is \$18,364,300. Of this amount \$3,394,400 is from the Transportation Fund and \$14,969,900 is from Dedicated Credits. The appropriation covers the budgets of Equipment Purchases and Shops.

Transportation - Equipment Management						
Sources of Finance	FY 2007 Actual	FY 2008 Appropriated	Changes	FY 2008 Revised	Changes	FY 2009* Base Budget
Transportation Fund	3,443,300	3,394,400	0	3,394,400	0	3,394,400
Dedicated Credits Revenue	24,824,700	14,969,900	0	14,969,900	0	14,969,900
Beginning Nonlapsing	100,000	0	0	0	0	0
<b>Total</b>	<b>\$28,368,000</b>	<b>\$18,364,300</b>	<b>\$0</b>	<b>\$18,364,300</b>	<b>\$0</b>	<b>\$18,364,300</b>
<b>Programs</b>						
Equipment Purchases	8,329,500	8,369,200	0	8,369,200	0	8,369,200
Shops	20,038,500	9,995,100	0	9,995,100	0	9,995,100
<b>Total</b>	<b>\$28,368,000</b>	<b>\$18,364,300</b>	<b>\$0</b>	<b>\$18,364,300</b>	<b>\$0</b>	<b>\$18,364,300</b>
<b>Categories of Expenditure</b>						
Personal Services	6,298,300	5,861,500	1,500	5,863,000	0	5,863,000
In-State Travel	9,500	12,400	(2,900)	9,500	0	9,500
Out of State Travel	5,600	3,300	2,300	5,600	0	5,600
Current Expense	15,106,300	5,698,900	(140,600)	5,558,300	0	5,558,300
DP Current Expense	7,700	3,100	4,600	7,700	0	7,700
Capital Outlay	7,400,500	7,285,100	135,100	7,420,200	0	7,420,200
Other Charges/Pass Thru	(459,900)	(500,000)	0	(500,000)	0	(500,000)
<b>Total</b>	<b>\$28,368,000</b>	<b>\$18,364,300</b>	<b>\$0</b>	<b>\$18,364,300</b>	<b>\$0</b>	<b>\$18,364,300</b>
<b>Other Data</b>						
Budgeted FTE	88.0	88.0	0.0	88.0	0.0	88.0
Vehicles	3,905.0	3,905.0	0.0	3,905.0	0.0	3,905.0

\*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.