**Legal Title**  
Transportation Revolving Account, State Transportation Fund

**Legal Citation/Authority**  
Chapter 178, Statutes of 1977  
Streets and Highway Code section 181

**Fund Classification**  
<table>
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<tr>
<th>GAAP Basis</th>
<th>Legal Basis</th>
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<tr>
<td>Governmental/Special Revenue Funds</td>
<td>Governmental/Transportation Funds</td>
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**Purpose**  
Chapter 178, Statutes of 1977 created this account in the State Transportation Fund to assist in the implementation of budget act control over the State Highway Account. The State Highway Account was placed under budget act control by the Budget Act of 1977. With only minor exceptions, all costs incurred by the Department of Transportation are now paid directly from this account.

Section 183 of the Streets and Highways Code was subsequently amended by Chapter 1106, Statutes of 1977 to require specific appropriation by the Legislature of the money in the State Highway Account, except for money derived from federal sources or from appropriations to other state agencies or deposited in the account by local agencies or others. Under the prior law, the State Highway Account was nearly all continuously appropriated by Section 183 or other sections of the Streets and Highways Code.

Moneys for expenditure on work within the powers and duties of the Department of Transportation, with the approval of the Department of Finance, are transferred to or deposited in the Transportation Revolving Account. The money so deposited or transferred is continuously appropriated to the Department of Transportation for the purpose for which it was transferred or deposited in the account.

The Department of Transportation is required to maintain records of all expenditures chargeable against each specific portion of the account. The unused or unexpended balances of any portion of the account are transferred to the credit of the appropriation from which it was originally transferred, upon approval of the Department of Finance.

The unused portion of moneys received from other than state sources is paid out or refunded in accordance with the agreement relating to the contribution.

**Administering Agency/Organization Code**  
Department of Transportation/Org 2660

**Major Revenue Source**  
Appropriations from the State Highway Account, State Transportation Fund.

**Disposition of Fund (upon abolishment)**  
With only minor exceptions, all moneys expended by the Department of Transportation.
### Appropriation Authority
Section 181(b) of the Streets and Highways Code continuously appropriates the account for expenditure by the Department of Transportation without regard to fiscal years for the purpose for which the money, transferred into or deposited in the account, was appropriated, contributed or made available.

### State Appropriations Limit
**Always Excluded** – The major revenue source is transferred from another fund which will be counted in and included fund, the State Highway Account, State Transportation Fund (0042), and should not be double counted.

### Comments/Historical Information