

Measure M
Statement of Revenues, Expenditures and Changes in Fund Balance
as of December 31, 2006

<i>(\$ in thousands)</i>	Quarter Ended Dec 31, 2006	Year to Date Dec 31, 2006	Period from Inception to Dec 31, 2006
	(A)	(A)	(B)
Revenues:			
Sales taxes	\$ 72,896	\$ 132,245	\$ 2,929,274
Other agencies share of Measure M costs			
Project related	1,470	3,714	364,428
Non-project related	-	-	97
Interest:			
Operating:			
Project related	91	91	372
Non-project related	4,968	9,414	179,727
Bond proceeds	-	-	136,067
Debt service	424	1,526	67,119
Commercial paper	27	80	5,775
Orange County bankruptcy recovery	-	-	42,268
Capital grants	10,649	6,490	122,244
Right-of-way leases	93	150	3,666
Miscellaneous	-	-	801
Total revenues	90,618	153,710	3,851,838
Expenditures:			
Supplies and services:			
State Board of Equalization (SBOE) fees	624	1,248	44,985
Professional services:			
Project related	2,660	3,570	134,311
Non-project related	679	754	23,611
Administration costs:			
Project related	485	957	12,731
Non-project related	1,445	2,902	64,822
Orange County bankruptcy loss	-	-	78,618
Other:			
Project related	6	11	1,067
Non-project related	-	77	14,944
Payments to local agencies:			
Turnback	6,622	12,785	424,993
Competitive projects	18,857	25,323	388,393
Capital outlay	54,658	81,597	1,768,763
Debt service:			
Principal payments on long-term debt	-	-	628,785
Interest on long-term debt and commercial paper	343	11,232	504,979
Total expenditures	86,379	140,456	4,091,002
Excess (deficiency) of revenues over (under) expenditures	4,239	13,254	(239,164)
Other financing sources (uses):			
Transfers out:			
Project related	(30)	(183)	(222,373)
Non-project related	(6,763)	(13,526)	(18,627)
Transfers in project related	-	2	1,567
Proceeds on sale of capital assets	537	551	16,155
Bond proceeds	-	-	1,169,999
Advance refunding escrow	-	-	(931)
Payment to refunded bond escrow agent	-	-	(152,930)
Total other financing sources (uses)	(6,256)	(13,156)	792,860
Excess (deficiency) of revenues over (under) expenditures and other sources (uses)	\$ (2,017)	\$ 98	\$ 553,696

Measure M
Schedule of Calculations of Net Tax Revenues and Net Bond Revenues (Debt Service)
as of December 31, 2006

<i>(\$ in thousands)</i>	Quarter Ended Dec 31, 2006 (actual)	Year Ended Dec 31, 2006 (actual)	Period from Inception through Dec 31, 2006 (actual)	Period from January 1, 2007 through March 31, 2011 (forecast)	Total
		<i>(C.1)</i>	<i>(D.1)</i>	<i>(E.1)</i>	<i>(F.1)</i>
Tax revenues:					
Sales taxes	\$ 72,896	\$ 132,245	\$ 2,929,274	\$ 1,324,557	\$ 4,253,831
Other agencies share of Measure M costs	-	-	97	-	97
Operating interest	4,968	9,414	179,727	46,336	226,063
Orange County bankruptcy recovery	-	-	20,683	-	20,683
Miscellaneous	-	-	801	-	801
Total tax revenues	77,864	141,659	3,130,582	1,370,893	4,501,475
Administrative expenditures:					
SBOE fees	624	1,248	44,985	20,604	65,589
Professional services, non-project related	626	694	14,997	7,190	22,187
Administration costs, non-project related	1,445	2,902	64,822	23,248	88,070
Operating transfer out, non-project related	6,763	13,526	18,627	-	18,627
Orange County bankruptcy loss	-	-	29,792	-	29,792
Other, non-project related	-	77	5,845	6,086	11,931
	9,458	18,447	179,068	57,128	236,196
Net tax revenues	\$ 68,406	\$ 123,212	\$ 2,951,514	\$ 1,313,765	\$ 4,265,279
Bond revenues:					
Proceeds from issuance of bonds	\$ -	\$ -	\$ 1,169,999	\$ -	\$ 1,169,999
Interest revenue from bond proceeds	-	-	136,067	-	136,067
Interest revenue from debt service funds	424	1,526	67,119	16,438	83,557
Interest revenue from commercial paper	27	80	5,775	-	5,775
Orange County bankruptcy recovery	-	-	21,585	-	21,585
Total bond revenues	451	1,606	1,400,545	16,438	1,416,983
Financing expenditures and uses:					
Professional services, non-project related	53	60	8,614	-	8,614
Payment to refunded bond escrow	-	-	153,861	-	153,861
Bond debt principal	-	-	628,785	375,170	1,003,955
Bond debt interest expense	343	11,232	504,979	57,479	562,458
Orange County bankruptcy loss	-	-	48,826	-	48,826
Other, non-project related	-	-	9,099	-	9,099
Total financing expenditures and uses	396	11,292	1,354,164	432,649	1,786,813
Net bond revenues (debt service)	\$ 55	\$ (9,686)	\$ 46,381	\$ (416,211)	\$ (369,830)

Measure M
Schedule of Revenue and Expenditures Summary
as of December 31, 2006

Project Description (G)	Net Tax Revenues Program to date Actual (H)	Total Net Tax Revenues (I)	Project Budget (J)	Estimate at Completion (K)	Variance Total Net Tax Revenues to Est at Completion (L)	Variance Project Budget to Est at Completion (M)	Expenditures through Dec 31, 2006 (N)	Reimbursements through Dec 31, 2006 (O)	Net Project Cost (P)	Percent of Budget Expended (Q)
<i>(\$ in thousands)</i>										
Freeways (43%)										
I-5 between I-405 (San Diego Fwy) and I-605 (San Gabriel Fwy)	\$ 718,386	\$ 1,038,153	\$ 810,010	\$ 801,602	\$ 236,551	\$ 8,408	\$ 737,987	\$ 76,450	\$ 661,537	81.7%
I-5 between I-5/I-405 Interchange and San Clemente	49,808	71,979	56,875	59,940	12,039	(3,065)	67,967	10,358	57,609	101.3%
I-5 I-405 Interchange	63,218	91,357	72,802	73,075	18,282	(273)	98,157	25,082	73,075	100.4%
S.R. 55 (Cosa Mesa Fwy) between I-5 and S.R. 91 (Riverside Fwy)	42,145	60,905	44,511	50,176	10,729	(5,665)	55,282	6,172	49,110	110.3%
S.R. 57 (Orange Fwy) between I-5 and Lambert Road	21,073	30,452	24,128	22,750	7,702	1,378	25,609	2,859	22,750	94.3%
S.R. 91 (Riverside Fwy) between Riverside Co. line & Los Angeles Co. line	90,996	131,499	116,136	105,639	25,860	10,497	123,915	18,606	105,309	90.7%
S.R. 22 (Garden Grove Fwy) between S.R. 55 and Valley View St	283,524	409,724	244,460	247,852	161,872	(3,392)	482,345	262,368	219,977	90.0%
Subtotal Projects	1,269,150	1,834,069	1,368,922	1,361,034	473,035	7,888	1,591,262	401,895	1,189,367	
Net (Bond Revenue) Debt Service			311,212	311,212	(311,212)	-	286,928		286,928	
Total Freeways	\$ 1,269,150	\$ 1,834,069	\$ 1,680,134	\$ 1,672,246	\$ 161,823	\$ 7,888	\$ 1,878,190	\$ 401,895	\$ 1,476,295	53.0%
Regional Street and Road Projects (11%)										
Smart Streets	\$ 111,314	\$ 160,862	\$ 158,458	\$ 158,458	\$ 2,404	\$ -	\$ 122,057	\$ 3,489	\$ 118,568	74.8%
Regionally Significant Interchanges	64,933	93,836	93,836	93,836	-	-	42,496	146	42,350	45.1%
Intersection Improvement Program	92,762	134,052	134,052	134,052	-	-	59,342	56	59,286	44.2%
Traffic Signal Coordination	46,381	67,026	67,026	67,026	-	-	32,534	132	32,402	48.3%
Transportation Systems Management and Transportation Demand Management	9,276	13,405	13,405	13,405	-	-	6,786	149	6,637	49.5%
Subtotal Projects	324,666	469,181	466,777	466,777	2,404	-	263,215	3,972	259,243	
Net (Bond Revenue)/Debt Service			2,404	2,404	(2,404)	-	2,216		2,216	
Total Regional Street and Road Projects	\$ 324,666	\$ 469,181	\$ 469,181	\$ 469,181	\$ -	\$ -	\$ 265,431	\$ 3,972	\$ 261,459	9.4%

Measure M
Schedule of Revenues and Expenditures Summary
as of December 31, 2006

Project Description (G)	Net Tax Revenues Program to date Actual (H)	Total Net Tax Revenues (I)	Project Budget (J)	Estimate at Completion (K)	Variance		Expenditures through Dec 31, 2006 (N)	Reimbursements through Dec 31, 2006 (O)	Net Project Cost (P)	Percent of Budget Expended (Q)
					Total Net Tax Revenues to Est at Completion (L)	Project Budget to Est at Completion (M)				
Local Street and Road Projects (21%)										
Master Plan of Arterial Highway Improvements	\$ 95,357	\$ 175,603	\$ 175,603	\$ 175,603	\$ -	\$ -	\$ 58,041	\$ 99	\$ 57,942	33.0%
Streets and Roads Maintenance and Road Improvements	429,105	620,106	620,106	620,106	-	-	425,009	-	425,009	68.5%
Growth Management Area Improvements	95,357	100,000	100,000	100,000	-	-	59,515	431	59,084	59.1%
Subtotal Projects	619,819	895,709	895,709	895,709	-	-	542,565	530	542,035	
Net (Bond Revenue)/Debt Service										
Total Local Street and Road Projects	\$ 619,819	\$ 895,709	\$ 895,709	\$ 895,709	\$ -	\$ -	\$ 542,565	\$ 530	\$ 542,035	19.5%
Transit Projects (25%)										
Pacific Electric Right-of-Way	\$ 14,282	\$ 20,638	\$ 15,000	\$ 13,760	\$ 6,878	\$ 1,240	\$ 16,016	\$ 2,288	\$ 13,728	91.5%
Commuter Rail	261,828	378,372	370,519	385,687	(7,315)	(15,168)	316,384	57,041	259,343	70.0%
High-Technology Advanced Rail Transit	323,714	467,805	458,206	464,580	3,225	(6,374)	49,409	6,024	43,385	9.5%
Elderly and Handicapped Fare Stabilization	19,042	27,518	20,000	20,000	7,518	-	14,010	-	14,010	70.1%
Transitways	119,013	171,987	146,381	126,079	45,908	20,302	159,748	36,666	123,082	84.1%
Subtotal Projects	737,879	1,066,320	1,010,106	1,010,106	56,214	-	555,567	102,019	453,548	
Net (Bond Revenue)/Debt Service										
Total Transit Projects	\$ 737,879	\$ 1,066,320	\$ 1,066,320	\$ 1,066,320	\$ -	\$ -	\$ 607,395	\$ 102,019	\$ 505,376	18.1%
Total Measure M Program										
	\$ 2,951,514	\$ 4,265,279	\$ 4,111,344	\$ 4,103,456	\$ 161,823	\$ 7,888	\$ 3,293,581	\$ 508,416	\$ 2,785,165	