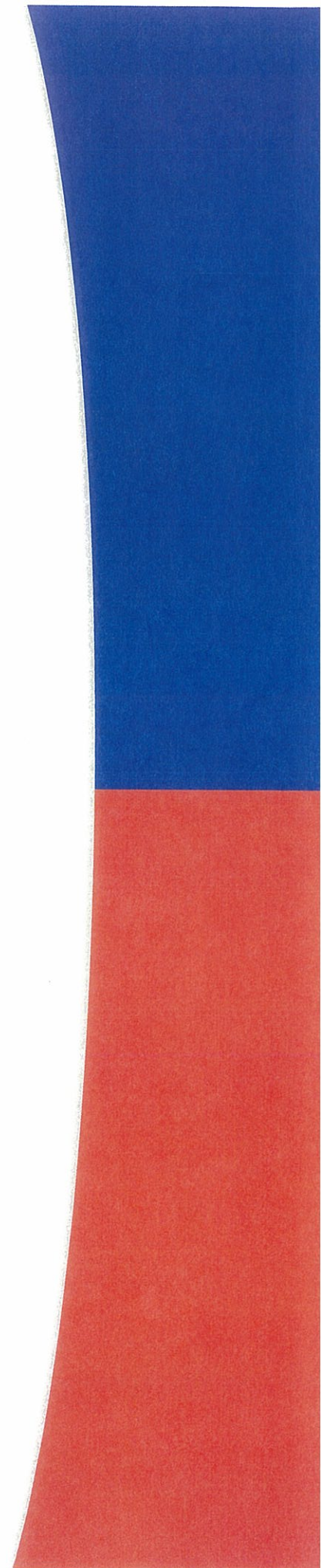




## **Fiscal Year 2010-2011**

VDOT Annual Budget  
June 2010





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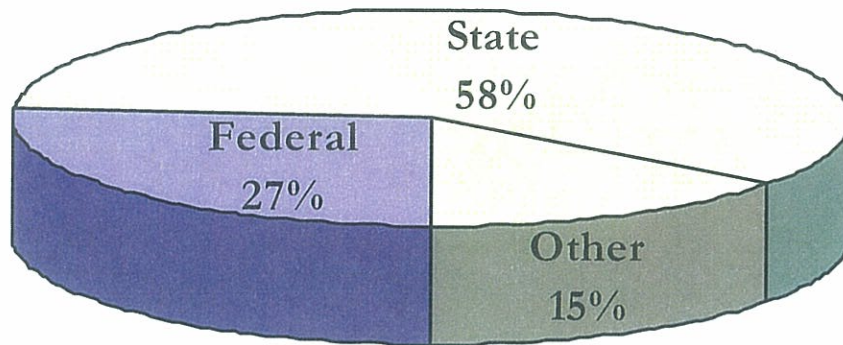


# Overview

The Fiscal Year 2011 budget for the Virginia Department of Transportation (VDOT) identifies the estimated revenues and the distribution of the revenues to the related transportation programs. It is based on the most recent official state revenue forecast from December 2009 and estimated federal funding. The VDOT Budget for FY 2011 totals \$3,324,044,803, a 1.6 % decrease from the Revised FY 2010 Budget.

VDOT's revenues are provided by dedicated state and federal revenue sources. The major state revenues are estimated by the Department of Taxation and are included in the state's official revenue estimate. VDOT continues to estimate federal revenues based upon information received from Federal Highway Administration (FHWA).

## Sources of Transportation Funds



VDOT's FY 2011 Budget is supported by \$ 1.954 billion of state revenues. Federal revenues of \$881 million account for 27% of the funding for this fiscal year.



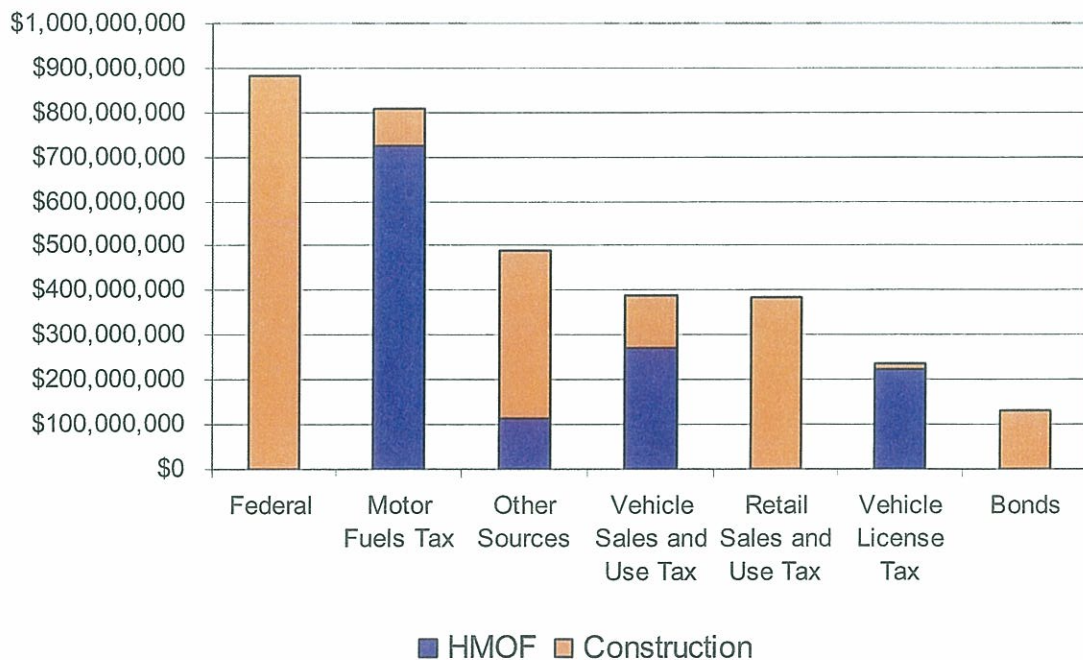


# Revenues

VDOT's revenues are specifically designated for transportation. Four primary state taxes provided for transportation in Virginia: Motor Fuels Tax, Motor Vehicle Sales and Use Tax, Motor Vehicle License Fee, and State Sales and Use Tax. The following table summarizes VDOT's FY 2011 revenues. Other revenue sources include PTF and toll facilities revenues.

Source	HMOF	Construction*	TOTAL
Motor Fuels Tax	\$726,800,000	\$82,556,300	\$809,356,300
Vehicle Sales and Use Tax	272,700,000	117,499,100	390,199,100
Vehicle License Tax	221,300,000	16,684,400	237,984,400
Retail Sales and Use Tax	0	384,528,200	384,528,200
Bonds	0	132,371,899	132,371,899
Other Sources	112,717,731	375,553,528	488,271,259
Federal	0	881,333,645	881,333,645
Transfer to HMOF	510,998,018	(510,998,018)	0
<b>TOTAL</b>	<b>\$1,844,515,749</b>	<b>\$1,479,529,054</b>	<b>\$3,324,044,803</b>

\* Includes highway share of TTF, Federal, CPR Bonds & other special funds





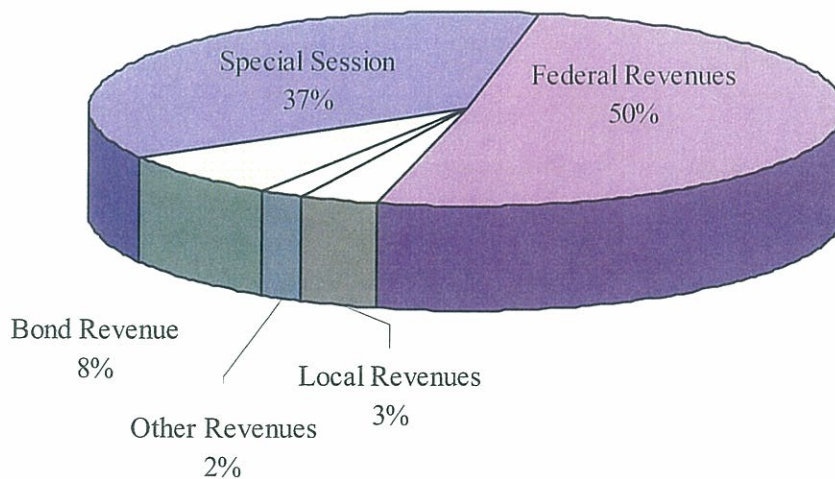


# Transportation Trust Fund - Construction

The Transportation Trust Fund was created by the 1986 Special Session. VDOT manages the 78.7% of the TTF funds dedicated by the Code of Virginia for highway construction. Special Session funds include motor vehicle fuels tax, motor vehicle sales tax, and state retail sales and use tax. The following table identifies the construction fund revenues by major source.

Construction Revenue Sources	FY 2010		Difference
	Approved May 2010	FY 2011	
Special Session	\$621,268,128	\$634,529,210	\$13,261,082
Federal Revenues	844,433,739	881,333,645	36,899,906
Local Revenues	96,900,158	59,007,419	(37,892,739)
Other Revenues	55,990,122	30,613,346	(25,376,776)
Bond Revenue	162,373,719	132,371,899	(30,001,820)
<b>Total</b>	<b>\$1,780,965,866</b>	<b>\$1,737,855,519</b>	<b>(\$43,110,347)</b>

## Construction Revenues by Source FY 2011





# VDOT Program Descriptions & Allocations



## Summary of Allocations by Program

The following table summarizes VDOT's budget by the major programs.

	FY 2010 Approved May 2010	FY 2011	INCREASE (DECREASE)
Environmental Monitoring and Evaluation (514)	\$8,380,383	\$12,488,085	\$4,107,702
Ground Transportation Planning and Research (602)	43,056,623	41,635,095	(1,421,528)
Highway System Acquisition and Construction (603)	1,059,034,723	983,944,626	(75,090,097)
Highway System Maintenance (604)	1,312,425,197	1,345,265,474	32,840,277
Commonwealth Toll Facilities (606)	61,966,317	51,055,893	(10,910,424)
Financial Assistance to Localities (607)	346,092,847	367,149,862	21,057,015
Non-Toll Supported Transportation Debt Service (612)	247,825,962	248,198,591	372,629
Administrative and Support Services (699)	235,564,928	217,440,499	(18,124,429)
VDOT Capital Outlay (998)	500,000	2,500,000	2,000,000
Support to Other State Agencies	44,996,548	42,420,163	(2,576,385)
Support to Ports	977,194	519,437	(457,757)
Support to DRPT Programs	17,549,854	11,427,078	(6,122,776)
<b>TOTAL</b>	<b>\$3,378,370,576</b>	<b>\$3,324,044,803</b>	<b>(\$54,325,773)</b>





# Ground Transportation Planning & Research (602)

Ground Transportation Planning and Research is comprised of:

Ground Transportation System Planning (60201) - To provide efforts to lead and plan a comprehensive system of ground transportation, including the planning of particular ground transportation projects through surveying, mapping and studies. These studies are the basis for decisions on proposed highway plans, programs and projects, as well as other travel modes and routes throughout Virginia. This includes Land Development activities related to the implementation of Chapter 527.

Ground Transportation System Research (60202) - To provide efforts devoted to the planning and delivery of a comprehensive ground transportation research, development, consulting and technology transfer program covering the areas of transportation system operations, maintenance, structural design and construction, materials and specifications, safety, environmental stewardship, finance and policy.

Ground Transportation Program Management and Direction (60204) - To provide activities related to the management and direction of the program. Adequate and effective management and direction is critical to the success of the program.

	<b>FY 2010 Approved May 2010</b>	<b>FY 2011</b>	<b>INCREASE (DECREASE)</b>
<b>PLANNING &amp; RESEARCH (6020000)</b>			
Ground Transportation System Planning (60201)	\$36,056,026	\$37,203,983	\$1,147,957
Ground Transportation System Research (60202)	3,832,363	1,720,427	(2,111,936)
Ground Transportation Program Management & Direction (60204)	3,168,234	2,710,685	(457,549)
<b>TOTAL PLANNING &amp; RESEARCH</b>	<b>\$43,056,623</b>	<b>\$41,635,095</b>	<b>(\$1,421,528)</b>
HMOF	3,063,389	4,067,899	1,004,510
CONSTRUCTION	21,599,124	19,257,035	(2,342,089)
FEDERAL	18,394,110	18,310,161	(83,949)



# Highway System Acquisition and Construction (603)

## Dedicated and Statewide Construction (60302)

The purpose of the Dedicated and Statewide Construction service area is to design and prepare plans, acquire needed land and construct roads and bridges or support transit or operational activities across the state that are not dedicated to a specific highway system. This includes statewide programs such as the Revenue Sharing and the Safety programs. Funding for the federal Congestion Mitigation and Air Quality Improvement (CMAQ) and Regional Surface Transportation programs which have yet to be distributed by the respective Metropolitan Planning Organizations are included in this service area and will be transferred when identified. It also includes non-toll-related bond-funded construction.

DEDICATED & STATEWIDE CONSTRUCTION (6030200)	FY 2010		INCREASE (DECREASE)
	Approved May 2010	FY 2011	
Revenue Sharing	\$80,000,000	\$30,000,000	(\$50,000,000)
SAFETEA-LU Earmarks	1,243,361	0	(1,243,361)
TPOF	1,076,542	387,942	(688,600)
Safety	24,758,124	24,133,545	(624,579)
Safety Match	3,053,560	3,051,630	(1,930)
Enhancement	17,036,059	17,406,933	370,874
Participating Project Costs	15,000,000	15,000,000	0
Statewide and Regional Projects	13,938,137	17,282,332	3,344,195
STP Regional	2,295,405	3,401,350	1,105,945
STP Regional Match	2,295,405	850,337	(1,445,068)
CMAQ	8,426,097	15,315,386	6,889,289
CMAQ Match	2,230,776	3,695,291	1,464,515
Other	188,137,715	161,394,581	(26,743,134)
<b>TOTAL DEDICATED &amp; STATEWIDE CONSTRUCTION</b>	<b>\$359,491,181</b>	<b>\$291,919,327</b>	<b>(\$67,571,854)</b>
CONSTRUCTION	134,447,564	99,046,966	(35,400,598)
FEDERAL	120,950,305	183,841,090	62,890,785
NVTD	77,406,328	4,824,079	(72,582,249)
OAK GROVE	329,675	413,250	83,575
ROUTE 58	2,605,625	1,208,000	(1,397,625)
CONCESSION	5,265,672	2,193,000	(3,072,672)
TPOF	1,076,542	387,942	(688,600)
FRANS	4,000	5,000	1,000
ROUTE 28	17,404,870	0	(17,404,870)

Included in the Other item are amounts for Rail Highway Crossings, High Risk Rural Roads, Safe Routes to Schools, Special Allocated STP and Safety funds and Open Container.





# Highway System Acquisition and Construction (603)

## Primary Construction (60304)

The primary construction system is made up of roads that connect cities and towns with each other and with interstates. Primary roads serve the state in the same manner as the Interstate system serves the nation.

Historically, the primary construction program received 40% of the funds available for state formula distribution. All of the funds provided in FY 2011 are from those distributed by the CTB or MPOs.

<b>PRIMARY CONSTRUCTION (60304)</b>	<b>FY 2010 Approved May 2010</b>	<b>FY 2011</b>	<b>INCREASE (DECREASE)</b>
Formula Federal	\$0	\$0	\$0
Formula State	0	0	0
CMAQ	4,432,400	992,000	(3,440,400)
CMAQ Match	1,108,100	248,000	(860,100)
STP Regional	15,012,538	25,272,293	10,259,755
STP Regional Match	3,753,133	6,318,074	2,564,941
SAFETEA-LU Earmarks	3,358,608	0	(3,358,608)
SAFETEA-LU Earmarks Match	4,912,194	0	(4,912,194)
Appalachian Development	30,355,226	44,203,054	13,847,828
Equity Bonus	19,004,352	52,345,139	33,340,787
Bridge	33,558,544	20,782,545	(12,775,999)
Bond Match	21,144,952	36,624,040	15,479,088
Other	15,085,434	34,673,256	19,587,822
<b>TOTAL PRIMARY CONSTRUCTION</b>	<b>\$151,725,481</b>	<b>\$221,458,401</b>	<b>\$69,732,920</b>
CONSTRUCTION	37,569,633	48,456,332	10,886,699
FEDERAL	114,155,848	173,002,069	58,846,221





# Highway System Acquisition and Construction (603)

## Urban Construction (60307)

The purpose of the urban construction service area is to design and prepare plans, acquire needed land and construct roads and bridges on the urban highway system.

Historically, the urban construction program received 30% of the funds available for state formula distribution and allocated to the cities and towns. As detailed below, no funds are distributed this year through the state allocation formula.

<b>URBAN CONSTRUCTION (60307)</b>	<b>FY 2010 Approved May 2010</b>	<b>FY 2011</b>	<b>INCREASE (DECREASE)</b>
State Formula:	\$0	\$0	\$0
Federal Formula:			
Federal	10,850,192	0	(10,850,192)
State	2,712,559	0	(2,712,559)
CMAQ	9,198,165	6,615,086	(2,583,079)
CMAQ Match	2,202,550	1,653,772	(548,778)
SAFETEA-LU Earmarks	1,544,066	0	(1,544,066)
SAFETEA-LU Earmarks Match	3,345,602	0	(3,345,602)
STP Regional	14,259,409	12,139,738	(2,119,671)
STP Regional Match	3,564,852	3,034,935	(529,917)
STP Under 200,000	0	5,365,462	5,365,462
Bridge	12,541,005	10,275,386	(2,265,619)
Equity Bonus	5,696,116	6,084,317	388,201
Bond Match	4,583,914	6,061,899	1,477,985
Other	13,474,755	13,415,655	(59,100)
<b>TOTAL URBAN CONSTRUCTION</b>	<b>\$83,973,185</b>	<b>\$64,646,250</b>	<b>(\$19,326,935)</b>
CONSTRUCTION	23,558,976	21,001,441	(2,557,535)
FEDERAL	60,414,209	43,644,809	(16,769,400)

## Highway Construction Program Management (60315)

The purpose of the construction management program is to provide activities related to the management and direction of the program. Adequate and effective management and direction is critical to the success of the program.

<b>CONSTRUCTION MANAGEMENT (60315)</b>	<b>FY 2010 Approved May 2010</b>	<b>FY 2011</b>	<b>INCREASE (DECREASE)</b>
<b>TOTAL CONSTRUCTION MANAGEMENT</b>	<b>\$35,422,295</b>	<b>\$35,209,844</b>	<b>(\$212,451)</b>
HMOF	\$35,422,295	35,209,844	(212,451)





## Commonwealth Toll Facilities (606)

**Toll Facility Acquisition and Construction (60601)** - To provide efforts to acquire, construct, and renovate ground transportation toll facilities. To construct needed highway facilities earlier than would be possible with traditional funding sources and without general tax increases, toll facilities have, when practical, been funded through the issuance of bonds. Revenues collected from toll facilities contribute to Virginia's safe and effective transportation system. Currently, there are eight toll facilities in Virginia: George P. Coleman Toll Facility, Dulles Toll Road, Dulles Greenway, Chesapeake Bay Bridge-Tunnel, Chesapeake Expressway, Downtown Expressway/Powhite Parkway, the Boulevard Bridge and Pocahontas Parkway. Of these facilities, two are currently owned and operated by VDOT: Powhite Parkway Extension Toll Road in Chesterfield County and George P. Coleman Bridge in Gloucester County. The remaining six toll operations are privately owned.

**Toll Facility Debt Service (60602)** - To provide for the debt service requirements of the debt-financed toll facilities. The bond indentures for the toll facilities require the Commonwealth Transportation Board (CTB) to set toll rates for all classes of vehicles which will provide sufficient net revenues to meet the facility's obligations. Toll roads are typically constructed with debt financing and the subsequent toll collection revenues are used for debt service payments. The two state-owned facilities collecting tolls to pay debt service are: the Powhite Parkway Extension in Richmond, and the George P. Coleman Bridge located between Gloucester and York counties.

**Toll Facility Maintenance and Operation (60603)** - To provide for the operational costs of the three toll facilities operated by VDOT: the George P. Coleman Bridge, Dulles Toll Road, and the Powhite Parkway Extension Toll Road. All operating costs associated with that facility are to be paid out of the revenues generated by that facility. Customer service and toll collection are toll facilities' main operations. Effective November 1, 2008, VDOT transferred the responsibility for the operations and maintenance of the Dulles Toll Road facility to the Washington Metropolitan Airports Authority. Minimal costs related to the Dulles Toll Road are expected this FY as final expenditures are incurred.

**Toll Facilities Revolving Fund (60604)** - To provide a method to finance and/or refinance existing and potential toll facilities. Interest earnings on the Construction Fund and Highway Maintenance and Operating Fund are deposited in this account. Funds allocated from the Toll Facilities Revolving Account intended for planned or operating toll facilities are considered advance funding in which the Toll Facilities Revolving Account must be reimbursed.

<b>TOLL FACILITIES (60600)</b>	<b>FY 2010 Approved May 2010</b>	<b>FY 2011</b>	<b>INCREASE (DECREASE)</b>
Acquisition & Construction (60601)	\$0	\$0	\$0
Debt Service (60602)	9,489,850	9,498,100	8,250
Maintenance & Operations (60603)	22,891,144	8,136,533	(14,754,611)
Toll Facilities Revolving (60604)	29,585,323	33,421,260	3,835,937
<b>TOTAL TOLL FACILITIES</b>	<b>\$61,966,317</b>	<b>\$51,055,893</b>	<b>(\$10,910,424)</b>
DULLES	16,800,000	2,000,000	(14,800,000)
POWHITE	9,300,801	9,306,819	6,018
COLEMAN	6,280,193	6,327,814	47,621
TOLL FACILITIES REVOLVING	29,585,323	33,421,260	3,835,937





# Non-Toll Supported Transportation Debt Service (612)

Non-Toll Supported Transportation Debt Service consists of:

**Highway Transportation Improvement District Debt Service (61201)** - To provide for the debt service requirements of the bonds sold to finance transportation improvements in special tax districts. There is currently only one such district, the State Route 28 Highway Transportation Improvement District in Fairfax and Loudoun counties.

**Designated Highway Corridor Debt Service (61202)** - To provide for the debt service requirements of the bonds sold to finance transportation improvements in special designated highway corridors. The Commonwealth Transportation Board has issued transportation revenue bonds for the U.S. Route 58 Corridor Development Program, the City of Chesapeake Oak Grove Connector Project, and the Northern Virginia Transportation District (NVTD) Program.

**Federal Highway Revenue Anticipation Notes Debt Service (61203)** - To provide for the debt service requirements of the Federal Highway Reimbursement Anticipation Notes (FRANs) sold to finance transportation improvements in the Commonwealth.

**Commonwealth Transportation Capital Projects Bond Act Debt Service (61204)** - To provide for the debt service requirements of the bonds sold to finance transportation improvements under the Commonwealth Transportation Capital Projects Bond Act.

NON-TOLL SUPPORTED TRANSPORTATION DEBT SERVICE (61200)	FY 2010		INCREASE (DECREASE)	
	Approved May 2010	FY 2011		
Highway Transportation Improvement Debt Service (61201)	\$7,528,150	\$7,528,835	\$685	
Designated Highway Corridor Debt Service (61202)	87,559,812	88,084,756	524,944	
Federal Highway Reimbursement Anticipation Notes Debt Service (61203)	152,303,120	112,005,441	(40,297,679)	
Capital Projects Bonds/Reserve (61204)	434,880	40,579,559	40,144,679	
<b>TOTAL HIGHWAY CONSTRUCTION THROUGH BONDS PROCEEDS</b>	<b>\$247,825,962</b>	<b>\$248,198,591</b>	<b>\$372,629</b>	
	FRANs	152,303,120	112,005,441	(40,297,679)
	NVTD	33,951,112	34,488,518	537,406
	OAK GROVE	2,227,325	2,226,750	(575)
	ROUTE 28	7,528,150	7,528,835	685
	PTF	434,880	3,668,513	3,233,633
	CPR BONDS	0	36,911,046	36,911,046
	ROUTE 58	51,381,375	51,369,488	(11,887)





## VDOT Capital Outlay (998)

Capital Outlay funding is provided to support the agency's building and renovation needs as well as Maintenance Reserve needs. This funding may be used for acquisition of real property (including buildings or plant) or machinery or equipment, new construction, and improvements related to state-owned real property, buildings, plant, machinery or equipment (including plans therefore), as defined in the *Code of Virginia*. All capital outlay projects must be approved by the Governor and General Assembly via the Six-Year Capital Improvement Plan and the Biennial Budget. VDOT receives direction from the Department of Planning and Budget and the Department of General Services on the development and execution of the Capital Outlay Program.

VDOT CAPITAL OUTLAY (99800)	FY 2010 Approved May 2010	FY 2011	INCREASE (DECREASE)
<b>TOTAL VDOT CAPITAL OUTLAY</b>	<b>\$500,000</b>	<b>\$2,500,000</b>	<b>\$2,000,000</b>
CONSTRUCTION	\$500,000	2,500,000	2,000,000



The following table summarizes VDOT's budget by major program and major fund.

Program	HMOF	Construction	Federal	Bonds	Other*	Total
Environmental Monitoring and Evaluation (514)	\$12,488,085	\$0	\$0	\$0	\$0	\$12,488,085
Ground Transportation Planning & Research (602)	4,067,899	19,257,035	18,310,161	0	0	41,635,095
Highway System Acquisition and Construction (603)	35,209,844	111,912,374	695,419,238	132,371,899	9,031,271	983,944,626
Highway System Maintenance (604)	1,190,157,505	0	155,107,969	0	0	1,345,265,474
Commonwealth Toll Facilities (606)	0	0	0	0	51,055,893	51,055,893
Financial Assistance to Localities (607)	352,307,621	7,915,805	6,926,436	0	0	367,149,862
Non-Toll Supported Transportation Debt Service (612)	0	0	0	0	248,198,591	248,198,591
Administrative and Support Services (699)	211,142,016	0	5,569,841	0	728,642	217,440,499
VDOT Capital Outlay (998)	0	2,500,000	0	0	0	2,500,000
Support to Other State Agencies	39,142,779	2,610,087	0	0	667,297	42,420,163
Support to Ports	0	519,437	0	0	0	519,437
Support to DRPT Programs	0	11,427,078	0	0	0	11,427,078
<b>TOTAL</b>	<b>\$1,844,515,749</b>	<b>\$156,141,816</b>	<b>\$881,333,645</b>	<b>\$132,371,899</b>	<b>\$309,681,694</b>	<b>\$3,324,044,803</b>

\* - Other includes tolls, PTF, Route 58, Route 28, Oak Grove, and TPOF

