



FY 2010 Budget Revision Addressing Snow Removal Costs

Reta R. Busher, CFO
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Revised FY 2010 Budget – May 2010

VDOT's FY 2010 annual budget is being revised to redirect available amounts from other programs to the maintenance program to help offset this year's record snow removal costs

This revision does not change the value of the annual budget

The FY 2010 budget remains at \$3.378 billion as revised in December 2009

Program	Revised 2010 December 2009	Increase / Decrease	Revised 2010 May 2010
Environmental Monitoring and Evaluation (514)	\$11,947,299	(\$3,566,916)	\$8,380,383
Ground Transportation Planning and Research (602)	45,472,644	(2,416,021)	43,056,623
Highway System Acquisition and Construction (603)	1,059,354,723	(320,000)	1,059,034,723
Highway System Maintenance (604)	1,291,862,835	20,562,362	1,312,425,197
Commonwealth Toll Facilities (606)	61,966,317	0	61,966,317
Financial Assistance to Localities (607)	346,092,847	0	346,092,847
Non-Toll Supported Transportation Debt Service (612)	247,825,962	0	247,825,962
Administrative and Support Services (699)	244,824,353	(9,259,425)	235,564,928
VDOT Capital Outlay (998)	5,500,000	(5,000,000)	500,000
Support to Other State Agencies	44,996,548	0	44,996,548
Support to Ports	977,194	0	977,194
Support to DRPT Programs	17,549,854	0	17,549,854
Total	\$3,378,370,576	\$0	\$3,378,370,576

Addressing the Snow

Snow related expenditures this year have exceeded \$263 million

A review of the administrative and other operating programs was performed to identify funds that could be made available for transfer to the maintenance program to help offset the extreme snow costs

\$20.56 million of available funding was identified in the administrative and other operational programs

- **\$7.92 million of personal services budgets were identified as no longer needed, largely due to Blueprint impacts**
- **\$7.64 million of nonpersonal budget amounts were identified that could be released. The amounts became available due to delayed procurements and the reassessment of needs.**
- **\$5 million from the Capital Outlay program**

Reductions by Program

Program	Personal Services	Nonpersonal Services	Total Reduction
<i>Environmental Monitoring and Evaluation (514)</i>			
Environmental Monitoring and Evaluation for Highway Projects (51408)	(\$266,916)	(\$3,300,000)	(\$3,566,916)
<i>Ground Transportation Planning and Research (602)</i>			
Ground Transportation System Planning (60201)	(2,416,021)	-	(2,416,021)
<i>Highway Acquisition and Construction (603)</i>			
Construction Management (60315)	-	(320,000)	(320,000)
<i>Administrative and Support Services (699)</i>			
General Management & Direction (69901)	(5,235,000)	(4,024,425)	(9,259,425)
<i>VDOT Capital Outlay (998)</i>			
	-	(5,000,000)	(5,000,000)
Total	(\$7,917,937)	(\$12,644,425)	(\$20,562,362)

- **Environmental** – largely provided from delays in the purchase of wetlands credits and consultant procurements
- **Planning** – recognize reduced land development activity
- **Construction management** – reduced staffing levels
- **Administrative** – employee severance cost lower than planned
- **Capital outlay** – delay or cancellation of projects

The Approach to Addressing the Snow Costs

The excessive snow amounts and costs this year could not be predicted

–Not reasonable for each district to individually be responsible for its own expenditures (especially Northern Virginia and Staunton)

–Therefore, the issue was viewed as a statewide event

	(in millions)
Snow Expenditures	\$ 263.3
Less: FY 2010 Snow Budget	(79.7)
Budgetary Shortfall	\$ 183.6

	(in millions)
Amounts Provided and Distributed from a Statewide Perspective	
Amount Provided from Administrative and Other Programs through the Revised Budget	\$ 20.6
Amounts Provided from Statewide Maintenance Funds	
Statewide Maintenance Reserves	20.0
Statewide Programs, Projects and Maintenance Management	20.0
Total from Statewide Maintenance Funds	40.0
District Contributions based on share of FY 2010 Maintenance Budget	
Maintenance Projects	68.9
Asset Maintenance and Services Budgets	30.8
Total District Contributions	99.7
Total Provided and Distributed from a Statewide Perspective	160.3
Remainder Provided by Individual District	23.3
Total of Amounts Redirected to Snow	\$ 183.6



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