



# **FY 2012 - 2017 CTF Six-Year Financial Plan Recommended FY 2012 CTF and VDOT Budgets**

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# Commonwealth Transportation Fund Six-Year Financial Plan



# Commonwealth Transportation Fund

## Fiscal Years 2012 – 2017 Six-Year Financial Plan

### Overview

- The Six-Year Financial Plan (SYFP) identifies the planned funding for allocation to Highways, Transit, Ports and Aviation.
- The Fiscal Years 2012 – 2017 SYFP allocates \$26.8 billion over the period.
  - 17 percent increase over the \$23.0 billion FY 2011 – 2016 SYFP
- It is based on the December 2010 official state transportation revenue forecast and reflects the funding provided by the Governor's Omnibus Transportation Funding Bill.
- Federal revenue is based on Federal FY 2010 apportionments and obligation authority.
  - Most reliable source without a federal reauthorization.
  - Future growth rate based on the projected growth in fuel consumption per the Department of Taxation (1.8%).
  - There is continued uncertainty about the funding levels that will be provided by the next federal transportation legislation.
- The FY 2012 amounts represent the budgets for the CTF and VDOT.

# Commonwealth Transportation Fund Fiscal Years 2012 – 2017 Six-Year Financial Plan 2011 Governor's Omnibus Transportation Funding Bill

- **The FY 2012-2017 Six-Year Financial Plan allocates the bond funding provided by the Governor's Omnibus Transportation Funding Bill.**
  - **Acceleration of CPR bond issues in fiscal years 2012 and 2013**
    - Supports the planned issuance of \$1.8 billion over three years
    - First \$600 million issued in May 2011
  - **Grant Anticipation Revenue Vehicle (GARVEE) Bonds**
    - With the passage of HB 2527 / SB 1446, the existing FRAN \$1.2 billion revolving debt authorization provided by the Virginia Transportation Act (VTA) of 2000 to supports the issuance of direct GARVEEs.
    - Planned Issuance Schedule
      - \$623.3 million, FY 2012
      - \$241.5 million, FYs 2013 and 2014
    - Issuance schedule dependent on project readiness



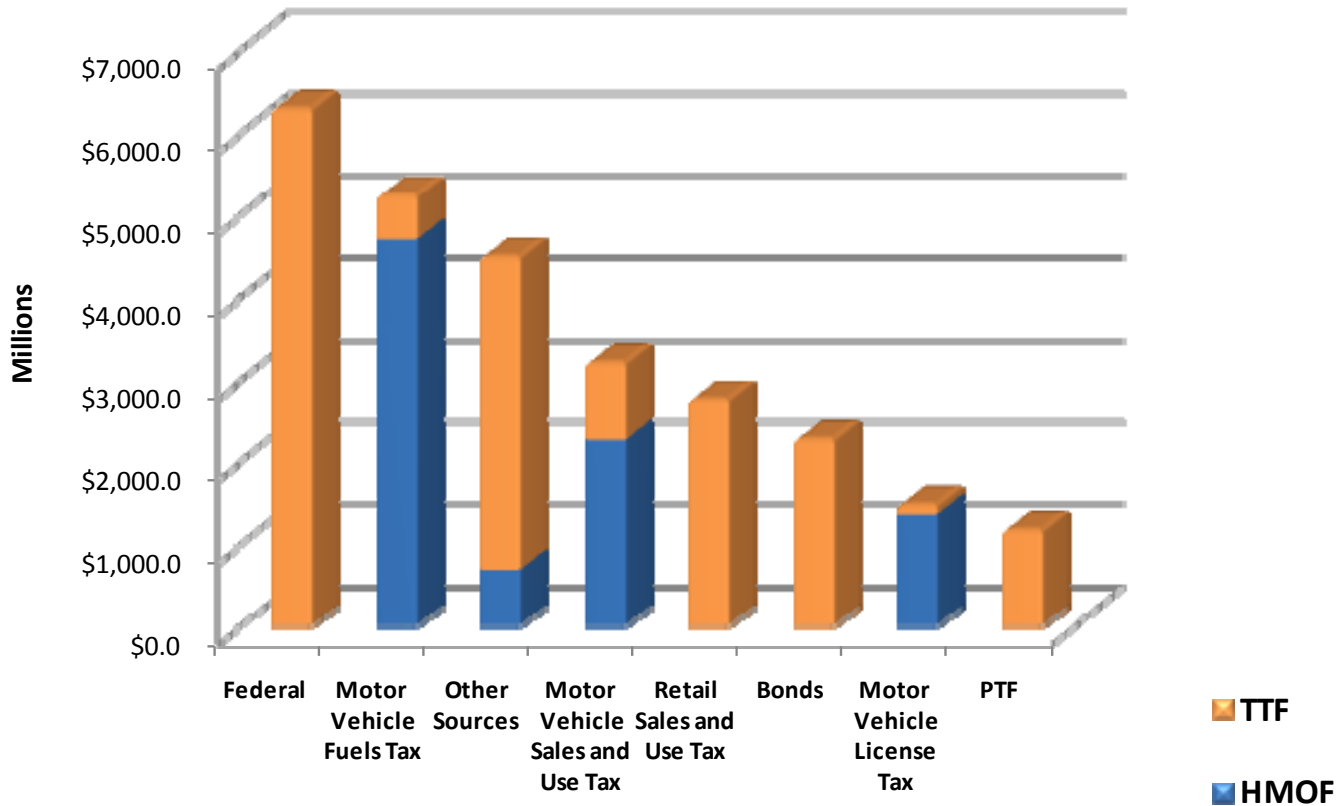
# Commonwealth Transportation Fund Fiscal Years 2012 – 2017 Six-Year Financial Plan Estimated Revenues (in millions)

	2012	2013	2014	2015	2016	2017	Total
<b>State Transportation Revenues</b>							
HMO	\$ 1,379.0	\$ 1,427.6	\$ 1,454.1	\$ 1,505.5	\$ 1,522.4	\$ 1,543.5	\$ 8,832.1
TTF net interest	892.6	926.8	958.4	1,010.2	1,045.3	1,068.6	5,901.9
PTF (From TTF)	156.0	162.1	169.0	174.5	183.7	183.7	1,029.0
Local and Other Revenues	484.5	258.9	263.9	353.9	327.4	322.6	2,011.2
<b>Total</b>	<b>2,912.1</b>	<b>2,775.4</b>	<b>2,845.4</b>	<b>3,044.1</b>	<b>3,078.8</b>	<b>3,118.4</b>	<b>17,774.2</b>
<b>Federal Revenues</b>	<b>1,137.7</b>	<b>990.0</b>	<b>1,008.3</b>	<b>1,027.0</b>	<b>1,046.0</b>	<b>1,065.3</b>	<b>6,274.2</b>
<b>Total Revenues</b>	<b>4,049.8</b>	<b>3,765.4</b>	<b>3,853.7</b>	<b>4,071.1</b>	<b>4,124.8</b>	<b>4,183.7</b>	<b>24,048.4</b>
<b>Other Financing Sources</b>							
GARVEE Bonds	623.3	241.5	241.5	-	-	-	1,106.3
Capital Improvement Bonds	600.0	600.0	300.0	50.0	50.0	50.0	1,650.0
<b>Total</b>	<b>1,223.3</b>	<b>841.5</b>	<b>541.5</b>	<b>50.0</b>	<b>50.0</b>	<b>50.0</b>	<b>2,756.3</b>
<b>Total Revenues and Other Financing Sources</b>	<b>\$ 5,273.1</b>	<b>\$ 4,606.9</b>	<b>\$ 4,395.2</b>	<b>\$ 4,121.1</b>	<b>\$ 4,174.8</b>	<b>\$ 4,233.7</b>	<b>\$ 26,804.7</b>



# Commonwealth Transportation Fund Fiscal Years 2012 – 2017 Six-Year Financial Plan Estimated Revenues by Source

Federal revenues are the largest single revenue source, followed by Motor Vehicle Fuels Tax



# Commonwealth Transportation Fund Fiscal Years 2012 – 2017 Six-Year Financial Plan Estimated Allocations (in millions)

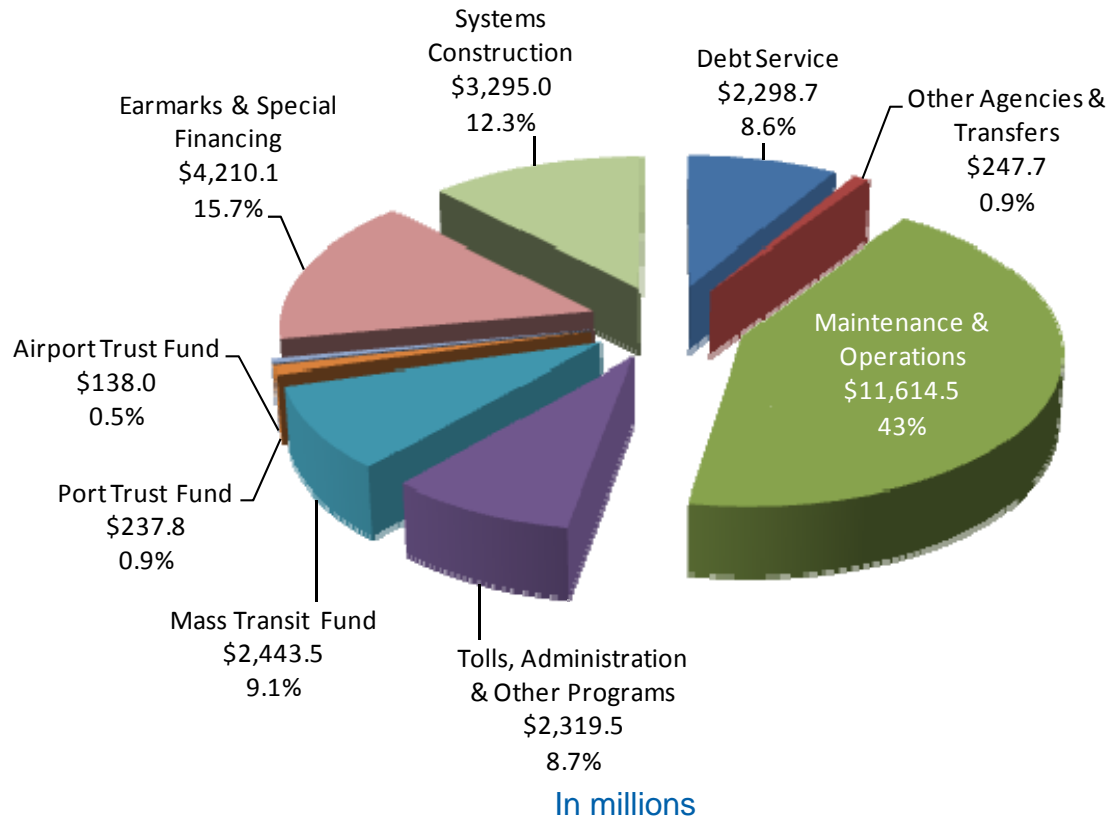
- The chart below illustrates the estimated allocations by major category.
- The allocations reflect the formula distribution of the TTF revenues.

	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	Total
Debt Service	\$ 321.7	\$ 351.7	\$ 392.9	\$ 424.8	\$ 406.7	\$ 400.8	\$ 2,298.7
Other Agencies & Transfers	40.7	41.3	41.3	41.9	42.0	40.4	247.7
Maintenance & Operations	1,779.1	1,820.3	1,890.8	1,964.2	2,040.4	2,119.6	11,614.5
Tolls, Administration & Other Programs	356.8	374.4	382.5	391.9	401.6	412.3	2,319.5
Mass Transit Fund	466.9	374.5	409.4	390.9	398.1	403.7	2,443.5
Port Trust Fund	37.4	37.0	38.3	40.4	41.9	42.8	237.8
Airport Trust Fund	21.7	21.5	22.2	23.5	24.3	24.8	138.0
Earmarks & Special Financing	1,536.9	1,004.1	681.1	320.2	347.4	320.3	4,210.1
Highway Systems Construction	711.9	582.0	536.5	523.3	472.3	469.0	3,295.0
<b>Total</b>	<b>\$ 5,273.1</b>	<b>\$ 4,606.8</b>	<b>\$ 4,395.2</b>	<b>\$ 4,121.1</b>	<b>\$ 4,174.8</b>	<b>\$ 4,233.7</b>	<b>\$ 26,804.7</b>



# Commonwealth Transportation Fund Fiscal Years 2012 – 2017 Six-Year Financial Plan Estimated Allocations

- 43% or \$11.6 billion is dedicated to highway maintenance
- 28% or \$7.5 billion is for construction (Earmarks & Special Financing and Highway Systems Construction)
- Debt service consumes \$2.3 billion or 8.6%



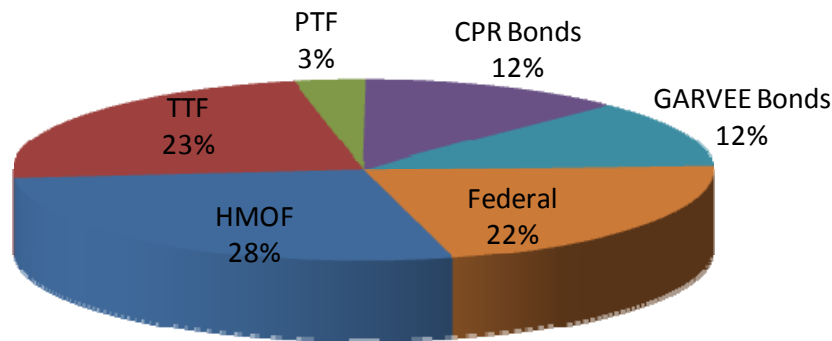


# Commonwealth Transportation Fund Recommended FY 2012 Budget



# Commonwealth Transportation Fund Recommended FY 2012 Budget

## Summary of Total Revenues



- FY 2012 CTF Revenues total \$5.3 billion, up 41% from the FY 2011 Budget.

- Includes bond funding provided by the Governor’s Transportation Funding Plan.

- FY 2012 state revenue growth over FY 2011 is 3.4%.

- The strongest growth is expected in Motor Vehicle Sales and Use Tax - 5.1%.

- Motor Fuels tax growth is forecasted at 1.3% over FY 2011.

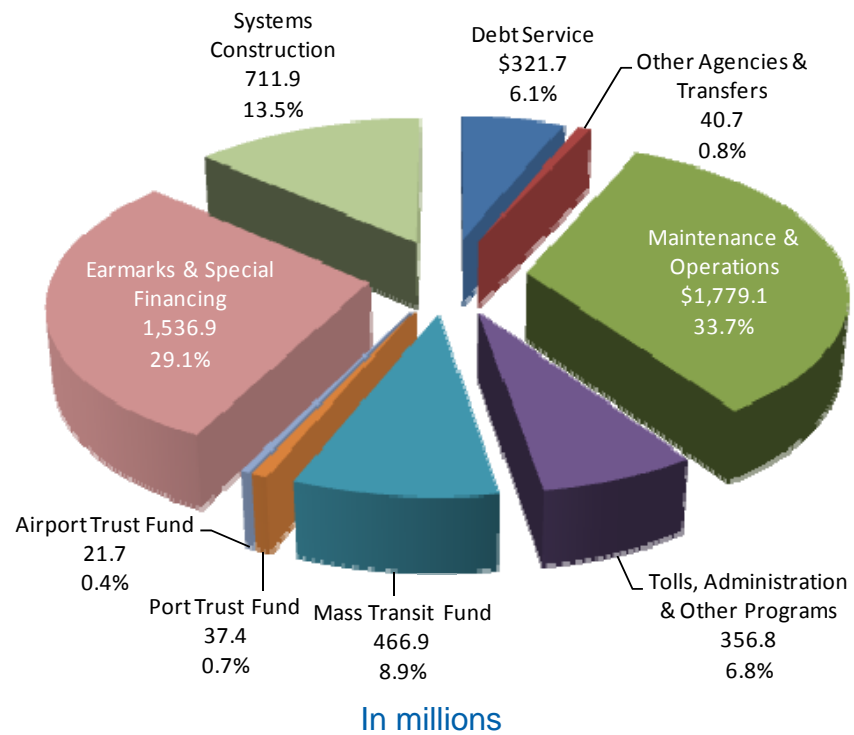
in millions

Highway Maintenance and Operating Fund	\$1,460.0
Transportation Trust Fund	1,229.5
Priority Transportation Fund	174.0
CPR Bonds	648.6
GARVEE Bonds	623.3
Federal	1,137.7
<b>Total</b>	<b>\$5,273.1</b>

# Commonwealth Transportation Fund Recommended FY 2012 Budget

**FY 2012 CTF Budget distributes the estimated revenues to the transportation agencies.**

- With the addition of the bond funding, highway construction receives 42.6% of the total (Including Earmarks & Special Financing and Highway Systems Construction)
- Highway Maintenance (33.7%) is the second largest allocation.
- The distributions to the programs and the transportation agencies are illustrated in the following chart.





**Virginia Department of Transportation  
Recommended FY 2012 Budget**

## VDOT Recommended FY 2012 Budget Highlights

- The recommended VDOT FY 2012 Budget totals \$4.8 billion, a 43.0% increase over the \$3.3 billion FY 2011 Budget.
- The increase is largely driven by the inclusion of accelerated CPR bonds issuances and the planned direct GARVEE bonds.
- The budget includes \$10 million each for the implementation of research initiatives and funding for pre-scoping activities in support of the audit recommendations.
- It provides \$50 million to support the Transportation Partnership Opportunity Program (TPOF).
- It also provides \$50 million for the revenue sharing program.

## VDOT FY 2012 Revenues

- The majority of VDOT’s forecasted FY 2012 revenues will be provided from dedicated state transportation revenues, Bonds, and federal sources.
- \$447.8 million will be transferred from the construction fund to support budgetary needs of the HMOF.

In millions

Source	HMOF	Construction	TOTAL
Motor Vehicle Fuels Tax	\$749.9	\$84.4	\$834.3
Motor Vehicle Sales and Use Tax	325.4	136.6	462.0
Motor Vehicle License Tax	216.1	16.8	232.9
Retail Sales and Use Tax	0.0	413.6	413.6
Bonds	0.0	1,137.2	1,137.2
PTF	0.0	169.3	676.7
Other Sources	168.4	339.0	676.7
Federal	0.0	1,006.8	1,006.8
Transfer to HMOF	447.8	(447.8)	0.0
<b>Total</b>	<b>\$1,907.0</b>	<b>\$2,856.6</b>	<b>\$4,763.6</b>



## VDOT Recommended FY 2012 Budget Summary by Program

Below is the VDOT budget by budgetary program

	In millions		
	FY 2011	FY 2012	Difference
<b>VDOT Programs</b>			
Environmental Monitoring and Evaluation (514)	\$12.5	\$11.8	(\$0.7)
Ground Transportation Planning & Research (602)	41.6	65.4	23.8
Highway System Acquisition and Construction (603)	<b>983.9</b>	<b>2,254.5</b>	<b>1,270.5</b>
Highway System Maintenance (604)	<b>1,345.3</b>	<b>1,412.6</b>	<b>67.3</b>
Financial Assistance to Localities (607)	367.1	379.7	12.6
Commonwealth Toll Facilities (606)	51.1	49.7	(1.3)
Non-Toll Supported Transportation Debt Service (612)	248.2	314.6	66.4
Administrative and Support Services (699)	217.4	215.7	(1.8)
VDOT Capital Outlay (998)	2.5	2.5	0.0
<b>Total VDOT Programs</b>	<b>3,269.7</b>	<b>4,706.4</b>	<b>1,436.7</b>
<b>Support to Other State Agencies</b>	42.4	46.5	4.1
<b>Support to DRPT &amp; Ports Programs</b>	11.9	10.7	(1.3)
<b>TOTAL</b>	<b>\$3,324.0</b>	<b>\$4,763.6</b>	<b>\$1,439.5</b>

## VDOT Recommended FY 2012 Budget Summary

- **VDOT's FY 2012 Budget represents the planned use of available revenues to advance the department's programs.**
- **It allocates the funding made available from the Governor's Transportation Funding Plan.**
- **Even though there is a large increase in construction funding, the limited state transportation revenues do not support the distribution of funds through the state construction allocation formula.**
- **The details of the construction allocations will be discussed as part of the FY 2012 – 2017 Six-Year Improvement Program.**
- **The details of the Maintenance program allocations will be discussed in the following presentation.**