



**FY 2012 Budget / Actual Performance
through January 2012**

**Preliminary FY 2013 - 2018 CTF Six-Year
Financial Plan**

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Chief Financial Officer
February 2012

Commonwealth Transportation Fund State Revenue Collections

- ❑ **Year-to-date CTF revenues are 3.0 percent greater than the prior year; ahead of the forecasted growth rate of 2.2 percent.**
 - December revenue forecast update revised the anticipated growth down from 2.6 percent.

- ❑ **Motor Vehicle Sales and Use tax collections continue to be greater than the prior year.**
 - Year-to-date growth is 8.7 percent, exceeding forecast..

- ❑ **Motor Fuels Tax collections have declined 1.1 percent year-to-date.**
 - Official annual growth rate was revised downward in the December update to reflect the declining performance, from an anticipated growth of 2.7 percent to a decline of 1.4 percent

- ❑ **State Sales and Use tax collections increased 5.3 percent year-to-date.**
 - Increased 5.0 percent from January 2011; slightly behind forecast

Commonwealth Transportation Fund Highway Maintenance & Operating Fund and Transportation Trust Fund Revenues

Revenue	FY 2012 Estimate	Year to Date - January		% Change	% Annual Growth Required by Estimate
		FY 2012	FY 2011		
Motor Fuel Taxes	\$ 832,900	\$ 430,049	\$ 434,761	(1.1)	(1.4)
Priority Transportation Fund (PTF)	157,300	147,297	140,327	5.0	4.6
Motor Vehicle Sales and Use Tax	554,600	328,401	302,231	8.7	4.2
State Sales and Use Tax	504,800	289,696	275,132	5.3	5.8
Motor Vehicle License Fees	239,200	130,071	132,729	(2.0)	0.6
International Registration Plan	62,000	27,946	27,535	1.5	1.6
Recordation Tax	38,400	22,082	20,926	5.5	9.8
Interest Earnings	19,400	8,074	9,234	(12.6)	6.2
Misc. Taxes, Fees and Revenues	12,800	7,001	7,368	(5.0)	(0.7)
Total State Taxes and Fees	\$ 2,421,400	\$ 1,390,617	\$ 1,350,243	3.0	2.2

Source: Commonwealth of Virginia/Department of Accounts, HMOF and TTF Revenues, Summary Statement of Selected Revenue Estimates & Collections, Fiscal Years 2012 and 2011, **Updated based on Official December 2011 Revenue Estimate.**

VDOT Federal Revenue

- VDOT’s federal revenue collections through January were \$12.86 million less than in Fiscal Year 2011.
 - \$61 million less in the Construction program
 - \$41 million more from Maintenance
 - \$4 million more from ARRA.

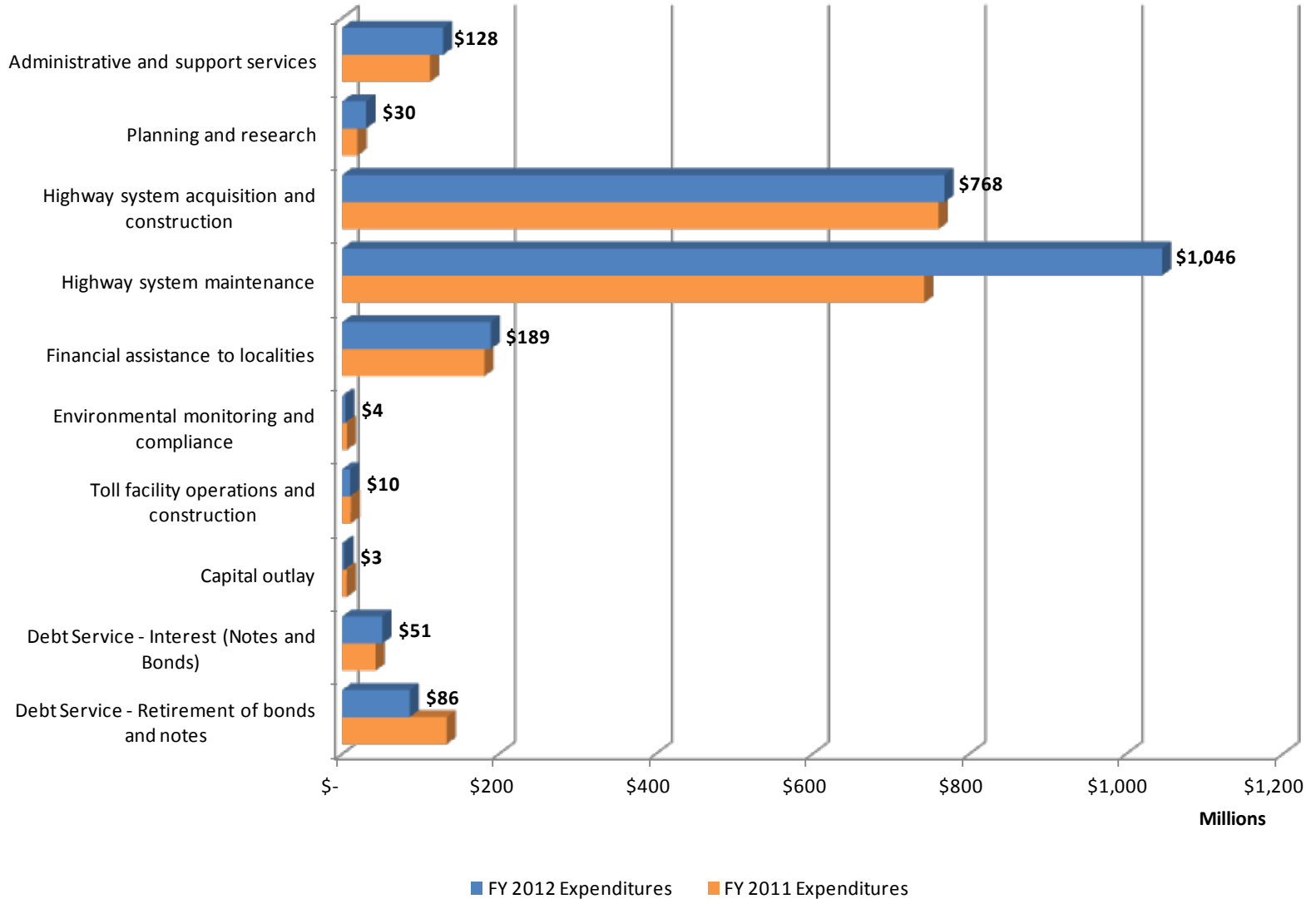
(Dollars in Thousands)

Program	FY 2012		FY 2011		Difference
	Revenue	% of Total Revenue	Revenue	% of Total Revenue	
Construction	\$ 322,824.5	50.2%	\$ 384,153.8	58.6%	\$ (61,329.2)
Maintenance	180,418.3	28.1%	139,430.7	21.3%	40,987.5
ARRA	119,739.0	18.6%	115,541.5	17.6%	4,197.5
Planning & Research	7,628.0	1.2%	6,905.3	1.1%	722.7
Debt Service	4,140.0	0.6%	3,922.4	0.6%	217.6
Other Programs	8,380.4	1.3%	6,039.5	0.9%	2,340.9
Total VDOT Programs	\$ 643,130.2	100.0%	\$ 655,993.3	100.0%	\$ (12,863.0)

Spending through January 2012

- ❑ Expended \$2.32 billion through January 31, 2012; \$303.2 million more than last year.
- ❑ Approximately 45 percent of spending related to VDOT maintenance; 53 percent for maintenance including financial assistance to localities.
- ❑ Construction spending, including ARRA projects, represents approximately 36 percent of expenditures.

Expenditures by Program through January



Maintenance Program

- ❑ Maintenance program expenditures through January are 41 percent greater than FY 2011.
- ❑ Expended \$117.8 million in January, for a year to date total of \$1.05 billion compared to \$742.4 million in the previous year.
- ❑ Anticipated spending for the fiscal year is \$1.74 billion, \$206.0 million less than the allocations.

(Dollars in millions)

Service Area	FY 2012			FY 2011			Difference
	Allocations	Expenditures to Date	% Expended	Allocations	Expenditures to Date	% Expended	
Interstate Maintenance	\$ 611.5	\$ 243.4	40%	\$ 560.8	\$ 157.0	28%	\$ 86.3
Primary Maintenance	684.7	348.6	51%	689.4	262.9	38%	85.7
Secondary Maintenance	432.2	265.9	62%	423.4	204.9	48%	61.0
Transportation Operations Services	139.5	128.6	92%	144.1	61.0	42%	67.6
Program Management & Direction	74.7	59.3	79%	76.0	56.6	74%	2.7
TOTAL	\$ 1,942.6	\$ 1,045.7	53.8%	\$ 1,893.8	\$ 742.4	39.2%	\$ 303.3
Anticipated Spending Year to Date		\$ 1,225.8					
Variance		\$ (180.1)					

Construction Program Spending

□ **Total Construction spending was \$768.2 million, including \$12.9 million in Construction Management.**

- Spending on ARRA projects total \$119.4 million, \$4 million more than in FY 2011.
- Actual expenditures exceeded anticipated spending by \$9.8 million.

(Dollars in millions)

	FY 2012	FY 2011	Difference	
	Expenditures to Date	Expenditures to Date	Amount	Percentage
ARRA	\$ 119.4	\$ 115.5	\$ 3.8	3.3%
Dedicated & Statewide Construction	96.3	133.8	(37.5)	-28.0%
Interstate Construction	255.8	257.2	(1.4)	-0.5%
Primary Construction	129.5	86.7	42.8	49.3%
Secondary Construction	57.0	59.0	(2.0)	-3.4%
Urban Construction	97.3	90.1	7.2	8.0%
Total Systems Construction	755.4	742.4	12.9	1.7%
Program Management & Direction	12.9	18.1	(5.2)	-28.9%
Total	\$ 768.2	\$ 760.5	\$ 7.7	1.0%

Anticipated Spending

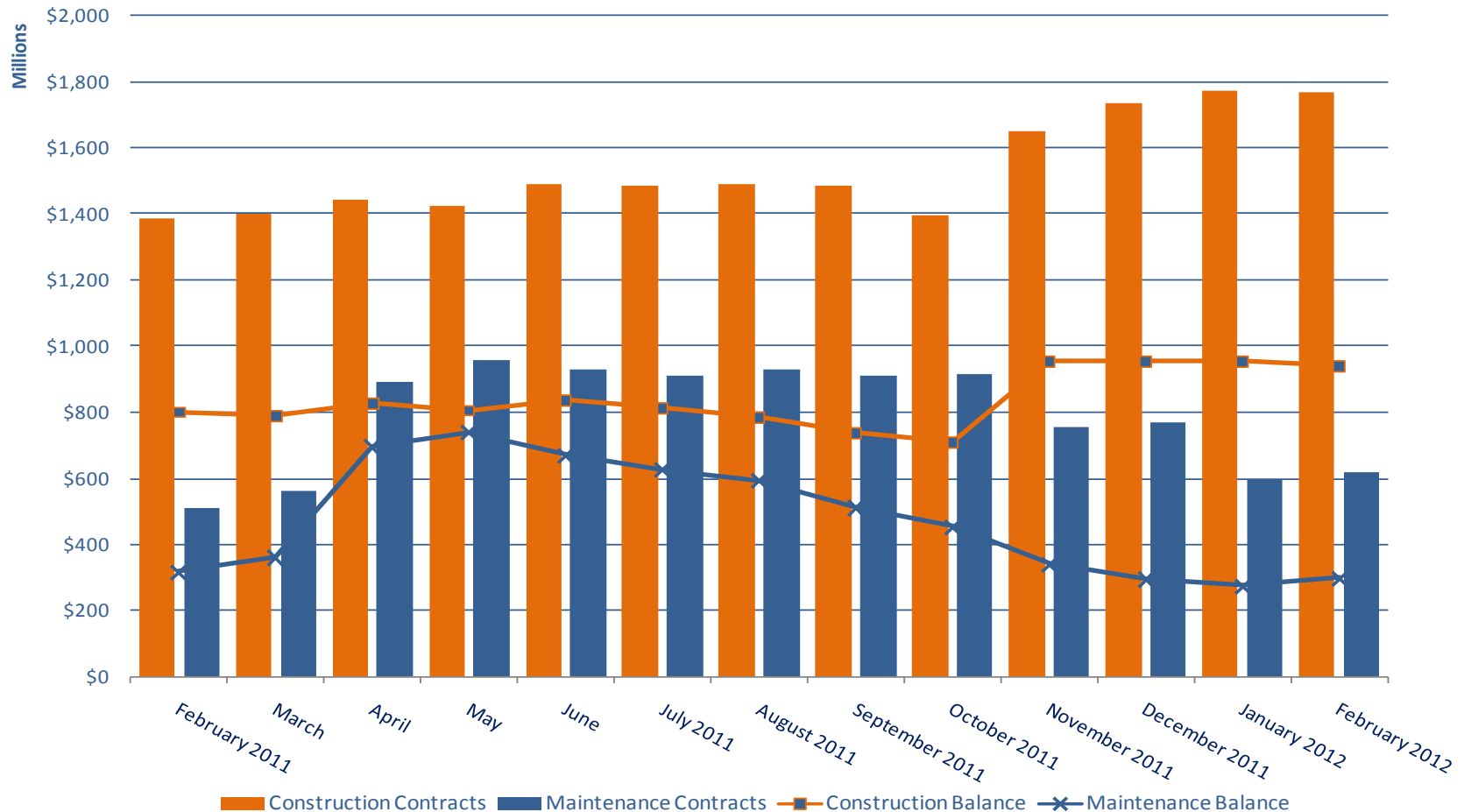
Program	Current Operating Budget	Original Forecasted Annual Spending	Adjusted Forecasted Annual spending	Forecasted Spending to Date	FY 2012 Expenditures to Date	Variance
Administrative and support services	\$ 225.2	\$ 215.7	\$ 225.2	\$ 122.3	\$ 128.4	\$ 6.1
Planning and research	66.2	65.4	66.2	34.7	30.5	(4.3)
Highway system acquisition and construction						
Construction Funding	1,114.7	838.9	981.6	655.9	719.4	63.5
Bond-financed projects	1,137.2	272.8	134.2	102.6	48.9	(53.7)
Highway system maintenance	1,942.6	1,792.5	1,736.5	1,225.8	1,045.7	(180.1)
Financial assistance to localities	379.7	379.7	379.7	190.2	189.2	(1.0)
Environmental monitoring and compliance	12.6	11.8	12.6	5.4	4.1	(1.3)
Toll facility operations and construction	49.7	23.4	23.4	8.5	10.0	1.5
Capital outlay	2.5	17.5	17.5	12.2	2.6	(9.5)
Debt Service - Interest (Notes and Bonds)	136.3	136.3	120.8	50.9	50.9	-
Debt Service - Retirement of bonds and notes	178.6	178.6	149.1	85.9	85.9	-
PTF Debt Service Reserve	6.9	N/A	N/A	N/A	-	N/A
Total Expenditures	\$ 5,252.1	\$ 3,932.6	\$ 3,846.8	\$ 2,494.4	\$ 2,315.6	\$ (178.8)

The annual expected spending does not include PPTA or design/build arrangements under negotiation. Future reporting will be adjusted when the anticipated payout schedules are finalized.

Contract Work Underway Construction and Maintenance

February 1, 2012

- ☐ Total contract value is \$2.4 billion, \$490 million more than last year.
- ☐ Total contract balances are 11 percent greater.



Data does not include Design Build or PPTA projects through October 2011. Design Build projects are reflected in the November 2011 data and forward.

Major Fund Cash Balances January 31, 2012

(Dollars in millions)

Fund	FY 2012	FY 2011 Year End Balance	Difference
Highway Maintenance and Operating	\$ 221.7	\$ 462.1	\$ (240.4)
Tran Partnership Opportunity Fund	77.6	19.2	58.4
Concession Fund	35.9	35.7	0.2
Transportation Trust Funds			
Construction	\$ 265.0	\$ 601.0	\$ (336.0)
Priority Transportation	158.0	89.2	68.8
Federal Reimb. Anticipation Notes	0.1	0.1	0.0
Toll Facility Revolving	155.0	145.1	9.9
Virginia Transportation Infrastructure Bank (VTIB)	<u>284.7</u>	<u>32.7</u>	<u>252.0</u>
Total Transportation Trust Fund	862.8	868.1	(5.3)
ARRA	14.8	11.6	3.2
CPR Bonds Fund (Cash and Securities Held by Outside Trustee)	<u>320.8</u>	<u>449.6</u>	<u>(128.8)</u>
Grand Total	<u>\$ 1,533.6</u>	<u>\$ 1,846.3</u>	<u>\$ (312.7)</u>

Summary

- ❑ **State revenues are tracking above the forecast.**
- ❑ **Program spending for most programs is in line with forecasted expenditures.**
- ❑ **Significant progress has been made concerning Maintenance program spending.**
- ❑ **The program is on track to reduce the FY 2011 unspent maintenance allocation balance of \$485 million to around \$200 million.**

Preliminary FY 2013 - 2018 CTF Six-Year Financial Plan

Commonwealth Transportation Fund Preliminary Fiscal Years 2013 – 2018 Six-Year Financial Plan

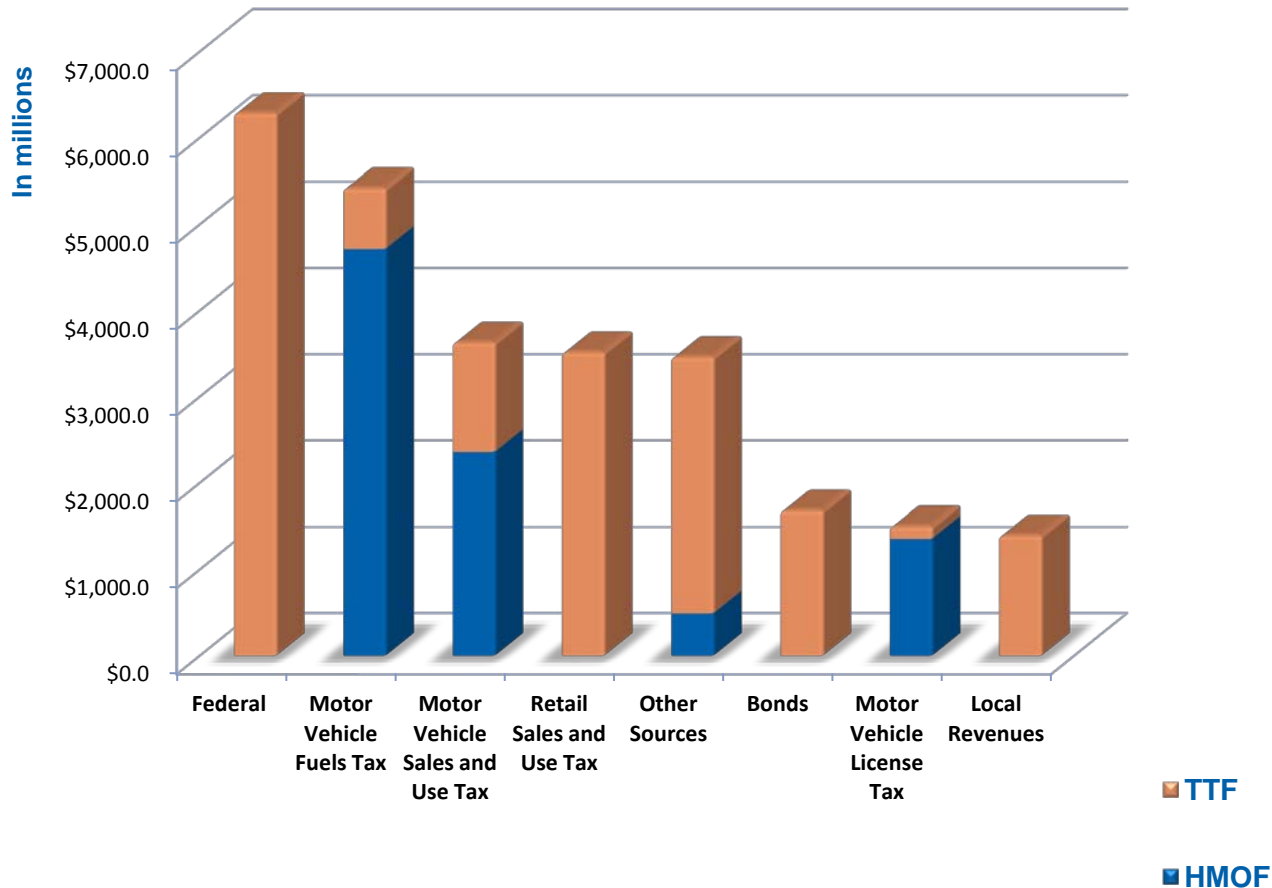
- **The Six-Year Financial Plan (SYFP) identifies the planned funding for allocation to Highways, Transit, Ports and Aviation.**
- **The Preliminary SYFP for Fiscal Years 2013 – 2018 estimates total allocations of \$26.8 billion over the period.**
 - Less than one percent decrease from the FY 2012 – 2017 SYFP
- **It is based on the December 2012 official state transportation revenue forecast and does not include any potential new revenues that may be provided by the 2012 General Assembly.**
 - State revenues represent 70% of total
 - Continued use of the CPR Bonds as planned last year
 - Planned use of the direct GARVEEs
- **Federal revenue is based on Federal FY 2012 apportionments.**

Commonwealth Transportation Fund Preliminary FY 2013 – 2018 Six-Year Financial Plan Estimated Revenues (in millions)

	2013	2014	2015	2016	2017	2018	Total
State Transportation Revenues							
HMO	\$ 1,396.8	\$1,441.4	\$ 1,485.2	\$ 1,522.2	\$1,564.1	\$1,592.9	\$ 9,002.6
TTF net interest	930.0	964.3	1,003.5	1,042.5	1,081.1	1,111.0	6,132.4
PTF (From TTF)	161.8	167.2	173.6	182.5	190.2	199.0	1,074.3
Local and Other Revenues	<u>342.7</u>	<u>408.2</u>	<u>504.7</u>	<u>482.7</u>	<u>476.6</u>	<u>429.0</u>	<u>2,643.9</u>
Total	<u>2,831.3</u>	<u>2,981.1</u>	<u>3,167.0</u>	<u>3,229.9</u>	<u>3,312.0</u>	<u>3,331.9</u>	<u>18,853.2</u>
Federal Revenues							
	<u>1,068.8</u>	<u>996.1</u>	<u>1,013.7</u>	<u>1,032.4</u>	<u>1,065.6</u>	<u>1,098.6</u>	<u>6,275.1</u>
Total Revenues							
	<u>3,900.1</u>	<u>3,977.2</u>	<u>4,180.7</u>	<u>4,262.3</u>	<u>4,377.6</u>	<u>4,430.5</u>	<u>25,128.4</u>
Other Financing Sources							
GARVEE Bonds	-	149.7	-	370.0	-	-	519.7
Capital Improvement Bonds	<u>600.0</u>	<u>300.0</u>	<u>50.0</u>	<u>50.0</u>	<u>50.0</u>	<u>100.0</u>	<u>1,150.0</u>
Total	<u>600.0</u>	<u>449.7</u>	<u>50.0</u>	<u>420.0</u>	<u>50.0</u>	<u>100.0</u>	<u>1,669.7</u>
Total Revenues and Other Financing Sources							
	<u>\$ 4,500.1</u>	<u>\$4,426.9</u>	<u>\$ 4,230.7</u>	<u>\$ 4,682.3</u>	<u>\$4,427.6</u>	<u>\$4,530.5</u>	<u>\$ 26,798.1</u>

Commonwealth Transportation Fund Preliminary FY 2013 – 2018 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 Preliminary FY 2013 – 2018 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 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	Total
Debt Service	\$298.4	\$328.1	\$377.7	\$371.4	\$391.6	\$400.2	\$2,167.4
Other Agencies & Transfers	43.5	43.5	44.2	44.2	42.7	43.0	261.2
Maintenance & Operations	1,790.0	1,844.1	1,901.7	1,959.0	2,005.3	2,041.4	11,541.5
Tolls, Administration & Other Programs	367.0	380.8	409.8	421.0	432.0	442.0	2,452.5
Mass Transit Fund	391.6	416.8	395.2	397.6	404.5	409.6	2,415.3
Port Trust Fund	37.2	38.6	40.3	42.0	43.7	45.0	247.0
Airport Trust Fund	21.3	22.1	23.1	24.0	25.0	25.7	141.1
Earmarks & Special Financing	1,341.7	1,138.9	838.8	1,208.9	867.9	904.4	6,300.6
Systems Construction	<u>209.4</u>	<u>213.9</u>	<u>199.8</u>	<u>214.1</u>	<u>215.0</u>	<u>219.1</u>	<u>1,271.4</u>
Total	\$4,500.1	\$4,426.9	\$4,230.7	\$4,682.3	\$4,427.6	\$4,530.5	\$26,798.1

Current VDOT Program Assumptions

❑ Construction Program

- Revenue Sharing
 - Assumed maximum program level
 - \$168 million in FY 2013 (based on applications and de-allocations)
 - \$200 million for FY 2014 and beyond
- Continued use of Soft Match for majority of federal match

❑ VDOT Maintenance and Payments to Localities

- Grow maintenance by PPI as forecast by Department of Taxation, averages 2.65%
- Financial Assistance to Localities grown by the same rate

❑ Other Administrative Programs

- Personal services estimated growth of 2.5% each year
- Nonpersonal services grown by CPI as forecast by Department of Taxation, averages 2.30%

Preliminary VDOT Allocations by Program

	FY 2012-2017 SYFP	Preliminary FY 2013-2018 SYFP	Difference
VDOT Programs			
Environmental Monitoring and Evaluation (514)	\$76.0	\$78.2	\$2.2
Ground Transportation Planning & Research (602)	397.5	397.3	(0.2)
Highway System Acquisition and Construction (603)	7,437.2	7,612.1	174.8
Highway System Maintenance (604)	9,189.5	9,125.7	(63.8)
Commonwealth Toll Facilities (606)	287.1	280.8	(6.3)
Financial Assistance to Localities (607)	2,514.1	2,500.5	(13.5)
Non-Toll Supported Transportation Debt Service (612)	1,152.3	1,178.5	26.2
Administrative and Support Services (699)	1,362.9	1,384.1	21.2
VDOT Capital Outlay (998)	102.5	206.5	104.0
Total VDOT Programs	\$22,519.1	\$22,763.6	\$244.6
Support to Other State Agencies	283.8	294.2	10.4
Support to DRPT & Ports Programs	62.9	42.0	(20.9)
TOTAL	\$22,865.7	\$23,099.8	\$234.1