



Draft FY 2017 - 2022 CTF Six-Year Financial Plan and FY 2017 VDOT Budget

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Revenue Estimate Updates

- ❑ **State revenue based on the February 2016 mid-session state transportation revenue forecast**
 - \$829 million increase (excluding Local and Other Revenues) over previous SYFP assumptions
 - Increases in estimated collections driven by Motor Fuel Tax, \$219.5 million, and Motor Vehicle Sales and Use Tax, \$381.5 million, through FY 2021
- ❑ **Federal revenue is based on Federal FY 2016 apportionments and Obligation Authority levels provided under the FAST Act**
 - \$1.0 billion increase over previous SYFP
 - After FAST Act ends in 2020, assumes increase of 1.7% annually
 - **Major Program Changes and notes on FAST Act**
 - Addition of Freight Program
 - Transportation Alternatives Program is now a Set-Aside of the STP Block Grant Program
 - Formula obligation authority increased to 94.9%

FY 2017 and Beyond State Revenue Distribution Changes

Revenue updates from House Bill 1887 (2015) are effective
Updates to distribution of the Fuel Tax Revenue

Current	Beginning in FY 2017
80% to the Highway Maintenance and Operating Fund	80% to the Highway Maintenance and Operating Fund
15% to Transportation Trust Fund – Modal Distribution	11.3% to Transportation Trust Fund – Modal Distribution
	3.11% to Commonwealth Capital Fund
	0.35% to transit operations
	0.24% to transit special programs
4% to the Priority Transportation Fund	4% to the Priority Transportation Fund
1% for DMV for Administration	1% for DMV for Administration



FY 2017 and Beyond State Revenue Distribution Changes

Revenue updates from House Bill 1887 (2015) are effective

Recordation Tax Distribution

Current	Beginning in FY 2017
\$0.02 of the total tax – Commonwealth Mass Transit Fund	\$0.02 of the total tax – Commonwealth Mass Transit Fund
\$0.01 of the total tax – Highway Maintenance and Operating Fund	\$0.01 of the total tax – Commonwealth Transit Capital Fund

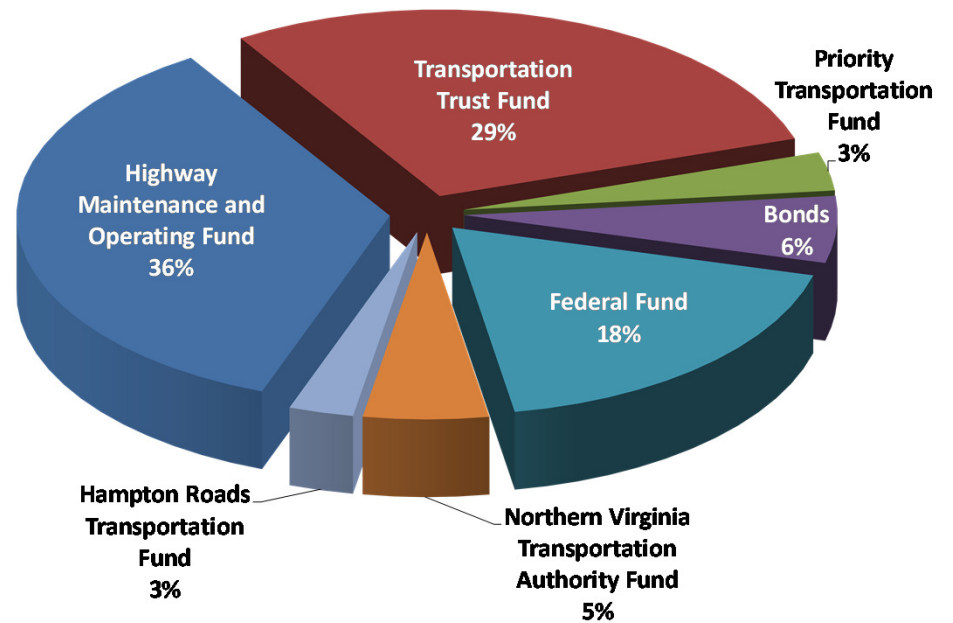
Motor Vehicle Rental Tax Revenue Distribution

Current	Beginning in FY 2017
75% Mass Transit	50% Mass Transit
25% to Transportation Trust Fund – Modal Distribution	25% to Transportation Trust Fund – Modal Distribution
	25% - Construction Fund, State of Good Repair dedication



Commonwealth Transportation Fund Draft FY 2017 Budget

Revenue	Total Estimate
Highway Maintenance and Operating Fund	\$2,138.9
Transportation Trust Fund	1,745.8
Priority Transportation Fund	200.6
Bonds	348.1
Federal Fund	1,096.8
Total Operating Revenues	\$5,530.4
Pass Through Revenue	
Northern Virginia Transportation Authority Fund	327.2
Hampton Roads Transportation Fund	168.9
Subtotal	496.1
Total	\$6,026.5



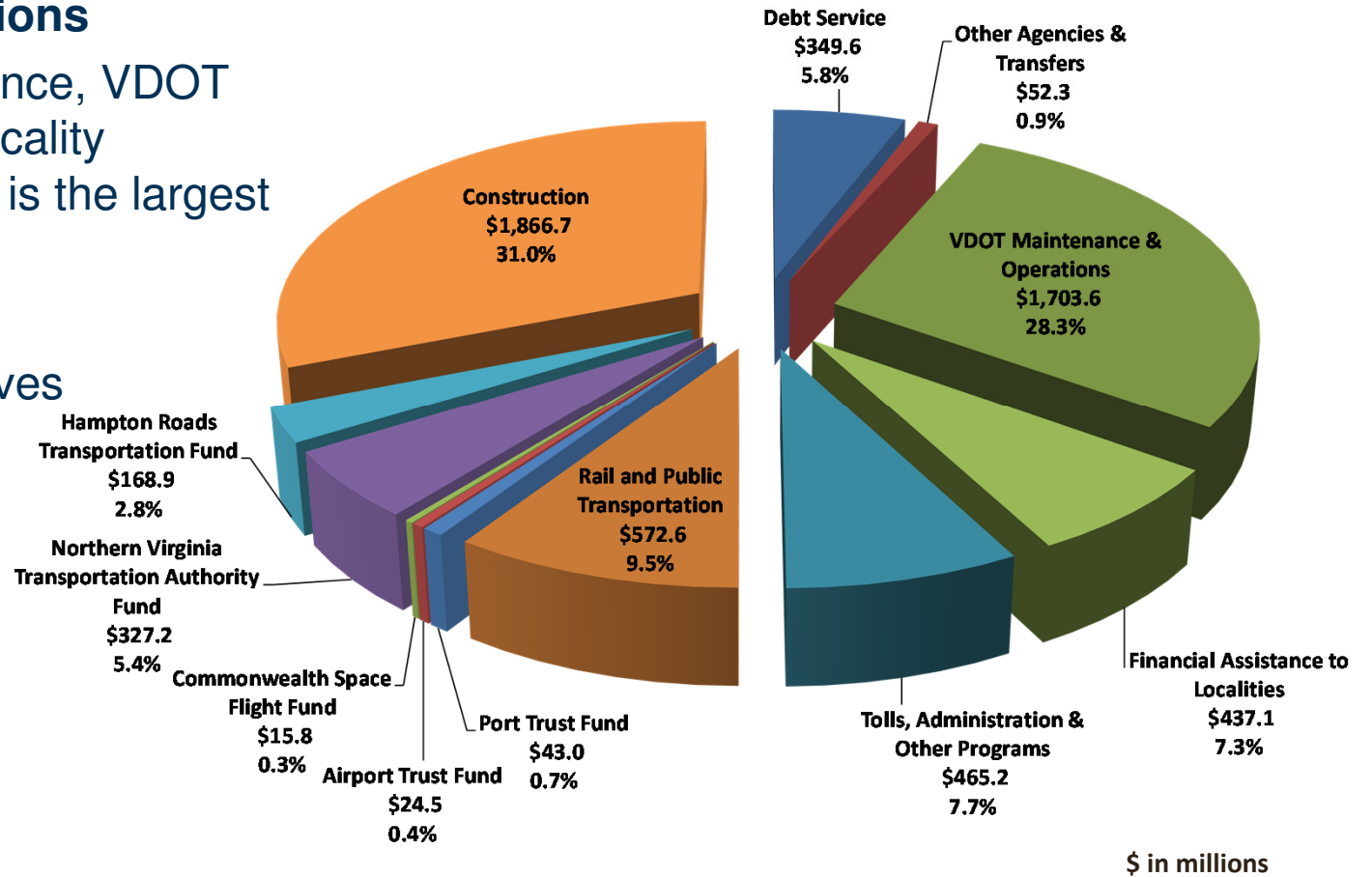
FY 2017 CTF Revenues total \$6.0 billion, up 2.3% from the FY 2016 Budget.

Increase primarily federal funding and revenue dedicated to the HMOF.

Commonwealth Transportation Fund Draft FY 2017 Recommended Budget

FY 2017 CTF Allocations

- Highway Maintenance, VDOT maintained and Locality Maintained, (36%) is the largest allocation
- Construction receives 31% of the total



Draft FY 2017 VDOT Recommended Allocations

	FY 2016	Draft Recommended FY 2017	Increase (Decrease)
VDOT Programs			
Environmental Monitoring and Evaluation (514)	\$ 13.2	\$ 13.5	\$ 0.4
Ground Transportation Planning and Research (602)	57.8	72.8	15.0
Highway System Acquisition and Construction (603)	1,959.3	1,872.4	(87.0)
Highway System Maintenance (604)	1,574.0	1,703.6	129.6
Commonwealth Toll Facilities (606)	41.2	48.2	7.0
Financial Assistance to Localities (607)			
VDOT Programs	440.4	452.9	12.5
Regional Programs	483.5	496.1	12.6
Non-Toll Supported Transportation Debt Service (612)	334.5	352.0	17.5
Administrative and Support Services (699)	258.1	266.8	8.7
VDOT Capital Outlay (998)	39.1	40.0	0.9
Grant and Loan Programs	6.5	-	(6.5)
Total VDOT Programs	\$ 5,207.7	\$ 5,318.3	\$ 110.6
Support to Other State Agencies	65.5	68.1	2.6
Support to DRPT Programs	14.2	4.0	(10.2)
TOTAL	\$ 5,287.4	\$ 5,390.4	\$ 103.0
TOTAL OPERATING BUDGET (Net Regional Programs)	\$ 4,803.9	\$ 4,894.3	\$ 90.4



Commonwealth Transportation Fund

Draft Fiscal Years 2017 – 2022 Six-Year Financial Plan Overview

- ❑ **The Six-Year Financial Plan (SYFP) identifies the planned funding for allocation to Highways, Transit, Ports and Aviation**
- ❑ **The Draft Fiscal Years 2017 – 2022 SYFP allocates \$35.2 billion over the period**
- ❑ **Continues use of the GARVEE and CPR Bonds, totaling \$1.1 billion**
- ❑ **Includes \$3.2 billion for the regions**
- ❑ **Provides \$13.1 billion for Maintenance and Operations**
- ❑ **Provides \$9.4 billion for Construction**

Commonwealth Transportation Fund

Draft Fiscal Years 2017–2022 Six-Year Financial Plan

Estimated Revenues (in millions)

	2017	2018	2019	2020	2021	2022	Total	FY 2016-2021	Difference
State Transportation Revenues									
HMO	\$ 2,138.9	\$ 2,056.2	\$ 2,077.1	\$ 2,095.0	\$ 2,116.8	\$ 2,136.9	\$12,620.7	\$ 11,824.3	\$ 796.4
TTF net interest	1,165.0	1,196.8	1,227.5	1,257.1	1,289.5	1,318.7	7,454.5	7,453.5	1.0
PTF (From TTF)	191.8	198.3	205.9	224.2	232.3	240.9	1,293.4	1,262.1	31.3
Local and Other Revenues	589.7	431.7	416.7	385.7	383.4	349.8	2,557.0	2,314.8	242.2
Total	<u>4,085.4</u>	<u>3,882.9</u>	<u>3,927.2</u>	<u>3,961.9</u>	<u>4,021.9</u>	<u>4,046.2</u>	<u>23,925.6</u>	<u>22,854.7</u>	<u>1,070.8</u>
Federal Revenues	<u>1,096.8</u>	<u>1,055.6</u>	<u>1,078.7</u>	<u>1,103.7</u>	<u>1,121.9</u>	<u>1,140.4</u>	<u>6,597.2</u>	<u>5,593.7</u>	<u>1,003.4</u>
Total Revenues	<u>5,182.3</u>	<u>4,938.5</u>	<u>5,005.9</u>	<u>5,065.6</u>	<u>5,143.8</u>	<u>5,186.6</u>	<u>30,522.7</u>	<u>28,448.5</u>	<u>2,074.3</u>
Other Financing Sources									
GARVEE Bonds	225.2	120.0	90.0	90.0	98.0	76.3	699.5	998.2	(298.7)
Capital Improvement Bonds	122.9	122.9	61.6	50.0	-	-	357.4	480.3	(122.9)
Route 58	-	-	-	150.9	249.1	-	400.0	400.0	-
Total	<u>348.1</u>	<u>242.9</u>	<u>151.6</u>	<u>290.9</u>	<u>347.1</u>	<u>76.3</u>	<u>1,457.0</u>	<u>1,878.6</u>	<u>(421.6)</u>
Total Operating Revenues and Other Financing Sources	<u>\$ 5,530.4</u>	<u>\$ 5,181.4</u>	<u>\$ 5,157.5</u>	<u>\$ 5,356.5</u>	<u>\$ 5,490.9</u>	<u>\$ 5,262.9</u>	<u>\$ 31,979.7</u>	<u>\$ 30,327.0</u>	<u>\$ 1,652.7</u>
Pass Through Revenues									
Regional Transportation Funds	496.1	511.7	528.1	544.9	562.5	580.3	3,223.6	3,100.5	123.1
Grand Total	<u>\$ 6,026.5</u>	<u>\$ 5,693.1</u>	<u>\$ 5,685.6</u>	<u>\$ 5,901.4</u>	<u>\$ 6,053.4</u>	<u>\$ 5,843.2</u>	<u>\$ 35,203.3</u>	<u>\$ 33,427.5</u>	<u>\$ 1,775.7</u>



Commonwealth Transportation Fund Draft Fiscal Years 2017 – 2022 Six-Year Financial Plan Estimated Allocations (in millions)

	2017	2018	2019	2020	2021	2022	Total	2016 - 2021 SYFP	Difference
Debt Service	\$ 349.6	\$ 386.1	\$ 439.5	\$ 401.7	\$ 430.6	\$ 439.1	\$ 2,446.6	\$ 2,563.5	\$ (116.9)
Other Agencies & Transfers	52.32	44.86	45.95	46.18	47.32	47.57	284.20	276.02	8.17
Maintenance & Operations	2,140.7	2,164.2	2,197.4	2,163.9	2,206.8	2,250.5	13,123.6	12,606.4	517.2
Tolls, Administration & Other Programs	465.2	500.9	468.4	479.0	490.0	464.2	2,867.8	2,698.1	169.7
Rail and Public Transportation ¹	572.6	577.0	526.3	524.9	486.2	503.0	3,190.0	3,389.8	(199.8)
Public Transportation							-		
Rail Assistance							-		
Other Programs and Administration							-		
Port Trust Fund	43.0	43.2	44.3	45.4	46.5	47.4	269.8	263.1	6.7
Airport Trust Fund	24.5	24.6	25.3	25.9	26.6	27.1	153.9	148.3	5.5
Commonwealth Space Flight Fund	15.8	15.8	15.8	15.8	15.8	15.8	94.8	47.4	47.4
Construction	1,866.7	1,424.9	1,394.4	1,653.7	1,741.2	1,468.2	9,549.0	8,334.3	1,214.7
Total Operating Programs	\$ 5,530.4	\$ 5,181.4	\$ 5,157.5	\$ 5,356.5	\$ 5,490.9	\$ 5,262.9	\$ 31,979.7	\$ 30,327.0	\$ 1,652.7
Pass Through Programs									
Northern Virginia Transportation Authority Fund	327.2	336.8	347.1	357.6	368.4	379.3	2,116.4	1,995.0	121.4
Hampton Roads Transportation Fund	168.9	174.9	181.0	187.3	194.1	201.0	1,107.2	1,105.5	1.7
Subtotal	496.1	511.7	528.1	544.9	562.5	580.3	3,223.6	3,100.5	123.1
Total	\$ 6,026.5	\$ 5,693.1	\$ 5,685.6	\$ 5,901.4	\$ 6,053.4	\$ 5,843.2	\$ 35,203.3	\$ 33,427.5	\$ 1,775.7

¹ Allocations do not reflect SYIP funding for highways that may be programmed for rail and public transportation. Distribution to Public Transportation, Rail Assistance, Other Programs and Administration to be determined.

Significant Changes

- ❑ **Maintenance & Operations – Normal program growth based on PPI and one-time increase to reflect a 45% share of the released 460 allocations**
 - VDOT Maintenance - \$10.4 billion
 - Financial Assistance to Localities - \$2.7 billion

- ❑ **Tolls, Admin and Other Programs – Normal program growth and the allocation of Toll Facility Revolving funding for I-66 Inside the Beltway**

Reflects State Employee Raise effective November 10, 2016

- ❑ **Continued support to the Virginia Commercial Space Flight Authority through Six-Year period**

Significant Changes for VDOT

❑ Implemented the following:

- Revenue Sharing Program held at \$100 million beginning in FY 2018
- Per the Appropriations Act, distribute the remaining revenue increase following the new HB 1887 three-way formula, including 45% to State of Good Repair Program
 - Code directs distribution 50/50 to the High Priority Projects Program and the District Grant Program
- High Priority Project Program allocations for ITS investments
- District Grant Program allocations for Unpaved Roads
- Funded I-66 Inside the Beltway Widening
- PTF for MWAA for Dulles Airport per Appropriation Act

Construction Program Updates

FY 2017 brings a significant structure change to the Construction Program

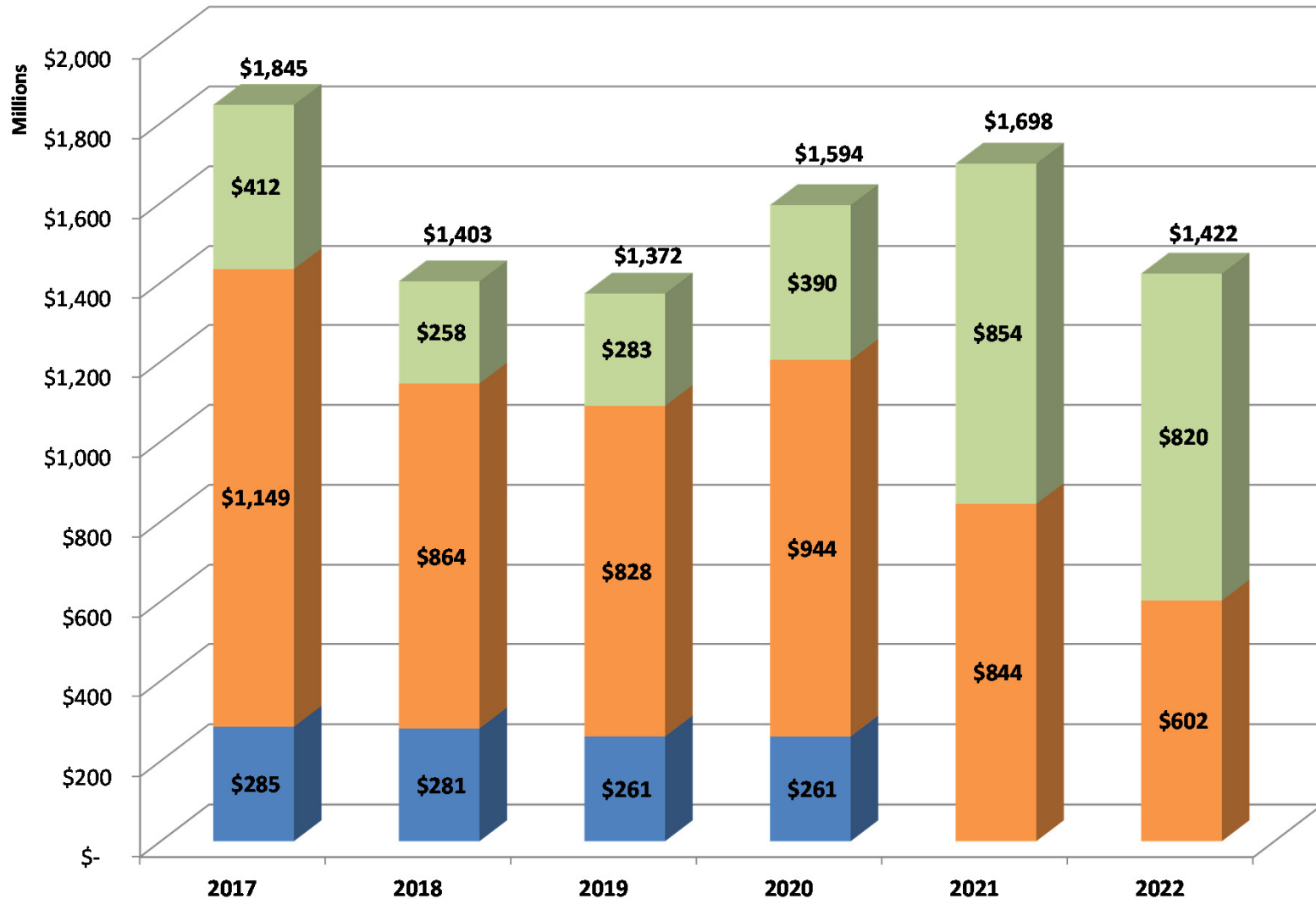
Service Areas re-aligned to the Allocation Direction provided in HB 1887 (2015)

Current	Beginning in FY 2017
Highway System Acquisition and Construction	Highway Construction Programs
Dedicated and Statewide Construction	State of Good Repair Program
Interstate Construction	High Priority Projects Program
Primary Construction	Construction District Grant Programs
Secondary Construction	Specialized State and Federal Programs
Urban Construction	Legacy Construction Formula Programs
Highway Construction Program Management	Highway Construction Program Management

New Service Area Details

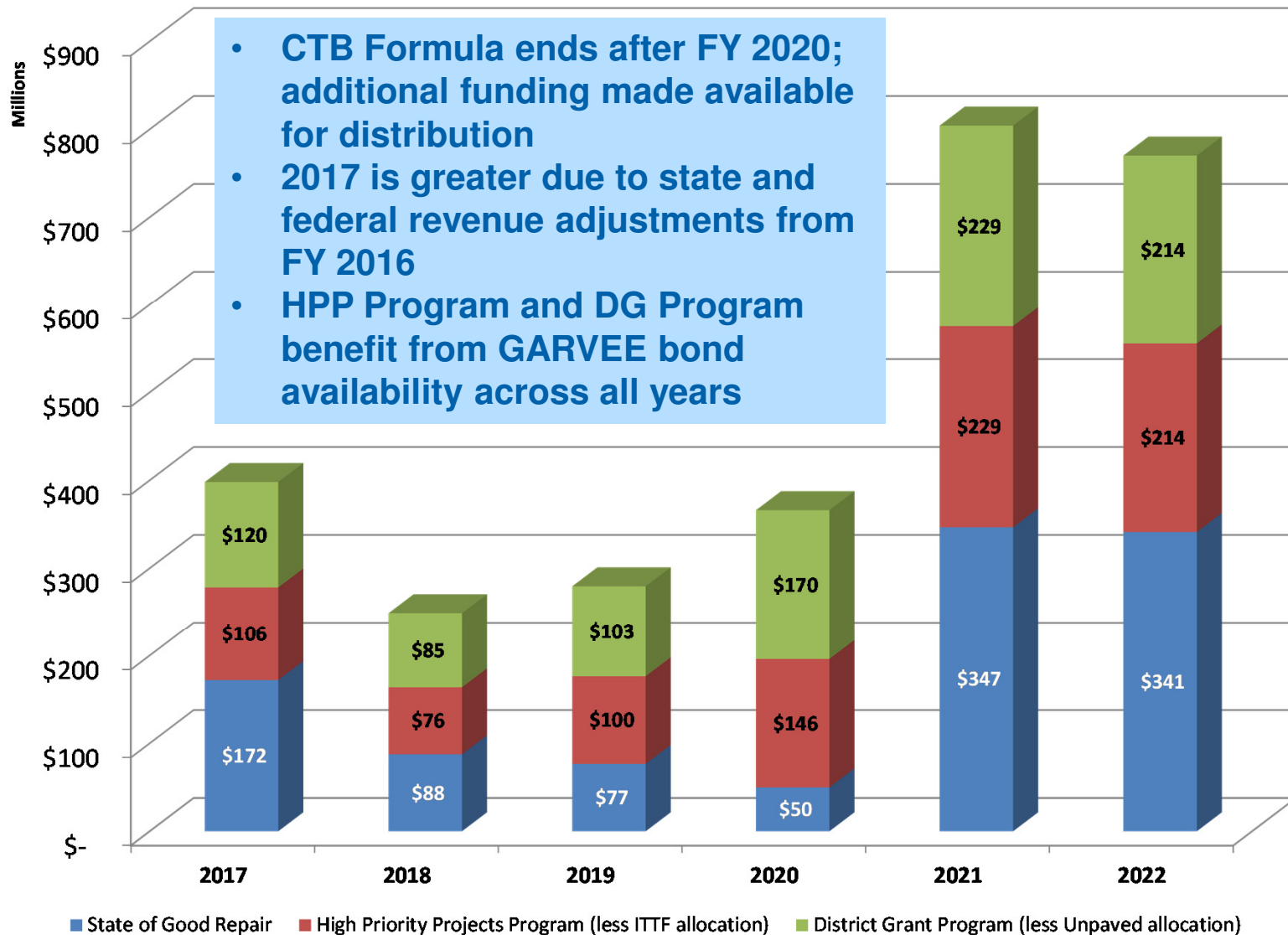
- ❑ **Service Areas for State of Good Repair, High Priority Projects Program and Construction District Grant Program**
- ❑ **Specialized State and Federal Programs**
 - Revenue Sharing, State and Local Components
 - CMAQ with State Match
 - Regional STP Block Grant Federal Funding with State Match
 - Safety and Railway-Highway Crossings with Soft Match
 - STP Block Grant Set-Aside (Transportation Alternatives Program)
 - Route 58 Bond Program
 - Set-aside funding for I-66 Inside the Beltway Widening
 - PTF for MWAA
- ❑ **Legacy Construction Formula Programs**
 - CTB Formula through FY 2020
 - Previous Construction Formula (pre FY 2010, supports expenditure of previous allocations)

Distribution of Construction Funding



■ Legacy Construction Formula Programs
 ■ Specialized State and Federal Programs
 ■ SGR/HPP/DGP

Distribution of Construction Funding among SGR, HPP, DGP



Updates from January Preliminary SYFP

- ❑ **Mid-session forecast update for Retail Sales and Use Tax, reduction of \$88 million through FY 2022**
- ❑ **Federal revenue update based on detail Supplemental Tables and estimating Open Container funding for six-year period**
- ❑ **Additional GARVEE capacity in FY 2022, \$76.3 million and updated GARVEE Debt Service Estimates**
- ❑ **Additional funds provided for pre-scoping activities**
- ❑ **Net impact to HB 1887 funding through FY 2021 is a reduction of approximately \$78 million**
 - (\$36 million) State of Good Repair
 - (\$21 million) High Priority Projects
 - (\$21 million) District Grant Program
- ❑ **Additional GARVEE capacity in FY 2022 and FY 2023 will offset impacts to HB 2**