



FY 2009 Budget
Reta R. Busher, CFO
June 18, 2008

Code of Virginia and Appropriation Act require the Commonwealth Transportation Board to:

- Maintain existing transportation assets to ensure safety of the traveling public shall be the first allocation priority.
- Allocate funds according to formula for construction on the interstate, primary, secondary and urban state highway systems.
- Review and comment on budget items not specifically enumerated to the CTB by statute.
- Set aside defined portions of the TTF for the Commonwealth Port Fund, the Commonwealth Airport Fund and the Commonwealth Mass Transit Fund.
- Adopt a Six Year Improvement Program by July 1 each year.

Six-Year Financial Plan

FY 2009 – FY 2014

- \$27.3 billion total available for allocation over the six years
- Reflects April official state revenue forecast reductions of \$1.1 billion for FY 2008 thru 2014 from last year's estimate:
 - Loss of Abusive Driver Fee Revenue - \$389 million
 - Reduced Sales Tax, Motor Vehicle Sales Tax and Motor Fuels Tax and other state revenues - \$720 million
- Average transportation revenue growth of 1.5% based on the April official revenue forecast
- Continuing concern regarding the long-term viability of Federal Funding



Commonwealth Transportation Fund Estimated Revenues (in millions)

	Fiscal Year						Total
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	
State Transportation Revenues							
HMOF	\$ 1,486.3	\$ 1,515.0	\$ 1,541.7	\$ 1,576.4	\$ 1,618.8	\$ 1,627.4	\$ 9,365.6
TTF	988.8	1,027.1	1,059.8	1,094.8	1,134.1	1,157.3	6,461.9
PTF (From TTF)	159.5	164.8	174.0	179.9	186.7	193.9	1,058.8
Local and Other Revenues	<u>460.4</u>	<u>375.7</u>	<u>359.3</u>	<u>325.1</u>	<u>337.4</u>	<u>395.7</u>	<u>2,253.7</u>
Total	<u>3,095.0</u>	<u>3,082.6</u>	<u>3,134.8</u>	<u>3,176.2</u>	<u>3,277.0</u>	<u>3,374.3</u>	<u>19,140.0</u>
% growth from prior year	0.0%	-0.4%	1.7%	1.3%	3.2%	3.0%	
Federal Revenues	<u>1,149.9</u>	<u>1,016.7</u>	<u>1,016.5</u>	<u>1,031.4</u>	<u>1,046.5</u>	<u>1,061.7</u>	<u>6,322.8</u>
% growth from prior year	4.4%	-11.6%	0.0%	1.5%	1.5%	1.5%	
Total Revenues	<u>4,245.0</u>	<u>4,099.3</u>	<u>4,151.4</u>	<u>4,207.6</u>	<u>4,323.5</u>	<u>4,436.1</u>	<u>25,462.8</u>
% growth from prior year	1.1%	-3.4%	1.3%	1.4%	2.8%	2.6%	
Other Financing Sources							
Capital Improvement Bonds	<u>425.0</u>	<u>300.0</u>	<u>200.0</u>	<u>300.0</u>	<u>300.0</u>	<u>300.0</u>	<u>1,825.0</u>
Total Revenues and Other Financing Sources	\$ 4,670.0	\$ 4,399.3	\$ 4,351.4	\$ 4,507.6	\$ 4,623.5	\$ 4,736.1	\$ 27,287.8
% growth from prior year	-2.7%	-5.8%	-1.1%	3.6%	2.6%	2.4%	



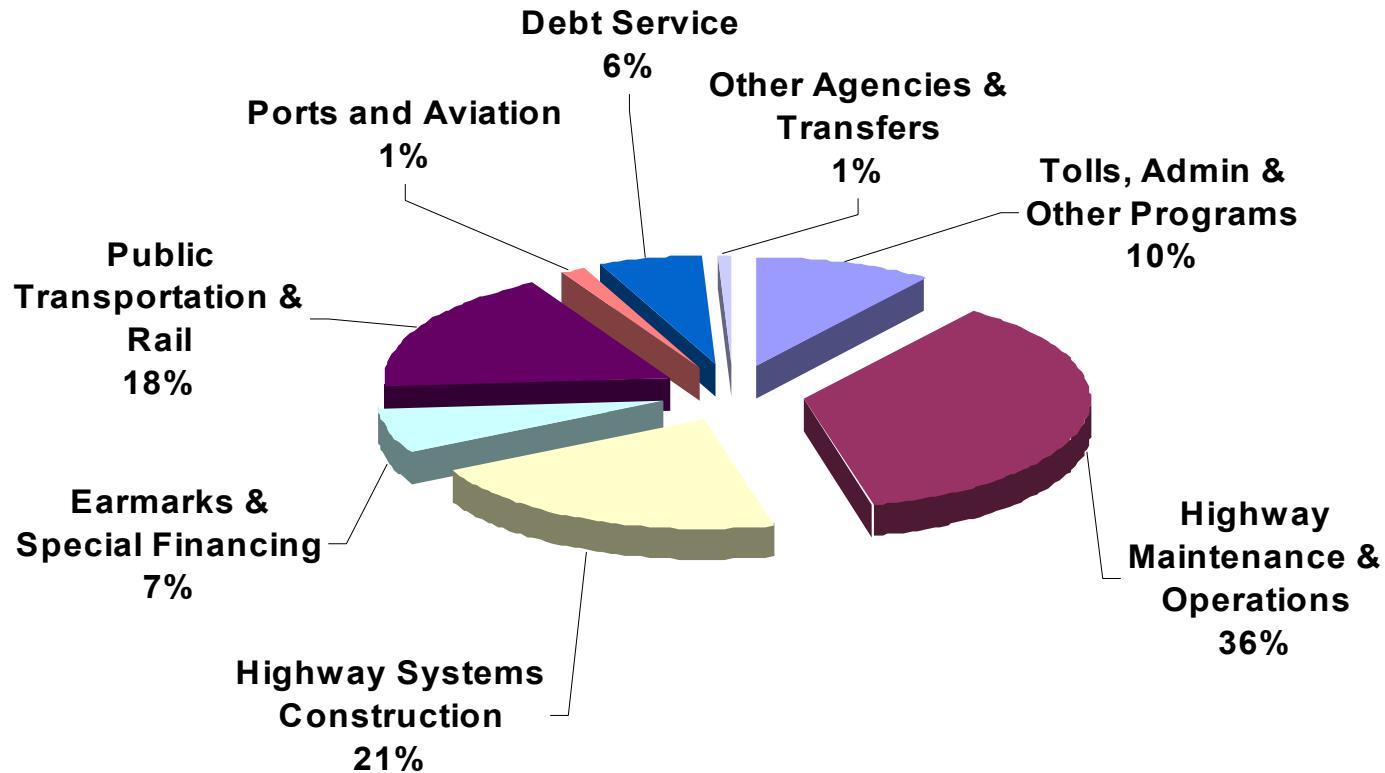
Allocations (in millions)

	Fiscal Year						
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>Total</u>
Debt Service	\$ 271.4	\$ 283.2	\$ 291.1	\$ 314.2	\$ 341.8	\$ 413.6	\$ 1,915.2
Other Agencies & Transfers	43.0	43.1	43.7	44.2	44.8	45.3	264.1
Highway Maintenance & Operations	1,687.8	1,729.6	1,795.6	1,865.3	1,937.7	2,014.7	11,030.7
Tolls, Admin & Other Programs	465.9	480.8	492.0	506.9	517.2	527.3	2,990.0
Public Transportation & Rail	838.9	566.5	491.0	471.4	466.3	469.9	3,304.1
Ports and Aviation	61.8	63.4	64.5	66.4	69.0	70.5	395.6
Earmarks & Special Financing	317.1	359.0	340.6	439.8	459.0	464.5	2,379.9
Highway Systems Construction	<u>984.1</u>	<u>873.7</u>	<u>832.9</u>	<u>799.5</u>	<u>787.8</u>	<u>730.2</u>	<u>5,008.1</u>
Total	\$ 4,670.0	\$ 4,399.3	\$ 4,351.4	\$ 4,507.6	\$ 4,623.5	\$ 4,736.1	\$ 27,287.8

FY 2009
Commonwealth Transportation Fund
Budget

Proposed FY 2009 CTF Allocations

Total CTF Budget of \$4.67 Billion



FY 2009 Budget Highlights

- Annual budget of \$3.79 billion includes funding for:
 - Nine major budget programs that VDOT manages
 - Support to other state agencies including indirect costs
 - Dept of State Police
 - Dept of Education
 - Dept of General Services
 - Dept of Motor Vehicles
 - Dept of Taxation
 - Dept of Minority Business
 - Chesapeake Bay Initiative
 - Other

Total Budget of \$3.79 billion

(in millions)

VDOT Programs	
Environmental Monitoring and Evaluation (514)	\$ 14.6
Ground Transportation Planning & Research (602)	46.9
Highway System Acquisition and Construction (603)	1,326.7
Highway System Maintenance (604)	1,349.0
Financial Assistance to Localities (607)	353.0
Commonwealth Toll Facilities (606)	123.3
Non-Toll Supported Transportation Debt Service (612)	255.0
Administrative and Support Services (699)	246.6
VDOT Capital Outlay (998)	11.0
Total VDOT Programs	3,726.1
Support to Other State Agencies	43.0
Support to DRPT Programs	25.5
TOTAL	3,794.6

(in millions)

Highway Construction	
Systems Construction	
Interstate	\$ 355.6
Primary	269.3
Secondary	172.7
Urban	186.5
Total	<u>984.1</u>
Dedicated and Statewide Construction	302.8
(Revenue Sharing, Statewide & Regional Projects, Safety Projects, Enhancement Projects and Earmarks)	
Construction Management	<u>39.8</u>
Total Highway Construction	<u>\$ 1,326.7</u>

(in millions)

Spending Category	Amount	%
Debt Service	\$ 271.4	7.2
Other Agencies (inc. DRPT)	\$ 48.7	1.3
Highway Maintenance & Operations	\$1,687.8	44.5
Tolls/Admin/Other	\$ 465.9	12.3
Public Trans/Rail	\$ 19.7	0.5
Earmarks/Special	\$ 317.1	8.4
Highway Construction	\$ 984.1	25.8
Total	\$3,794.6	100.0%

Maintenance – 45% of total VDOT budget (36% of CTB budget)

- 4% growth for FY 2009 in core programs
- Out year assumptions for core maintenance is 4% growth
- Includes both VDOT maintenance and city and county maintenance payments

(in millions)

	<u>VDOT Highway System Maintenance</u>	<u>Maintenance Payments to Cities and Counties</u>	<u>Totals</u>
FY 2009	\$1,349.0	\$338.8	\$1,687.8
FY 2010	1,377.5	352.1	1,729.6
FY 2011	1,430.4	365.2	1,795.6
FY 2012	1,485.5	379.8	1,865.3
FY 2013	1,542.7	395.0	1,937.7
FY 2014	<u>1,603.8</u>	<u>410.8</u>	<u>2,014.7</u>
Totals	\$8,788.8	\$2,241.9	\$11,030.7

(in millions)

Highway System Maintenance	Allocation FY 2008(1)	Recommend FY 2009	Increase (Decrease)
Interstate	\$ 273.7	\$ 338.1	\$64.4
Primary	\$ 361.8	\$ 375.5	\$13.7
Secondary	\$ 371.0	\$ 393.5	\$22.5
Operations Services (2)	\$ 149.3	\$ 146.5	(\$2.8)
Highway Maintenance Management	\$ 101.7	\$ 95.3	(\$6.4)
Total	\$1,257.6	\$1,349.0	\$91.4

(1) FY 2007-08 Allocations reflect the service area distributions as presented in the FY 2008 - 2013 SYIP and the FY 2008 VDOT Budget Supplement

(2) TMCs, Tunnels, Ferry, Safety Service Patrols, Land Use Permits, MANCON

FY 2009 Highway Maintenance Budget

Including Maintenance Payments to Localities by District

(in millions)

District	FY 2008	FY 2009
Bristol	\$148.9	\$150.3
Salem	162.3	165.2
Lynchburg	97.7	105.7
Richmond	234.7	239.6
Hampton Roads	296.0	319.3
Fredericksburg ¹	84.9	111.3
Culpeper	79.9	83.2
Staunton	129.6	138.9
Northern Virginia	220.8	228.5
Statewide Programs ²	128.7	123.6
Statewide Operational Improvements		12.2
Maintenance and Ops Program Contingency	0.0	10.0
Total	\$1,583.3	\$1,687.8

¹ Fredericksburg District FY 2009 allocation includes \$20.4 million of one-time federal special bridge funds.

² Rest Areas, VTRC, Traffic Counts and Studies, Bridge Load rating, Major Infrastructure Failure, Maint & Ops Prog Mgt

- Same spending priorities as previously defined and as outlined in law
- Limited growth in programs outside of maintenance and construction
- VDOT Toll Facilities budget includes the Dulles Toll Road which is anticipated to transition to MWAA during FY 2009



FY 2009 Budget
Reta R. Busher, CFO
June 18, 2008