



**FY 2011 Budget / Actual Performance  
through April 2011**

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May 18, 2011

# Commonwealth of Virginia Transportation Capital Projects Revenue Bonds, Series 2011

- ❑ The first of three planned \$600 million issuances of Transportation Capital Projects Revenue Bonds was sold on May 11, 2011.
- ❑ It was the first step in the governor's plan to invest nearly \$4 billion in roads, rail and transit during the next three years.
- ❑ It was the second issuance of the Capital Projects Revenue Bonds that were authorized by the General Assembly in 2007.
- ❑ The bonds were rated AA+ by Fitch and Standard and Poor's, and Aa1 by Moody's.
- ❑ They were sold through a competitive bidding process.
- ❑ Seven underwriters submitted highly competitive bids.
- ❑ Wells Fargo Bank secured the winning bid with a true interest cost of 4.025 percent.
- ❑ The bond sale will close on May 25, 2011.

# Commonwealth Transportation Fund State Revenue Collections

- ❑ **Year-to-date CTF revenues are 1.2 percent ahead of the official growth rate of 3.0 percent.**
- ❑ **Motor Vehicle Sales and Use tax collections are performing significantly better than last year.**
  - Year to date revenues are 13.8 percent above FY 2010.
  - Exceeding the estimated 6.9 percent growth for the year.
  - April 2011 represents the 18th consecutive month of growth.
- ❑ **April's Motor Fuels Tax collections increased by 7.3 percent over April 2010.**
  - Year to date collections are up 3.0 percent compared to last year.
  - Collections are inline with the expected annual growth of 3.1 percent.
- ❑ **Motor vehicle registration fee collections declined by 4.0 percent in April.**
  - Year to date growth over last year of 4.3 percent, ahead of the 2.0 percent estimate.
- ❑ **Revenues are tracking above forecast, but the recovery is expected to be slower than in previous recessions.**



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

| Revenue                            | FY 2011<br>Estimate       | Year to Date - April      |                           | %<br>Change | % Annual<br>Growth<br>Required<br>by Estimate |
|------------------------------------|---------------------------|---------------------------|---------------------------|-------------|---|
|                                    |                           | FY 2011                   | FY 2010                   |             |   |
| Motor Fuel Taxes                   | \$ 855,500                | \$ 634,545                | \$ 616,210                | 3.0         | 3.1   |
| Priority Transportation Fund (PTF) | 150,300                   | 146,327                   | 145,102                   | 0.8         | 0.8   |
| Motor Vehicle Sales and Use Tax    | 506,500                   | 438,833                   | 385,467                   | 13.8        | 6.9   |
| State Sales and Use Tax            | 480,800                   | 391,615                   | 407,655                   | (3.9)       | (2.0)   |
| Motor Vehicle License Fees         | 234,800                   | 196,961                   | 188,898                   | 4.3         | 2.0   |
| International Registration Plan    | 61,300                    | 51,781                    | 47,104                    | 9.9         | 2.6   |
| Recordation Tax                    | 32,200                    | 28,656                    | 28,560                    | 0.3         | (8.5)   |
| Interest Earnings                  | 38,600                    | 13,250                    | 6,429                     | 106.1       | 68.1  |
| Misc. Taxes, Fees and Revenues     | 12,700                    | 10,857                    | 10,504                    | 3.4         | (0.4)   |
| <b>Total State Taxes and Fees</b>  | <b><u>\$2,372,700</u></b> | <b><u>\$1,912,825</u></b> | <b><u>\$1,835,929</u></b> | <b>4.2</b>  | <b>3.0</b>                                    |

Source: Commonwealth of Virginia/Department of Accounts, HMOF and TTF Revenues, Summary Statement of Selected Revenue Estimates & Collections, Fiscal Years 2011 and 2010

# VDOT Federal Revenue

- ❑ VDOT’s federal revenue collections through April are \$145.3 million greater than through the same period of the prior year.
- ❑ The increase continues to be driven by ARRA activity.

(Dollars in Thousands)

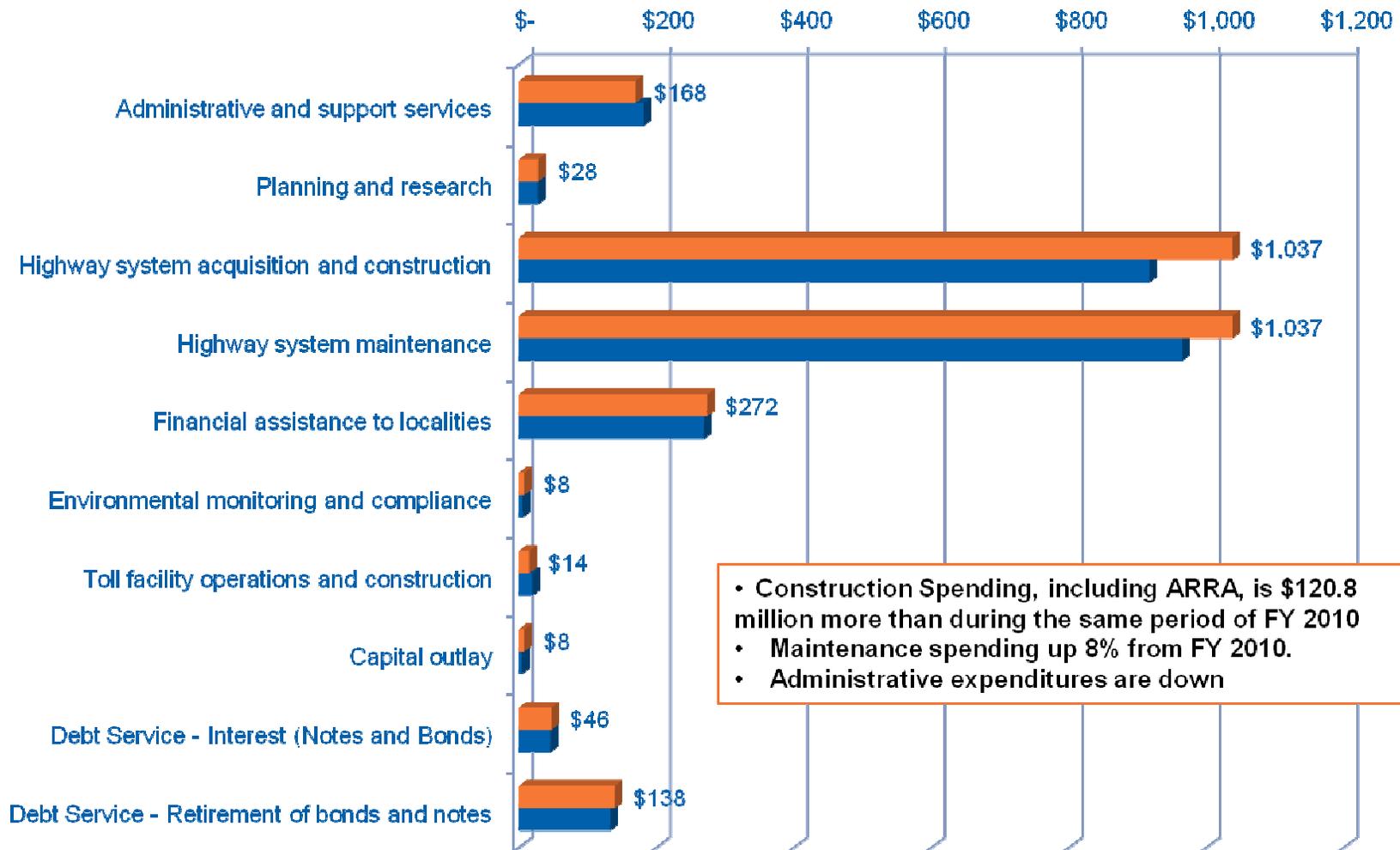
| Program                    | FY 2011             |                    | FY 2010             |                    | Difference          |
|----------------------------|---------------------|--------------------|---------------------|--------------------|---------------------|
|                            | Revenue             | % of Total Revenue | Revenue             | % of Total Revenue |                     |
| Construction               | \$ 522,775.3        | 59.2%              | \$ 504,953.9        | 68.5%              | \$ 17,821.4         |
| Maintenance                | 171,369.7           | 19.4%              | 154,378.0           | 20.9%              | 16,991.7            |
| ARRA                       | 164,748.2           | 18.7%              | 56,718.2            | 7.7%               | 108,030.1           |
| Planning & Research        | 11,245.9            | 1.3%               | 13,283.6            | 1.8%               | (2,037.7)           |
| Debt Service               | 3,922.4             | 0.4%               | -                   | 0.0%               | 3,922.4             |
| Other Programs             | 8,618.0             | 1.0%               | 8,044.0             | 1.1%               | 574.1               |
| <b>Total VDOT Programs</b> | <b>\$ 882,679.5</b> | <b>100.0%</b>      | <b>\$ 737,377.6</b> | <b>100.0%</b>      | <b>\$ 145,301.9</b> |

## Spending through April 2011

- ❑ Year to date spending continues to exceed last year.
- ❑ Expended \$2.76 billion through April 30, 2011  
\$196.9 million greater than last year.
- ❑ Through April, have expended 65.1 percent of the \$4.23 billion operating budget through 83 percent of the fiscal year.
- ❑ Maintenance and construction spending through April are nearly equal.
  - 37.6 percent relate to maintenance.
  - 37.5 percent relate to construction, including ARRA projects.

# Expenditures by Program through April

Millions



- Construction Spending, including ARRA, is \$120.8 million more than during the same period of FY 2010
- Maintenance spending up 8% from FY 2010.
- Administrative expenditures are down

■ FY 2011 Expenditures ■ FY 2010 Expenditures

# Maintenance Program

- ❑ Maintenance program expenditures through April is 7.6 percent over FY 2010.
- ❑ Expended \$1.04 billion compared to \$964 million.
- ❑ Reduction in Secondary Maintenance attributable to reduced snow costs.
- ❑ Contract paving work is gearing up and the spending will be reflected in the upcoming months.

(Dollars in millions)

| Service Area                       | FY 2011           |                      |              | FY 2010           |                      |              | Difference     |
|------------------------------------|-------------------|----------------------|--------------|-------------------|----------------------|--------------|----------------|
|                                    | Allocations       | Expenditures to Date | % Expended   | Allocations       | Expenditures to Date | % Expended   |                |
| Interstate Maintenance             | \$ 570.8          | \$ 211.4             | 37.0%        | \$ 444.7          | \$ 192.2             | 43.2%        | \$ 19.2        |
| Primary Maintenance                | 687.9             | 351.5                | 51.1%        | 600.8             | 289.3                | 48.1%        | 62.2           |
| Secondary Maintenance              | 422.0             | 305.4                | 72.4%        | 402.3             | 328.6                | 81.7%        | (23.2)         |
| Transportation Operations Services | 143.9             | 103.9                | 72.2%        | 130.6             | 77.0                 | 58.9%        | 26.9           |
| Program Management and Direction   | 77.4              | 65.0                 | 84.0%        | 83.2              | 76.9                 | 92.4%        | (11.9)         |
| <b>TOTAL</b>                       | <b>\$ 1,902.0</b> | <b>\$ 1,037.2</b>    | <b>54.5%</b> | <b>\$ 1,661.7</b> | <b>\$ 964.0</b>      | <b>58.0%</b> | <b>\$ 73.1</b> |

# Construction Program Spending

**Total Construction spending was \$1.03 billion, including \$27.9 million in Construction Management.**

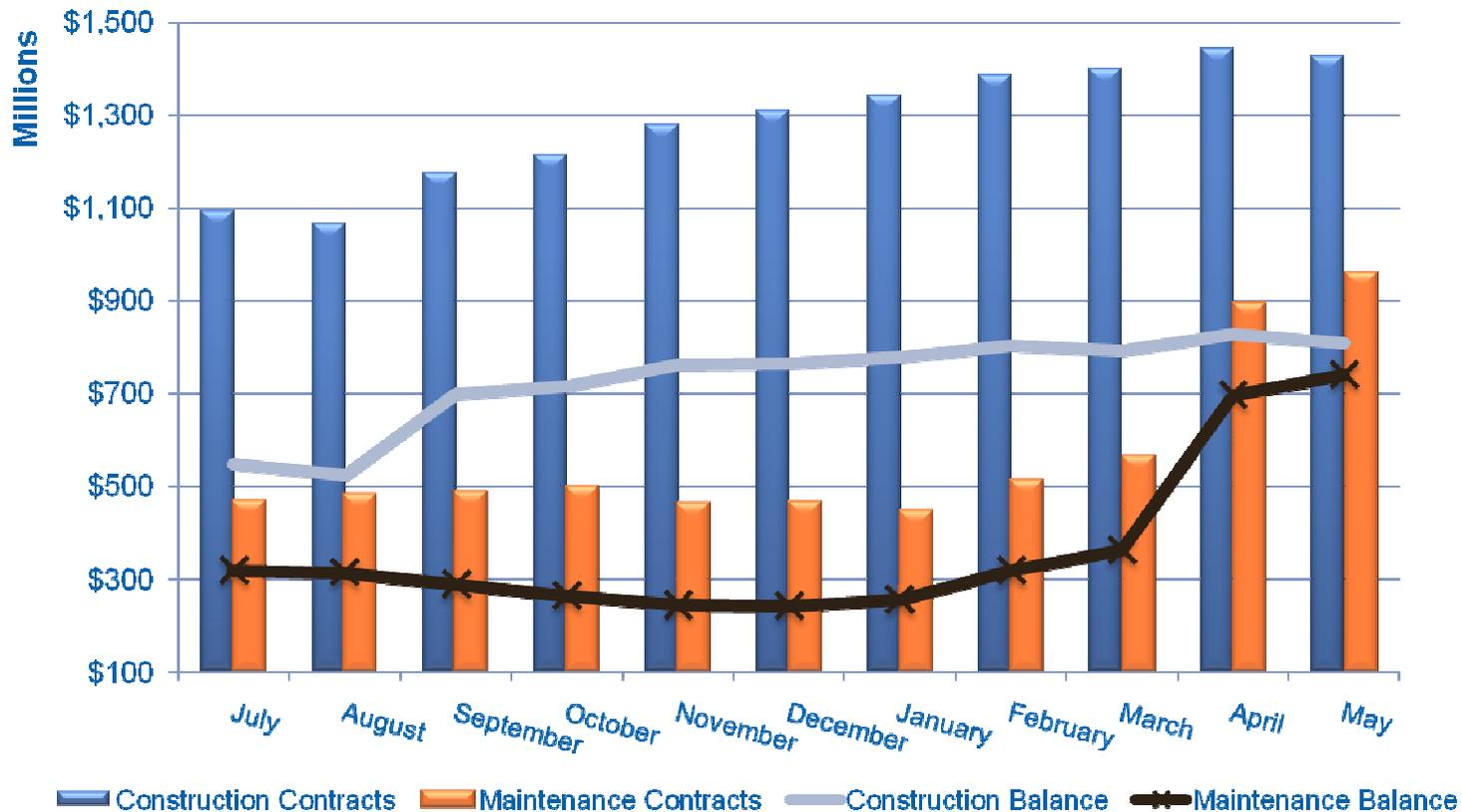
- Spending on ARRA projects was \$164.5 million, three times the FY 2010 amount.
- Interstate Construction spending is also greater than in FY 2010.

(Dollars in millions)

| Service Area                       | FY 2011                 | FY 2010                 | Difference      |              |
|------------------------------------|-------------------------|-------------------------|-----------------|--------------|
|                                    | Expenditures<br>to Date | Expenditures<br>to Date | Amount          | Percentage   |
| ARRA Projects                      | \$ 164.5                | \$ 56.7                 | \$ 107.8        | 190.0%       |
| Dedicated & Statewide Construction | 181.6                   | 175.0                   | 6.7             | 3.8%         |
| Interstate Construction            | 315.4                   | 267.9                   | 47.6            | 17.8%        |
| Primary Construction               | 130.2                   | 138.4                   | (8.3)           | -6.0%        |
| Secondary Construction             | 85.6                    | 106.0                   | (20.4)          | -19.2%       |
| Urban Construction                 | 127.6                   | 144.7                   | (17.1)          | -11.8%       |
| <b>Total Systems Construction</b>  | <b>1,004.9</b>          | <b>888.7</b>            | <b>116.2</b>    | <b>13.1%</b> |
| Program Management and Direction   | 27.9                    | 27.5                    | 0.5             | 1.8%         |
| <b>TOTAL</b>                       | <b>\$ 1,032.9</b>       | <b>\$ 916.1</b>         | <b>\$ 116.7</b> | <b>12.7%</b> |

# Contract Work Underway Construction and Maintenance

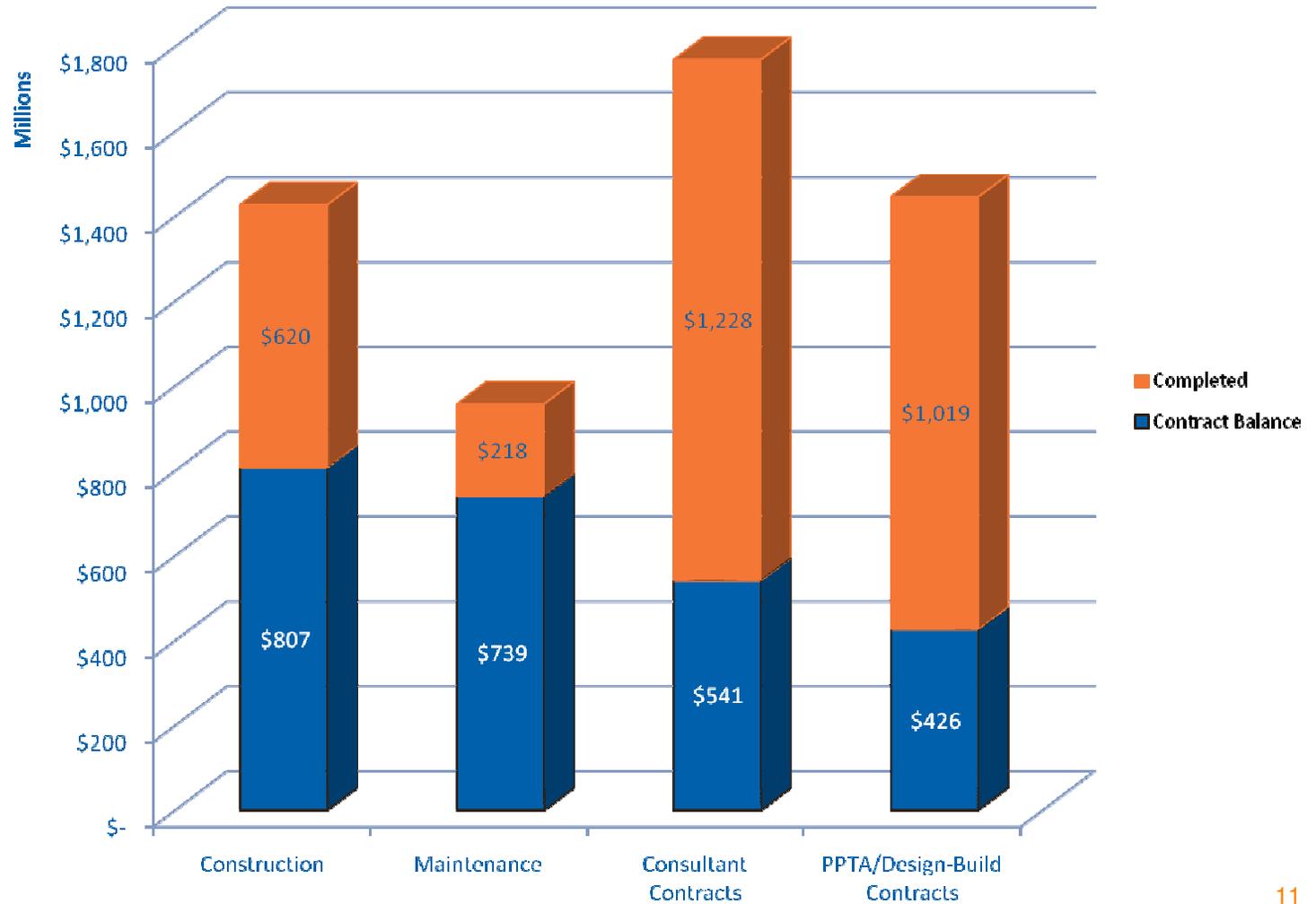
- ❑ Total contract value of \$2.4 billion is \$1 billion more than last year.
- ❑ Contract balances are nearly double.



Data does not include Design Build or PPTA projects

# Contract Work Status

Current Contract Work  
as of May 1, 2011





## Major Fund Cash Balances April 30, 2011

(Dollars in millions)

| Fund  | FY2011            | FY2010<br>Year End Balance | Difference        |
|---|-------------------|----------------------------|-------------------|
| Highway Maintenance and Operating                               | \$ 417.1          | \$ 440.7                   | \$ (23.6)         |
| Tran Partnership Opportunity Fund                               | 19.1              | 39.5                       | (20.4)            |
| Concession Fund   | 52.4              | 56.6                       | (4.2)             |
| Transportation Trust Funds                                      |                   |                            |                   |
| Construction  | \$ 418.6          | \$ 478.2                   | \$ (59.6)         |
| Priority Transportation   | 172.9             | 73.9                       | 99.0              |
| Federal Reimb. Anticipation Notes                               | 0.1               | 0.1                        | 0.0               |
| Toll Facility Revolving   | 140.7             | 131.2                      | 9.5               |
| Total Transportation Trust Fund                                 | 732.3             | 683.4                      | 48.9              |
| ARRA  | 4.6               | 5.2                        | (0.6)             |
| CPR Bonds Fund<br>(Cash and Securities Held by Outside Trustee) | 15.5              | 162.7                      | (147.2)           |
| <b>Grand Total</b>  | <b>\$ 1,241.0</b> | <b>\$ 1,388.1</b>          | <b>\$ (147.1)</b> |

## Summary

- ❑ Revenues continue to track slightly above forecast.
- ❑ Work under contract is significantly greater than at this time last year.
- ❑ The outstanding maintenance contract amounts are more than double the amount at this time last year.
- ❑ Activity on the new contract work is expected to ramp up quickly.
- ❑ Year-end balances are largely dependant upon how aggressively the industry executes the contract work.
- ❑ Will continue to closely monitor actual revenue collections and expenditures.