



FY 2015 - 2020 Revised CTF Six-Year Financial Plan Recommended Revised FY 2015 CTF and VDOT Budgets

November 12, 2014
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Chief Financial Officer

Factors requiring Revised FY 2015 Budget and FY 2015 – 2020 SYFP

- ❑ **The Six-Year Financial Plan (SYFP), Commonwealth Transportation Fund (CTF) Budget, VDOT Budget, DRPT Budget and the Six-Year Improvement Program (SYIP) were considered and approved by the CTB in June 2014.**

- ❑ **Since this action, several adjustments have been made that impact available revenue for transportation**
 - Biennial Budget Actions – Reduction of \$43.1 million total
 - State Revenue Interim Update provided in August – Reduction of \$166.8 million HMOF/TTF; Addition of \$83.1 for PTF (Debt Service)
 - No transfer of Accelerated Sales Tax collections anticipated for TTF – Reduction of \$18.8 million
 - Impacts of HB 5010 – Loss of Retail Sales Tax Transfer from General Fund; subsequently restored based on pending General Assembly Action
 - Receipt of federal Bonus Obligation Authority – Additional \$65.4 million

Commonwealth Transportation Fund Revised Six-Year Financial Plan



Commonwealth Transportation Fund Revised Fiscal Years 2015 – 2020 Six-Year Financial Plan Overview

- ❑ The Six-Year Financial Plan (SYFP) identifies the planned funding for allocation to Highways, Transit, Ports and Aviation.
- ❑ The original Fiscal Years 2015 – 2020 SYFP allocates \$32.5 billion over the period.
- ❑ The Revised Fiscal Years 2015 – 2020 SYFP reflects a net reduction of \$28 million
- ❑ Majority of the impact is in funding available for Highway Construction and Rail and Public Transportation

Commonwealth Transportation Fund

Revised Fiscal Years 2015 – 2020 Six-Year Financial Plan

Estimated Revenues (in millions)

	2015	2016	2017	2018	2019	2020	Total	Original 2015 - 2020 SYFP	Difference
State Transportation Revenues									
HMO	\$ 1,776.4	\$ 1,927.4	\$ 1,989.9	\$ 2,013.1	\$ 2,037.5	\$ 2,061.4	\$ 11,805.7	\$ 11,945.6	\$ (139.9)
TTF net interest	1,072.4	1,139.1	1,188.2	1,222.0	1,254.6	1,287.9	7,164.2	7,213.1	(48.9)
PTF (From TTF)	179.2	191.0	196.5	205.5	213.8	225.3	1,211.3	1,127.6	83.7
Regional Transportation Funds	455.2	494.1	512.1	531.5	551.9	572.5	3,117.2	3,117.2	-
Local and Other Revenues	352.1	357.6	361.7	365.7	370.1	374.9	2,182.0	2,172.0	10.0
Total	3,835.3	4,109.2	4,248.4	4,337.7	4,427.8	4,522.0	25,480.4	25,575.5	(95.1)
Federal Revenues	969.3	922.8	922.8	922.8	922.8	922.8	5,583.3	5,516.5	66.8
Total Revenues	4,804.6	5,031.9	5,171.2	5,260.5	5,350.6	5,444.8	31,063.7	31,092.0	(28.3)
Other Financing Sources									
GARVEE Bonds	-	375.0	225.2	130.0	110.0	-	840.2	840.2	-
Capital Improvement Bonds	122.9	122.9	122.9	122.9	61.6	50.0	603.2	603.2	-
Total	122.9	497.9	348.1	252.9	171.6	50.0	1,443.5	1,443.5	-
Total Revenues and Other Financing Sources	\$ 4,927.5	\$ 5,529.8	\$ 5,519.3	\$ 5,513.4	\$ 5,522.2	\$ 5,494.8	\$ 32,507.1	\$ 32,535.5	\$ (28.3)
Original 2015-2020 SYFP	\$ 4,927.0	\$ 5,557.7	\$ 5,519.8	\$ 5,512.6	\$ 5,523.8	\$ 5,494.7	\$ 32,535.5		
Difference	0.6	(27.8)	(0.5)	0.8	(1.6)	0.1	(28.3)		



State Transportation Revenue Updates

(in millions)

Source	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	TOTAL
Motor Vehicle Sales and Use Tax	\$ (40.5)	\$ (19.1)	\$ -	\$ -	\$ -	\$ 0.4	\$ (59.2)
License Fees	(11.0)	(9.2)	(9.6)	(10.9)	(9.6)	(10.9)	(61.2)
Retail Sales and Use Tax	(25.9)	(5.7)	2.4	2.7	1.1	(1.4)	(26.8)
Recordation Tax	(7.6)	(7.6)	(7.6)	(7.6)	(7.6)	(7.6)	(45.6)
All Other Sources	(1.6)	0.1	0.9	1.0	1.5	2.1	4.0
Total	\$ (86.6)	\$ (41.5)	\$ (13.9)	\$ (14.8)	\$ (14.6)	\$ (17.4)	\$ (188.8)

Impact by Fund

HMOF	(47.9)	(28.7)	(14.8)	(15.8)	(15.3)	(17.4)	(139.9)
TTF	(38.7)	(12.8)	0.9	1.0	0.7	-	(48.9)
Insurance Premiums for PTF	10.5	13.7	13.4	15.6	13.0	17.5	83.7

Updates for regional revenues established by HB 2313 (2013) will be provided by the Department of Taxation in December.



Commonwealth Transportation Fund Revised Fiscal Years 2015 – 2020 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 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	Total	Original 2015 - 2020 SYFP	Difference
Debt Service	\$ 366.4	\$ 373.0	\$ 406.9	\$ 431.0	\$ 445.1	\$ 470.0	\$ 2,492.4	\$ 2,408.7	\$ 83.7
Other Agencies & Transfers	102.8	63.9	59.3	59.7	44.9	45.8	376.4	333.3	43.1
Maintenance & Operations	1,991.3	1,982.4	2,026.4	2,061.0	2,098.1	2,137.9	12,296.9	12,229.0	67.9
Tolls, Administration & Other Programs	437.2	441.1	450.2	461.1	471.1	482.5	2,743.3	2,762.5	(19.2)
Rail and Public Transportation	481.8	527.4	532.1	583.9	542.6	525.4	3,193.1	3,278.8	(85.7)
Port Trust Fund	37.5	40.9	42.7	43.9	45.0	46.2	256.3	256.4	(0.2)
Airport Trust Fund	20.3	23.4	24.4	25.0	25.7	26.3	145.1	146.3	(1.2)
Northern Virginia Transportation Authority Fund	299.3	310.4	321.0	332.3	344.1	356.4	1,963.4	1,963.4	-
Hampton Roads Transportation Fund	155.9	183.7	191.1	199.1	207.7	216.2	1,153.8	1,153.8	-
Construction	1,035.0	1,583.7	1,465.4	1,316.4	1,297.9	1,188.2	7,886.5	8,003.3	(116.8)
Total	\$ 4,927.5	\$ 5,529.8	\$ 5,519.3	\$ 5,513.4	\$ 5,522.2	\$ 5,494.8	\$ 32,507.1	\$ 32,535.5	\$ (28.3)
Original 2015 - 2020 SYFP	\$ 4,927.0	\$ 5,557.7	\$ 5,519.8	\$ 5,512.6	\$ 5,523.8	\$ 5,494.7	\$ 32,535.5		
Difference	0.6	(27.8)	(0.5)	0.8	(1.6)	0.1	(28.3)		



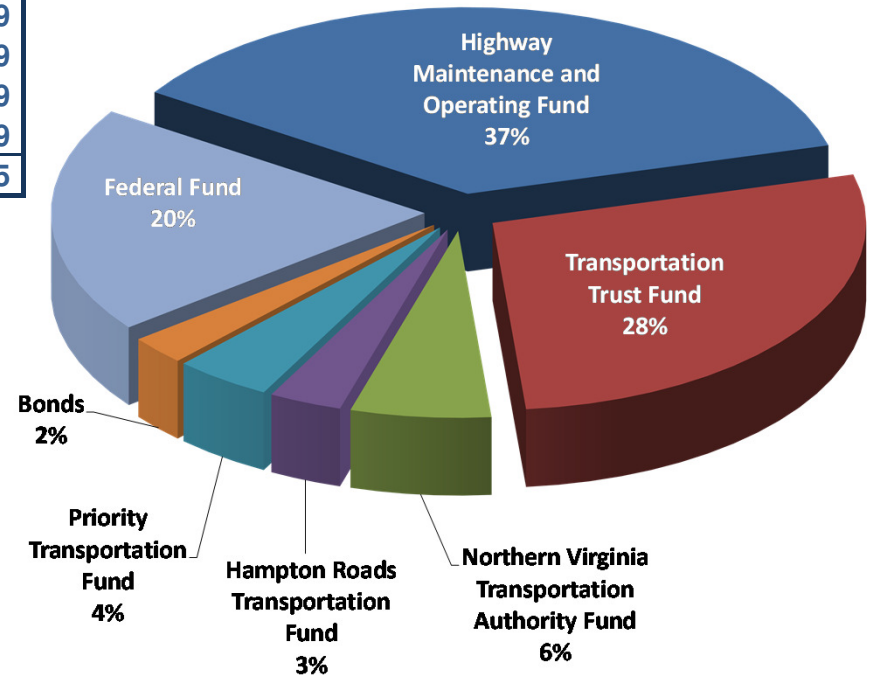
Commonwealth Transportation Fund Recommended Revised FY 2015 Budget



Commonwealth Transportation Fund Recommended Revised FY 2015 Budget

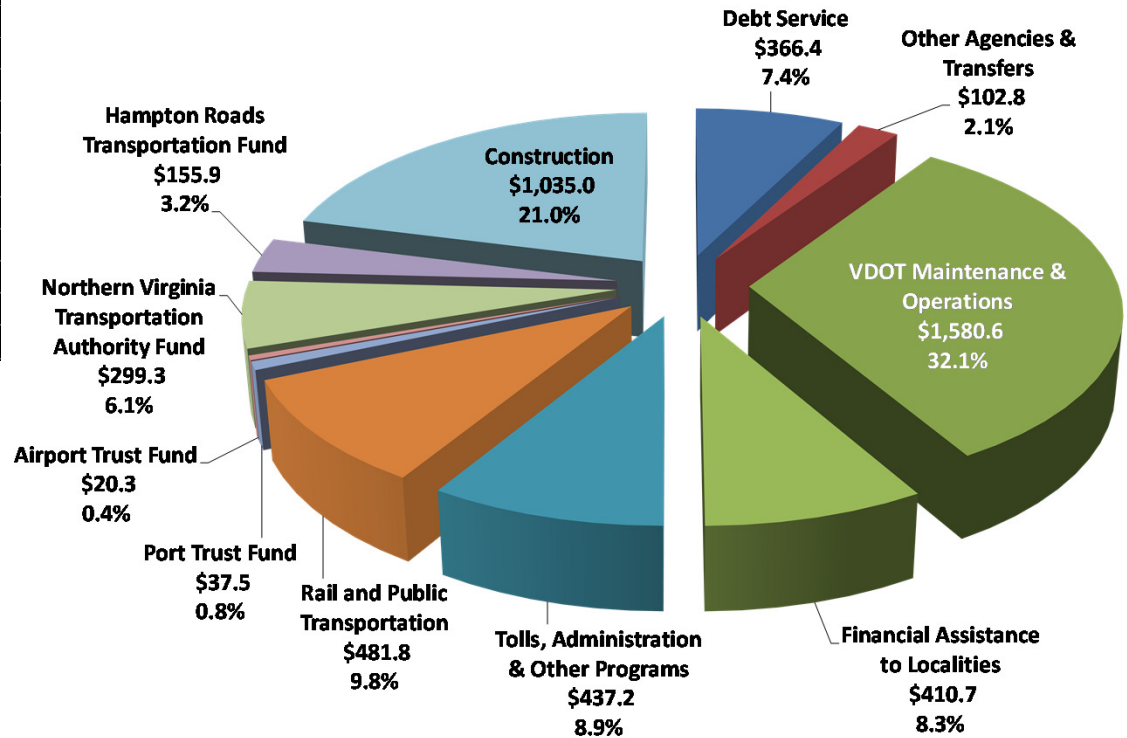
	Total (in millions)
Highway Maintenance and Operating Fund	\$1,805.9
Transportation Trust Fund	1,367.7
Northern Virginia Transportation Authority Fund	299.3
Hampton Roads Transportation Fund	155.9
Priority Transportation Fund	207.9
Bonds	122.9
Federal Fund	967.9
Total	\$4,927.5

- **Net change in FY 2015 revenues is an increase of \$562,000**
- **0.01% from Original FY 2015 Budget.**



Commonwealth Transportation Fund Recommended Revised FY 2015 Budget

	FY 2015 (in millions)
Debt Service	\$ 366.4
Other Agencies & Transfers	102.8
VDOT Maintenance & Operations	1,580.6
Financial Assistance to Localities	410.7
Tolls, Administration & Other Programs	437.2
Rail and Public Transportation	481.8
Port Trust Fund	37.5
Airport Trust Fund	20.3
Northern Virginia Transportation Authority Fund	299.3
Hampton Roads Transportation Fund	155.9
Construction	1,035.0
Total	\$ 4,927.5



\$ in millions

FY 2015 CTF Allocations

- Highway Maintenance, for VDOT maintained and Locality Maintained, (40%) is the largest allocation
- Construction receives 21% of the total

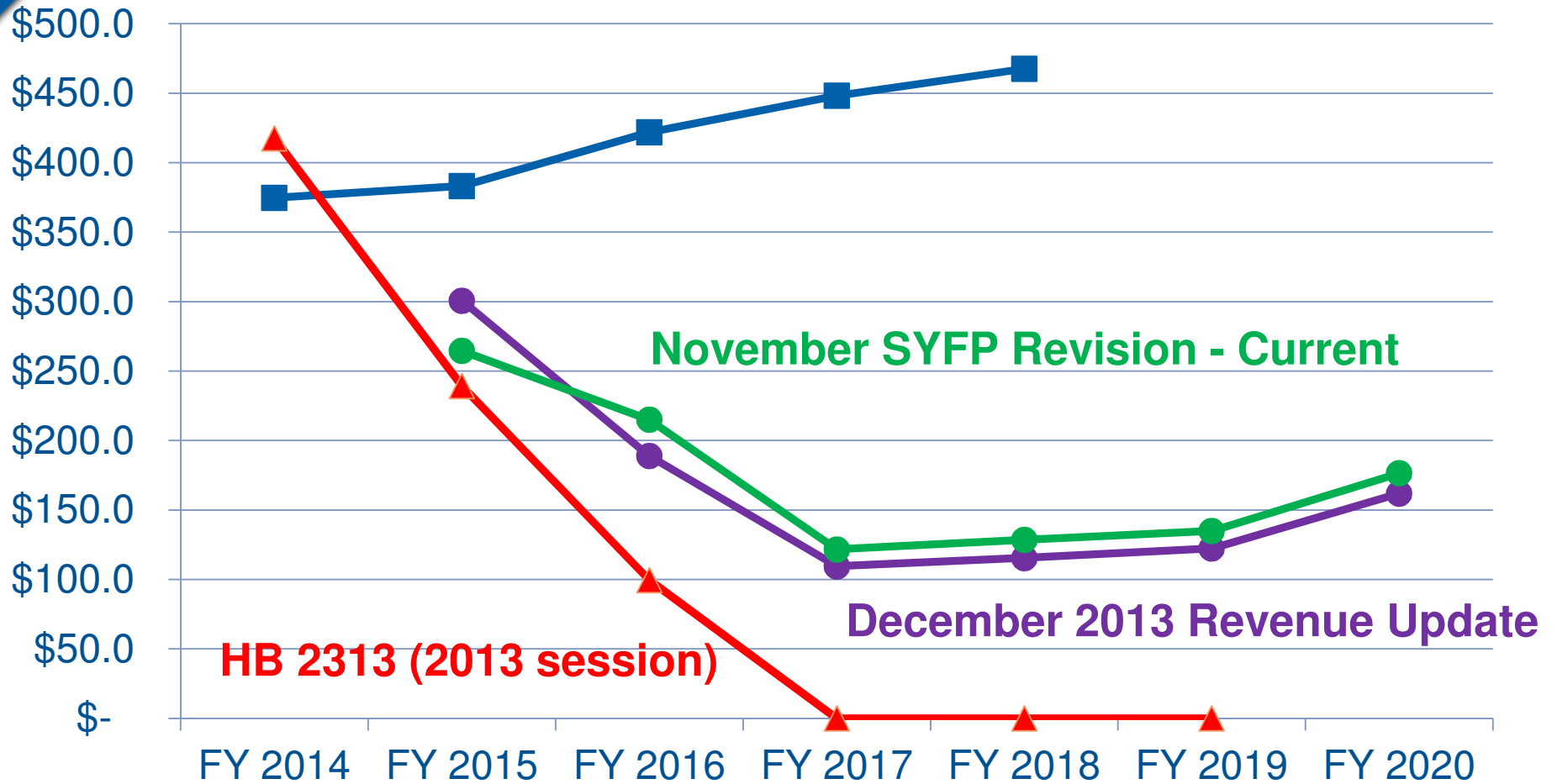


Virginia Department of Transportation Recommended Revised FY 2015 Budget

Highlights of Revisions

- ❑ Revised budget increased by \$6.7 million
- ❑ Addition of Federal Bonus Obligation Authority provided
 - \$8 million to the Construction Program
 - \$57.4 million to the Highway Maintenance and Operations Program
- ❑ Reductions imposed in administrative areas and use of prior year balances of \$22.6 million in FY 2015. Including additional reductions in subsequent years, \$37.5 million maximizes funding available for direct programs.
 - Delay filling vacant positions
 - Delay/defer purchases
 - Delay/defer administrative projects or use of external staff
 - Reduced funding needs based on current spending
- ❑ Crossover from the Construction Fund to the HMOF totals \$264.6 million, a \$36 million reduction from the original \$300.6 planned. Additional federal funding was provided to the Maintenance Program.

Crossover Updates to the transfer from Construction Fund to HMOF (in millions)



■ 2013-2018
 ▲ 2014-2019
 ● 2015-2020 Original
 ● 2015-2020 Proposed Final



VDOT Revised FY 2015 Revenues By Source and Fund

(in millions)

Source	HMOF	Construction	Federal	Bonds	Other	TOTAL	Original FY 2015 Revenue	Difference
Sales Tax on Motor Fuels	\$ 573.0	\$ 81.0	\$ -	\$ -	\$ 28.6	\$ 682.6	\$ 686.1	\$ (3.5)
Motor Vehicle Sales and Use Tax	620.7	161.7	-	-	-	782.4	828.3	(45.9)
Motor Vehicle License Tax	222.3	16.5	-	-	-	238.8	250.4	(11.6)
Retail Sales and Use Tax	267.5	407.4	-	-	-	674.9	699.1	(24.2)
International Registration Plan	62.3	-	-	-	-	62.3	63.5	(1.2)
CPR Bonds	-	-	-	-	-	-	-	-
GARVEE Bonds	-	-	-	-	-	-	-	-
Other Revenue to Support Bond Programs	-	-	-	-	107.5	107.5	107.5	-
Insurance Premium Revenue	-	-	-	-	150.6	150.6	140.1	10.5
Local	-	202.8	-	-	-	202.8	202.8	-
Regional Transportation Funds	-	-	-	-	455.2	455.2	455.2	-
Other Sources	60.1	3.1	-	-	28.6	91.8	97.4	(5.6)
Federal	-	-	906.3	-	-	906.3	818.1	88.2
Transfer to HMOF	264.6	(264.6)	-	-	-	-	-	-
Transfer from HMOF for MWA	(100.0)	100.0	-	-	-	-	-	-
TOTAL	\$ 1,970.4	\$ 707.9	\$ 906.3	\$ -	\$ 770.5	\$ 4,355.2	\$ 4,348.5	\$ 6.7



VDOT Recommended Revised FY 2015 Budget Summary by Program

	Original Allocation FY 2015	Recommended Revised FY 2015	Increase (Decrease)
VDOT Programs			
Environmental Monitoring and Evaluation (514)	\$ 13.3	\$ 13.3	\$ (0.1)
Ground Transportation Planning and Research (602)	68.1	67.9	(0.1)
Highway System Acquisition and Construction (603)	1,145.7	1,073.3	(72.4)
Highway System Maintenance (604)	1,512.7	1,580.6	67.9
Commonwealth Toll Facilities (606)	33.9	33.9	-
Financial Assistance to Localities (607)	880.2	880.2	-
Non-Toll Supported Transportation Debt Service (612)	325.7	336.2	10.5
Administrative and Support Services (699)	265.0	261.8	(3.2)
VDOT Capital Outlay (998)	38.0	38.0	-
Total VDOT Programs	\$ 4,282.4	\$ 4,285.0	\$ 2.6
Support to Other State Agencies	62.9	66.0	3.1
Support to DRPT Programs	3.2	3.8	0.6
Support to Ports	-	0.4	0.4
TOTAL	\$ 4,348.5	\$ 4,355.2	\$ 6.7