



Fiscal Year 2012-2013

VDOT Annual Budget
June 2012



Virginia Beach
Oceanfront Via



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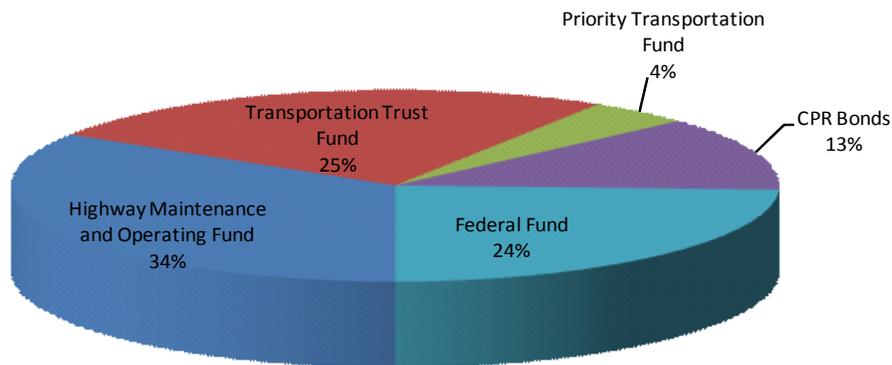
Overview

The Fiscal Year 2013 budget for the Virginia Department of Transportation (VDOT) identifies the estimated revenues and the distribution of the revenues to the related transportation programs. It is based on the most recent official state revenue forecast from May 2012 and estimated federal funding. The VDOT Budget for FY 2013 totals \$X,XXX,XXX,XXX, a XX.0% decrease from the FY 2012 Budget.

VDOT's revenues are provided by dedicated state and federal revenue sources. The major state revenues are estimated by the Department of Taxation and are included in the state's official revenue estimate. VDOT continues to estimate federal revenues based upon information received from Federal Highway Administration (FHWA).

The VDOT Budget includes the proceeds and related allocations of the VDOT's portion of the bonds planned to be issued in FY 2012 related to Governor McDonnell's Omnibus Transportation Funding Bill. The bond proceeds are the main driver for the increase over the FY 2011 budget. The planned bond proceeds are from the second of three planned \$600 million CPR issues and \$48.6 million received from the premium from the previous sales. It also includes the proceeds of \$623 million from direct GARVEEs, the first issue supporting the \$1.1 billion of direct GARVEEs anticipated over three years. The bond proceeds will support projects identified in the Six-Year Improvement Program.

Sources of Transportation Funds

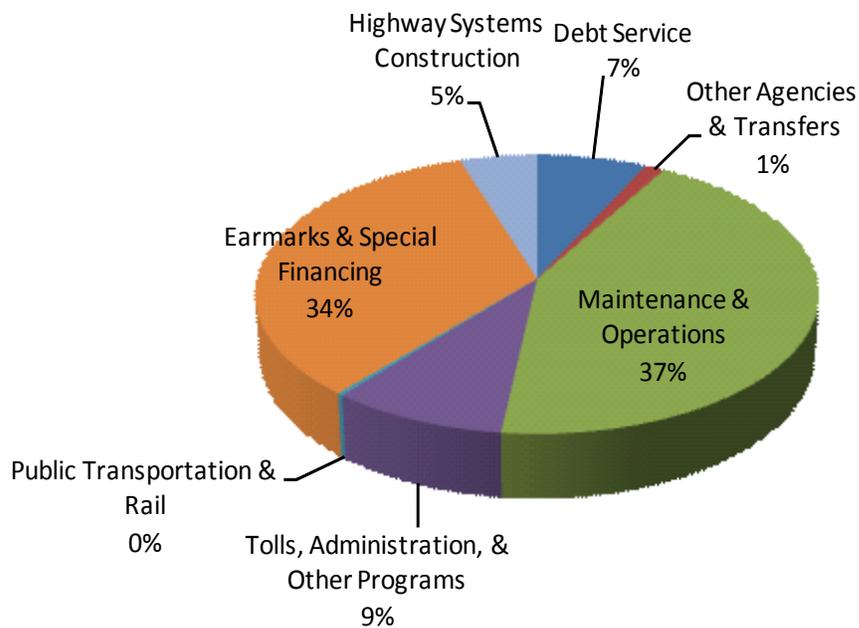


Highway Maintenance and Operating Fund	\$1,425,524,654
Transportation Trust Fund	1,048,417,032
Priority Transportation Fund	182,575,345
CPR Bonds	524,187,474
Federal Fund	1,021,278,451
Total	\$4,201,982,956

Overview

VDOT's revenues provide funding for debt service, maintenance, administration and construction. This budget reflects the planned use of the revenues available to the agency. The following is a summary of the programs by spending category:

	FY 2012	FY 2013	INCREASE (DECREASE)
Debt Service	\$321,699,460	\$296,002,119	(\$25,697,341)
Other Agencies & Transfers	40,746,451	51,534,181	\$10,787,730
Maintenance & Operations	1,779,134,010	1,830,390,733	\$51,256,723
Tolls, Administration, & Other Programs	356,764,832	383,753,291	\$26,988,459
Public Transportation & Rail	16,420,165	12,236,863	(\$4,183,302)
Earmarks & Special Financing	1,536,938,088	1,420,845,164	(\$116,092,924)
Highway Systems Construction	711,857,691	207,220,605	(\$504,637,086)
Total	\$4,763,560,697	\$4,201,982,956	(\$561,577,742)



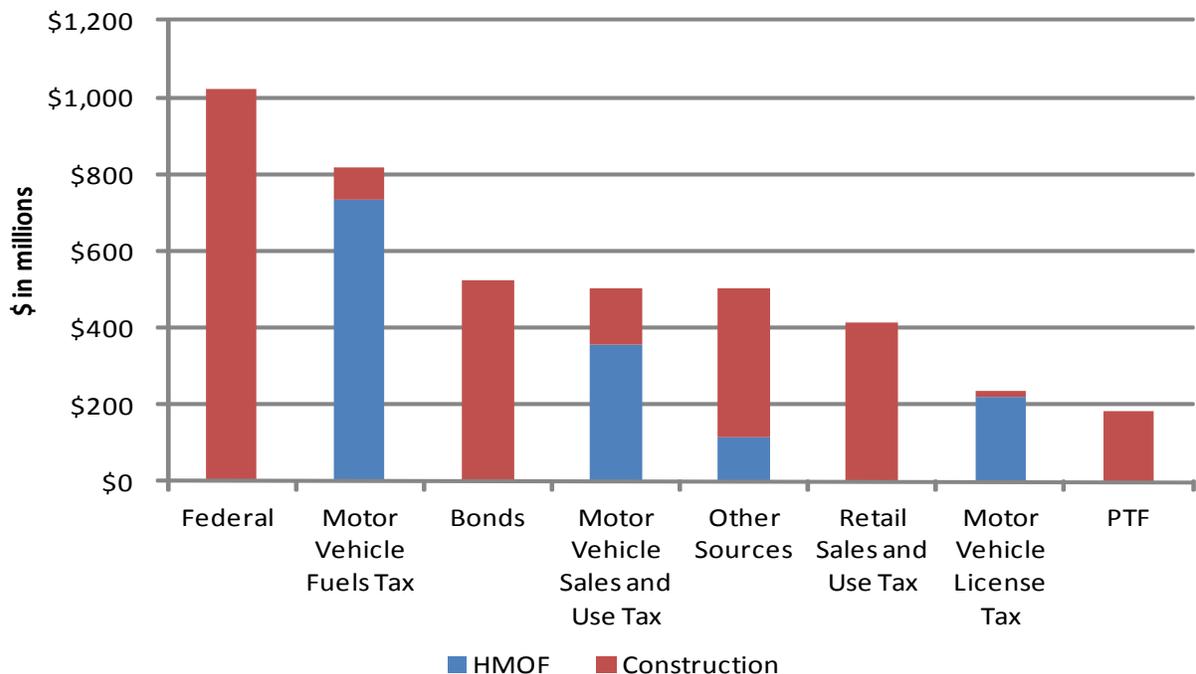
Revenues

VDOT's revenues are specifically designated for transportation. Four primary state taxes provide for transportation in Virginia: Motor Fuels Tax, Motor Vehicle Sales and Use Tax, Motor Vehicle License Fee, and State Sales and Use Tax. The following table summarizes VDOT's FY 2013 revenues.

Source	HMOF	Construction*	TOTAL
Motor Fuels Tax	\$734,100,000	\$84,996,000	\$819,096,000
Vehicle Sales and Use Tax	354,100,000	148,585,600	502,685,600
Vehicle License Tax	220,400,000	16,841,800	237,241,800
Retail Sales and Use Tax	0	414,198,100	414,198,100
Bonds	0	524,187,474	524,187,474
PTF	0	182,575,345	182,575,345
Other Sources	116,924,654	383,795,532	500,720,186
Federal	0	1,021,278,451	1,021,278,451
Transfer to HMOF	363,550,589	(363,550,589)	0
TOTAL	\$1,789,075,243	\$2,412,907,713	\$4,201,982,956

* Includes highway share of TTF, Federal, CPR Bonds, GARVEE Bonds & other special funds

** Other Sources includes Tolls, Local Revenues, etc.

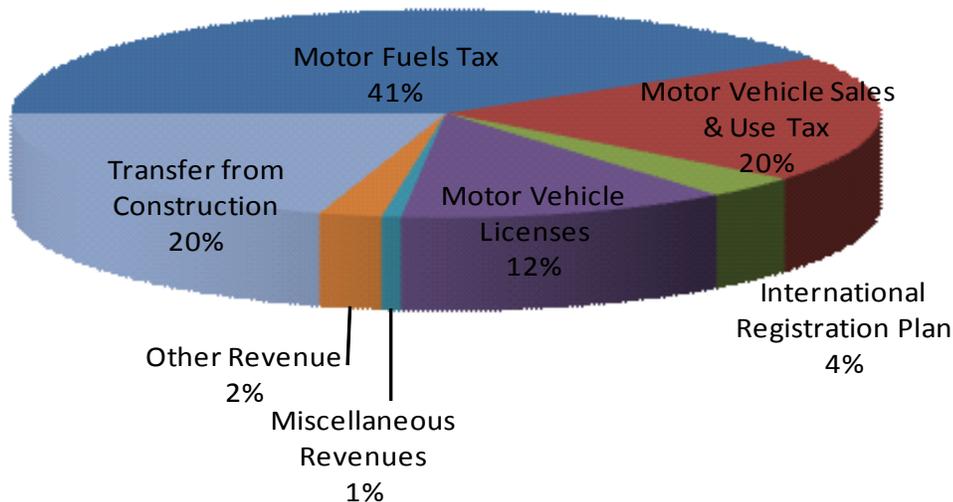


Highway Maintenance & Operating Fund

The Highway Maintenance and Operating Fund (HMOF) is one of VDOT's major funds. It is funded by dedicated state revenues as listed below. The HMOF is intended to provide for the agency's maintenance, operations and administrative needs. Since Fiscal Year 2002, the HMOF has required transfers from the Construction Fund to cover the budgetary needs of the fund. The planned reduction in the amount transferred for FY2013 is attributed to increased needs in the Construction Fund.

HMOF Revenue Sources	FY 2012	FY 2013	Difference
Motor Fuels Tax	\$749,900,000	\$734,100,000	(\$15,800,000)
Motor Vehicle Sales & Use Tax	325,400,000	354,100,000	28,700,000
International Registration Plan	63,200,000	62,600,000	(600,000)
Motor Vehicle Licenses	216,100,000	220,400,000	4,300,000
Miscellaneous Revenues	12,900,000	12,800,000	(100,000)
Other Revenue	92,307,193	41,524,654	(50,782,539)
Transfer from Construction	447,767,163	363,550,589	(84,216,574)
Total	\$1,907,574,356	\$1,789,075,243	(\$118,499,113)

HMOF Revenue Sources FY 2013

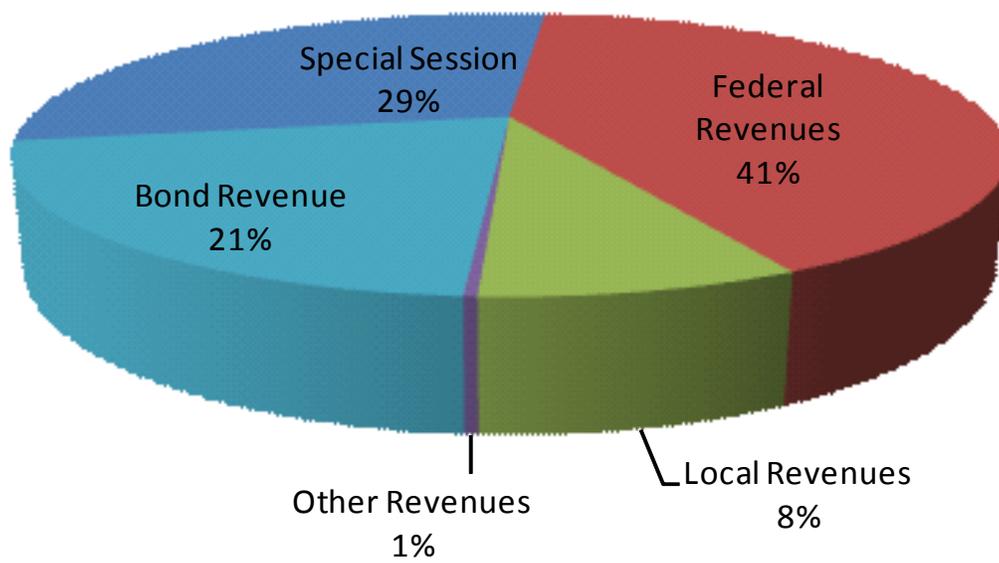


Transportation Trust Fund - Construction

The Transportation Trust Fund was created by the 1986 Special Session. VDOT manages the 78.7% of the TTF funds dedicated by the Code of Virginia for highway construction. Special Session funds include motor vehicle fuels tax, motor vehicle sales tax, and state retail sales and use tax. The following table identifies the construction fund revenues by major source.

Construction Revenue Sources	FY 2012	FY 2013	Difference
Special Session	\$717,911,259	\$727,715,059	\$9,803,800
Federal Revenues	1,006,821,579	1,021,278,451	14,456,872
Local Revenues	102,382,495	202,429,371	100,046,876
Other Revenues	9,170,388	8,677,203	(493,185)
GARVEE Bonds	623,305,000	0	(623,305,000)
Bond Revenue	513,875,049	524,187,474	10,312,425
Total	\$2,973,465,770	\$2,484,287,558	(\$489,178,212)

Construction Revenue by Source FY 2013

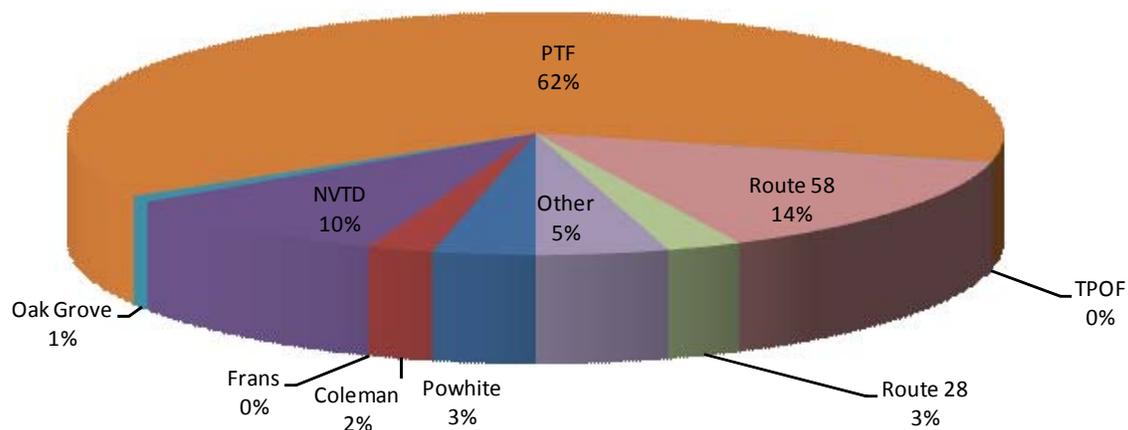


Other Fund Revenues

In addition to the two major state funds, VDOT manages a number of special funds. Each special fund receives dedicated revenues to be used to support the mission of the program.

Other Fund Revenue	FY 2012	FY 2013	Difference
Powwhite Parkway Extension	9,860,336	10,335,841	475,505
Coleman Bridge	6,689,048	6,638,137	(50,911)
FRANs	4,000	2,000	(2,000)
Northern Virginia Transportation District (NVTD)	43,982,622	28,303,475	(15,679,147)
Oak Grove	2,640,000	2,505,000	(135,000)
Priority Transportation Fund (PTF)	173,974,103	182,575,345	8,601,242
Transportation Partnership Opportunity Fund	1,017,000	555,123	(461,877)
Route 58	69,678,000	40,388,000	(29,290,000)
Route 28	7,529,625	7,530,300	675
Other	14,663,000	13,337,523	(1,325,477)
Total	\$330,037,734	\$292,170,744	(\$37,866,990)
Total Construction Major Sources (page 8)	2,973,465,770	2,484,287,558	(489,178,212)
Transfer to HMOF	(447,767,163)	(363,550,589)	84,216,574
Total Construction Fund	\$2,855,736,341	\$2,412,907,713	(\$442,828,628)

Other Fund Revenue FY 2013



VDOT Program Descriptions & Allocations

Summary of Allocations by Program

The following table summarizes VDOT's budget by the major budgetary programs.

	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
Environmental Monitoring and Evaluation (514)	\$11,803,292	\$12,362,456	\$559,164
Ground Transportation Planning and Research (602)	65,395,932	65,093,846	(302,086)
Highway System Acquisition and Construction (603)	2,254,451,973	1,621,201,857	(633,250,116)
Highway System Maintenance (604)	1,412,550,772	1,454,182,000	41,631,228
Commonwealth Toll Facilities (606)	49,738,455	43,321,621	(6,416,834)
Financial Assistance to Localities (607)	379,714,477	390,865,476	11,150,999
Non-Toll Supported Transportation Debt Service (612)	314,583,118	301,180,943	(13,402,175)
Administrative and Support Services (699)	215,656,062	231,280,656	15,624,594
VDOT Capital Outlay (998)	2,500,000	11,600,000	9,100,000
Support to Other State Agencies	46,494,253	56,771,044	10,276,791
Support to DRPT Programs	10,672,363	7,000,000	(3,672,363)
TOTAL	\$4,763,560,697	\$4,194,859,899	(\$568,700,799)

Environmental Monitoring and Evaluation (514)

The Environmental Program consists of the following service areas:

Environmental Monitoring and Compliance for Highway Projects (51408) - To provide efforts to evaluate, monitor and maintain the quality of the state's natural resources as part of a balanced consideration of environmental and transportation needs. VDOT's wetland mitigation program is funded in this service area.

Environmental Monitoring Program Management and Direction (51409) - To provide activities related to the management and direction of the program. Adequate and effective management and direction is critical to the success of the program.

For Fiscal Year 2013, The Environmental Program will be funded by the TTF - Construction Fund.

ENVIRONMENTAL MONITORING & EVALUATION (514)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
Environmental Monitoring & Compliance for Highway Projects (514008)	\$9,760,940	\$10,162,192	\$401,252
Environmental Monitoring Program Management (514009)	2,042,352	2,200,264	157,912
TOTAL ENVIRONMENTAL MONITORING & EVALUATION	\$11,803,292	\$12,362,456	\$559,164
HMOF	11,803,292	0	(11,803,292)
TTF	0	12,362,456	12,362,456

Ground Transportation Planning & Research (602)

Ground Transportation Planning and Research is comprised of:

Ground Transportation System Planning (602001) - To provide efforts to lead and plan a comprehensive system of ground transportation, including the planning of particular ground transportation projects through surveying, mapping and studies. These studies are the basis for decisions on proposed highway plans, programs and projects, as well as other travel modes and routes throughout Virginia. This includes Land Development activities related to the implementation of Chapter 527.

Ground Transportation System Research (602002) - To provide efforts devoted to the planning and delivery of a comprehensive ground transportation research, development, consulting and technology transfer program covering the areas of transportation system operations, maintenance, structural design and construction, materials and specifications, safety, environmental stewardship, finance and policy.

Ground Transportation Program Management and Direction (602004) - To provide activities related to the management and direction of the program. Adequate and effective management and direction is critical to the success of the program.

PLANNING & RESEARCH (602)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
Ground Transportation System Planning (602001)	\$50,492,044	\$49,602,824	(\$889,220)
Ground Transportation System Research (602002)	11,872,899	11,932,745	59,846
Ground Transportation Program Management & Direction (602004)	3,030,989	3,558,277	527,288
TOTAL PLANNING & RESEARCH	\$65,395,932	\$65,093,846	(\$302,086)
HMOF	14,337,864	14,887,431	549,567
CONSTRUCTION	29,586,696	30,782,436	1,195,740
FEDERAL	21,471,372	19,423,979	(2,047,393)

Highway System Acquisition and Construction (603)

VDOT manages the Commonwealth's highway construction program as outlined in the agency's Six-Year Improvement Program that is approved annually by the Commonwealth Transportation Board. The construction program is divided into several service areas. FY 2010 was the first time since the state construction allocation formula was instituted by the 1986 Special Session that no funds were available for distribution to the construction districts and localities. The outlook for FY 2013 remains the same without any construction formula allocations.

The Construction allocations include VDOT's share of the planned proceeds from the issuance of the CPR and the GARVEE bonds.

The budget also contains a significant application of Toll Credits that are used as "soft match" to meet the nonfederal share matching requirements. The federal share on most projects in the future can effectively be increased up to 100 percent. However, the use of soft match does not increase the federal funding available to Virginia.

CONSTRUCTION (603)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
Dedicated and Statewide Construction (603002)	\$1,523,806,849	\$1,406,188,421	(\$117,618,428)
Interstate Construction (603003)	314,011,405	154,620,184	(159,391,221)
Primary Construction (603004)	233,348,661	41,810,690	(191,537,971)
Secondary Construction (603006)	66,365,164	9,711,946	(56,653,218)
Urban Construction (603007)	98,132,461	1,077,785	(97,054,676)
Construction Management (603015)	18,787,433	23,289,562	4,502,129
TOTAL CONSTRUCTION	\$2,254,451,973	\$1,636,698,588	(\$617,753,385)
HMOF	18,787,433	0	(18,787,433)
CONSTRUCTION	286,245,317	463,165,118	176,919,801
FEDERAL	760,745,817	630,933,367	(129,812,450)
NVTD	25,486,104	1,024,396	(24,461,708)
OAK GROVE	410,250	280,500	(129,750)
FRANS	4,000	2,000	(2,000)
ROUTE 58	22,313,012	1,123,250	(21,189,762)
TPOF	1,016,991	485,752	(531,239)
PTF	0	15,496,731	15,496,731
GARVEE BONDS	623,305,000	0	(623,305,000)
CONCESSION	2,263,000	0	(2,263,000)
CPR BONDS	513,875,049	524,187,474	10,312,425

The following pages detail each construction service area.

Highway System Acquisition and Construction (603)

Dedicated and Statewide Construction

The purpose of the Dedicated and Statewide Construction service area is to design and prepare plans, acquire needed land and construct roads and bridges or support transit or operational activities across the state that are not dedicated to a specific highway system. This includes statewide programs such as the Revenue Sharing and the Safety programs. Funding for the federal Congestion Mitigation and Air Quality Improvement (CMAQ) and Regional Surface Transportation programs which have yet to be distributed by the respective Metropolitan Planning Organizations are included in this service area and will be transferred when identified. It also includes non-toll-related bond-funded construction.

DEDICATED & STATEWIDE CONSTRUCTION (603002)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
Revenue Sharing	\$100,000,000	\$336,474,526	\$236,474,526
Safety	30,337,967	43,492,815	13,154,848
Safety Match	3,989,106	4,832,535	843,429
Enhancement	24,857,398	23,045,033	(1,812,365)
Participating Project Costs	15,000,000	15,000,000	0
Statewide and Regional Projects	513,875,049	524,187,474	10,312,425
TPOF	51,016,991	485,752	(50,531,239)
STP Regional	8,939,336	73,297,516	64,358,180
STP Regional Match	2,234,834	18,324,380	16,089,546
CMAQ	21,001,995	44,667,525	23,665,530
CMAQ Match	6,694,416	11,166,882	4,472,466
GARVEE Projects	623,305,000	0	(623,305,000)
Equity Bonus	20,000,000	4,800,000	(15,200,000)
Equity Bonus Soft Match	5,000,000	1,200,000	(3,800,000)
Other	97,554,757	305,213,983	207,659,226
TOTAL DEDICATED & STATEWIDE CONSTRUCTION	\$1,523,806,849	\$1,406,188,421	(\$117,618,428)
CONSTRUCTION	204,366,767	409,049,365	204,682,598
FEDERAL	130,766,676	454,538,953	323,772,277
NVTD	25,486,104	1,024,396	(24,461,708)
OAK GROVE	410,250	280,500	(129,750)
FRANS	4,000	2,000	(2,000)
ROUTE 58	22,313,012	1,123,250	(21,189,762)
TPOF	1,016,991	485,752	(531,239)
PTF	0	15,496,731	15,496,731
GARVEE BONDS	623,305,000	524,187,474	(99,117,526)
CONCESSION	2,263,000	0	(2,263,000)
CPR BONDS	513,875,049	0	(513,875,049)

Included in the Other item are amounts for Rail Highway Crossings, High Risk Rural Roads, Safe Routes to Schools, Forest Highways, CMAQ TERMS, and state funding for non-federal qualifying construction.

Highway System Acquisition and Construction (603)

Interstate Construction (603003)

The purpose of the interstate construction service area is to design and prepare plans, acquire needed land and construct roads and bridges on the interstate highway system. The interstate program is federally funded, with state funding providing the needed match. Federal National Highway System funds are soft matched by using federal toll credits. Toll credits are earned when the state, a toll authority, or a private entity funds a capital transportation investment with toll revenues.

INTERSTATE CONSTRUCTION (603003)	FY 2012	FY 2013	INCREASE (DECREASE)
Interstate Maintenance	\$119,639,796	\$60,000,000	(\$59,639,796)
National Highway System	134,743,259	70,000,000	(64,743,259)
State Match	13,293,311	6,666,667	(6,626,644)
Federal Soft Match	33,685,815	17,500,000	(16,185,815)
STP Regional	5,160,000	0	(5,160,000)
STP Regional Match	1,290,000	0	(1,290,000)
CMAQ	3,924,000	0	(3,924,000)
CMAQ Match	901,000	0	(901,000)
Other	1,374,224	453,517	(920,707)
TOTAL INTERSTATE CONSTRUCTION	\$314,011,405	\$306,041,330	(\$7,970,075)
CONSTRUCTION	16,858,535	7,120,184	(9,738,351)
FEDERAL	297,152,870	147,500,000	(149,652,870)

Highway System Acquisition and Construction (603)

Primary Construction (603004)

The primary construction system is made up of roads that connect cities and towns with each other and with interstates. Primary roads serve the state in the same manner as the Interstate system serves the nation.

Historically, the primary construction program received 40% of the funds available for state formula distribution. All of the funds provided in FY 2013 are from those distributed by the CTB or MPOs.

PRIMARY CONSTRUCTION (603004)	FY 2012	FY 2013	INCREASE (DECREASE)
CMAQ	\$3,328,369	\$0	(3,328,369)
CMAQ Match	336,092	0	(336,092)
STP Regional	31,080,754	0	(31,080,754)
STP Regional Match	7,770,189	0	(7,770,189)
Appalachian Development	40,619,960	27,894,414	(12,725,546)
Equity Bonus	7,123,107	0	(7,123,107)
Bridge	34,384,603	0	(34,384,603)
Federal Soft Match	26,744,073	0	(26,744,073)
Other	81,961,514	13,916,276	(68,045,238)
TOTAL PRIMARY CONSTRUCTION	\$233,348,661	\$41,810,690	(\$191,537,971)
CONSTRUCTION	23,599,221	12,916,276	(10,682,945)
FEDERAL	209,749,440	28,894,414	(180,855,026)

Highway System Acquisition and Construction (603)

Secondary Construction (603006)

The purpose of the secondary construction service area is to design and prepare plans, acquire needed land and construct roads and bridges on the secondary highway system.

Historically, the secondary construction program received 30% of the funds available for state formula distribution and allocated to the counties. As detailed below, no funds are distributed this year through the state allocation formula.

SECONDARY CONSTRUCTION (603006)	FY 2012	FY 2013	INCREASE (DECREASE)
CMAQ	\$4,811,156	\$0	(\$4,811,156)
CMAQ Match	1,202,790	0	(\$1,202,790)
STP Regional	7,689,358	0	(7,689,358)
STP Regional Match	1,922,340	0	(1,922,340)
STP Under 200,000	985,943	0	(985,943)
Bridge	13,213,487	0	(13,213,487)
Equity Bonus	800,000	0	(800,000)
BROS	14,245,262	0	(14,245,262)
Tele Fees	11,313,653	9,523,025	(1,790,628)
Federal Soft Match	7,807,016	0	(7,807,016)
Other	2,374,159	188,921	(2,185,238)
TOTAL SECONDARY CONSTRUCTION	\$66,365,164	\$64,669,474	(\$1,695,690)
CONSTRUCTION	14,829,575	21,265,270	6,435,695
FEDERAL	51,535,589	43,404,204	(8,131,385)

Highway System Acquisition and Construction (603)

Urban Construction (603007)

The purpose of the urban construction service area is to design and prepare plans, acquire needed land and construct roads and bridges on the urban highway system.

Historically, the urban construction program received 30% of the funds available for state formula distribution and allocated to the cities and towns. As detailed below, no funds are distributed this year through the state allocation formula.

URBAN CONSTRUCTION (603007)	FY 2012	FY 2013	INCREASE (DECREASE)
CMAQ	\$11,947,747	\$0	(\$11,947,747)
CMAQ Match	3,319,019	0	(3,319,019)
STP Regional	17,712,551	0	(17,712,551)
STP Regional Match	4,428,138	0	(4,428,138)
STP Under 200,000	2,043,600	0	(2,043,600)
Bridge	12,417,654	0	(12,417,654)
Equity Bonus	1,387,974	0	(1,387,974)
BROS	722,638	0	(722,638)
Federal Soft Match	8,376,187	0	(8,376,187)
Other	35,776,953	1,077,785	(34,699,168)
TOTAL URBAN CONSTRUCTION	\$98,132,461	\$1,077,785	(\$97,054,676)
CONSTRUCTION	26,591,219	1,077,785	(25,513,434)
FEDERAL	71,541,242	0	(71,541,242)

Highway Construction Program Management (603015)

The purpose of the construction management program is to provide activities related to the management and direction of the program. Adequate and effective management and direction is critical to the success of the program.

CONSTRUCTION MANAGEMENT (60301500)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
TOTAL CONSTRUCTION MANAGEMENT	\$18,787,433	\$23,289,562	(\$16,422,411)
HMOF	18,787,433	0	(18,787,433)
TTF	0	23,289,562	23,289,562

Highway System Maintenance (604)

The maintenance program consists of:

Interstate Maintenance (604001) - To preserve the public's investment through the delivery of an effective and efficient statewide maintenance program to protect and enhance the transportation infrastructure and the safety of the traveling public.

Primary Maintenance (604002) - To preserve the public's investment through the delivery of an effective and efficient statewide maintenance program to protect and enhance the transportation infrastructure and the safety of the traveling public.

Secondary Maintenance (604003) - To preserve the public's investment through the delivery of an effective and efficient statewide maintenance program to protect and enhance the transportation infrastructure and the safety of the traveling public.

Transportation Operations Services (604004) - To improve mobility, safety, travel time reliability and security on the transportation system through the deployment of a variety of operational strategies including regional smart traffic centers, emergency services, traveler services, congestion management and traffic signalization optimization.

Highway Maintenance Program Management and Direction (604005) - To provide activities related to the management and direction of the program. Adequate and effective management and direction is critical to the success of the program.

	ALLOCATION	RECOMMENDED	INCREASE
HIGHWAY SYSTEM MAINTENANCE (604)	2011-12	2012-13	(DECREASE)
Interstate Maintenance (604001)	\$356,588,745	\$0	(\$356,588,745)
Primary Maintenance (604002)	470,176,380	0	(\$470,176,380)
Secondary Maintenance (604003)	373,198,620	0	(\$373,198,620)
Transportation Operations Services (604004)	138,826,867	0	(\$138,826,867)
Highway Maintenance Program Management & Direction (604005)	73,760,160	0	(\$73,760,160)
TOTAL HIGHWAY SYSTEM MAINTENANCE	\$1,412,550,772	\$0	(\$1,412,550,772)
HMOF	1,245,244,525	1,123,934,720	(121,309,805)
FEDERAL	167,306,247	330,247,280	162,941,033

Commonwealth Toll Facilities (606)

Revenues collected from toll facilities contribute to Virginia's safe and effective transportation system. Currently, there are eight toll facilities in Virginia: George P. Coleman Toll Facility, Dulles Toll Road, Dulles Greenway, Chesapeake Bay Bridge-Tunnel, Chesapeake Expressway, Downtown Expressway/Powhite Parkway, the Boulevard Bridge and Pocahontas Parkway. Of these facilities, two are currently owned and operated by VDOT: Powhite Parkway Extension Toll Road in Chesterfield County and George P. Coleman Bridge in Gloucester County. The remaining six toll roads are operated by other entities.

Toll Facility Debt Service (606002) - To provide for the debt service requirements of the debt-financed toll facilities. The bond indentures for the toll facilities require the Commonwealth Transportation Board (CTB) to set toll rates for all classes of vehicles which will provide sufficient net revenues to meet the facility's obligations. Toll roads are typically constructed with debt financing and the subsequent toll collection revenues are used for debt service payments. The remaining state-owned facility collecting tolls to pay debt service on outstanding bonds is the George P. Coleman Bridge located between Gloucester and York counties. The bonds issued to finance the Powhite Parkway Extension have been retired, but the toll revenues are needed to repay the outstanding debts of the facility owed to VDOT and Chesterfield County.

Toll Facility Maintenance and Operation (606003) - To provide for the operational costs of the two toll facilities operated by VDOT: the George P. Coleman Bridge and the Powhite Parkway Extension Toll Road. All operating costs associated with that facility are to be paid out of the revenues generated by that facility. Customer service and toll collection are toll facilities' main operations

Toll Facilities Revolving Fund (606004) - To provide a method to finance and/or refinance existing and potential toll facilities. Interest earnings on the Construction Fund and Highway Maintenance and Operating Fund are deposited in this account. Funds allocated from the Toll Facilities Revolving Account intended for planned or operating toll facilities are considered advance funding in which the Toll Facilities Revolving Account must be reimbursed.

	ALLOCATION	RECOMMENDED	INCREASE
TOLL FACILITIES (606)	2011-12	2012-13	(DECREASE)
Acquisition & Construction (606001)	\$0	-	\$0
Debt Service (606002)	7,116,342	3,194,850	(3,921,492)
Maintenance & Operations (606003)	9,433,042	13,779,128	13,779,128
Toll Facilities Revolving (606004)	33,189,071	26,347,643	(6,841,428)
TOTAL TOLL FACILITIES	\$49,738,455	\$43,321,621	(\$6,416,834)
POWHITE	9,860,336	10,335,841	475,505
COLEMAN	6,689,048	6,638,137	(50,911)
TOLL FACILITIES REVOLVING	33,189,071	26,347,643	(6,841,428)

Financial Assistance to Localities (607)

Financial Assistance to Localities consists of:

Financial Assistance for City Road Maintenance (607001) - To provide monetary support to localities for capital improvements and/or maintenance of roads and/or transportation facilities. Direct financial assistance is provided to 84 cities and towns to maintain, operate, and improve their arterial and collector roads and local streets. The level of assistance to the respective local governments for maintenance expenditures is based on the number of qualifying lane-miles in each locality and available funding.

Financial Assistance for County Road Maintenance (607002) - Provide monetary support in lieu of maintenance services to localities for road maintenance and upkeep where such localities have elected to maintain their own highway systems. Currently, Henrico and Arlington maintain their own roads.

Financial Assistance for Planning, Access Roads, and Special Projects (607004) - To manage and distribute funding for recreational and industrial access programs and the Metropolitan Planning federal grant program. The Recreational Access Program provides funding for roads and bikeways to new or expanding non-federal, non-commercial public parks and historic sites. Access roads for qualifying airports and industrial sites, and access tracks for qualified rail users are provided through VDOT's Industrial, Airport, and Rail Access Fund. The Metropolitan Planning Grants are federal funds available to support activities undertaken by Metropolitan Planning Organizations (MPOs) to develop long-range transportation plans and transportation improvement programs.

FINANCIAL ASSISTANCE TO LOCALITIES (607)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE/ (DECREASE)
Financial Assistance for City Road Maintenance (607001)	\$318,241,699	\$326,755,339	\$8,513,640
Financial Assistance for County Road Maintenance (607002)	48,341,539	49,453,394	1,111,855
Financial Assistance for Planning, Access Roads, & Special Projects (607004)	13,131,239	14,656,743	1,525,504
TOTAL FINANCIAL ASSISTANCE TO LOCALITIES	\$379,714,477	\$390,865,476	\$11,150,999
HMOF	366,583,238	376,208,733	9,625,495
CONSTRUCTION	6,392,360	7,895,194	1,502,834
FEDERAL	6,738,879	6,761,549	22,670

Non-Toll Supported Transportation Debt Service (612)

Non-Toll Supported Transportation Debt Service consists of:

Highway Transportation Improvement District Debt Service (612001) - To provide for the debt service requirements of the bonds sold to finance transportation improvements in special tax districts. There is currently only one such district, the State Route 28 Highway Transportation Improvement District in Fairfax and Loudoun counties.

Designated Highway Corridor Debt Service (612002) - To provide for the debt service requirements of the bonds sold to finance transportation improvements in special designated highway corridors. The Commonwealth Transportation Board has issued transportation revenue bonds for the U.S. Route 58 Corridor Development Program, the City of Chesapeake Oak Grove Connector Project, and the Northern Virginia Transportation District (NVTD) Program.

Federal Highway Revenue Anticipation Notes Debt Service (612003) - To provide for the debt service requirements of the Federal Highway Reimbursement Anticipation Notes (FRANs) sold to finance transportation improvements in the Commonwealth.

Commonwealth Transportation Capital Projects Bond Act Debt Service (612004) - To provide for the debt service requirements of the bonds sold to finance transportation improvements under the Commonwealth Transportation Capital Projects Bond Act.

Federal Transportation Grant Anticipation Revenue Notes Debt Service (612005) - To provide for the debt service requirements of the bonds sold as Federal Transportation Grant Anticipation Revenue bonds (GARVEEs).

NON-TOLL SUPPORTED TRANSPORTATION DEBT SERVICE (612)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
Highway Transportation Improvement Debt Service (612001)	\$7,529,625	\$7,530,300	\$675
Designated Highway Corridor Debt Service (612002)	88,091,256	84,768,329	(3,322,927)
Federal Highway Reimbursement Anticipation Notes Debt Service (612003)	98,584,053	48,423,063	(50,160,990)
Capital Projects Bonds/Reserve (612004)	75,390,050	118,655,551	43,265,501
Federal Transportation Grant Anticipation Revenue Notes Debt Service (612005)	44,988,134	33,430,026	(11,558,108)
TOTAL HIGHWAY CONSTRUCTION THROUGH BONDS PROCEEDS	\$314,583,118	\$292,807,269	(\$21,775,849)
FRANS	98,584,053	48,423,063	(50,160,990)
NVTD	34,496,518	34,279,079	(217,439)
OAK GROVE	2,229,750	2,224,500	(5,250)
ROUTE 28	7,529,625	7,530,300	675
PTF	6,853,224	0	(6,853,224)
CPR BONDS	68,536,826	118,655,551	50,118,725
ROUTE 58	51,364,988	48,264,750	(3,100,238)
FEDERAL	44,988,134	33,430,026	(11,558,108)

Administrative & Support Services (699)

Administrative and Support Services is comprised of:

General Management and Direction (699001) - To provide for the general administrative management, direction and support activities of VDOT. This includes, but is not limited to, accounting services, human resources, succession planning, health and safety services, procurement, facilities management, management studies, policy analysis, process improvements, performance management, internal auditing, innovative financing, financial planning services and oversight of compensation programs for all VDOT employees.

Information Technology Services (699002) - To provide for administrative management, direction and infrastructure support for tasks including, but not limited to, automated data processing services for citizens and visitors to the Commonwealth, Virginia's legislative bodies, other state and local government agencies as well as its own Department of Transportation employees. The recommendation of additional funding provided in this service area represents the on-going support costs for the new financial management system, Cardinal, and development costs for updates to WebIMS, the inventory management system.

Facilities and Grounds Management Services (699015) - To provide physical plant maintenance needs to VDOT facilities. This maintenance work is considered ordinary or routine nature and includes the cost of labor, equipment and materials to make minor repairs to utilities such as plumbing, heating, and electrical; and the maintenance of driveways, parking lots, and yards. The service area also funds small renovation/alteration projects that cost no more than \$10,000.

Employee Training and Development (699024) - To provide Employee Training and Development services to VDOT. This includes traditional classroom training and related development activities and tuition reimbursement. Reduction in federal funding allows for the use of prior federal allocations, while additional state resources are recommended for Inspector Trainee Program and expansion of Core Development Program.

	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
ADMINISTRATIVE & SUPPORT SERVICES (699)			
General Management & Direction (699001)	\$108,386,783	\$111,013,953	\$2,627,170
Information Technology Services (699002)	84,446,946	99,671,353	15,224,407
Facilities and Grounds Management Services (699015)	13,852,756	14,254,677	401,921
Employee Training & Development (699024)	8,969,577	6,340,673	(2,628,904)
TOTAL ADMINISTRATIVE & SUPPORT SERVICES	\$215,656,062	\$231,280,656	\$15,624,594
HMOF	209,351,152	230,033,296	20,682,144
CONSTRUCTION	733,780	765,110	31,330
FEDERAL	5,571,130	482,250	(5,088,880)

VDOT Capital Outlay (998)

Capital Outlay funding is provided to support the agency's building and renovation needs as well as Maintenance Reserve needs. This funding may be used for acquisition of real property (including buildings or plant) or machinery or equipment, new construction, and improvements related to state-owned real property, buildings, plant, machinery or equipment (including plans therefore), as defined in the *Code of Virginia*. All capital outlay projects must be approved by the Governor and General Assembly via the Six-Year Capital Improvement Plan and the Biennial Budget. VDOT receives direction from the Department of Planning and Budget and the Department of General Services on the development and execution of the Capital Outlay Program.

VDOT CAPITAL OUTLAY (998)	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
TOTAL VDOT CAPITAL OUTLAY	\$2,500,000	\$11,600,000	\$9,100,000
CONSTRUCTION	2,500,000	11,600,000	9,100,000

Support to Other State Agencies

VDOT provides funding to other agencies to cover support activities and services related to the transportation programs.

SUPPORT TO OTHER STATE AGENCIES	ALLOCATION 2011-12	RECOMMENDED 2012-13	INCREASE (DECREASE)
Transportation Appropriation to Other Agencies			
Department of Education	\$240,942	\$243,919	\$2,977
Marine Resources Commission	313,768	313,768	-
Secretary of Transportation	799,426	814,573	15,147
Department of State Police	7,424,304	7,795,519	371,215
Department of Minority Business Enterprise	1,506,868	1,522,662	15,794
Department of Historic Resources	100,000	100,000	-
Department of Rail and Public Transportation	5,747,802	5,236,863	(510,939)
Department of Emergency Management	933,251	933,251	-
Department of Motor Vehicles (truck weighing)	11,532,000	11,532,000	-
Virginia Port Authority	2,550,023	2,550,023	-
Department of Treasury	183,163	185,187	2,024
Virginia Commercial Space Flight Authority	1,500,000	9,500,000	8,000,000
Virginia Liaison Office	140,533	143,205	2,672
SUBTOTAL	32,972,080	31,370,970	(1,601,110)
Transfers to the General Fund			
Department of General Services	362,854	388,254	25,400
Department of Agriculture & Conservation Services	97,586	97,586	-
Chesapeake Bay Initiatives	7,416,469	7,416,469	-
Telecommunication Contract Savings	681,606	681,606	-
Indirect Costs	537,565	3,028,317	2,490,752
Department of Taxation	2,926,093	2,787,842	(138,251)
SUBTOTAL	12,022,173	23,900,074	11,877,901
Transfers to Other Agencies			
Department of Motor Vehicles (fuel tax evasion)	1,500,000	1,500,000	-
SUBTOTAL	1,500,000	1,500,000	-
TOTAL SUPPORT TO OTHER STATE AGENCIES	\$46,494,253	\$56,771,044	\$10,276,791
HMOF	41,716,852	44,011,063	2,294,211
CONSTRUCTION	4,772,895	12,668,155	7,895,260
TOLL FACILITIES REVOLVING	4,497	22,455	17,958
TPOF	9	69,371	69,362

The following table summarizes VDOT's budget by major program and major fund.

Program	HMOF	Construction	Federal	Bonds	Other*	Total
Environmental Monitoring and Evaluation (514)	\$ -	\$ 12,362,456	\$ -	\$ -	\$ -	\$ 12,362,456
Ground Transportation Planning & Research (602)	14,887,431	30,782,436	19,423,979	-	-	65,093,846
Highway System Acquisition and Construction (603)	-	463,165,118	630,933,367	524,187,474	18,412,629	1,636,698,588
Highway System Maintenance (604)	1,123,934,720	-	330,247,280	-	-	1,454,182,000
Commonwealth Toll Facilities (606)	-	-	-	-	43,321,621	43,321,621
Financial Assistance to Localities (607)	376,208,733	7,895,194	6,761,549	-	-	390,865,476
Non-Toll Supported Transportation Debt Service (612)	-	-	33,430,026	-	259,377,243	292,807,269
Administrative and Support Services (699)	230,033,296	-	482,250	-	765,110	231,280,656
VDOT Capital Outlay (998)	-	11,600,000	-	-	-	11,600,000
Support to Other State Agencies	44,011,063	12,034,900	-	-	725,081	56,771,044
Support to Ports	-	-	-	-	-	-
Support to DRPT Programs	-	7,000,000	-	-	-	7,000,000
TOTAL	\$ 1,789,075,243	\$ 544,840,104	\$ 1,021,278,451	\$ 524,187,474	\$ 322,601,684	\$ 4,201,982,956

* - Other includes tolls, PTF, Route 58, Route 28, Oak Grove, and TPOF

Budget Comparison Schedule for FY 2013

Revenues

Revenue provided by the General Fund of the Commonwealth	\$40,000,000
Taxes	1,938,065,675
Rights and privileges	315,969,148
Sale of property and commodities	0
Interest, dividends, and rents	21,784,571
Fines, forfeitures, court fees	0
Penalties, and escheats	1,709,523
Receipts from localities and private sector	195,472,346
Federal grants and contracts	1,021,278,451
Toll revenues	28,601,978
Other	114,913,789
Total revenues	<u>3,677,795,481</u>
Other financing sources	
Other financing sources	-
Bond proceeds	524,187,474
Note proceeds	-
Transfers from other state agencies and General Fund	-
Transfers in	-
Total other financing sources	<u>524,187,474</u>
Total Revenues and other sources	<u>\$4,201,982,955</u>

Budget Comparison Schedule for FY 2013

Expenditures

Administrative and support services	\$231,280,656
Ground transportation system planning and res	65,093,846
Highway system acquisition and construction	1,636,698,588
Highway system maintenance	1,454,182,000
Financial assistance to localities	390,865,476
Environmental monitoring and compliance	12,362,456
Toll facility operations and construction	43,321,621
Capital outlay	11,600,000
Debt Service:	292,807,269
PTF Debt Service Reserve	
Total expenditures	<u><u>4,138,211,912</u></u>

Other financing uses

Other financing uses	-
Reversion to the General Fund of the Commonwealth	-
Transfers to other state agencies and General Fund	63,771,044
Transfers out	
Total other financing uses	<u><u>63,771,044</u></u>

Total expenditures and other uses 4,201,982,956

**Revenues and other sources over
(under) expenditures and other uses** \$ -