

Fiscal Year 2015

Revised
Commonwealth Transportation Fund Budget
November 2014



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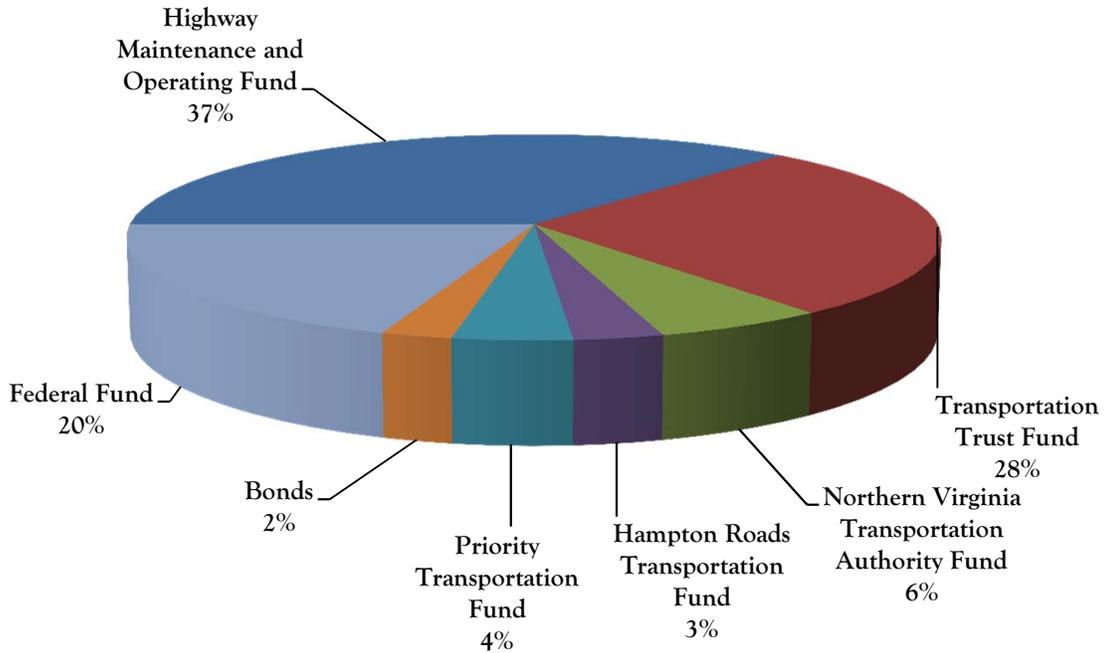


The Revised Fiscal Year 2015 budget for the Commonwealth Transportation Fund (CTF) identifies the estimated revenues and the distribution of the revenues to the related transportation agencies and programs. It is based on the most recent interim state revenue forecast from August 2014, estimated federal funding and recent Biennial Budget Actions by the General Assembly and the Governor. The Revised CTF Budget for FY 2015 totals \$4,927,514,129, a 0.01% increase from the original FY 2015 Budget of \$4,926,952,041. The budget revision has been prepared because of the programmatic impacts and outyear changes.

The CTF receives revenues from dedicated state and federal sources. The major state revenues are based on Virginia's official revenue forecast developed by the Department of Taxation. The federal revenues from the Federal Highway Administration and the Federal Transit Administration are estimated by the Virginia Department of Transportation (VDOT) and the Virginia Department of Rail and Public Transportation (DRPT).

Funding for transportation was addressed during the 2013 General Assembly Session by House Bill 2313. The revenues generated by HB 2313 has brought new life into Virginia's transportation program. Significant efforts are focused on pavement rehabilitation. The construction program was increased by nearly 50%; advancing much needed projects. HB 2313 also generated additional revenues in Hampton Roads and Northern Virginia to address the special transportation needs of those areas. Implementation of these new revenues has required an enhanced partnership with local governments to deliver much needed transportation projects.

**Commonwealth Transportation Fund
Total Revenues Revised FY 2015**

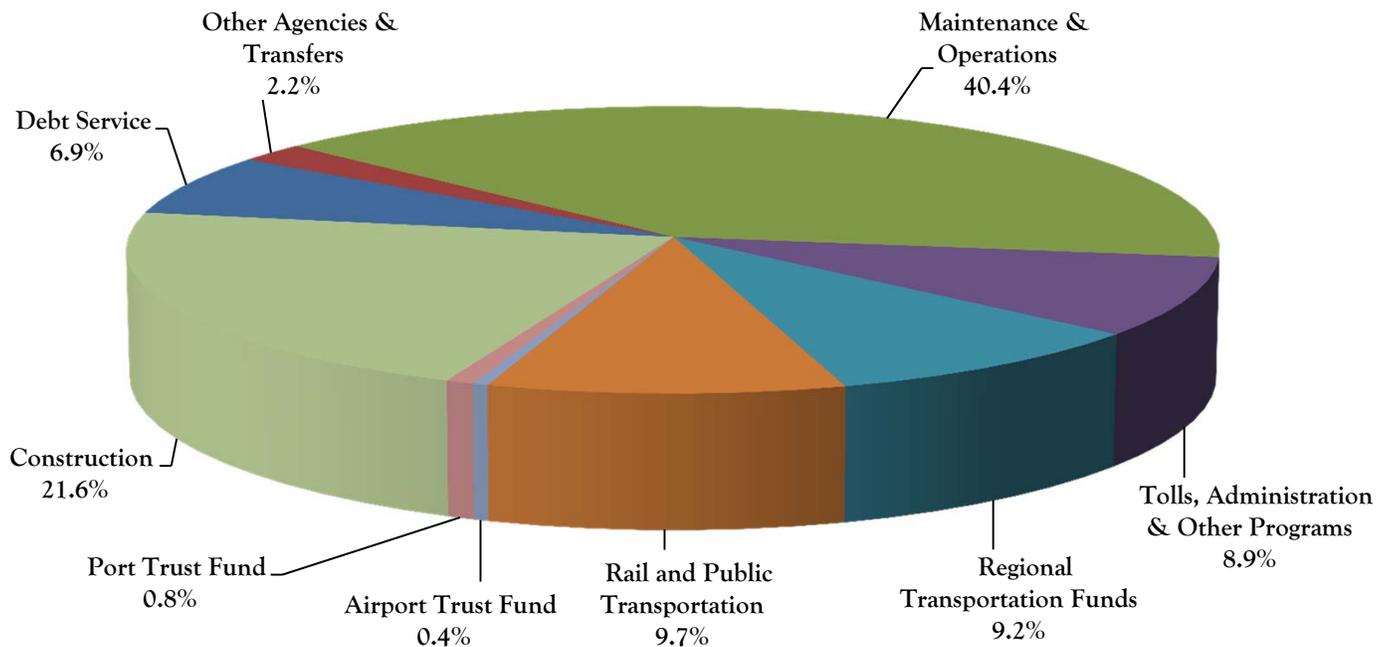


Highway Maintenance and Operating Fund	\$1,805,864,483
Transportation Trust Fund	1,367,705,453
Northern Virginia Transportation Authority Fund	299,276,334
Hampton Roads Transportation Fund	155,928,133
Priority Transportation Fund	207,921,822
Bonds	122,900,000
Federal Fund	967,917,904
Total	\$4,927,514,129



The revenues are dedicated to specific funds within the CTF. The revenues for the Highway Maintenance and Operating Fund (HMOF) support highway maintenance, operations and administration. The Priority Transportation Fund (PTF) revenues are dedicated to debt service on the Federal Highway Reimbursement Anticipation Notes (FRANs) and the Commonwealth of Virginia Transportation Capital Projects Revenue Bonds. Federal revenues are used for their defined purposes to support construction, maintenance or transit.

The Transportation Trust Fund revenues are distributed by formula, as defined by the Code of Virginia, to the Construction Fund, the Mass Transit Fund, the Airport Fund and the Port Fund. The 78.7% distributed to the Construction Fund is managed by VDOT. The 14.7% provided to the Mass Transit Fund supports transit operations, capital and special programs and is managed by the DRPT. The Airport Fund's 2.4% is provided to the Aviation Board and the 4.2% to the Port Fund is managed by the Virginia Port Authority.



Debt Service	\$339,364,281
Other Agencies & Transfers	106,630,510
Maintenance & Operations	1,991,250,402
Tolls, Administration & Other Programs	437,245,810
Regional Transportation Funds	455,204,467
Rail and Public Transportation	477,983,083
Airport Trust Fund	20,334,494
Port Trust Fund	37,519,369
Construction	1,061,981,713
GRAND TOTAL RECOMMENDED DISTRIBUTIONS	\$4,927,514,129



STATE REVENUE SOURCES	FY 2015	REVISED FY 2015	INCREASE (DECREASE)
Highway Maintenance & Operating Fund (HMOF)			
State Revenue	\$1,843,377,650	\$1,795,440,650	(\$47,937,000) ¹
Other	(819,181)	10,423,833	14,860,882 ²
Total HMOF	1,842,558,469	1,805,864,483	(36,693,986)
Transportation Trust Fund (TTF)			
Revenue Available for Modal Distribution	907,350,000	875,625,000	(31,725,000) ³
Interest Earnings	6,270,006	6,270,006	-
Toll Facilities	28,763,291	28,763,291	-
Local Revenue Sources	203,616,216	203,616,216	-
CPR Bonds	122,900,000	122,900,000	-
Net Premiums from Previous Sales	-	-	-
GARVEE Bonds	-	-	-
Other Trust Fund Revenue	260,357,979	252,028,255	(8,329,724) ⁴
Other Trust Fund Revenue	1,529,257,492	1,489,202,768	(40,054,724)
Priority Transportation Fund (PTF)			
State Revenue	176,699,278	187,199,278	10,500,000 ⁵
Other	20,722,544	20,722,544	-
Total PTF	197,421,822	207,921,822	10,500,000
Regional Transportation Funds			
State Revenue	455,204,467	455,204,467	-
Total Regional Transportation Funds	455,204,467	455,204,467	-
TOTAL STATE REVENUES	4,024,442,250	3,958,193,540	(66,248,710)
Federal Funding Sources			
Federal Highway Administration (FHWA)	868,226,309	935,037,107	66,810,798 ⁶
Federal Transit Administration (FTA)	34,283,482	34,283,482	-
Total Federal Funding	902,509,791	969,320,589	66,810,798
TOTAL COMMONWEALTH TRANSPORTATION FUNDS	\$4,926,952,041	\$4,927,514,129	\$562,088

REVENUE SOURCES			
DISTRIBUTION OF REVENUE SOURCES	FY 2015	REVISED FY 2015	INCREASE (DECREASE)
Debt Service			
Toll Facilities Debt	\$3,191,100	\$3,191,100	\$ -
Northern Virginia Transportation District	32,375,049	32,375,049	-
Oak Grove Connector	2,224,500	2,224,500	-
Route 28	7,216,819	7,216,819	-
Route 58	48,727,500	48,727,500	-
GARVEE Bonds	64,733,388	64,733,388	-
FRANs	31,717,220	31,717,220	-
CPR Bonds	138,678,705	138,678,705	-
Other	-	10,500,000	10,500,000 ⁷
Total Debt Service	328,864,281	339,364,281	10,500,000
Other Agencies & Transfers			
Trust Fund Management	3,068,814	3,068,814	-
Support to Other State Agencies (excludes Indirect Costs)	56,765,431	96,736,078	39,970,647 ⁸
Total State Agencies	62,862,562	102,833,209	39,970,647
Maintenance & Operations			
Highway System Maintenance	1,512,705,581	1,580,560,866	67,855,285 ^{9,10}
Financial Assist. to Localities for Ground Trans. - Cities	348,683,534	348,683,534	-
Financial Assist. to Localities for Ground Trans. - Counties	62,006,002	62,006,002	-
Total Maintenance & Operations	1,923,395,117	1,991,250,402	67,855,285
Tolls, Administration & Other Programs			
Ground Transportation System Planning & Research	68,077,956	67,936,320	(141,636) ¹⁰
Environmental Monitoring & Compliance	13,304,161	13,251,385	(52,776) ¹⁰
Administrative & Support Services	264,958,211	261,807,836	(3,150,375) ¹⁰
Program Management & Direction	26,487,397	25,560,326	(927,071) ¹⁰
Toll Facilities Operations	12,808,900	12,808,900	-
Toll Facility Revolving Account	17,871,726	17,871,726	-
Capital Outlay	38,009,317	38,009,317	-
Total Tolls, Administration & Other Programs	441,517,668	437,245,810	(4,271,858)
Support to Other Agencies & General Fund			
Unexpended Balances	-	31,070,647	31,070,647 ¹¹
Virginia Commercial Space Flight Authority	-	5,800,000	5,800,000 ¹²
Total Support to Other Agencies & General Fund	-	36,870,647	36,870,647



DISTRIBUTION OF REVENUE SOURCES	FY 2015	REVISED FY 2015	INCREASE (DECREASE)
Transit and Rail Funds			
Share of Modal Distribution (14.7%)	\$132,809,848	\$122,726,287	(\$10,083,561) ³
Transit	70,900,000	70,300,000	(600,000)
Surface Transportation Program	23,708,129	23,708,129	-
Federal Transit Authority (FTA)	34,283,482	34,283,482	-
CMAQ (without State Match)	789,202	789,202	-
STP Regional (without State Match)	-	2,400,000	2,400,000 ¹³
NHPP Statewide with Soft Match	19,959,012	-	(19,959,012) ¹³
CTB Formula	5,337,036	-	(5,337,036) ¹³
NHPP Exempt with Soft Match	325,843	325,843	- ¹³
STP Statewide with Soft Match	18,620	18,620	- ¹³
Rail Fund	23,850,000	23,175,000	(675,000) ³
Interest Earnings	918,000	918,000	-
Metro Matters	50,000,000	50,000,000	-
Transit Capital Bonds	60,000,000	60,000,000	-
Rail Bonds	12,900,000	12,900,000	-
Recordation Taxes for Transit Operating	34,000,000	28,700,000	(5,300,000) ³
Intercity Passenger Rail Operating and Capital Fund (IPROC)	47,300,000	46,900,000	(400,000) ³
Other	838,520	838,520	-
Subtotal Mass Transit Fund-Direct Support	517,937,692	477,983,083	(39,954,609)
Mass Transit Fund-Support from Construction	3,197,301	3,797,301	600,000 ¹¹
Mass Transit Fund-Support from HMOF	-	-	-
Subtotal Mass Transit Support from Highways	3,197,301	3,797,301	600,000
Total Mass Transit Fund	521,134,993	481,780,384	460,219,418
Airport Trust Fund			
Share of Modal Distribution (2.4%)	21,683,240	20,036,944	(1,646,296) ³
Interest Earnings	297,550	297,550	-
Total Airport Trust Fund	21,980,790	20,334,494	(1,646,296)
Port Trust Fund			
Share of Modal Distribution (4.2%)	37,945,671	35,064,654	(2,881,017) ³
Interest Earnings	590,892	590,892	-
CMAQ	-	1,491,058	1,491,058
Total Port Trust Fund	38,536,563	37,146,604	(1,389,959)
Ports Fund-Support from Construction	-	372,765	372,765



DISTRIBUTION OF REVENUE SOURCES	FY 2015	REVISED FY 2015	INCREASE (DECREASE)
Regional Transportation Programs			
Northern Virginia Transportation Authority Fund	\$299,276,334	\$299,276,334	\$ -
Hampton Roads Transportation Authority Fund	155,928,133	155,928,133	-
Total Regional Transportation Programs	455,204,467	455,204,467	-

Construction			
Dedicated and Statewide Construction	649,912,009	640,511,436	(9,400,573)
Financial Assistance to Localities for Ground Transportation	14,265,188	14,265,188	-
Interstate System	151,061,840	122,180,355	(28,881,485)
Primary System	199,086,954	177,800,309	(21,286,645)
Secondary System	71,653,692	65,028,986	(6,624,706)
Urban System	47,475,917	42,195,439	(5,280,478)
Total Construction	1,133,455,600	1,061,981,713	(71,473,887)

DISTRIBUTION OF COMMONWEALTH TRANSPORTATION FUNDS	\$4,926,952,041	4,927,514,129	\$562,088
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Agency Funding Summary:

VDOT	\$4,348,496,996	\$4,355,179,301	\$6,682,305
Less Support to Ports	-	(\$372,765)	(372,765)
Less Support to DRPT	(3,197,301)	(3,797,301)	(600,000)
VDOT (Net)	4,345,299,695	4,351,009,235	5,709,540
Support to Other Agencies & General Fund	-	36,870,647	36,870,647
DRPT	521,134,993	481,780,384	(39,354,609)
Ports	38,536,563	37,519,369	(1,017,194)
Aviation	21,980,790	20,334,494	(1,646,296)
Grand Total	\$4,926,952,041	\$4,927,514,129	\$562,088

Highway Maintenance and Operating Fund Details

STATE REVENUE SOURCES	FY 2015	REVISED FY 2015	INCREASE (DECREASE)
Sales Tax on Motor Fuels	\$573,000,000	\$573,000,000	\$ -
Road Tax	(100,000)	500,000	600,000
Motor Vehicle Sales & Use Tax	653,500,000	620,700,000	(32,800,000)
Retail Sales & Use Tax	270,500,000	267,500,000	(3,000,000)
Hybrid Fee	-	-	-
International Registration Plan	63,500,000	62,300,000	(1,200,000)
Motor Vehicle Licenses	232,800,000	222,300,000	(10,500,000)
Miscellaneous Revenues	16,100,000	16,100,000	-
Recordation Tax	15,000,000	12,700,000	(2,300,000)
Total	\$1,824,300,000	\$1,775,100,000	(\$49,200,000)

Transportation Trust Fund Details

MAJOR TTF SOURCES	FY 2015	REVISED FY 2015	INCREASE (DECREASE)
Sales Tax on Motor Fuels	\$136,000,000	\$136,000,000	\$ -
Road Tax	7,800,000	7,700,000	(100,000)
Aviation Fuels Tax	2,000,000	2,000,000	-
State General Sales & Use Tax	544,600,000	540,200,000	(4,400,000)
Motor Vehicle Sales & Use Tax	222,100,000	214,400,000	(7,700,000)
Motor Vehicle Rental Tax	34,000,000	33,100,000	(900,000)
License Fees	22,400,000	21,900,000	(500,000)
Recordation Tax	30,500,000	25,200,000	(5,300,000)
Total	\$999,400,000	\$980,500,000	(\$18,900,000)

Endnotes

Endnote Number	Description
1	The interim revenue estimate provided in August 2014 updated anticipated collections for several major sources of revenue to the Highway Maintenance and Operating Fund. These include: Motor Vehicle Sales and Use Tax, Motor Vehicle License Fees, Retail Sales and Use Tax, International Registration Plan and Recordation Tax.
2	Adjustments to Other Revenue for the HMOF include the use of prior year balances to mitigate reductions to core programs.
3	several major sources of revenue to the Transportation Trust Fund. These include: Motor Vehicle Sales and Use Tax, Motor Vehicle License Fees and Retail Sales and Use Tax. Other revenue estimates were also revised that are dedicated to specific purposes, such as the Recordation Tax.
4	Adjustments to Other Trust Fund Revenue for the TTF include the use of prior year balances used to mitigate reductions to core programs.
5	Increase reflects an update to the revenue estimate for Insurance Premium Tax that is dedicated to the Priority Transportation Fund.
6	Additional Federal Funding is reflected in the revised budget with the inclusion of Bonus Obligation Authority provided in the amount of \$65.4 million. The adjustment also includes \$1.4 million undesignated federal allocation from prior years that was not needed for GARVEE debt service.
7	Increase reflects an update to the revenue estimate for Insurance Premium Tax that is dedicated to the Priority Transportation Fund.
8	Additional allocation for Support to Other State Agencies reflects actions required by Chapter 2, 2014 Appropriation Act. These actions are enumerated in the following Items in Chapter 2: Item 428, B.; Item 454, D.; Section 3-1.01, GG. 2.
9	Adjusted allocation reflects the addition of Bonus Obligation Authority for Maintenance Projects. Administrative adjustments are also reflected.
10	Adjustments reflect administrative reductions to mitigate reductions to core programs.
11	Allocation for Support to Other State Agencies reflects actions required by Chapter 2, 2014 Appropriation Act. Section 3-1.01, GG. 2.
12	Allocation for Support to Other State Agencies reflects actions required by Chapter 2, 2014 Appropriation Act. Item 428, B.
13	Adjustments to allocations reflect updates made in the Six-Year Improvement Program (SYIP).