

Fiscal Year 2016

Commonwealth Transportation Fund Budget
June 2015



For Further Information Contact:

Virginia Department of Transportation

Financial Planning Division

1221 E. Broad Street, 4th Floor

Richmond, VA 23219

Telephone: (804) 786-3096

Internet Address: <http://www.virginiadot.org/projects/reports-budget.asp>

Table of Contents

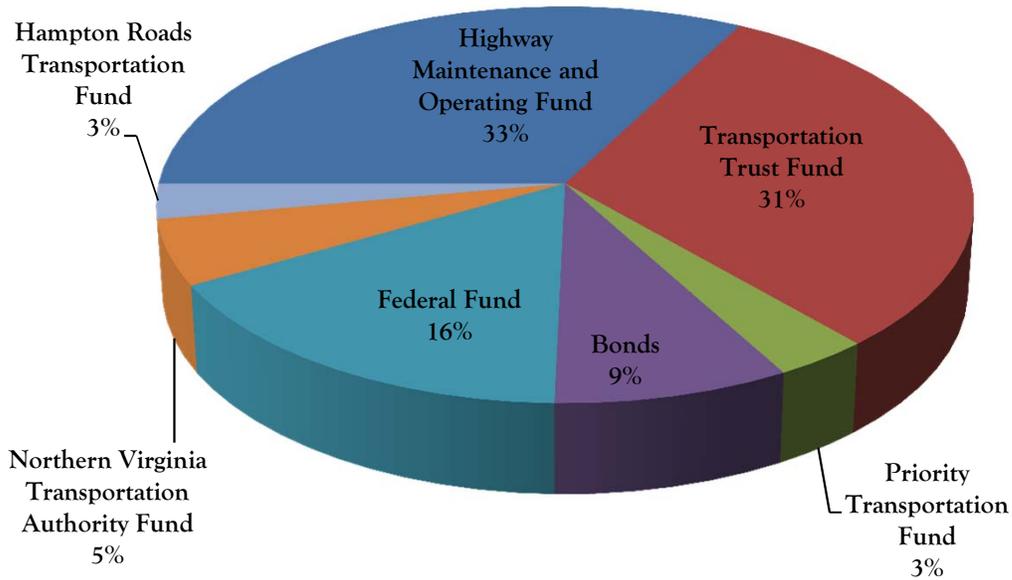
Commonwealth Transportation Fund Revenues.....	7
Commonwealth Transportation Fund Recommended Distributions.....	9
Summary of Revenues.....	10
Summary of Recommended Allocations.....	11
State Revenue Details.....	14
Endnotes.....	15



The Fiscal Year 2016 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 official state revenue forecast from March 2015 and estimated federal funding. The CTF Budget for FY 2016 totals \$5,893,610,405, a 19.6% increase from the Revised FY 2015 Budget of \$4,927,514,129. The growth over the previous year is driven by planned allocation of GARVEE Bonds, anticipated local and regional funding for VDOT administered projects and the additional revenue provided by the increased sales tax on gasoline that was effective on January 1, 2015.

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). Revenues provided are also from funds collected for regional transportation improvements in Northern Virginia and Hampton Roads. These funds are dedicated to the efforts of the Northern Virginia Transportation Authority and the Hampton Roads Transportation Accountability Commission.

**Commonwealth Transportation Fund
Total Revenues FY 2016**

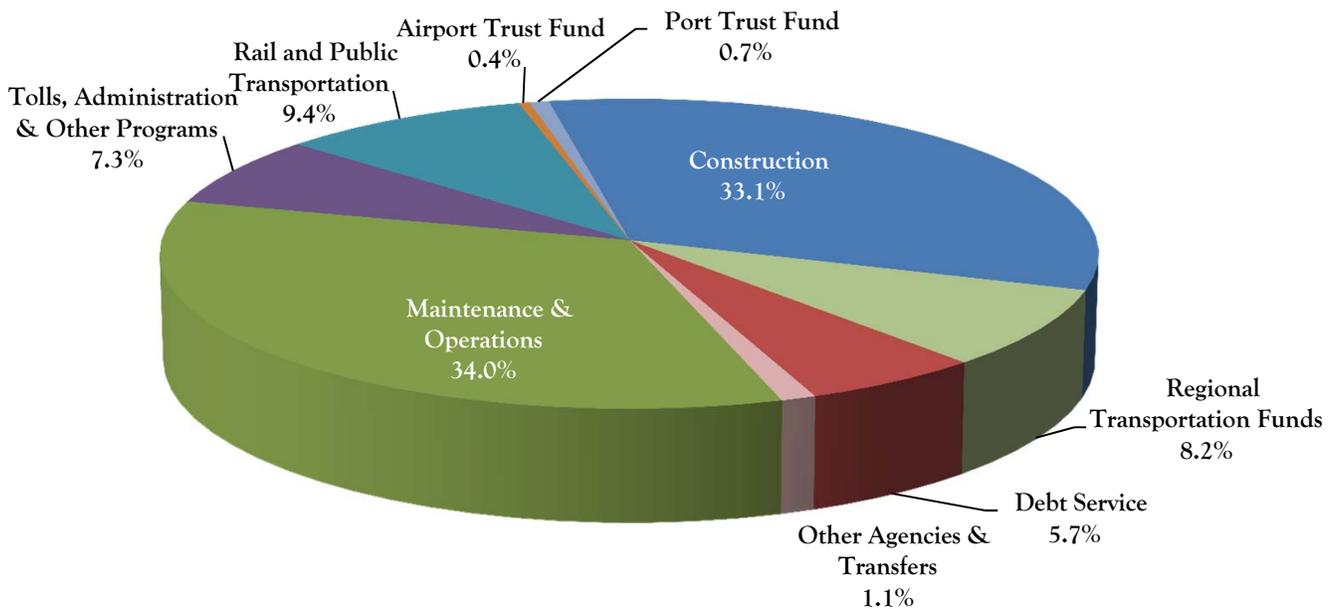


Highway Maintenance and Operating Fund	\$1,934,352,594
Transportation Trust Fund	1,808,863,954
Priority Transportation Fund	200,642,261
Bonds	497,900,000
Federal Fund	968,327,442
Total Operating Revenues	\$5,410,086,251
Pass Through Revenues	
Northern Virginia Transportation Authority Fund	314,881,245
Hampton Roads Transportation Fund	168,642,909
Subtotal	483,524,154
TOTAL	\$5,893,610,405



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	\$337,724,774
Other Agencies & Transfers	65,541,844
Maintenance & Operations	2,001,331,225
Tolls, Administration & Other Programs	432,369,599
Rail and Public Transportation	553,112,593
Airport Trust Fund	24,340,917
Port Trust Fund	42,913,251
Construction	1,952,752,048
Total Operating Programs	\$5,410,086,251
Pass Through Programs	
Regional Transportation Funds	483,524,154
TOTAL RECOMMENDED DISTRIBUTIONS	\$5,893,610,405



STATE REVENUE SOURCES	REVISED FY 2015	FY 2016	INCREASE (DECREASE)
Highway Maintenance & Operating Fund (HMOF)			
State Revenue	\$1,795,440,650	\$1,919,495,563	\$124,054,913 ¹
Other	10,423,833	14,857,031	4,433,198
Total HMOF	1,805,864,483	1,934,352,594	128,488,111
Transportation Trust Fund (TTF)			
Revenue Available for Modal Distribution	875,625,000	1,005,000,000	129,375,000
Interest Earnings	6,270,006	6,837,491	567,485
Toll Facilities	28,763,291	31,728,350	2,965,059
Local Revenue Sources	203,616,216	238,042,244	34,426,028
Project Participation - Regional Entities	-	234,203,705	234,203,705 ²
CPR Bonds	122,900,000	122,900,000	- ³
GARVEE Bonds	-	375,000,000	375,000,000 ³
Other Trust Fund Revenue	252,028,255	293,052,164	41,023,909
Other Trust Fund Revenue	1,489,202,768	2,306,763,954	817,561,186
Priority Transportation Fund (PTF)			
State Revenue	187,199,278	200,642,261	13,442,983 ¹
Other	20,722,544	-	(20,722,544)
Total PTF	207,921,822	200,642,261	(7,279,561)
Regional Transportation Funds			
State Revenue	455,204,467	483,524,154	28,319,687
Total Regional Transportation Funds	455,204,467	483,524,154	28,319,687
TOTAL STATE REVENUES	3,958,193,540	4,925,282,963	967,089,423
Federal Funding Sources			
Federal Highway Administration (FHWA)	935,037,107	934,043,960	(993,147)
Federal Transit Administration (FTA)	34,283,482	34,283,482	-
Total Federal Funding	969,320,589	968,327,442	(993,147)
TOTAL COMMONWEALTH TRANSPORTATION FUNDS	\$4,927,514,129	\$5,893,610,405	\$966,096,276



DISTRIBUTION OF REVENUE SOURCES	REVISED FY 2015	FY 2016	INCREASE (DECREASE)
Debt Service			
Toll Facilities Debt	\$3,191,100	\$3,185,850	(\$5,250)
Northern Virginia Transportation District	32,375,049	32,362,697	(12,352)
Oak Grove Connector	2,224,500	2,229,250	4,750
Route 28	7,216,819	7,212,819	(4,000)
Route 58	48,727,500	48,723,700	(3,800)
GARVEE Bonds	64,733,388	64,240,338	(493,050)
FRANs	31,717,220	7,925,392	(23,791,828)
CPR Bonds	138,678,705	147,303,405	8,624,700
Other	10,500,000	24,541,323	14,041,323
Total Debt Service	339,364,281	337,724,774	(1,639,507)
Other Agencies & Transfers			
Trust Fund Management	3,068,814	2,950,964	(117,850)
Support to Other State Agencies (excludes DRPT)	96,736,078	58,741,439	(37,994,639) ⁴
Indirect Costs	3,028,317	3,849,441	821,124
Total State Agencies	102,833,209	65,541,844	(37,291,365)
Maintenance & Operations			
Highway System Maintenance	1,580,560,866	1,573,950,444	(6,610,422) ⁵
Financial Assist. to Localities for Ground Trans. - Cities	348,683,534	362,850,362	14,166,828
Financial Assist. to Localities for Ground Trans. - Counties	62,006,002	64,530,419	2,524,417
Total Maintenance & Operations	1,991,250,402	2,001,331,225	10,080,823
Tolls, Administration & Other Programs			
Ground Transportation System Planning & Research	67,936,320	57,815,730	(10,120,590)
Environmental Monitoring & Compliance	13,251,385	13,170,831	(80,554) ⁶
Administrative & Support Services	261,807,836	258,127,173	(3,680,663) ⁶
Program Management & Direction	25,560,326	26,122,682	562,356
Toll Facilities Operations	12,808,900	13,492,500	683,600
Toll Facility Revolving Account	17,871,726	24,550,000	6,678,274 ⁷
Capital Outlay	38,009,317	39,090,683	1,081,366 ⁸
Grant and Loan Programs	-	6,536,866	6,536,866 ⁷
Total Tolls, Administration & Other Programs	437,245,810	438,906,465	1,660,655



DISTRIBUTION OF REVENUE SOURCES	REVISED FY 2015	FY 2016	INCREASE (DECREASE)
Transit and Rail Funds			
Share of Modal Distribution (14.7%)	\$122,726,287	\$147,178,073	\$24,451,786
Transit	70,300,000	84,400,000	14,100,000
Surface Transportation Program	23,708,129	25,731,868	2,023,739
Federal Transit Authority (FTA)	34,283,482	34,283,482	-
CMAQ (without State Match)	789,202	906,199	116,997
STP Regional (without State Match)	2,400,000	-	(2,400,000)
NHPP Statewide with Soft Match	-	10,008,017	10,008,017
NHPP Exempt with Soft Match	325,843	2,048,465	1,722,622
STP Statewide with Soft Match	18,620	-	(18,620)
Rail Fund	23,175,000	28,200,000	5,025,000
Interest Earnings	918,000	1,030,000	112,000
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	28,700,000	25,200,000	(3,500,000)
Intercity Passenger Rail Operating and Capital Fund (IPROC)	46,900,000	56,200,000	9,300,000
Mass Transit Fund-Support from Construction	3,797,301	14,171,199	10,373,898
Other	838,520	855,290	16,770
Subtotal Mass Transit Fund-Direct Support	481,780,384	553,112,593	71,332,209
Airport Trust Fund			
Share of Modal Distribution (2.4%)	20,036,944	24,029,073	3,992,129
Interest Earnings	297,550	311,844	14,294
Total Airport Trust Fund	20,334,494	24,340,917	4,006,423
Port Trust Fund			
Share of Modal Distribution (4.2%)	35,064,654	42,050,879	6,986,225
Interest Earnings	590,892	862,372	271,480
CMAQ	1,491,058	-	(1,491,058)
Ports Fund-Support from Construction	372,765	-	(372,765)
Total Port Trust Fund	37,519,369	42,913,251	5,393,882



DISTRIBUTION OF REVENUE SOURCES	REVISED FY 2015	FY 2016	INCREASE (DECREASE)
Regional Transportation Programs			
Northern Virginia Transportation Authority Fund	\$299,276,334	\$314,881,245	\$15,604,911
Hampton Roads Transportation Authority Fund	155,928,133	168,642,909	12,714,776
Total Regional Transportation Programs	455,204,467	483,524,154	28,319,687
Construction			
Dedicated and Statewide Construction	640,511,436	1,061,290,643	420,779,207 ¹⁰
Financial Assistance to Localities for Ground Transportation	14,265,188	13,002,204	(1,262,984)
Interstate System	122,180,355	243,488,438	121,308,083
Primary System	177,800,309	432,865,588	255,065,279
Secondary System	65,028,986	120,439,816	55,410,830
Urban System	42,195,439	75,128,493	32,933,054
Total Construction	1,061,981,713	1,946,215,182	884,233,469
DISTRIBUTION OF COMMONWEALTH TRANSPORTATION FUNDS	\$4,931,684,195	\$5,893,610,405	\$976,097,409
Agency Funding Summary:			
VDOT	\$4,355,179,301	\$5,287,414,843	\$932,235,542
Less Support to Ports	(372,765)	-	372,765
Less Support to DRPT	(3,797,301)	(14,171,199)	(10,373,898)
VDOT (Net)	4,351,009,235	5,273,243,644	922,234,409
Support to Other Agencies & General Fund	36,870,647	-	(36,870,647)
DRPT	481,780,384	553,112,593	71,332,209
Ports	37,519,369	42,913,251	5,393,882
Aviation	20,334,494	24,340,917	4,006,423
Grand Total	\$4,927,514,129	\$5,893,610,405	\$966,096,276

State Revenue Details

STATE REVENUE SOURCES	REVISED FY 2015	FY 2016	INCREASE (DECREASE)
Sales Tax on Motor Fuels	\$709,000,000	\$839,700,000	\$130,700,000 ¹
Road Tax	8,200,000	8,500,000	300,000
Motor Vehicle Sales & Use Tax	835,100,000	840,000,000	4,900,000 ¹
Retail Sales & Use Tax	928,200,000	1,007,300,000	79,100,000
International Registration Plan	62,300,000	60,400,000	(1,900,000)
Motor Vehicle Licenses	244,200,000	244,600,000	400,000
Miscellaneous Revenues	16,100,000	15,700,000	(400,000)
Motor Vehicle Rental Tax	33,100,000	35,600,000	2,500,000
Aviation Fuels Tax	2,000,000	2,000,000	-
Recordation Tax	37,900,000	37,900,000	-
Total	\$2,876,100,000	\$3,091,700,000	\$215,600,000

Endnotes

Endnote Number	Description
1	Reflects additional revenue provided by House Bill 2313 of the 2013 General Assembly Session. The sales tax on gasoline increased by 1.5 percent on January 1, 2015. Additionally, the Motor Vehicle Sales and Use Tax increases by 0.05 percent on July 1, 2015.
2	Estimate reflects anticipated revenue from regional entities for projects administered by VDOT.
3	Adjustment in FY 2016 corresponds to planned use.
4	Revision to FY 2015 Budget included one-time allocations to the General Fund and the Virginia Commercial Space Authority.
5	Revision to FY 2015 Budget provided \$57.4 million in one-time funding of Federal Bonus Obligation Authority.
6	The recommended budget contains planned reductions in the administrative program areas.
7	Interest Earnings for the Highway Maintenance & Operating Fund and the Construction Fund are now dedicated to the Transportation Partnership Opportunity Fund (TPOF) and the Virginia Transportation Infrastructure Bank (VTIB).
8	Increase represents planned investment in Capital Outlay beginning in the 2014-2016 Biennium.
9	Represents allocation to projects in the draft Six-Year Improvement Program (SYIP).
10	Increase is primarily due to the planned allocations of Federal Transportation Grant Anticipation Revenue Notes (GARVEE bonds).