

Fiscal Year 2008 - 2009

VDOT Annual Budget
June 2008



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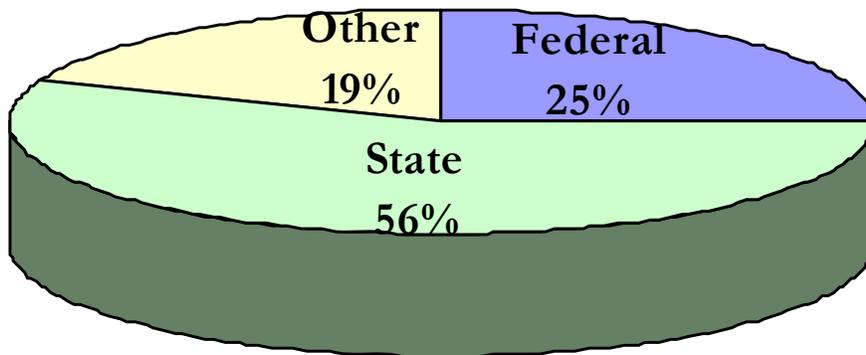
Table of Contents

Overview	4
Revenues	6
Highway Maintenance and Operating Fund Revenues	7
Transportation Trust Fund Revenues	8
Other Fund Revenues	9
VDOT Allocations	10
Environmental Monitoring and Evaluation	13
Ground Transportations Planning and Research	14
Highway System Acquisition and Construction	15
• Dedicated and Statewide Construction	16
• Interstate Construction	17
• Primary Construction	18
• Secondary Construction	19
• Urban Construction	20
• Highway Construction Program Management	20
Highway System Maintenance	21
Commonwealth Toll Facilities	22
Financial Assistance to Localities	23
Non-Toll Supported Transportation Debt Service	24
Administrative and Support Services	25
VDOT Capital Outlay	26
Support to Other State Agencies	27

The Fiscal Year 2009 budget for the Virginia Department of Transportation (VDOT) identifies the estimated revenues and the distribution of the revenues to the related transportation programs. It reflects the impacts of the economic downturn and revised revenue estimates. The VDOT Budget for FY 2009 totals \$3,794,639,873, a 5.5% decrease from FY 2008.

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).

Sources of Transportation Funds

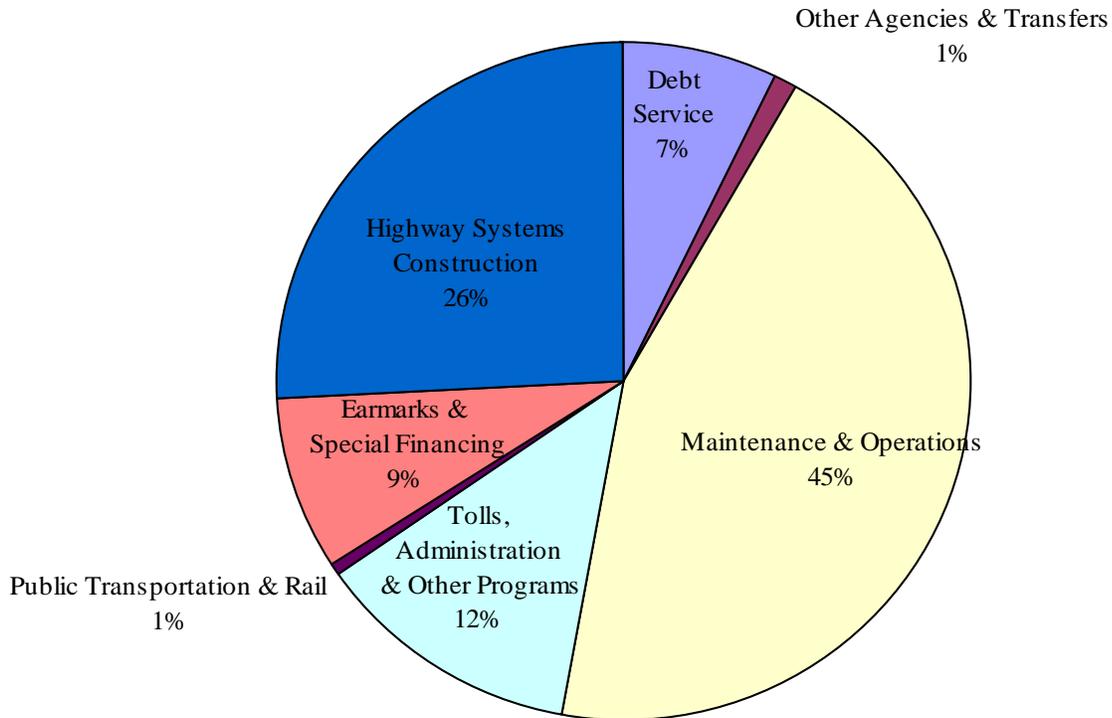


VDOT's FY 2009 Budget is supported by \$2.1 billion of state revenues. Federal revenues of \$938 million account for 25% of the funding for this fiscal year.

Overview

VDOT's revenues provide funding for debt service, maintenance, administration and construction. The following is a summary of the programs by spending category:

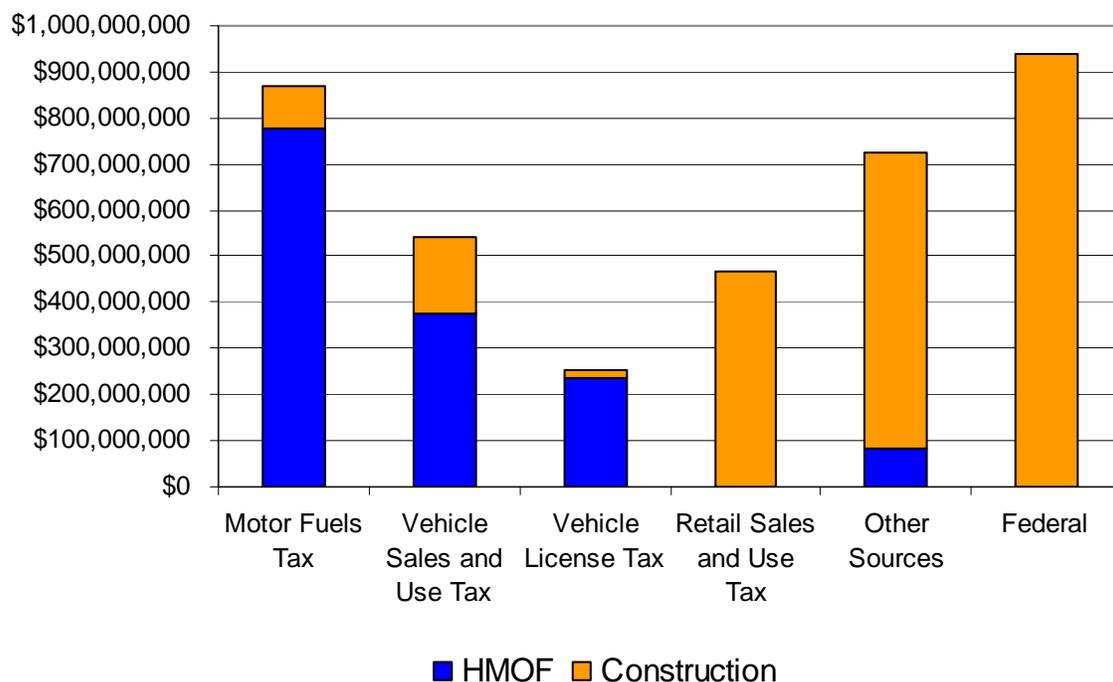
Debt Service	\$271,362,791
Other Agencies & Transfers	48,720,407
Maintenance & Operations	1,687,801,168
Tolls, Administration, & Other Programs	465,896,597
Public Transportation & Rail	19,714,206
Earmarks & Special Financing	317,058,715
Highway Systems Construction	984,085,989
Total	\$3,794,639,873



Revenues

VDOT's revenues are specifically designated for transportation. Four primary state tax transportation revenue sources are collected 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 2009 revenues. Other revenue sources for construction include CPR bonds, PTF, and toll facilities revenues.

Source	HMOF	Construction	TOTAL
Motor Fuels Tax	\$777,800,000	\$92,157,700	\$869,957,700
Vehicle Sales and Use Tax	374,500,000	165,112,600	539,612,600
Vehicle License Tax	236,300,000	17,235,300	253,535,300
Retail Sales and Use Tax	0	468,579,800	468,579,800
Other Sources	81,772,720	642,708,109	724,480,829
Federal	0	938,473,644	938,473,644
Transfer to HMOF	384,970,350	(384,970,350)	0
TOTAL	\$1,855,343,070	\$1,939,296,803	\$3,794,639,873

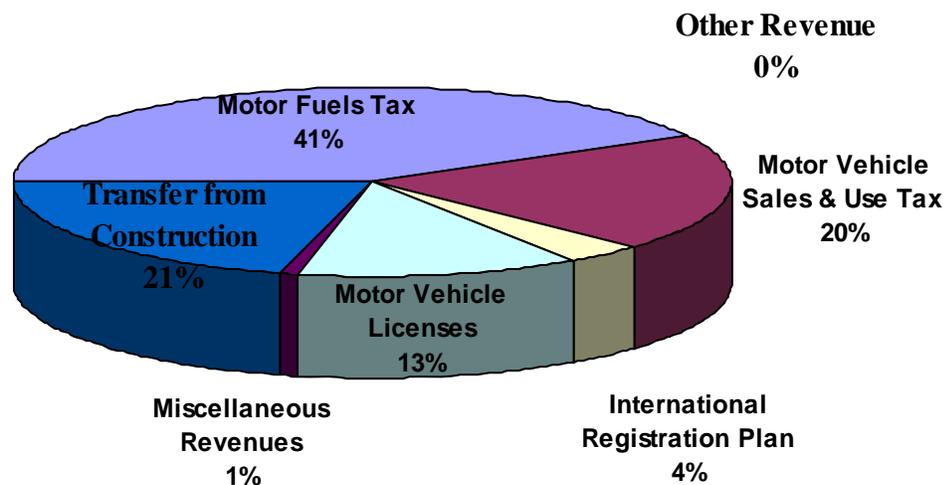


Highway Maintenance & Operating Fund

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 provides for the agency's maintenance, operations and administrative needs.

HMOF Revenue Sources	FY 2008	FY 2009	Difference
Motor Fuels Tax	\$777,400,000	\$777,800,000	\$400,000
Motor Vehicle Sales & Use Tax	393,900,000	374,500,000	(19,400,000)
International Registration Plan	64,500,000	66,600,000	2,100,000
Motor Vehicle Licenses	241,300,000	236,300,000	(5,000,000)
Miscellaneous Revenues	13,000,000	15,800,000	2,800,000
Other Revenue	47,321,528	(627,280)	(47,948,808)
Transfer from Construction	260,570,133	384,970,350	124,400,217
Total	\$1,797,991,661	\$1,855,343,070	\$57,351,409

HMOF Revenue Sources FY 2009

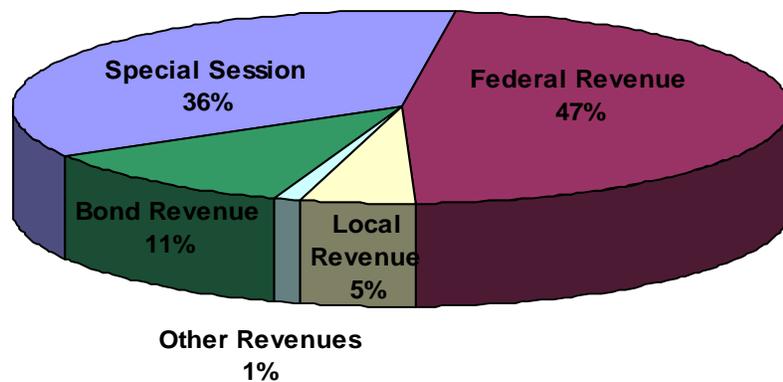


Transportation Trust Fund - Construction

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 source.

Construction Revenue Sources	FY 2008	FY 2009	Difference
Special Session	\$727,886,440	\$708,229,159	(\$19,657,281)
Federal Revenues	909,776,553	938,473,644	28,697,091
Local Revenues	78,428,250	97,299,317	18,871,067
Other Revenues	39,056,405	21,101,996	(17,954,409)
Bond Revenue	75,700,000	227,100,000	151,400,000
Total	\$ 1,830,847,648	\$ 1,992,204,116	\$ 161,356,468

Construction Revenues by Source FY 2009

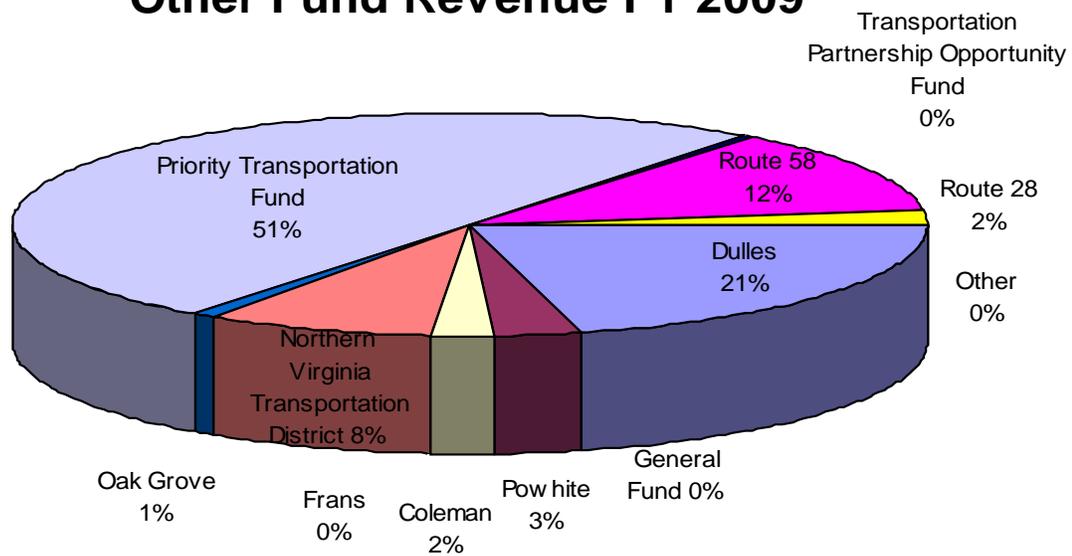


Other Fund Revenues

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 2008	FY 2009	Difference
Dulles	\$75,364,975	\$69,775,671	(\$5,589,304)
Powhite	10,629,500	10,586,268	(43,232)
Coleman	7,078,234	7,148,247	70,013
General Fund	325,000,000	0	(325,000,000)
Northern Virginia Transportation District	26,271,713	26,909,138	637,425
Oak Grove	2,500,000	2,500,000	0
Priority Transportation Fund	139,005,000	166,015,000	27,010,000
Transportation Partnership Opportunity Fund	11,357,000	1,598,000	(9,759,000)
Route 58	41,202,659	40,000,000	(1,202,659)
Route 28	7,524,883	7,530,713	5,830
Total	\$645,933,964	\$332,063,037	(\$313,870,927)

Other Fund Revenue FY 2009



VDOT Program Descriptions & Allocations

Summary of Allocations by Program

The following table summarizes VDOT's budget by the major programs. Details of each program follow:

	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Environmental Monitoring and Evaluation (514)	\$14,146,740	\$14,571,143	\$424,403
Ground Transportation Planning and Research (602)	50,886,484	46,859,717	(4,026,767)
Highway System Acquisition and Construction (603)	1,658,034,187	1,326,743,168	(331,291,019)
Highway System Maintenance (604)	1,257,562,302	1,349,007,301	91,444,999
Commonwealth Toll Facilities (606)	115,035,267	123,348,309	8,313,042
Financial Assistance to Localities (607)	339,117,939	353,025,391	13,907,452
Non-Toll Supported Transportation Debt Service (612)	243,487,240	255,018,841	11,531,601
Administrative and Support Services (699)	259,584,291	246,631,390	(12,952,901)
VDOT Capital Outlay (998)	10,169,812	11,000,000	830,188
Support to Other State Agencies	49,465,127	48,720,407	(744,720)
Support to DRPT Programs	15,259,133	19,714,206	4,455,073
TOTAL	\$4,012,748,522	\$3,794,639,873	(\$218,108,649)

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.

ENVIRONMENTAL MONITORING & EVALUATION (5140000)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Environmental Monitoring & Compliance for Highway Projects (51408)	\$11,093,988	\$12,002,719	\$908,731
Environmental Monitoring Program Management (51409)	3,052,752	2,568,424	(484,328)
TOTAL ENVIRONMENTAL MONITORING & EVALUATION	\$14,146,740	\$14,571,143	\$424,403
HMOF	14,146,740	14,571,143	424,403

Ground Transportation Planning & Research (602)

Ground Transportation Planning and Research is comprised of:

Ground Transportation System Planning (60201) - 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 (60202) - 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 (60204) - 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
PLANNING & RESEARCH (602000)	2007-08	2008-09	(DECREASE)
Ground Transportation System Planning (60201)	\$44,535,045	\$40,036,034	(\$4,048,774)
Ground Transportation System Research (60202)	2,133,221	2,478,919	199,234
Ground Transportation Program Management & Direction (60204)	4,218,218	4,344,764	17,544
TOTAL PLANNING & RESEARCH	\$50,886,484	\$46,859,717	(\$3,831,996)
HMOF	5,263,585	5,421,492	586,329
CONSTRUCTION	28,260,546	24,967,419	705,746
FEDERAL	17,362,353	16,470,806	(5,124,071)

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.

CONSTRUCTION (603)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Dedicated and Statewide Construction (60302)	\$569,619,175	\$302,827,191	(\$266,791,984)
Interstate Construction (60303)	340,443,155	355,602,311	15,159,156
Primary Construction (60304)	294,417,485	269,241,692	(25,175,793)
Secondary Construction (60306)	200,389,344	172,732,267	(27,657,077)
Urban Construction (60307)	212,408,644	186,509,719	(25,898,925)
Construction Management (60315)	40,756,384	39,829,988	(926,396)
TOTAL CONSTRUCTION	\$1,658,034,187	\$1,326,743,168	(\$331,291,019)
HMOF	40,756,384	39,829,988	(926,396)
CONSTRUCTION	543,657,807	552,524,759	8,866,952
FEDERAL	736,245,982	730,598,656	(5,647,326)
GENERAL FUNDS	20,000,000	0	(20,000,000)
NVTD	290,207	1,919,386	1,629,179
OAK GROVE	272,687	274,225	1,538
ROUTE 58	454,121	587	(453,534)
TPOF	316,357,000	1,595,567	(314,761,433)

The changes from 2008 to 2009 reflect nearly \$150 million of one-time SAFETEA-LU earmarks in FY 2008. The following pages detail each construction service area.

Highway System Acquisition and Construction (603)

Dedicated and Statewide Construction (60302)

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 (6030200)	ALLOCATION	RECOMMENDED	INCREASE
	2007-08	2008-09	(DECREASE)
Revenue Sharing	\$100,800,000	\$100,000,000	(\$800,000)
SAFETEA-LU Earmarks	8,467,475	7,891,734	(575,741)
TPOF	316,357,000	1,595,567	(314,761,433)
Safety	35,817,260	26,489,764	(9,327,496)
Safety Match	3,979,696	3,268,927	(710,769)
Enhancement	17,527,628	20,566,675	3,039,047
Participating Project Costs	12,768,879	13,452,568	683,689
Statewide and Regional Projects	0	71,020,983	71,020,983
Statewide Operational Improvements	12,210,989	0	(12,210,989)
Other	61,690,248	58,540,973	(3,149,275)
TOTAL DEDICATED & STATEWIDE CONSTRUCTION	\$569,619,175	\$302,827,191	(\$266,791,984)
CONSTRUCTION	119,311,694	207,085,399	87,773,705
FEDERAL	112,933,466	91,952,027	(20,981,439)
GENERAL FUNDS	20,000,000	0	(20,000,000)
NVTD	290,207	1,919,386	1,629,179
OAK GROVE	272,687	274,225	1,538
ROUTE 58	454,121	587	(453,534)
TPOF	316,357,000	1,595,567	(314,761,433)

Included in the Other item are amounts for CMAQ, Rail Highway Crossings, High Risk Rural Roads, Safe Routes to Schools, STP Regional, and Open Container.

Highway System Acquisition and Construction (603)

Interstate Construction (60303)

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 funds provided to match the federal funds.

INTERSTATE CONSTRUCTION (60303)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Interstate Maintenance	\$61,815,086	\$104,999,929	\$43,184,843
National Highway System	146,453,427	138,465,947	(7,987,480)
State Match	46,231,702	46,283,146	51,444
SAFETEA-LU Earmarks	61,987,246	49,602,547	(12,384,699)
SAFETEA-LU Earmarks Match	15,899,839	15,916,073	16,234
Other	8,055,855	334,669	(7,721,186)
TOTAL INTERSTATE CONSTRUCTION	\$340,443,155	\$355,602,311	\$15,159,156
CONSTRUCTION	63,883,658	62,465,438	(1,418,220)
FEDERAL	276,559,497	293,136,873	16,577,376

Highway System Acquisition and Construction (603)

Primary Construction (60304)

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. After maintenance and administrative and general expenses have been allocated, the primary system is allocated 40% of the remaining funds.

Allocations are divided among the districts based upon 3 factors:

70% - Ratio of district primary system **vehicle miles** to statewide primary system vehicle miles.

25% - Ratio of district primary system **lane miles** to statewide primary system lane miles.

5% - Primary road needs factor.

PRIMARY CONSTRUCTION (60304)	ALLOCATION	RECOMMENDED	INCREASE
	2007-08	2008-09	(DECREASE)
Formula Federal	\$47,500,264	\$32,853,982	(\$14,646,282)
Formula State	100,857,218	69,598,405	(31,258,813)
CMAQ	6,466,282	10,420,000	3,953,718
STP Regional	12,782,600	15,811,299	3,028,699
SAFETEA-LU Earmarks	19,973,211	16,253,314	(3,719,897)
Appalachian Development	40,252,649	41,793,458	1,540,809
Equity Bonus	32,699,806	33,896,053	1,196,247
Bridge	20,613,719	31,438,739	10,825,020
Other	13,271,736	17,176,442	3,904,706
TOTAL PRIMARY CONSTRUCTION	\$294,417,485	\$269,241,692	(\$25,175,793)
CONSTRUCTION	135,989,060	110,388,621	(25,600,439)
FEDERAL	158,428,425	158,853,071	424,646

Included in the Other item are amounts for Appalachian Development, Federal Bridge Replacement Funds, Equity Bonus, STP Regional, CMAQ, and Non-Interstate NHS funds.

Highway System Acquisition and Construction (603)

Secondary Construction (60306)

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. After maintenance and administrative and general expenses have been allocated, the secondary system is allocated 30% of the remaining funds.

Allocations are divided among counties based upon two factors:

80% - Ratio of county population to total population of all counties

20% - Ratio of county land area to the total of all county land area

SECONDARY CONSTRUCTION (60306)	ALLOCATION		RECOMMENDED	INCREASE
	2007-08	2008-09	2008-09	(DECREASE)
State Formula:				
Federal	\$34,723,727		\$24,640,486	(\$10,083,241)
State	76,319,016		52,198,804	(24,120,212)
Federal Formula:				
Federal	35,294,190		37,173,930	1,879,740
State	8,823,548		9,293,495	469,947
Unpaved	17,048,340		7,594,403	(9,453,937)
CMAQ	469,731		6,397,226	5,927,495
SAFETEA-LU Earmarks	369,691		369,326	(365)
STP Regional	19,626,868		20,378,200	751,332
Other	7,714,233		14,686,397	6,972,164
TOTAL SECONDARY CONSTRUCTION	\$200,389,344		\$172,732,267	(\$27,657,077)
	CONSTRUCTION	112,726,996	83,980,686	(28,746,310)
	FEDERAL	87,662,348	88,751,581	1,089,233

Highway System Acquisition and Construction (603)

Urban Construction (60307)

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. After maintenance and administrative and general expenses have been allocated, the urban system is allocated 30% of the remaining funds. Allocations are made to cities and towns based upon the ratio of city/town population to the total populations of all cities and towns.

URBAN CONSTRUCTION (60307)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
State Formula:			
Federal	\$33,521,766	\$24,640,486	(\$8,881,280)
State	76,386,867	51,586,020	(24,800,847)
Federal Formula:			
Federal	12,436,473	13,098,817	662,344
State	3,109,127	3,274,716	165,589
CMAQ	18,619,706	12,578,868	(6,040,838)
SAFETEA-LU Earmarks	13,039,162	12,221,849	(817,313)
STP Regional	24,604,650	26,702,387	2,097,737
Other	30,690,893	42,406,576	11,715,683
TOTAL URBAN CONSTRUCTION	\$212,408,644	\$186,509,719	(\$25,898,925)
CONSTRUCTION	111,746,398	88,604,615	(23,141,783)
FEDERAL	100,662,246	97,905,104	(2,757,142)

Highway Construction Program Management (60315)

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 (60315)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
TOTAL CONSTRUCTION MANAGEMENT	\$40,756,384	\$39,829,988	(\$926,396)
HMOF	40,756,384	39,829,988	(926,396)

Highway System Maintenance (604)

The maintenance program consists of:

Interstate Maintenance (60401) - 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 (60402) - 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 (60403) - 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 (60404) - 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 (60405) - 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.

HIGHWAY SYSTEM MAINTENANCE (604000)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Interstate Maintenance (60401)	\$273,696,089	\$338,127,401	\$64,431,312
Primary Maintenance (60402)	361,791,491	375,453,292	13,661,801
Secondary Maintenance (60403)	371,065,213	393,541,536	22,476,323
Transportation Operations Services (60404)	149,335,371	146,543,659	(2,791,712)
Highway Maintenance Program Management & Direction (60405)	101,674,138	95,341,413	(6,332,725)
TOTAL HIGHWAY SYSTEM MAINTENANCE	\$1,257,562,302	\$1,349,007,301	\$91,444,999
HMOF	1,114,524,108	1,171,448,946	56,924,838
FEDERAL	143,038,194	177,558,355	34,520,161

FY 2007-08 Allocations reflect the service area distributions as presented in the FY 2008 - 2013 SYIP and the FY 2008 VDOT Budget Supplement.

Commonwealth Toll Facilities (606)

Toll Facilities consists of:

Toll Facility Acquisition and Construction (60601) - To provide efforts to acquire, construct, and renovate ground transportation toll facilities. To construct needed highway facilities earlier than would be possible with traditional funding sources and without general tax increases, toll facilities have, when practical, been funded through the issuance of bonds. Revenues collected from toll facilities contribute to Virginia's safe and effective transportation system. Currently, there are nine toll facilities in Virginia: George P. Coleman Toll Facility, Jordan Bridge (Southern Branch of Elizabeth River), Dulles Toll Road, Dulles Greenway, Chesapeake Bay Bridge-Tunnel, Chesapeake Expressway, Downtown Expressway/Powhite Parkway, the Boulevard Bridge and Pocahontas Parkway. Only three of these facilities are owned and operated by VDOT: Powhite Parkway Extension Toll Road in Chesterfield County, Dulles Toll Road in Northern Virginia, and George P. Coleman Bridge in Gloucester County. The remaining five toll operations are privately owned.

Toll Facility Debt Service (60602) - 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 three state-owned facilities collecting tolls to pay debt service are: Dulles Toll Road in Northern Virginia, the Powhite Parkway Extension in Richmond, and the George P. Coleman Bridge located between Gloucester and York counties.

Toll Facility Maintenance and Operation (60603) - To provide for the operational costs of the three toll facilities operated by VDOT: the George P. Coleman Bridge, Dulles Toll Road, 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. The Dulles Toll Road is anticipated to transition to Metropolitan Washington Airports Authority (MWAA) during the fiscal year.

Toll Facilities Revolving Fund (60604) - 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. It also includes transfers related to the payment provided in the FY 2008 budget to the Chesapeake Bay-Bridge Tunnel.

	ALLOCATION	RECOMMENDED	INCREASE
TOLL FACILITIES (60600)	2007-08	2008-09	(DECREASE)
Acquisition & Construction (60601)	\$43,700,146	\$43,168,474	(\$531,672)
Debt Service (60602)	19,944,169	16,343,950	(3,600,219)
Maintenance & Operations (60603)	29,335,952	27,997,762	(1,338,190)
Toll Facilities Revolving (60604)	22,055,000	35,838,123	13,783,123
TOTAL TOLL FACILITIES	\$115,035,267	\$123,348,309	\$8,313,042
DULLES	75,298,975	69,775,671	(5,523,304)
POWHITE	10,613,058	10,586,268	(26,790)
COLEMAN	7,068,234	7,148,247	80,013
TOLL FACILITIES REVOLVING	22,055,000	35,838,123	13,783,123

Financial Assistance to Localities (607)

Financial Assistance to Localities consists of:

Financial Assistance for City Road Maintenance (60701) - To provide monetary support to localities for capital improvements and/or maintenance of roads and/or transportation facilities. Direct financial assistance is provided to 81 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 (60702) - 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 (60704) - 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 (60700)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Financial Assistance for City Road Maintenance (60701)	\$283,071,165	\$294,304,012	\$11,232,847
Financial Assistance for County Road Maintenance (60702)	42,620,528	44,489,855	1,869,327
Financial Assistance for Planning, Access Roads, & Special Projects (60704)	13,426,246	14,231,524	805,278
TOTAL FINANCIAL ASSISTANCE TO LOCALITIES	\$339,117,939	\$353,025,391	\$13,907,452
HMOF	325,691,693	338,793,867	13,102,174
CONSTRUCTION	7,758,472	7,847,947	89,475
FEDERAL	5,667,774	6,383,577	715,803

Non-Toll Supported Transportation Debt Service (612)

Non-Toll Supported Transportation Debt Service consists of:

Highway Transportation Improvement District Debt Service (61201) - 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 (61202) - 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 (61203) - 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 (61204) - To provide for the debt service requirements of the bonds sold to finance transportation improvements under the Commonwealth Transportation Capital Projects Bond Act.

NON-TOLL SUPPORTED TRANSPORTATION DEBT SERVICE (61200)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Highway Transportation Improvement Debt Service (61201)	\$7,524,883	\$7,530,713	\$5,830
Designated Highway Corridor Debt Service (61202)	80,957,357	81,214,940	257,583
Federal Highway Reimbursement Anticipation Notes Debt Service (61203)	152,555,000	153,159,927	604,927
Capital Projects Bonds (61204)	2,450,000	13,113,261	10,663,261
TOTAL HIGHWAY CONSTRUCTION THROUGH BONDS PROCEEDS	\$243,487,240	\$255,018,841	\$11,531,601
FRANS	155,005,000	166,273,188	11,268,188
NVTD	27,981,506	29,989,752	2,008,246
OAK GROVE	2,227,313	2,225,775	(1,538)
ROUTE 28	7,524,883	7,530,713	5,830
ROUTE 58	50,748,538	48,999,413	(1,749,125)

Administrative & Support Services (699)

Administrative and Support Services is comprised of:

General Management and Direction (69901) - 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 (69902) - 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.

Facilities and Grounds Management Services (69915) - 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 (69924) - To provide Employee Training and Development services to VDOT. This includes traditional classroom training and related development activities and tuition reimbursement. Other activities included are Learning Management System (LMS) administration; self-directed learning; supervisory, management, and executive leadership programs; engineering development programs; and scholar programs.

ADMINISTRATIVE & SUPPORT SERVICES (69900)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
General Management & Direction (69901)	\$170,767,442	\$154,618,036	(\$16,149,406)
Information Technology Services (69902)	65,682,993	67,175,982	1,492,989
Facilities and Grounds Management Services (69915)	11,369,507	11,710,592	341,085
Employee Training & Development (69924)	11,764,349	13,126,780	1,362,431
TOTAL ADMINISTRATIVE & SUPPORT SERVICES	\$259,584,291	\$246,631,390	(\$12,952,901)
HMOF	251,419,464	238,445,486	(12,973,978)
CONSTRUCTION	702,577	723,654	21,077
FEDERAL	7,462,250	7,462,250	0

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 (99800)	ALLOCATION 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
TOTAL VDOT CAPITAL OUTLAY	\$10,169,812	\$11,000,000	\$830,188
CONSTRUCTION	10,169,812	11,000,000	830,188

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 2007-08	RECOMMENDED 2008-09	INCREASE (DECREASE)
Department of Education	\$226,983	\$240,942	\$13,959
Marine Resources Commission	288,158	313,768	25,610
Secretary of Transportation	844,892	850,126	5,234
Department of General Services	510,635	329,868	(180,767)
Department of Agriculture & Conservation Services	97,600	97,586	(14)
Department of State Police	7,875,000	7,377,304	(497,696)
Chesapeake Bay Initiatives	7,416,469	7,416,469	0
Department of Minority Business Enterprise	1,498,140	1,506,868	8,728
Department of Law*	1,454,618	0	(1,454,618)
Telecommunication Contract Savings	993,600	681,606	(311,994)
Department of Historic Resources	100,000	100,000	0
Department of Rail and Public Transportation	5,548,738	5,741,407	192,669
Department of Emergency Management	961,654	933,251	(28,403)
Department of Motor Vehicles (fuel tax evasion)	1,500,000	1,500,000	0
Department of Motor Vehicles (truck weighing)	14,796,300	14,796,300	0
Indirect Costs	3,402,742	3,460,676	57,934
Department of Taxation	2,942,651	3,050,540	107,889
Department of Treasury	332,904	183,163	(149,741)
Virginia Liaison Office	128,661	140,533	11,872
TOTAL SUPPORT TO OTHER STATE AGENCIES	\$50,919,745	\$48,720,407	(\$2,199,338)
HMOF	46,189,687	44,782,148	(1,407,539)
CONSTRUCTION	4,637,616	3,897,949	(739,667)
DULLES	66,000	0	(66,000)
POWHITE	16,442	0	(16,442)
COLEMAN	10,000	0	(10,000)
TOLL FACILITIES REVOLVING	0	37,877	37,877
TPOF	0	2,433	2,433

*Legal services now included in the General Management and Direction (69901)

