

FY 2008 Budget

Barbara Reese, CFO

June 20, 2007

CTB Requirements

Code of Virginia requires CTB to:

- Administer and allocate funds in the Transportation Trust Fund (TTF)
- Set aside defined portions of the TTF for the Commonwealth Port Fund, the Commonwealth Airport Fund and the Commonwealth Mass Transit Fund
- Allocate each year from all funds made available for highway purposes such amount as it deems reasonable and necessary for maintenance
- Allocate funds for construction on the interstate, primary and secondary state highway systems
- Review and comment on budget items not specifically enumerated to the Board by statute

Six-Year Financial Plan

Estimated Revenues

$28.1 billion total available for allocation

- $3.3 billion from 2007 General Assembly transportation actions

Average state revenue growth of 4% (excludes bonds)

Average federal revenue growth of 2% - current federal reauthorization ends in 2009

National Surface Transportation Policy & Revenue Study Commission to address how to meet the surface transportation needs of the 21st century

Estimated Revenues, cont'd

2007 General Assembly Actions

Includes $2.8 billion from HB 3202

- $1.3 billion of new revenues
- $1.5 billion of bonds

Another $500 million in one-time GF for specific projects

- $305 million for negotiated PPTA/DB
- $65 million Rail Enhancement
- $60 million Transit Capital
- $50 million Port
- $20 million Local Revenue Sharing

Commonwealth Transportation Fund Estimated Revenues (in millions)

	Fiscal Year							
	2006	2007	2008	2009	2010	2011	2012	2013
State Transportation Revenues								
HMO Less HB3202 Rev	$ 1,420.0	$ 1,383.7	$ 1,400.3	$ 1,457.2	$ 1,500.0	$ 1,530.3	$ 1,559.1	$ 1,561.8
TTF Less HB3202 Rev	857.9	936.0	897.6	937.7	978.8	1,013.7	1,046.5	1,066.7
PTF (From TTF)	242.3	131.3	109.8	137.0	144.1	150.8	159.7	169.5
HB3202 Revenues			112.6	197.0	202.5	203.6	204.6	205.4
Local and Other Revenues	365.0	460.8	575.2	596.0	459.8	430.7	397.6	408.4
Total	**2,885.2**	**2,911.8**	**3,095.6**	**3,324.9**	**3,285.2**	**3,329.1**	**3,367.5**	**3,411.8**
% growth from prior year		0.9%	6.3%	7.4%	-1.2%	1.3%	1.2%	1.3%
Federal Revenues	**1,011.3**	**1,354.9**	**1,101.7**	**1,068.2**	**1,002.6**	**1,009.4**	**1,031.4**	**1,053.9**
% growth from prior year		34.0%	-18.7%	-3.0%	-6.1%	0.7%	2.2%	2.2%
Total Revenues	**3,896.5**	**4,266.7**	**4,197.3**	**4,393.1**	**4,287.9**	**4,338.5**	**4,398.9**	**4,465.7**
% growth from prior year		9.5%	-1.6%	4.7%	-2.4%	1.2%	1.4%	1.5%
Other Financing Sources								
HB 3202 Bonds			100.0	300.0	300.0	200.0	300.0	300.0
General Funds	240.0	-	500.0	-	-	-	-	-
Total	240.0	-	600.0	300.0	300.0	200.0	300.0	300.0
Total Revenues and Other Financing Sources	**$ 4,136.5**	**$ 4,266.7**	**$ 4,797.3**	**$ 4,693.1**	**$ 4,587.9**	**$ 4,538.5**	**$ 4,698.9**	**$ 4,765.7**

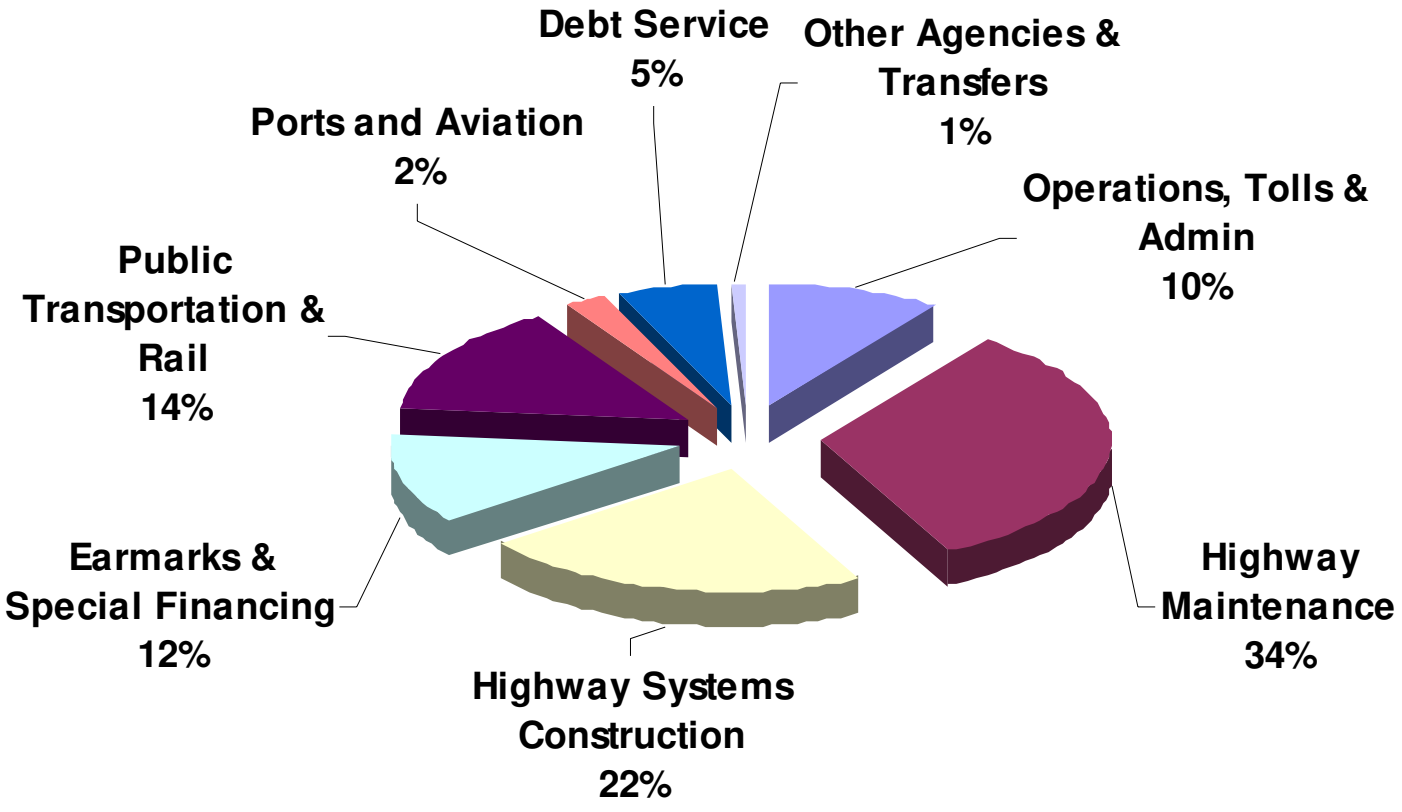
Allocations (in millions)

	Fiscal Year							
	2006	2007	2008	2009	2010	2011	2012	2013
Debt Service	$ 377.9	$ 263.5	$ 263.4	$ 272.3	$ 298.9	$ 292.1	$ 309.7	$ 334.3
Other Agencies & Transfers	51.4	45.3	45.4	45.5	45.7	45.8	45.9	46.1
Highway Maintenance	1,374.4	1,498.3	1,583.3	1,643.4	1,707.4	1,774.0	1,843.2	1,915.1
Operations, Tolls & Admin	413.1	485.7	470.6	466.1	478.3	486.2	501.7	511.2
Public Transportation & Rail	319.8	442.2	694.2	713.5	577.1	521.0	503.0	502.8
Ports and Aviation	60.8	59.2	109.8	62.4	65.1	67.4	69.5	70.9
Earmarks & Special Financing	414.2	340.7	583.0	373.5	382.8	352.5	450.3	473.5
Highway Systems Construction	1,124.8	1,131.8	1,047.7	1,116.5	1,032.6	999.5	975.5	911.8
Total	$ 4,136.5	$ 4,266.7	$ 4,797.3	$ 4,693.1	$ 4,587.9	$ 4,538.5	$ 4,698.9	$ 4,765.7

FY 2008 CTB Budget

Proposed FY 2008 CTB Allocations

Total CTF Budget of $4.8 Billion



FY 2008 VDOT Budget Highlights

VDOT Budget

VDOT's annual budget includes funding for

- 9,823 positions (about 8,600 currently filled)
- Nine major budget programs that VDOT manages
- Support to other state agencies including indirect costs
- Reflects impact of past business plans and focus areas for FY 2008

Total Budget of $4.0 billion

	(in millions)
VDOT Programs	
Environmental Monitoring and Evaluation (514)	$ 14.1
Ground Transportation Planning & Research (602)	50.9
Highway System Acquisition and Construction (603)	1,658.0
Highway System Maintenance (604)	1,257.6
Commonwealth Toll Facilities (606)	115.0
Financial Assistance to Localities (607)	339.1
Non-Toll Supported Transportation Debt Service (612)	243.5
Administrative and Support Services (699)	259.6
VDOT Capital Outlay (998)	10.2
Total VDOT Programs	3,948.0
Support to Other State Agencies	50.9
Support to DRPT Programs	15.3

Maintenance Allocations

Maintenance – 39% of total VDOT budget (34% of CTB budget)

- 4.25% growth for FY 2008 in core programs
- Out year assumptions for core maintenance is 4.00% growth
- Includes both VDOT maintenance and city and county maintenance payments

(in millions)

	VDOT Highway System Maintenance	Payments to Cities and Counties	Totals
FY 2008	$1,257.6	$325.7	$1,583.3
FY 2009	1,305.7	337.7	1,643.4
FY 2010	1,356.2	351.2	1,707.4
FY 2011	1,408.7	365.2	1,774.0
FY 2012	1,463.3	379.8	1,843.2
FY 2013	1,520.0	395.0	1,915.1
Totals	$8,311.6	$2,154.7	$10,466.3

Other VDOT Budget Highlights

Same spending priorities as a year ago and as outlined in law

Debt service – includes new debt authorization – 7% of total funding

Held growth in programs outside of maintenance and construction - included legislatively approved pay increases and related benefits

Does include $2 million for one-time implementation costs for land use requirements in Chapter 527

VDOT Toll Facilities - $115 million

- Budget reflects Dulles Toll Road which should transition to MWAA during FY 2008
- Transaction costs for electronic toll collection have declined to 6 cents per transaction



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