
VDOT
Virginia Department of Transportation

STATUS OF NEW IIJA FUNDING PROGRAMS EXCLUDED FROM THE CONSTRUCTION FORMULA

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March 18, 2025

Overview

- **Six-Year Improvement Program (SYIP) Background**
- **Infrastructure, Investment and Jobs Act (IIJA)**
- **New Federal Funding Programs Excluded from the Formula**
  - Bridge Rehabilitation and Replacement
  - National Electric Vehicle Infrastructure Program (NEVI)
  - Promoting Resilient Operations for Transformative, Efficient, and Cost-Saving Transportation (PROTECT)
  - Carbon Reduction Program

Six-Year Improvement Program Background

SYIP Code of Virginia

The Board is required to adopt by July 1 of each year a Six-Year Improvement Program (SYIP) based on the most recent revenue forecast

Maximize Federal Funds

- All transportation agencies ensure that federal transportation funds are utilized for the maximum benefit of the Commonwealth

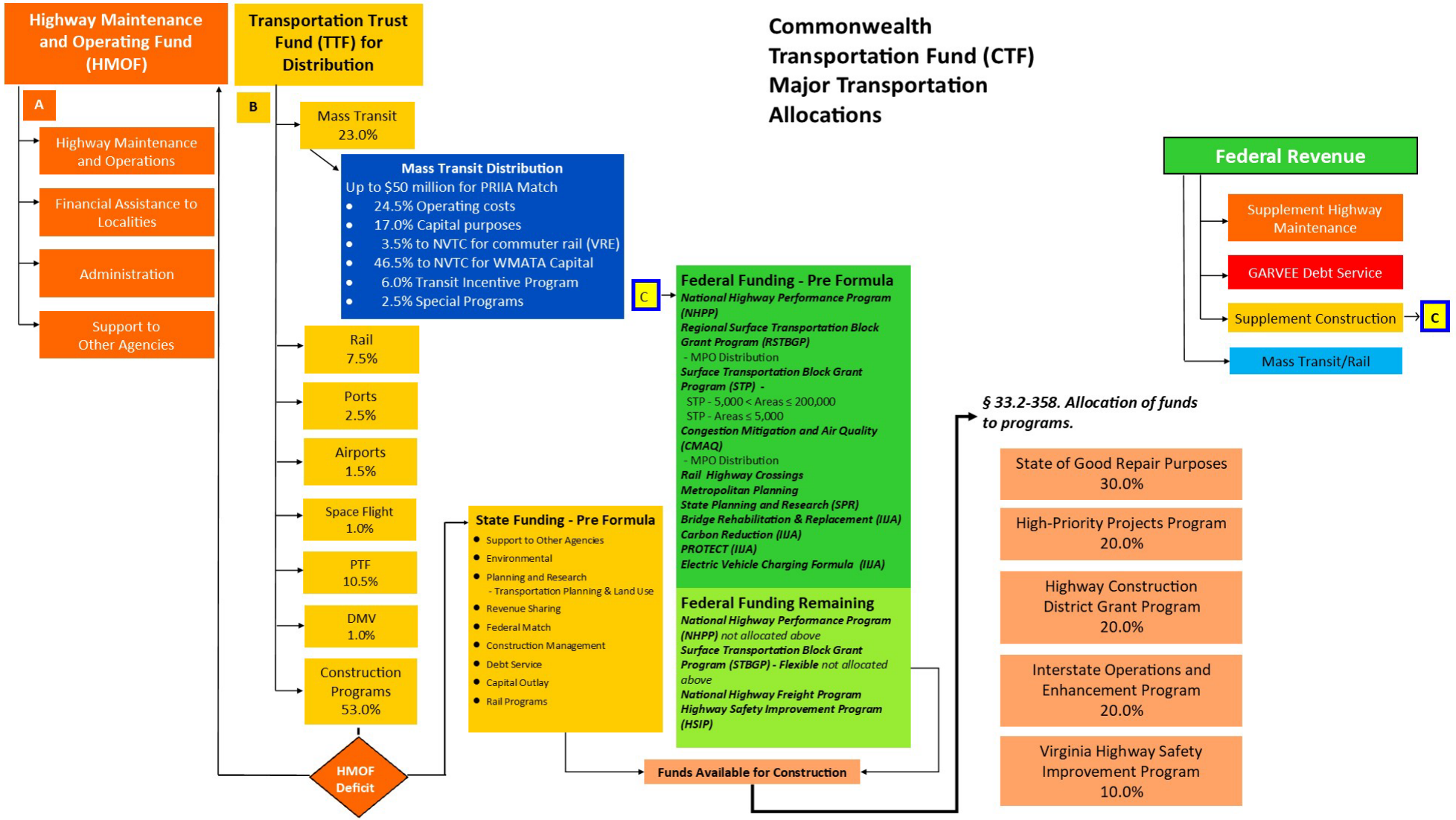
Funding Distribution

- After available funds are set aside for maintenance needs, all remaining state and federal funds are distributed to construction programs

Special Programs

- Federal funds that include major restrictions on types of projects that may be funded are excluded from the distribution

Six-Year Improvement Program Background



Six-Year Improvement Program Background (continued)

CTB SYIP Involvement

January	February	March	April	May	June
Preliminary Six-Year Financial Plan (SYFP)			Draft SYFP Draft Six-Year Improvement Program (SYIP)	District SYIP Public Meetings	Final SYIP
SYIP amendments and allocation transfers needed to support project delivery are presented to the Board monthly.					

Six-Year Improvement Program Background (continued)

CTB SYIP Resolution

Authorizes the Commissioner, or his designee, the authority to make allocation transfers consistent with Board priorities for programming funds, federal/state eligibility requirements, and according to certain thresholds

Transfers Below Threshold

- The Board must be *notified* monthly of transfers below the established thresholds

Transfers Above Threshold

- The Board must *approve* transfers that exceed the established thresholds

Infrastructure, Investment and Jobs Act (IIJA)

Federal Legislation and Funding

The current federal transportation authorization bill, IIJA, was approved in November 2021

Timeframe

- Provides federal transportation funding for federal fiscal years 2022 through 2026
- Formula based federal funding is assumed to continue beyond FY2026

SYFP and SYIP

- Provides the basis of federal funding assumptions in VDOT's SYFP and SYIP

New Programs

- Established several new federal funding programs that include major restrictions on the types of projects that may be funded

New Federal Funding Programs Excluded from the Formula

Bridge Rehabilitation and Replacement

Funding

- Approximately $115M per year for five years; program ends in FY2026

Purpose

- Provides funding for bridge rehabilitation and replacement

CTB Action

- CTB approved addition of projects to the SYIP in January 2022

Current Status

- All funds have been allocated to projects

New Federal Funding Programs Excluded from the Formula

National Electric Vehicle Infrastructure (NEVI) Program

Funding

- Approximately $22M per year for five years; program ends in FY2026

Requirements

- Annual Deployment Plan
- Virginia's plan approved 2024

Current Status

- NEVI Deployment Plans Rescinded
- One fully executed agreement

Purpose

- Provides funding to support electric vehicle charging infrastructure

CTB Action

- CTB approved 51 projects

New Federal Funding Programs Excluded from the Formula

Promoting Resilient Operations for Transformative, Efficient, and Cost-Saving Transportation (PROTECT)

Funding

- Approximately $39M per year for five years with restrictions on use; continuation beyond FY2026

Requirements

- Resilience Improvement Plan
- Virginia's plan approved 2024

Current Status

- Current and planned funding focused on bridges and culverts

Purpose

- Provides funding to cover the *incremental cost* of making infrastructure more resilient

CTB Action

- Use of funds presented to Environmental Sub-committee May 2023
- All funds through FY2030 have been allocated to projects

New Federal Funding Programs Excluded from the Formula

Carbon Reduction Program (CRP)

Funding

- Approximately $35M per year for five years based on population; continuation beyond FY2026
- Percent breakdown based on population categories:
  - 35% flexible statewide
  - 19% rural areas
  - 2% small urban areas
  - 6% small metropolitan planning areas
  - 38% large metropolitan planning areas (suballocated)

Purpose

- Provides funding to reduce emissions or develop strategies to reduce carbon

Requirements

- Carbon Reduction Strategy
- Virginia's plan approved 2024

New Federal Funding Programs Excluded from the Formula

Carbon Reduction Program (CRP) continued

CTB Action

- In May 2023, the Board approved use of non-suballocated funds for eligible projects
  - Selected through SMART SCALE
  - Funded with High Priority Projects (HPP) Program Funding
  - Federally eligible
  - Pending budget shortfall needed to be addressed prior to advancing to the next milestone

Current Status

- It can be challenging to identify eligible projects to utilize certain population categories
- Expand use of CRP that is restricted to projects in small metropolitan areas that meet the current criteria to include projects that are funded with Highway Construction District Grant Program (DGP) Funding


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