Update on Six-Year Project Planning & Programming and Transportation Revenues

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December 13, 2007

Six-Year Planning & Programming Schedule

From July through December each year

- Public comment and input is gathered to guide development of the draft Six-Year Improvement Program (FY 2009-2014 SYIP) and the federally required State Transportation Improvement Program (FY 2009-2012 STIP)

- Meetings are held in each VDOT construction district and are used to educate the public and local governments about the process and initiatives currently underway

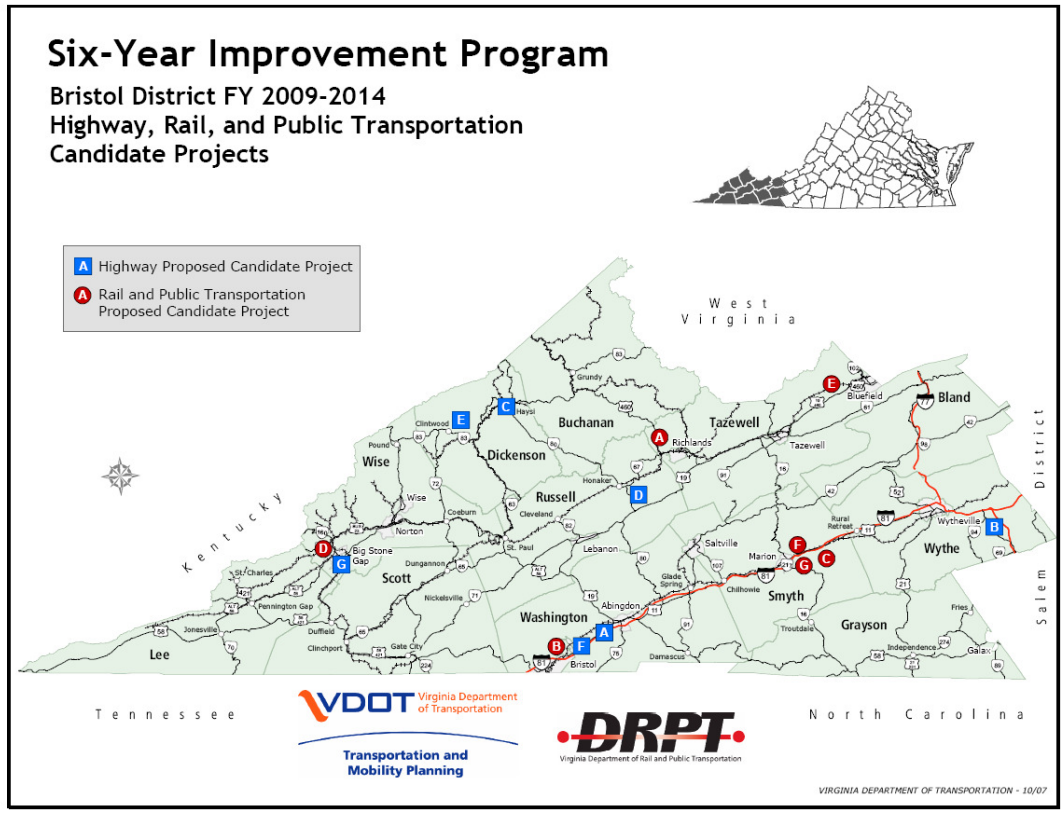
- The meetings represent the Commonwealth Transportation Board's responsibility for the allocation of financial resources for transit, rail, and highway construction and maintenance

  – 332 citizens or government representatives attended the meetings
  – Both DRPT and VDOT websites allow the public to comment on a continuous basis throughout the year

What We Heard

Bristol District

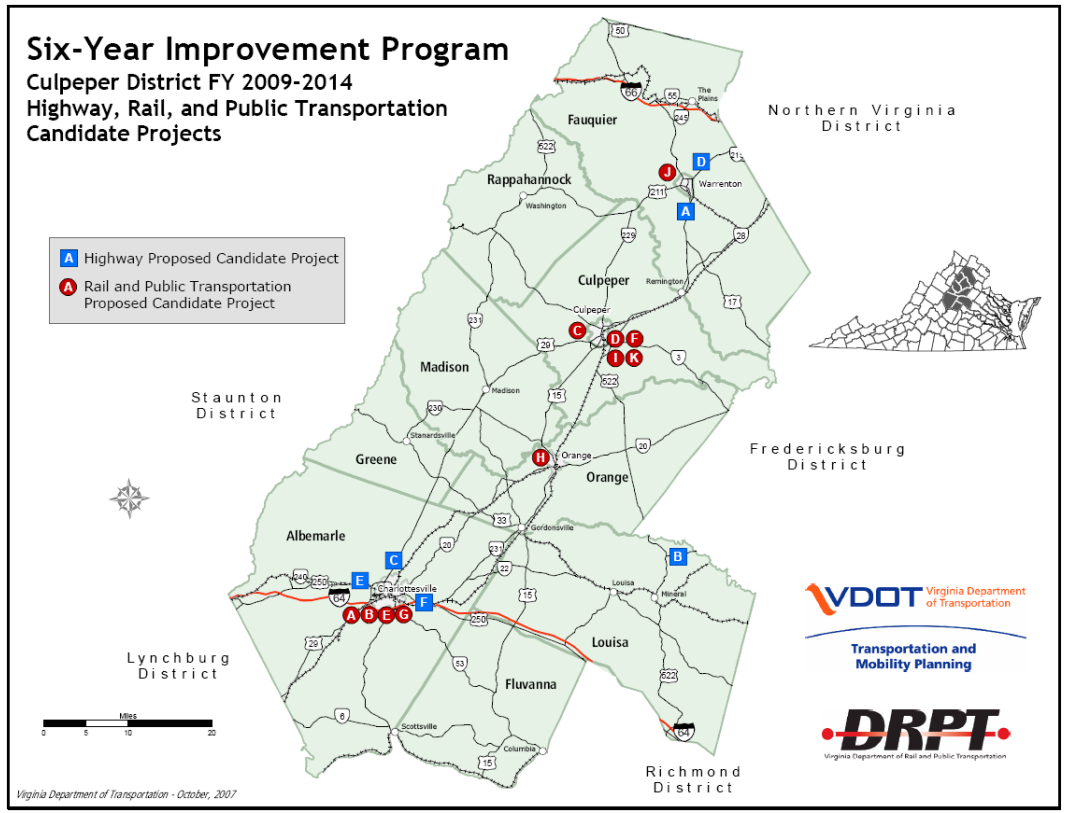
- Improvements to I-81 (Exit 17)
- Coalfields Expressway
- Passenger rail service
- Route 460 Connector
- Transit service in Dickenson County
- Freight rail improvements along I-81



What We Heard

Culpeper District

- **Appreciate VDOT's efforts to work with local officials and find creative ways to advance projects**
- **Need to enhance the integration of land use and transportation planning through state and local partnerships**
- **Incorporate a multimodal perspective that includes the expansion of public transit, park and ride lots, and bike and pedestrian facilities**
- **Utilize funding initiatives that create a local investment in transportation such as revenue sharing and proffers**



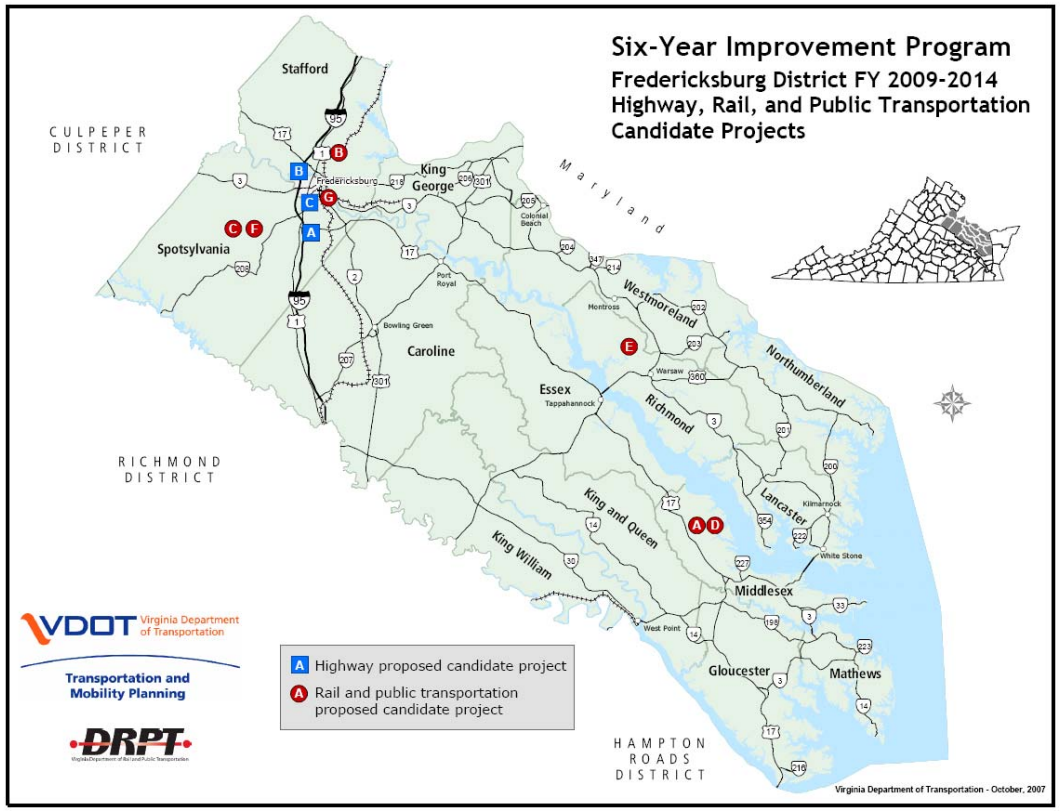
- **Focus on projects that increase highway safety**
- **Explore advancement of the Route 29/666 Interchange**

- **Regional transit authority**
- **Expand transit service**
- **Intercity passenger rail improvements**

What We Heard

Fredericksburg District

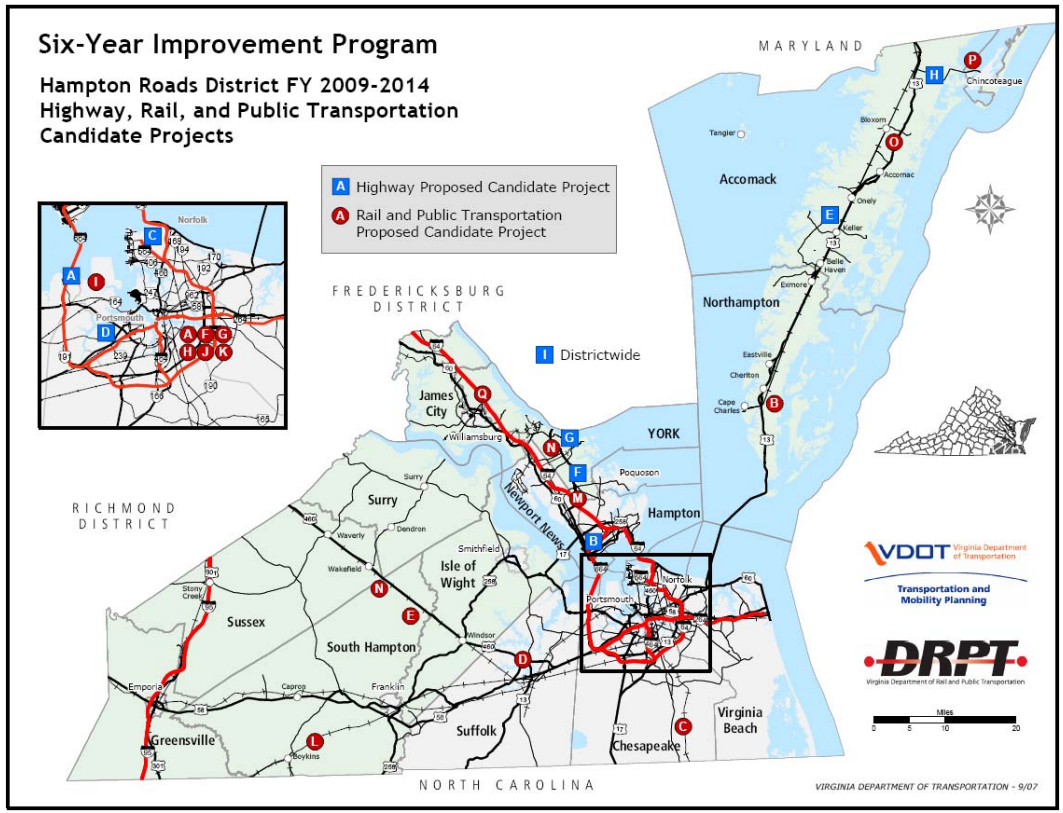
- Appreciate VDOT for professionalism, quick response on bridge inspections, and staying on-time and on-budget with projects
- Concern over condition of the Norris Bridge and support for its replacement (Route 3 Middlesex/Lancaster)
- Desire to alternate location of the District's Fall Transportation Meeting between the Northern Neck and the urbanized area
- Expand rideshare programs and Bay Transit service



What We Heard

Hampton Roads District

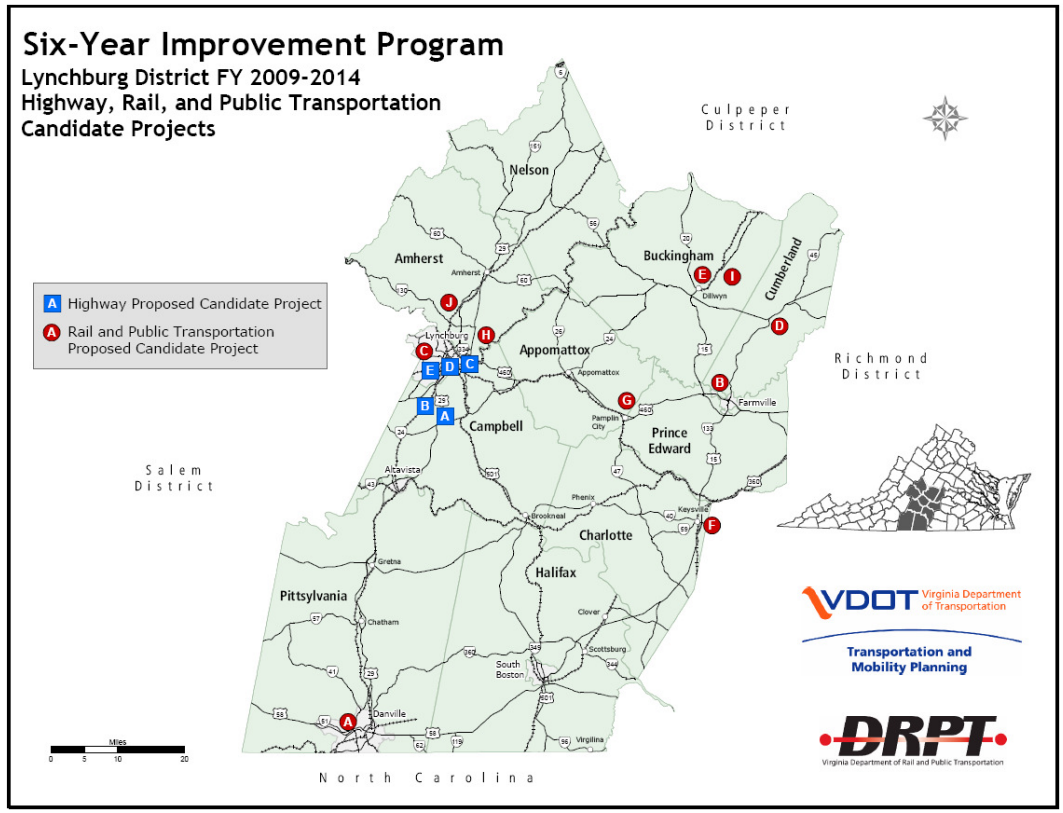
- Continue funding for existing projects
- Warwick Boulevard
- Jefferson Avenue
- Routes 58 and 460
- Midtown Tunnel
- Route 17 Dominion Boulevard
- Hampton Boulevard
- Intermodal Connector
- Martin Luther King Parkway
- Chincoteague Bridge
- Bicycle transportation
- Light rail (support and opposition)
- More transit and telework programs
- On-demand transit service



What We Heard

Lynchburg District

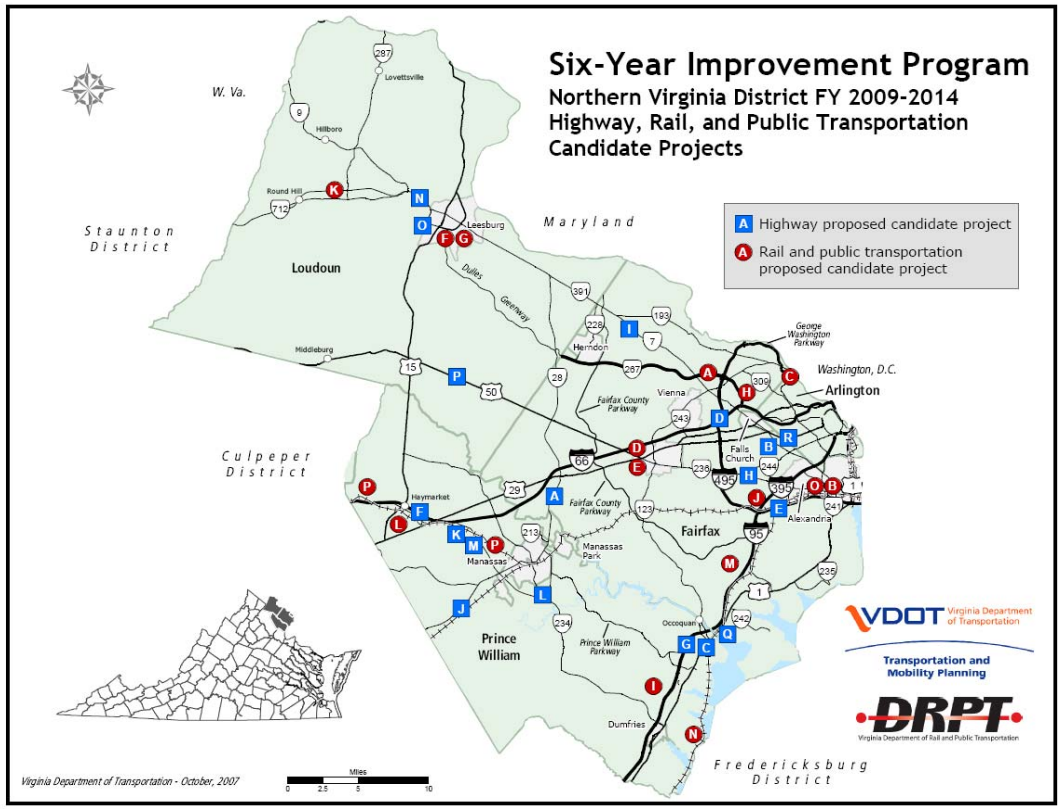
- Safety concerns on Route 24, 29, 29/460,151, 360 and 501
- Bridge replacement on Route US 360
- Need to complete the Route 29 Bypass around Charlottesville; Danville and Lynchburg portion completed
- Route 501 Corridor in Halifax County
- Intersection improvements along Route 29
- Passenger rail improvements



What We Heard

Northern Virginia District

- HOT lanes for I-95 and I-495
- I-66 widening
- Base Realignment and Closing (BRAC)
- Bike lanes
- Air pollution associated with transportation
- Transit initiatives including a streetcar system along Columbia Pike and Dulles rail
- Support the region's efforts to improve emergency preparedness of the current transportation system, including modernization of communications technology
- Assist with establishing priorities if additional funds become available
- Communication is key

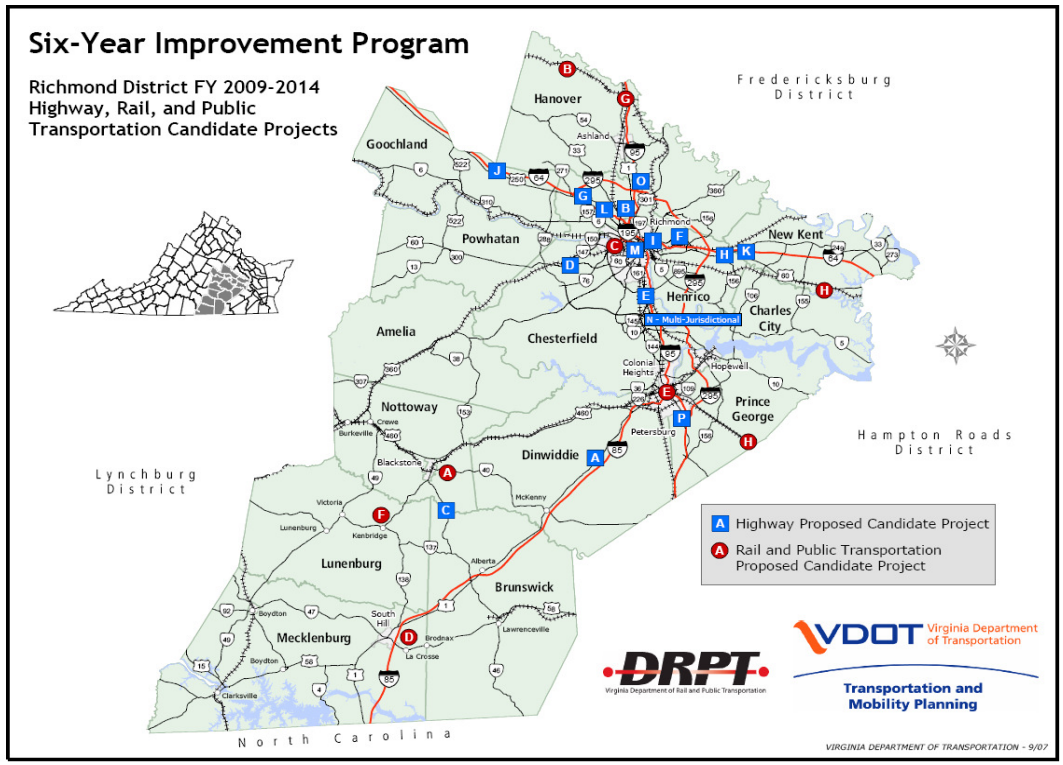


- VRE and Metro
- Transit capital/ operating funds
- Ridesharing programs
- Transit service expansion
- Third track in I-95 rail corridor

What We Heard

Richmond District

- Support for VDOT's funding and project priorities
- Huguenot Bridge construction to begin in 2010 keep funding in place or possibly allocate additional funds to advance construction
- I-95 Lewistown Road Interchange
- Route 360 Corridor in Hanover
- Short Pump traffic
- Need continued funding for public transportation
- Need pedestrian-friendly improvements in Henrico
- Light/high speed rail in New Kent

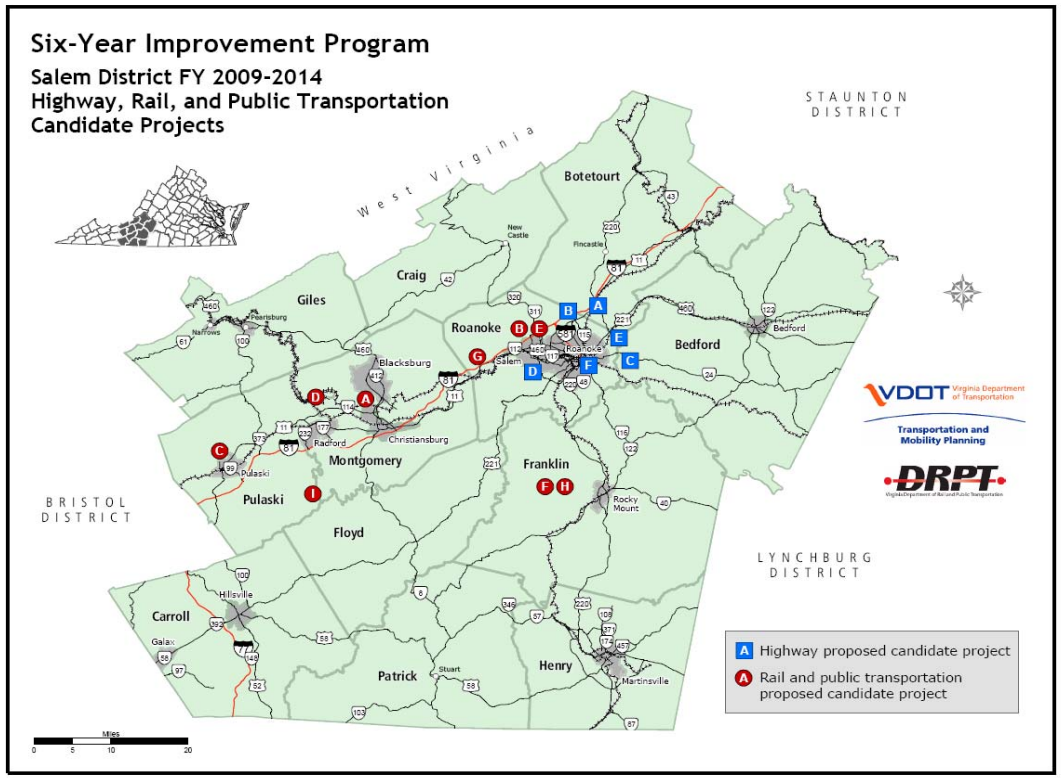


- Third track in I-95 rail corridor
- Main Street Station improvements
- Ridesharing and transit service expansion

What We Heard

Salem District

- I-81 Corridor improvements – widening and Exit 150 improvements
- Continued support for I-73
- Route 58 – 4 lane between Stuart and Hillsville and Hillsville bypass
- Widen Route 220 to the NC state line and safety improvements
- Reconstruction of Route 114, including replacing the bridge over the New River (currently closed)
- 4-lane Route 11/460 in Salem (due to detouring traffic when accidents occur on I-81)
- Intermodal facility in the Roanoke Valley

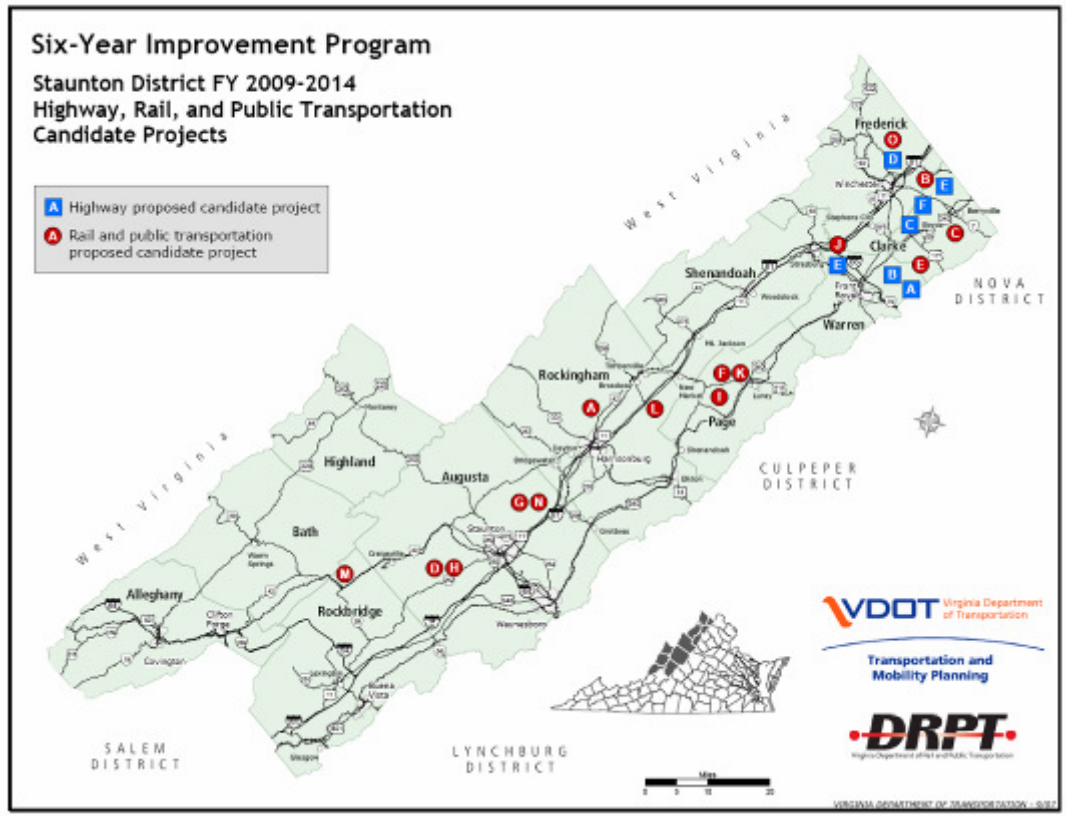


- I-81 rail corridor improvements
- Transit expansion
- Heartland Corridor
- Passenger rail service Bristol/Richmond/DC

What We Heard

Staunton District

- Appreciate level of funding provided in the FY2008 SYIP
- I-81 Corridor - develop alternatives for alleviating congestion; provide funding for rail and truck climbing lanes
- Use primary, secondary, and urban roads as alternate routes when accidents occur on I-81
- Need for truck routes to relieve traffic on Route 220
- Replacement and maintenance of bridges
- Safety and operational improvements
- Needs in high growth northern portion of district, including park and ride lots



- More passenger rail and transit service

Six-Year Planning & Programming Schedule Next Steps

- **For transit, the requests will be incorporated based on the applications received from transit operators as part of the programming process. Tentatively,**
  - **Operating Assistance should fund at least the FY 2008 42% level**
  - **Capital Assistance should fund about 60% based on last year's requests compared to 66% in FY 2008**
- **For rail, the requests will be incorporated based on applications received from rail applicants as part of the programming process. Tentatively,**
  - **Rail Enhancement Fund should fund at least the FY 2008 level of $23.5 million**
- **For highways, the requests outlined at the public meetings totaled greater than $20 billion**
  - **Staff are beginning the detailed project programming process for interstate and primary projects with CTB review set for January and February**

Six-Year Planning & Programming Schedule Next Steps

- **Funding Guidelines for all Modes Are:**
  - **Fund any completed project allocation deficits**
  - **Fund cost increases on projects and phases underway**
  - **Identify and review projects for acceleration**
  - **Identify and estimate cost of new projects using CTB member priorities**
    - **Safety**
    - **Bridges**
    - **Congestion**
    - **Alternative modes**
    - **System preservation**

Six-Year Planning & Programming Schedule Next Steps

January

- Programming drafts Interstate program based on Governor's introduced budget and VDOT's SYFP
- CTB members review Interstate program
- Application period open for rail, transit and commuter service grants (Due 2/1/08)

February

- Programming drafts the Primary program
- CTB members review draft Primary program
- Applications due for rail, transit and commuter service grants
- Programming drafts the Urban program

March

- Structure & Bridge, Traffic Engineering, Innovative Finance and Revenue Operations Divisions, and MPOs provide allocations for bridge, rail and safety, bond/TFRA/PTF, and CMAQ/RSTP for projects to Programming for draft SYIP
- Provide Draft SYIP to SYIP Executive Committee for review
- DRPT will have applications reviewed and develop a draft SYIP to review with CTB members

April

- Provide Draft SYIP to CTB at workshop and post on Internet for public comment
- CTB conducts multiple public hearings

Six Year Planning and Programming Schedule Next Steps

May

- Programming prepares final Interstate, Primary, Urban programs based on final allocations as determined by General Assembly actions
- CTB members review and provide input on final program

June

- Final SYIP submitted to CTB for action
- Adopted SYIP posted on Internet
- Summary reports are developed based upon the adopted SYIP

Statewide Transportation Improvement Program (STIP) Development Schedule

February

- Programming provides obligation information to attainment MPOs for TIPs

March

- Programming begins preparing obligation information for the rural areas (non-MPO) for the STIP

May

- Air Quality Conformity approval by FHWA/FTA/EPA
- Public Involvement for STIP (part of SYIP public hearings) concluded
- MPOs conduct public involvement on TIPs

June

- FY 09-12 TIPs approved by MPOs and submitted to VDOT

July

- STIP submitted to FHWA/FTA for approval

September

- FHWA/FTA approval of STIP
- Approved STIP posted to Internet

Revenue Outlook for Next Six Years

- Like the overall economy, transportation revenue outlook has slowed since last year's financial plan
  - State revenue collections on a year-to-date basis, up 6.6% compared to forecasted growth of 7.4% for FY 2008

- The November 2007 revenue estimate for the current and next six years is down $387 million
  - Motor fuels tax revenue estimates have been reduced, largely due to record high fuel cost
  - Motor vehicle sales and use tax revenue estimates are down as high energy prices are affecting sales of large SUVs and pickup trucks and weaker employment trends are dampening the need for vehicles
  - The transportation portion of the state retail sales and use tax revenues is also expected to be reduced
  - The Governor's biennial budget will reflect these changes in the revenue estimates

Revenue Outlook for Next Six Years

- **Forecasted changes in revenue estimate**

(amounts in millions)

	2008	2009	2010	2011	2012	2013	2014	Total
HMOF	$ (26.3)	$ (37.9)	$ (45.3)	$ (50.5)	$ (50.8)	$ (19.4)	$ (6.2)	$ (236.4)
TTF	$ (28.7)	$ (33.4)	$ (26.3)	$ (23.3)	$ (26.9)	$ (16.5)	$ 4.9	$ (150.2)
Total	$ (55.0)	$ (71.3)	$ (71.6)	$ (73.8)	$ (77.7)	$ (35.9)	$ (1.3)	$ (386.6)

- **Impact felt in the state construction formula allocations; average reduction of 16% per year with overall construction program reduction averaging 5% a year**
- **Transit funding will be reduced approximately $13 million in FY 2009 and a total of $49 million over the Six Year Improvement Program.**
- **Rail funding is flat**

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