



COMMONWEALTH of VIRGINIA
Office of the
SECRETARY of TRANSPORTATION

Transportation Revenue Update

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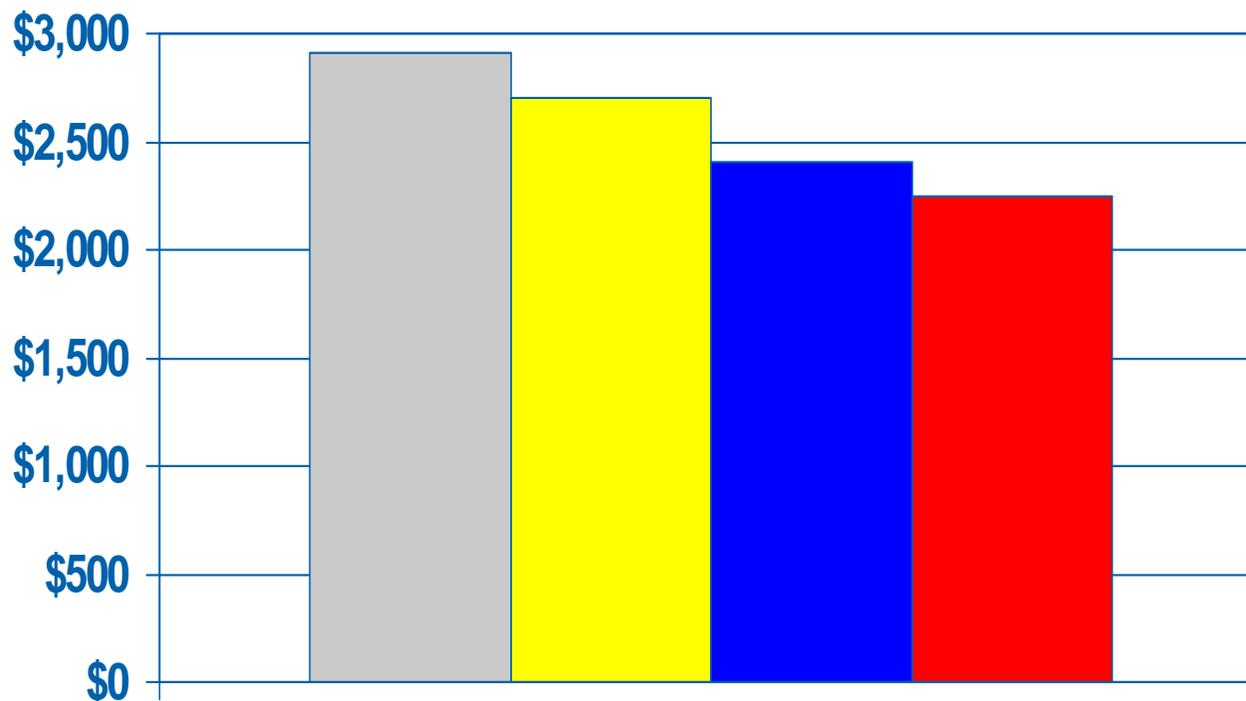
Virginia Department of Rail and Public Transportation



Transportation Revenue Forecast Reductions (Six Year Estimates)

| | |
|----------------------|-----------------------------|
| Spring 2008 | \$1.1 billion |
| February 2009 | \$2.6 billion |
| August 2009 | <u>\$0.9 billion</u> |
| | \$4.6 billion |

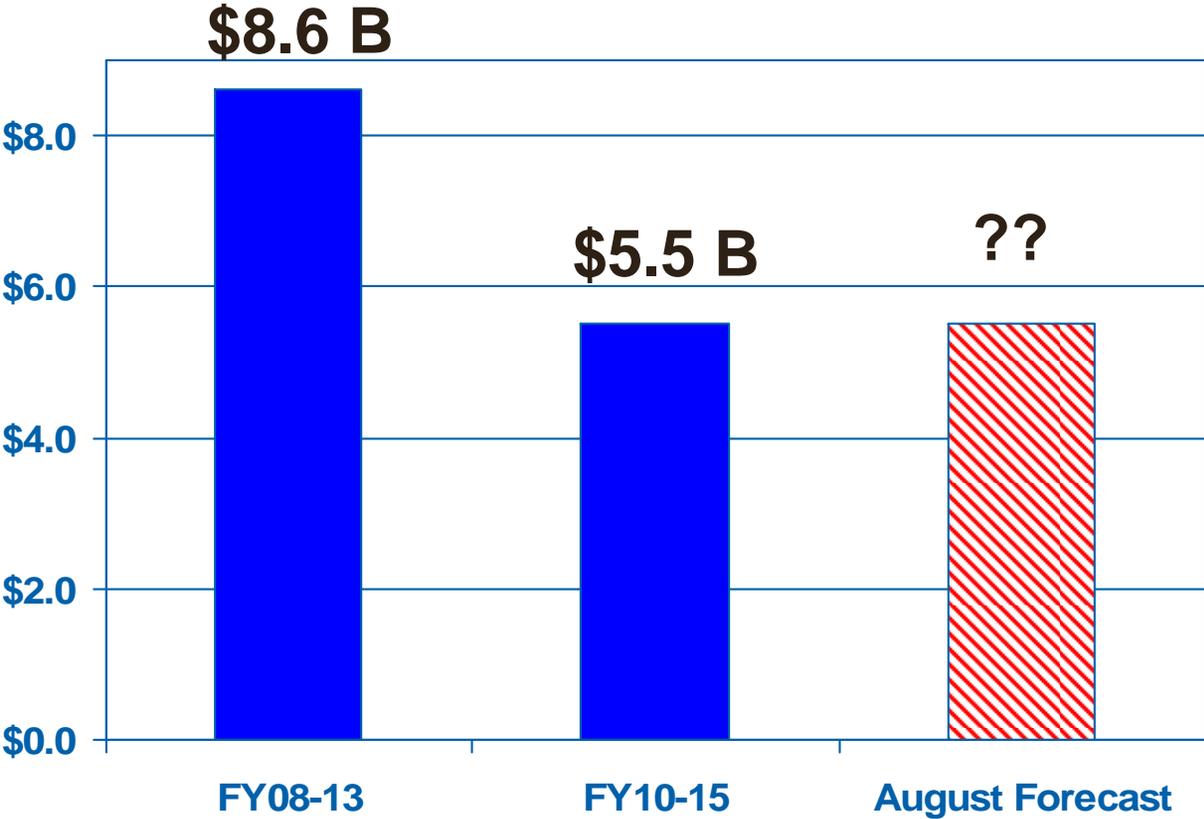
FY2010 Commonwealth Transportation Fund State Revenue Forecast (figures in millions)



**Since 2008 the
FY10 state
revenue
forecast has
decreased by
22.7% or \$661
million.**

■ Official 2008 ■ Official 2009 ■ Revised 2009 ■ August Revision

Comparison of FY08 Highway SYIP and FY10 Highway SYIP (figures in millions)*



Highway portion of the FY10-15 SYIP is 36% less than the highway portion of the FY08-13 SYIP

* Figures do not include federal construction funds used for maintenance or the federal revenue reserve

Spring 2008 Reductions

- **Maintain**
 - Federal match
 - 4% maintenance growth
 - Transit/rail capital (HB3202 bonds)
- **Eliminate**
 - \$1.1 billion in projects from program
 - 44% reduction in primary, secondary and urban formula funds

February 2009 Reductions and VDOT Blueprint

- **\$2 billion in highway construction projects cancelled**
- **Eliminate all state and federal funds flowing through primary, secondary and urban formulas**
- **Reduce VDOT employees by 1,000 full-time and 450 part-time**
- **Close at least 1/3 of VDOT residencies, equipment shops and rest areas**
- **Reduce maintenance growth to 3%, including local maintenance payments**
- **Maintain federal match**
- **Maintain transit/rail capital (HB3202 bonds)**

Potential Agency Reductions – August 2009 Forecast (Six Year Estimates)

| | |
|-------------|----------------------|
| DRPT | \$97 million |
| VDOT | \$751 million |
| VPA | \$22 million |
| DOAV | \$13 million |

Potential VDOT Reductions – August 2009 Forecast

- Further reduce maintenance and operations at VDOT
- Further reduce VDOT staffing and/or service contracts
- Forego federal funds for bridge, highway and transit capital improvements (80% federal - 20% state)
- Further reduce payments to localities that maintain their own roads
- Uncertainty in federal revenues could result in additional impacts
 - August 2008 federal transfer
 - August 2009 federal transfer

Commonwealth Transportation Fund

Revised June FY 2010- 2015 Forecast (Preliminary)

(amounts in millions)

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | Total |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|------------------------|
| State Transportation Revenues | | | | | | | |
| HMO | \$1,260.3 | \$1,289.5 | \$1,325.3 | \$1,366.7 | \$1,401.0 | \$1,428.0 | \$8,070.8 |
| TTF net interest | 795.4 | 805.5 | 838.1 | 881.4 | 928.1 | 966.9 | 5,215.4 |
| PTF (From TTF) | 149.1 | 148.2 | 154.0 | 162.1 | 170.5 | 170.5 | 954.4 |
| Local and Other Revenues | <u>367.5</u> | <u>271.7</u> | <u>242.0</u> | <u>224.4</u> | <u>221.1</u> | <u>218.7</u> | <u>1,545.4</u> |
| Total | <u>2,572.3</u> | <u>2,514.9</u> | <u>2,559.4</u> | <u>2,634.6</u> | <u>2,720.7</u> | <u>2,784.1</u> | <u>15,786.0</u> |
| Original FY 2010 Revenues | 2,728.2 | 2,687.9 | 2,714.5 | 2,778.3 | 2,843.5 | 2,916.8 | 16,669.2 |
| Difference | (155.9) | (173.0) | (155.1) | (143.7) | (122.8) | (132.7) | (883.2) |
| Federal Revenues | 919.8 | 901.7 | 907.7 | 913.8 | 919.8 | 925.9 | 5,488.8 |
| Federal Contingency/Reserve | <u>(85.2)</u> | <u>(85.7)</u> | <u>(86.2)</u> | <u>(86.8)</u> | <u>(87.3)</u> | <u>(87.8)</u> | <u>(519.0)</u> |
| Total Revenues (Net Federal Contingency/Reserve) | <u>3,406.9</u> | <u>3,330.9</u> | <u>3,380.9</u> | <u>3,461.5</u> | <u>3,553.3</u> | <u>3,622.2</u> | <u>20,755.7</u> |
| Other Financing Sources | | | | | | | |
| Capital Improvement Bonds | <u>206.1</u> | <u>240.8</u> | <u>212.4</u> | <u>207.8</u> | <u>208.3</u> | <u>146.6</u> | <u>1,222.1</u> |
| Total Revenues and Other Financing Sources | \$3,613.0 | \$3,571.7 | \$3,593.3 | \$3,669.4 | \$3,761.6 | \$3,768.9 | \$21,977.8 |
| Original FY 2010 Revenues | \$3,768.9 | \$3,744.7 | \$3,748.4 | \$3,813.1 | \$3,884.4 | \$3,901.6 | \$22,861.0 |
| Difference | (\$155.9) | (\$173.0) | (\$155.1) | (\$143.7) | (\$122.8) | (\$132.7) | (\$883.2) |

August 2009 Revenue Update

| Changes to the Commonwealth Transportation Fund | | | | | | | |
|---|-------------|-------------|-------------|------------------------------------|-------------|-------------|-------------------|
| June Standard Forecast | | | | | | | |
| (\$ millions) | | | | | | | |
| Fiscal Years 2010 - 2015 | | | | | | | |
| <u>Source</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> | <i>Fiscal Years</i> <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>6-yr Total</u> |
| Motor Fuels Tax | (23.6) | (12.7) | (2.8) | (6.4) | (8.6) | (16.4) | (70.5) |
| Motor Vehicle Sales Tax | (83.7) | (86.0) | (72.9) | (59.9) | (42.6) | (35.0) | (380.1) |
| Retail Sales Tax | (50.6) | (66.4) | (69.3) | (67.7) | (62.5) | (62.6) | (379.1) |
| All Other | 2.0 | (7.9) | (10.1) | (9.7) | (9.1) | (18.7) | (53.5) |
| | | | | | | | |
| Total Highway Maintenance Fund | (66.7) | (59.6) | (41.6) | (35.6) | (26.1) | (28.4) | (258.0) |
| Total Transportation Trust Fund | (89.2) | (113.4) | (113.5) | (108.1) | (96.7) | (104.3) | (625.2) |
| | | | | | | | |
| Total Commonwealth Transportation Fund* | (155.9) | (173.0) | (155.1) | (143.7) | (122.8) | (132.7) | (883.2) |



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