

General Fund Dollars Spent on Transportation

Other than the one-half cent sales tax that is deposited directly to the Transportation Trust Fund, there are two statutory provisions that direct an annual general fund appropriation for transportation:

- Route 58 Corridor Development Program: Section 58.1-815 provides that the first \$40 million of state recordation taxes shall be deposited to the U.S. Route 58 Corridor Development Fund.
 - For Fiscal Year 2003, the Appropriation Act provides that the \$40 million will be made up of \$26.9 million in general funds representing recordation tax collections, and \$13.1 million from Highway Maintenance and Operating Funds that were reallocated from administrative projects during the reconvened session.
 - For Fiscal Year 2004, \$40 million from recordation tax collections are scheduled to be deposited to the U.S. Route 58 Corridor Development Fund.
- Priority Transportation Fund: One-third of insurance license taxes on insurance premiums [See SB 33 and HB 608; (2000)].
 - \$113.6 million in General Fund revenue has been appropriated to the Priority Transportation Fund in Fiscal Year 2003. \$106.5 million of this amount represents one-third of insurance license taxes. The remaining \$7.1 million is for debt service payments on Virginia Federal Highway Reimbursement Anticipation Notes (FRANs).
 - In Fiscal Year 2004, \$32.9 million in General Funds have been appropriated to the Priority Transportation Fund for debt service on FRANs.