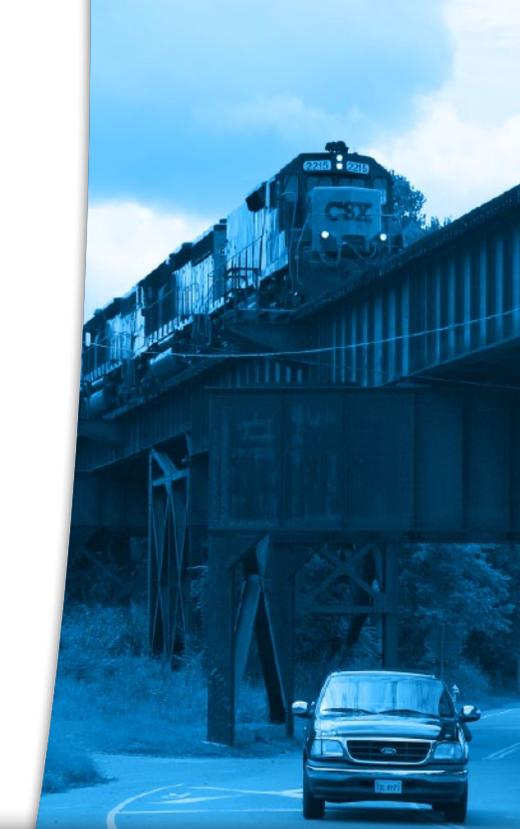


Fiscal Year 2011-2012

Commonwealth Transportation Fund Budget
June 2011



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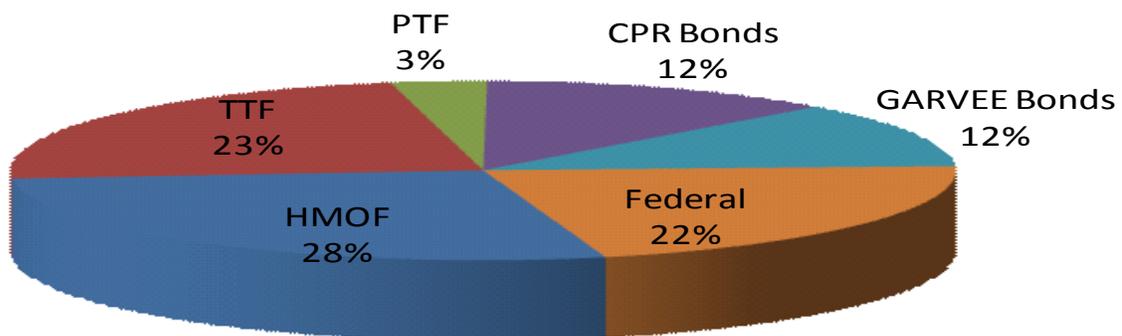
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The Fiscal Year 2012 budget for the Commonwealth Transportation Fund (CTF) identifies the estimated revenues and the distribution of the revenues to the related transportation agencies and programs. It is based on the most recent official state revenue forecast from December 2010 and estimated federal funding. The CTF Budget for FY 2012 totals \$5,273,149,581, a 41% increase from the FY 2011 Budget.

The CTF receives revenues from dedicated state and federal sources. The major state revenues are based on the Virginia's official revenue forecast developed by the Department of Taxation. The federal revenues from the Federal Highway Administration and the Federal Transit Administration are estimated by the Virginia Department of Transportation (VDOT) and the Virginia Department of Rail and Public Transportation (DRPT).

The CTF Budget includes the proceeds and related allocations of the bonds planned to be issued in FY 2012 related to Governor McDonnell's Omnibus Transportation Funding Bill. The bond proceeds are the main driver for the increase over the FY 2011 budget. The planned bond proceeds are from the second of three planned \$600 million CPR issues and \$48.6 million received from the premium from the previous sales. It also includes the proceeds of \$623 million from direct GARVEEs, the first issue supporting the \$1.1 billion of direct GARVEEs anticipated over three years. The bond proceeds will support projects identified in the Six-Year Improvement Program.

**Commonwealth Transportation Fund
Total Revenues FY 2011-2012**

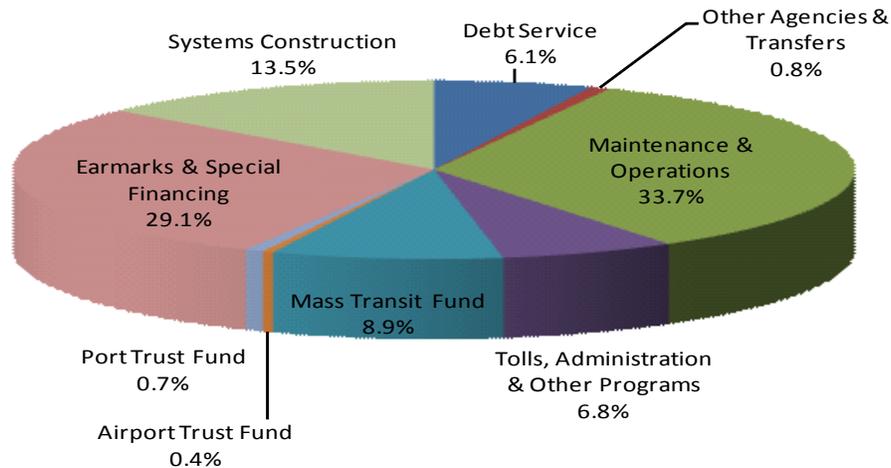


| | |
|---|------------------------|
| Highway Maintenance and Operating Fund | \$1,460,057,193 |
| Transportation Trust Fund | 1,229,520,238 |
| Priority Transportation Fund | 173,974,103 |
| CPR Bonds | 648,579,985 |
| GARVEE Bonds | 623,305,000 |
| Federal Fund | 1,137,713,062 |
| TOTAL | \$5,273,149,581 |

The revenues are dedicated to specific funds within the CTF. The revenues for the Highway Maintenance and Operating Fund (HMOF) support highway maintenance, operations and administration. The Priority Transportation Fund (PTF) revenues are dedicated to debt service on the Federal Highway Reimbursement Anticipation Notes (FRANs) and the Commonwealth of Virginia Transportation Capital Projects Bonds. Federal revenues are used for their defined purposes to support construction, maintenance or transit.

The Transportation Trust Fund revenues are distributed by formula, as defined by the Code of Virginia, to the Construction Fund, the Mass Transit Fund, the Airport Fund and the Port Fund. The 78.7% distributed to the Construction Fund is managed by VDOT. The 14.7% provided to the Mass Transit Fund supports transit operations, capital and special programs and are managed by the DRPT. The Airport Fund's 2.4% is provided to the Aviation Board and 4.2% to the Port Fund is managed by the Virginia Port Authority.

**Commonwealth Transportation Fund
Total Recommended Distribution of Revenues FY 2011-2012**



| | |
|---|------------------------|
| Debt Service | \$321,699,460 |
| Other Agencies & Transfers | 40,746,451 |
| Maintenance & Operations | 1,779,134,010 |
| Tolls, Administration & Other Programs | 356,764,832 |
| Mass Transit Fund | 466,900,654 |
| Airport Trust Fund | 21,705,180 |
| Port Trust Fund | 37,403,215 |
| Earmarks & Special Financing | 1,536,938,088 |
| Systems Construction | 711,857,691 |
| GRAND TOTAL RECOMMENDED DISTRIBUTIONS | \$5,273,149,581 |



| STATE REVENUE SOURCES | FY 2011 | FY 2012 | Increase (Decrease) |
|--|------------------------|------------------------|--------------------------------|
| Highway Maintenance & Operating Fund (HMOF) | | | |
| State Revenue | \$1,321,191,076 | \$1,434,678,959 | \$113,487,883 |
| Other | 12,326,655 | 25,378,234 | 13,051,579 |
| Total HMOF | 1,333,517,731 | 1,460,057,193 | 126,539,462 |
| Transportation Trust Fund (TTF) | | | |
| Special Session Revenue | 822,600,000 | 935,200,000 | 112,600,000 |
| Interest Earnings | 23,410,311 | 22,244,954 | (1,165,357) |
| Toll Facilities | 30,034,633 | 28,949,384 | (1,085,249) |
| Local Revenue Sources | 59,782,081 | 103,172,651 | 43,390,570 |
| CPR Bonds | 230,971,899 | 600,000,000 | 369,028,101 |
| Net Premiums from Previous Sales | 0 | 48,579,985 | 48,579,985 |
| GARVEE Bonds | 0 | 623,305,000 | 623,305,000 |
| Other Trust Fund Revenue | 102,520,352 | 139,953,249 | 37,432,897 |
| Total TTF | 1,269,319,276 | 2,501,405,223 | 1,232,085,947 |
| Priority Transportation Fund (PTF) | | | |
| State Revenue | 148,200,000 | 169,270,057 | 21,070,057 |
| Other | 4,385,000 | 4,704,046 | 319,046 |
| Total PTF | 152,585,000 | 173,974,103 | 21,389,103 |
| TOTAL STATE REVENUES | \$2,755,422,007 | \$4,135,436,519 | \$1,380,014,512 |
| Federal Funding Sources | | | |
| Federal Highway Administration (FHWA) | 948,889,110 | 1,060,575,898 | 111,686,788 |
| Federal Rail Administration (FRA) | 0 | 45,508,000 | 45,508,000 |
| Federal Transit Administration (FTA) | 31,745,397 | 31,629,164 | (116,233) |
| Total Federal Funding | \$980,634,507 | \$1,137,713,062 | \$157,078,555 |
| TOTAL COMMONWEALTH TRANSPORTATION FUNDS | \$3,736,056,514 | \$5,273,149,581 | \$1,537,093,067 |

| DISTRIBUTION OF REVENUE SOURCES | FY 2011 | FY 2012 | Increase (Decrease) |
|--|----------------------|----------------------|--------------------------------|
| Debt Service | | | |
| Toll Facilities Debt | \$9,498,100 | \$7,116,342 | (\$2,381,758) |
| No. Va. Transportation District | 34,488,518 | 34,496,518 | 8,000 |
| Oak Grove Connector | 2,226,750 | 2,229,750 | 3,000 |
| Route 28 | 7,528,835 | 7,529,625 | 790 |
| Route 58 | 51,369,488 | 51,364,988 | (4,500) |
| GARVEE Bonds | 0 | 44,988,134 | 44,988,134 |
| FRAN and CPR Bonds | 152,585,000 | 173,974,103 | 21,389,103 |
| Total Debt Service | 257,696,691 | 321,699,460 | 64,002,769 |
| Other Agencies & Transfers | | | |
| Trust Fund Management | 3,109,256 | 3,109,256 | 0 |
| Support to Other State Agencies (excl. DRPT) | 32,879,632 | 37,099,630 | 4,219,998 |
| Indirect Costs | 532,540 | 537,565 | 5,025 |
| Total State Agencies | 36,521,428 | 40,746,451 | 4,225,023 |
| Maintenance & Operations | | | |
| Highway System Maintenance | 1,345,265,474 | 1,412,550,772 | 67,285,298 |
| Financial Assist. to Localities for Ground Trans. - Cities | 306,038,172 | 318,241,699 | 12,203,527 |
| Financial Assist. to Localities for Ground Trans. - Counties | 46,269,449 | 48,341,539 | 2,072,090 |
| Total Maintenance & Operations | 1,697,573,095 | 1,779,134,010 | 81,560,915 |
| Tolls, Administration & Other Programs | | | |
| Ground Transportation System Planning & Research | 38,924,410 | 62,364,943 | 23,440,533 |
| Environmental Monitoring & Compliance | 10,364,773 | 9,760,940 | (603,833) |
| Administrative & Support Services | 217,440,499 | 215,656,062 | (1,784,437) |
| Program Management & Direction | 40,043,841 | 23,860,774 | (16,183,067) |
| Toll Facilities Operations | 41,557,793 | 42,622,113 | 1,064,320 |
| Capital Outlay | 2,500,000 | 2,500,000 | 0 |
| Total Tolls, Administration & Other Programs | 350,831,316 | 356,764,832 | 5,933,516 |

| DISTRIBUTION OF REVENUE SOURCES | FY 2011 | FY 2012 | Increase (Decrease) |
|--|--------------------|--------------------|--------------------------------|
| Mass Transit Fund | | | |
| Share of Special Session Funds (14.7%) | \$114,136,254 | \$129,754,248 | \$15,617,994 |
| Surface Transportation Program (7%) | 16,645,257 | 17,400,179 | 754,922 |
| Equity Bonus (13%) | 10,376,478 | 10,364,683 | (11,795) |
| Federal Transit Authority (FTA) | 31,745,397 | 31,629,164 | (116,233) |
| Rail Continuation Assistance | 0 | 45,508,000 | 45,508,000 |
| CMAQ (w/o. State Match) | 9,104,256 | 11,009,490 | 1,905,234 |
| STP Regional (w/o State Match) | 8,767,021 | 8,479,966 | (287,055) |
| Rail Fund | 20,025,000 | 27,675,000 | 7,650,000 |
| Interest Earnings | 2,873,974 | 1,590,000 | (1,283,974) |
| Fairfax County Local Funds | 50,000,000 | 50,000,000 | 0 |
| Unobligated Balance (Rail) | 1,760,000 | 1,974,666 | 214,666 |
| Transit Capital Bonds | 40,000,000 | 69,715,997 | 29,715,997 |
| Rail Bonds | 8,600,000 | 14,988,939 | 6,388,939 |
| Recordation Taxes for Transit Operating | 22,300,000 | 23,100,000 | 800,000 |
| Other | 22,056,552 | 7,290,157 | (14,766,395) |
| Subtotal Mass Transit Fund-Direct Support | 358,390,189 | 450,480,489 | 92,090,300 |
| Mass Transit Fund-Support from Construction | 11,427,078 | 10,672,363 | (754,715) |
| Mass Transit Fund-Support from HMOF | 5,898,735 | 5,747,802 | (150,933) |
| Subtotal Mass Transit Support from Highways | 17,325,813 | 16,420,165 | (905,648) |
| Total Mass Transit Fund | 375,716,002 | 466,900,654 | 91,184,652 |
| Airport Trust Fund | | | |
| Share of Special Session Funds (2.4%) | 18,634,491 | 21,184,367 | 2,549,876 |
| Interest Earnings | 468,538 | 520,813 | 52,275 |
| Total Airport Trust Fund | 19,103,029 | 21,705,180 | 2,602,151 |
| Port Trust Fund | | | |
| Share of Special Session Funds (4.2%) | 32,610,358 | 37,072,642 | 4,462,284 |
| Interest Earnings | 527,572 | 330,573 | (196,999) |
| Federal Earmarks & Match & Other | 1,900,000 | 0 | (1,900,000) |
| Total Port Trust Fund | 35,037,930 | 37,403,215 | 2,365,285 |

| DISTRIBUTION OF REVENUE SOURCES | FY 2011 | FY 2012 | Increase (Decrease) |
|---|-------------------------|-------------------------|--------------------------------|
| Earmarks & Special Financing | | | |
| Hwy. Sys. Acq.& Constr.- Dedicated & Statewide Constr. | \$291,531,385 | \$1,472,789,858 | \$1,181,258,473 |
| Hwy. Sys. Acq.& Constr.- Trans. Partnership Opportunity Fund | 387,942 | 51,016,991 | 50,629,049 |
| Financial Assist. to Localities for Ground Trans. - Other | 14,842,241 | 13,131,239 | (1,711,002) |
| Total Earmarks & Special Financing | 306,761,568 | 1,536,938,088 | 1,230,176,520 |
| Systems Construction | | | |
| Interstate System | 306,041,330 | 314,011,405 | 7,970,075 |
| Primary System | 221,458,401 | 233,348,661 | 11,890,260 |
| Secondary System | 64,669,474 | 66,365,164 | 1,695,690 |
| Urban System | 64,646,250 | 98,132,461 | 33,486,211 |
| Total Systems Construction | 656,815,455 | 711,857,691 | 55,042,236 |
| <i>DISTRIBUTION OF COMMONWEALTH TRANSPORTATION FUNDS</i> | \$3,736,056,514 | \$5,273,149,581 | \$1,537,093,067 |
| <i>Agency Funding Summary:</i> | | | |
| <i>VDOT</i> | \$3,324,044,803 | \$4,763,560,697 | \$1,439,515,894 |
| <i>Less Support to DRPT & Ports</i> | (17,845,250) | (16,420,165) | 1,425,085 |
| <i>VDOT (Net)</i> | 3,306,199,553 | 4,747,140,532 | 1,440,940,979 |
| <i>DRPT</i> | 375,716,002 | 466,900,654 | 91,184,652 |
| <i>Ports</i> | 35,037,930 | 37,403,215 | 2,365,285 |
| <i>Aviation</i> | 19,103,029 | 21,705,180 | 2,602,151 |
| <i>Grand Total</i> | \$ 3,736,056,514 | \$ 5,273,149,581 | \$ 1,537,093,067 |