

Transportation

Proposed Adjustments as Introduced				
(\$ in millions)				
	FY 2013 Proposed		FY 2014 Proposed	
	<u>GF</u>	<u>NGF</u>	<u>GF</u>	<u>NGF</u>
2012-14 Base Budget, Ch. 890	\$69.0	\$4,466.1	\$69.0	\$4,466.1
Proposed increases	4.0	489.1	0.0	627.7
Proposed decreases	(28.0)	(18.0)	(28.0)	(236.5)
\$ Net Change	(24.0)	471.1	(28.0)	391.1
HB/SB 30, as Introduced	\$45.0	\$4,937.2	\$41.0	\$4,857.2
% Change	(34.8%)	10.5%	(40.6%)	8.8%
FTEs	0.0	9,798.00	0.0	9,798.00
Change in Positions	0.0	1.00	0.0	1.00

Note: FY 2012 GF amount is inflated due to biennial cash flow of Route 58 funding. An additional \$28.0 million provided in FY 2012 to offset a \$28.0 million reduction in FY 2011. Actual base is \$41.0 million.

- **Secretary of Transportation**
 - *Provide One-time Funding for Launch Pad Improvements.* Provides \$4.0 million GF in the first year for final improvements to complete the new launch pad at the Mid-Atlantic Regional Spaceport at NASA's Wallops Flight Facility. It is anticipated that legislation introduced in the 2012 Session will address the longer-term operating needs and organization of the Virginia Commercial Space Flight Authority.

- **Department of Motor Vehicles**
 - *Reduce Rental Tax Appropriation to Reflect Shift to Department of Taxation.* Reduces the NGF appropriation for the Motor Vehicle Rental Tax by \$18.0 million in the first year and \$33.0 million in the second year to reflect a transfer in the collection and disbursement of these funds from DMV to the Department of Taxation.
 - *Adjust Nongeneral Fund Fee Structure to Provide Sufficient Revenue to Support Agency Operations.* Includes language authorizing the increase in three Department of Motor Vehicle fees to allow the agency to recover the costs

associated with processing these transactions and provide sufficient support for its operating costs. The three fee increases authorized are: 1) instituting a \$10 charge for all replacement and supplemental vehicle titles, 2) setting the fee for limited duration and replacement driver's licenses at a minimum of \$20.00; and, 3) establishing a \$10.00 late charge on vehicle registration renewals received after the deadline. This change will further offset costs by improving compliance and generate revenue to offset the cost of increased customer traffic in the first week of each month caused by in-person delinquent registration renewals. In combination, these fees are anticipated to generate \$9.9 million NGF each year. They are intended to help address the revenue "cliff" DMV faces because of the drop-off in driver's license revenues in FY 2014 resulting from the actions previously taken to extend drivers licenses from five to eight years.

Proposed DMV Fees (Revenue in millions \$ NGF)			
	<u>Current Fee</u>	<u>Proposed Fee</u>	<u>Revenue</u>
Late Fee on Registration Renewals	\$0.00	\$10.00	\$3.8
Replacement & Supplemental Titles	0.00	10.00	1.4
Minimum Driver's License Fee	4.00	20.00	0.8
Replacement Driver's License Fee	<u>10.00</u>	<u>20.00</u>	<u>3.9</u>
Total Revenues			\$9.9

- **Department of Rail and Public Transportation**

- *Authorize CTB to Utilize Rail Enhancement Funds To Support Passenger Rail Operating Costs.* Authorizes the Commonwealth Transportation Board to transfer up to \$6.7 million in the first year and \$19.4 million in the second year from the Rail Enhancement Fund (REF) to the Intercity Passenger Rail and Capital and Operating Fund to support the operating costs of the extended Amtrak services to Lynchburg and Richmond to D.C. Although the General Assembly created a passenger rail operating fund as part of Chapter 830 of the 2011 Acts of Assembly, no revenue was identified to support these activities. The provisions of the Rail Enhancement Fund limit its uses to capital purposes and also require a 30 percent nonstate match for grants. The department indicates that this action can be supported short-term by delaying projects programmed with REF monies that are not ready to move forward.
- *Authorize CTB to Utilize Mass Transit Fund to Support I-95 Corridor Transportation Demand Management Projects.* Authorizes the Commonwealth Transportation Board to utilize funds off-the-top of the Commonwealth Mass

Transit Fund to fund transit and transportation demand management projects on the I-95 corridor. These improvements are required as part of the public-private agreement to construct the I-95 HOT lanes in Northern Virginia.

- **Department of Transportation**

- *Reflect Proposed Phased Transfer of Additional One-Quarter Percent General Sales Tax Revenue to the Highway Maintenance and Operating Fund.* Provides an appropriation of \$54.4 million NGF in the first year and \$56.6 million NGF in the second year to support the additional 0.005 percent of the state sales tax that the Governor is recommending be redirected for transportation maintenance activities. Separate legislation will be introduced to increase the current 0.5 percent share of State Sales and Use Tax revenues to 0.75 percent over eight years with the amounts increasing from 0.005 percent up to 0.025 percent on a phased basis and the increased revenues dedicated to the Highway Maintenance Fund.
- *Adjust Appropriations to Reflect Base Budget Adjustments and Adopted FY 2012-2017 Six Year Financial Plan.* Increases the VDOT NGF appropriation by \$47.2 million in the first year and reduces it by \$231.5 million in the second year to reflect the assumptions included in the Commonwealth Transportation Board's Six Year Financial Plan adopted last June. These technical base adjustments include Route 58 and assumed federal apportionments as well as adjustments to debt service amounts on toll facilities to reflect actual debt service schedules.
- *Increase NGF Appropriation to Reflect FY 2012 Revenue Forecast Adjustments.* Contains a second series of nongeneral fund revenue adjustments to align the department's appropriation with the revised revenue forecast completed in November. In total, provides an additional \$339.5 million NGF in FY 2013 and \$550.7 million in FY 2014. The largest adjustments reflect increases in assumed Transportation Trust Fund collections of \$637.5 million over the biennium, the issuance of \$552.7 million of previously authorized GARVEE bonds, offset by reductions in HMOF funding.
- *Direct Waste Tire Trust Fund Revenue to HMOF.* Provides an appropriation of \$2.3 million NGF in each year of the biennium to reflect the deposit of revenues from the Waste Tire Trust Fund into the Highway Maintenance and Operating Fund. Previously these funds, derived from a \$0.50 charge on each disposed tire, were appropriated to the Department of Environmental Quality for the remediation of waste tire dumps.

- **Virginia Port Authority**

- *Provide Authorization for Capital Project to Expand the Leased APM Terminal.* Authorization is included in the Capital Section of the budget for the issuance of \$100.0 million of Port Terminal Revenue Bonds to support the construction of an addition to the leased APM terminal in Portsmouth and to expand the Norfolk International Terminal.