

Transportation

| Adopted Adjustments (\$ in millions) | | | | |
|---|------------------------|------------------|------------------------|------------------|
| | FY 2013 Adopted | | FY 2014 Adopted | |
| | <u>GF</u> | <u>NGF</u> | <u>GF</u> | <u>NGF</u> |
| 2012-14 Base Budget, Ch. 890 | \$41.0 | \$4,537.3 | \$41.0 | \$4,466.1 |
| \$ Net Change | 0.0 | 348.0 | 0.0 | 562.6 |
| Increases | 0.0 | 400.0 | 0.0 | 616.6 |
| Decreases | <u>0.0</u> | <u>(52.0)</u> | <u>0.0</u> | <u>(54.0)</u> |
| Chapter 3 (HB 1301, as Adopted) | \$41.0 | \$4,885.3 | \$41.0 | \$4,803.2 |
| % Change | 0.0% | 7.7% | 0.0% | 13.3% |
| FTEs | 0.0 | 9,798.00 | 0.0 | 9,798.00 |
| Change in Positions | 0.0 | 1.00 | 0.0 | 1.00 |
| <p><i>Note: FY 2012 GF base budget amount is adjusted to reflect actual funding for Route 58. An additional \$28.0 million was provided in FY 2012 to offset a \$28.0 million reduction in FY 2011.</i></p> | | | | |

- **Secretary of Transportation**
 - ***Provide Funding for Virginia Commercial Spaceflight Authority and Wallops Island Launch Pad Improvements.*** Provides \$9.5 million NGF each year for operational support of the Virginia Commercial Space Flight Authority. Additional language authorizes the Secretary to provide funding from unencumbered maintenance program balances for final improvements to complete the new launch pad at the Mid-Atlantic Regional Spaceport at NASA's Wallops Flight Facility.
 - ***Review of Procurement.*** Directs the Secretary to work with the Joint Commission on Transportation Accountability to examine VDOT procurement practices to improve the efficiency and effectiveness of the small, women, and minority (SWaM) owned business program.
 - ***Prohibition of Incentives for Labor Agreements.*** Prohibits the expenditure of Commonwealth resources on any transportation project in which procurement specifications provide incentives that favor entities entering into project labor agreements.

- **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 the first year and \$33.0 million the second year to reflect a transfer in the collection and disbursement of these funds from DMV to the Department of Taxation.
- *Evaluation of Driving Simulators.* Authorizes the expenditure of \$200,000 for a pilot project between DMV and the University of Virginia to evaluate the use of virtual reality driving simulators as a tool for assessing driver competency.
- *Adjust Nongeneral Fund Fee Structure to Provide Sufficient Revenue to Support Agency Operations.* Includes language authorizing the increase of 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 \$10.00 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.

| DMV Fee Adjustments (revenue \$ in millions NGF) | | | |
|--|--------------------|---------------------|----------------|
| | <u>Current Fee</u> | <u>Approved Fee</u> | <u>Revenue</u> |
| Late Fee on Registration Renewals | \$0.00 | \$10.00 | \$3.8 |
| Replacement & Supplemental Titles | 5.00 / 6.00 | 10.00 | 1.4 |
| Minimum Driver’s License Fee | 4.00 | 20.00 | 0.8 |
| Replacement Driver’s License Fee | 10.00 | 20.00 | <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 the first year and \$19.4 million 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 by delaying projects programmed with REF monies that are not ready to move forward but is not a solution beyond the upcoming biennium.

- ***Hampton Roads Fast Ferry Demonstration.*** Provides \$200,000 the first year from experimental transit program funds for a demonstration of fast-ferry technology in the Hampton Roads region.
- ***High-Priority Transit Routes.*** Provides a total of \$268,000 in one-time funding in the first year to support the operation of two commuter express routes between the City of Richmond and Chesterfield County.
- ***Cap on "Greater than Formula" Allocations.*** Includes language capping at two years the length of time a specific transit property or route can receive greater than formula operating assistance. This language is intended to ensure that the formula is not unfairly diluted to support specific properties.
- ***Authorize CTB to Utilize Mass Transit Fund to Support I-95 Corridor Transportation Demand Management Projects.*** Clarifies the authority of 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 and applies only to transit and TDM projects. A companion amendment in the Department of Transportation provides authorization for the funding of associated Park and Ride lots. 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 Rejection of Proposed Phased Transfer of Additional ¼ Percent General Sales Tax Revenue to the Highway Maintenance and Operating Fund.*** Removes a proposed appropriation of \$54.4 million NGF the first year and \$56.6 million NGF the second year that reflected the transfer of an additional 0.005 percent of the state sales tax for transportation maintenance activities. The stand-alone legislation accompanying this proposal was not adopted by the General Assembly.
- ***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 the first year and reduces it by \$231.5 million 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 2011. 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, and the issuance of \$552.7 million of previously authorized GARVEE bonds, offset by reductions in HMOF funding.
- ***Reflect Rejection of Proposal to Transfer Waste Tire Trust Fund Revenue to HMOF.*** Removes a proposed appropriation of \$2.3 million NGF each year from the Waste Tire Trust Fund into the Highway Maintenance and Operating Fund. These funds will remain at DEQ in the first year and legislation is intended to be submitted to eliminate the \$0.50 charge on each disposed tire to the 2013 Session.
- ***Planning for Locally-Maintained Streets.*** Includes language clarifying that the provisions of Chapters 729 (HB 1248) and 733 (SB 639) of the 2012 Acts of Assembly regarding local transportation plan conformity do not apply to roadways within the state urban system or maintained by Arlington and Henrico Counties. These provisions still govern plans for Interstate and primary extension roadways maintained by VDOT.
- ***Reflect Revised Overweight Truck Fee Schedule.*** Appropriates the additional \$4.8 million NGF the first year and \$4.6 million NGF the second year of revenues anticipated to be generated for the highway maintenance and operating fund from the provision of a uniform fee structure for permits on overweight vehicles pursuant to Chapter 443 of the 2012 Acts of Assembly (HB 806).
- ***Authorize Disposition of Surplus Property.*** Authorizes the Virginia Department of Transportation to enter into an agreement with Culpeper County for the sale of a residue VDOT parcel to the County for utility improvements.

- **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.
- ***Port of Virginia Economic and Infrastructure Development Grant Program.*** This Part V amendment establishes a new grant program within the *Code of Virginia* for those businesses that locate or expand operation within one of 21 counties and 15

cities and utilize Port of Virginia facilities to import/export or actively engage in maritime related commerce. Qualified companies are eligible for a grant between \$1,000 and \$3,000 per job created depending on the number of new hires. An appropriation to the grant fund would be required beginning in FY 2014.