

VIRGINIA DEPARTMENT OF TRANSPORTATION (VDOT)

REVISED FY2023 – 2028 SIX-YEAR IMPROVEMENT PROGRAM (SYIP)

Todd Halacy, P.E. – ADA Planning and Investment Manager

November 2, 2022

Revised FY2023-2028 Six-Year Improvement Program

- **Highlights**

- Partial update to FY 2023 and 2024
- Update to Commonwealth Transportation Fund (CTF) assumptions
- Addition of general fund allocations to specified uses
- Actions to address unanticipated inflationary impacts

Commonwealth Transportation Fund FY 2023 Updates (in millions)

Revenue Updates	FY 2023
FY 2022 Revision based on Actuals (Compared to February 2022 Mid-session update)	(\$92.7)
July Updates based on FY 2022 Performance	
<i>Retail Sales and Use Tax</i>	55.3
<i>Insurance Premiums</i>	6.5
Grocery Tax Elimination Assumption – January 2023 start rather than July 2022 (\$1.4 million in FY 2024)	65.3
TOTAL	\$34.4

CTF Distribution	FY 2023
HMOF	\$17.5
Construction	8.9
Mass Transit	3.9
Rail	1.3
Ports	0.4
Airports	0.3
Space Flight	0.2
PTF	1.8
DMV	0.2
TOTAL	\$34.4

General Fund Commitments to Transportation (Chapters 1 and 2; 2022 Special Session I)

<i>(\$ in millions)</i>	FY 2022 Budget (January 2022)	Reclassification of FY 2022 based on Final Recommendations/ Readiness	FY 2023	FY 2024	TOTAL
Mid-Atlantic Regional Spaceport	\$30.0	\$ -	\$ -	\$ -	\$30.0
Regional Multi-Use Trails	25.8	(25.8)	79.0		79.0
Air Terminal Interchange	20.0	(20.0)			-
I-64 Gap	20.0	65.8	274.2	110.0	470.0
TPOF Restoration	10.0	(10.0)			-
Wildlife Habitat	10.0	(10.0)			-
Transit Ridership Incentive Program			5.0		5.0
Nimmo Parkway			10.0		10.0
Special Structures – PE for Norris Bridge			5.0		5.0
TOTAL	\$115.8	-	\$373.2	\$110.0	\$599.0

\$150 million for I-64 Gap in FY 2023 Allocation is from FY 2022 GF Surplus; This will need to be appropriated in 2023 Session

Other Budget Updates

- **Requires the set-aside of \$7 million annually in FY 2023 and FY 2024 from Transportation Alternatives Program (TAP) funding for Regional Multiuse Trails**
Priority shall be given by the Board to new regional trails, projects to improve connectivity of existing trail networks, and geographic diversity in the use of such funds. Funds may be awarded through a competitive solicitation conducted by the Board
- **Additional funds for Financial Assistance to Cities - \$30 million over biennium from HMOF**
- **Establish funding for \$1,000 Employee Bonuses planned for December 1, 2022**

Impact to VDOT – Highway Maintenance and Operating Funds (HMOF) and Construction Fund Distribution

Revenue Change by Fund (in millions)	FY 2023	FY 2024	TOTAL
HMOF	\$17.5	\$0.7	\$18.2
Construction	8.9	0.4	9.3
TOTAL	\$26.4	\$1.1	\$27.5

Allocation Change (in millions)	FY 2023	FY 2024	TOTAL
City Street Maintenance Payments	\$15.0	\$15.0	\$30.0
Employee Bonus	7.9	-	7.9
Available for Construction Distribution	3.6	(13.9)	(10.3)
TOTAL	\$26.4	\$1.1	\$27.5

Impact to Formula Programs

Change to Construction Distribution <i>(in millions)</i>	FY 2023	FY 2024	TOTAL*
State of Good Repair	\$1.1	(\$4.1)	(\$3.0)
High Priority Projects	0.7	(2.8)	(2.1)
District Grant Program	0.7	(2.8)	(2.1)
Interstate Operations and Enhancement Program	0.6	(2.6)	(1.9)
NVTA Share of Interstate Distribution	0.0	(0.2)	(0.2)
Virginia Highway Safety Program	0.3	(1.4)	(1.0)
TOTAL*	\$3.6	(\$13.9)	(\$10.3)

*Rounded total

- Revision for FY 2023 Budgets
- Incorporates Updates to Commonwealth Transportation Fund (CTF) and additional General Fund Transportation Initiatives
- Revised SYIP
 - Incorporates updates to program funding
 - Latest updates to project funding for those projects advancing in FY 2023

Updates to Projects Advancing in FY 2023

Reviewed projects scheduled for advertisement in FY 2023 to address impacts of updated unit costs and ongoing inflation

Funding Program	# Projects	Amount
Legacy formula	2	\$1.0M
IOEP	4	\$8.4M
Safety	19	\$3.0M
SGR	24	\$3.2M
SMART SCALE	16	\$8.3M
Special Structures	7	\$2.5
TOTAL	72	\$26.3M

Updates to Projects Advancing in FY 2023 (continued)

- **Board action is required to approve a SMART SCALE budget increase:**
 - Total Cost Estimate <\$5 million: 20% increase in funding requested
 - Total Cost Estimate \$5 million to \$10 million: \$1 million or greater increase in funding requested
 - Total Cost Estimate > \$10 million: 10% increase in funding requested; \$5 million maximum increase in funding requested
- **16 SMART SCALE project budgets were increased**
 - 12 projects were within the threshold and require no CTB action
 - 4 projects exceed the threshold and require CTB action
 - Budget increases were funded from surplus balances

Updates to SMART SCALE Projects Advancing in FY 2023 Within Threshold Increases – No CTB Action Required

Funding Program	# Projects	Amount (millions)
District Grant		
Bristol	2	\$0.11
Culpeper	1	\$0.03
Hampton Roads	1	\$0.84
NOVA	2	\$0.34
Salem	2	\$0.53
Staunton	1	\$0.22
Sub-Total District Grant	9	\$2.08
High Priority Projects		
Fredericksburg	1	\$0.05
NOVA	1	\$1.45
Salem	1	\$0.37
Subtotal High Priority Projects	3	\$1.87
TOTAL SMART SCALE	12	\$3.95

Hampton Roads Inflationary Adjustments in Revised SYIP

UPC	District	Funding Program	Pool Description	Change in Funding
119259	Hampton Roads	SGR	#SGR22LP CITY OF CHESAPEAKE MOUNT PLEASANT RD	34,381
119253	Hampton Roads	SGR	#SGR22LP CITY OF CHESAPEAKE MOUNT PLEASANT RD	37,277
119257	Hampton Roads	SGR	#SGR22LP CITY OF CHESAPEAKE MOUNT PLEASANT RD	75,834
119244	Hampton Roads	SGR	#SGR22LP CITY OF CHESAPEAKE BATTLEFIELD BLVD S	92,142
111035	Hampton Roads	Safety	Jefferson Avenue@ Pavilion Place New Traffic Signal	94,098
111090	Hampton Roads	Safety	Jefferson Avenue Sidewalk	97,010
111034	Hampton Roads	Safety	Citywide Flashing Yellow Arrow Upgrades	167,291
108794	Hampton Roads	Safety	Warwick Blvd/Harpersville Road Intersection Improvements	289,450
109382	Hampton Roads	SMART	#HB2.FY17 Deep Creek Bridge Replacement	840,013
113697	Hampton Roads	SGR	#SGR19LB - Indian River Road (RT 407) over Indian River	864,040

SYIP Detailed Resources & Other Items of Interest

SYIP Detailed Resources:

- **Commonwealth Transportation Board (CTB):**
 - **October 25th, 2022 Meeting Minutes and Presentations:**
 - https://www.ctb.virginia.gov/public_meetings/agendas_and_meeting_minutes/default.asp
 - **June 21st, 2022 Meeting Minutes and Presentations:**
 - <https://www.ctb.virginia.gov/resources/2022/june/pres/7.pdf>
 - <https://www.ctb.virginia.gov/resources/2022/june/pres/5.pdf>
- **VDOT SYIP Project Detail Information:**
 - <http://syip.virginiadot.org/Pages/allProjects.aspx>

Other Items of Interest:

- **State of Good Repair (SGR) Local Paving Program Application – Dates**
 - **Application Deadline: Tuesday, December 9th, 2022 @ 5pm**
 - **SGR Local Paving Information:**
 - https://www.virginiadot.org/business/local_assistance_division-funding_programs.asp

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