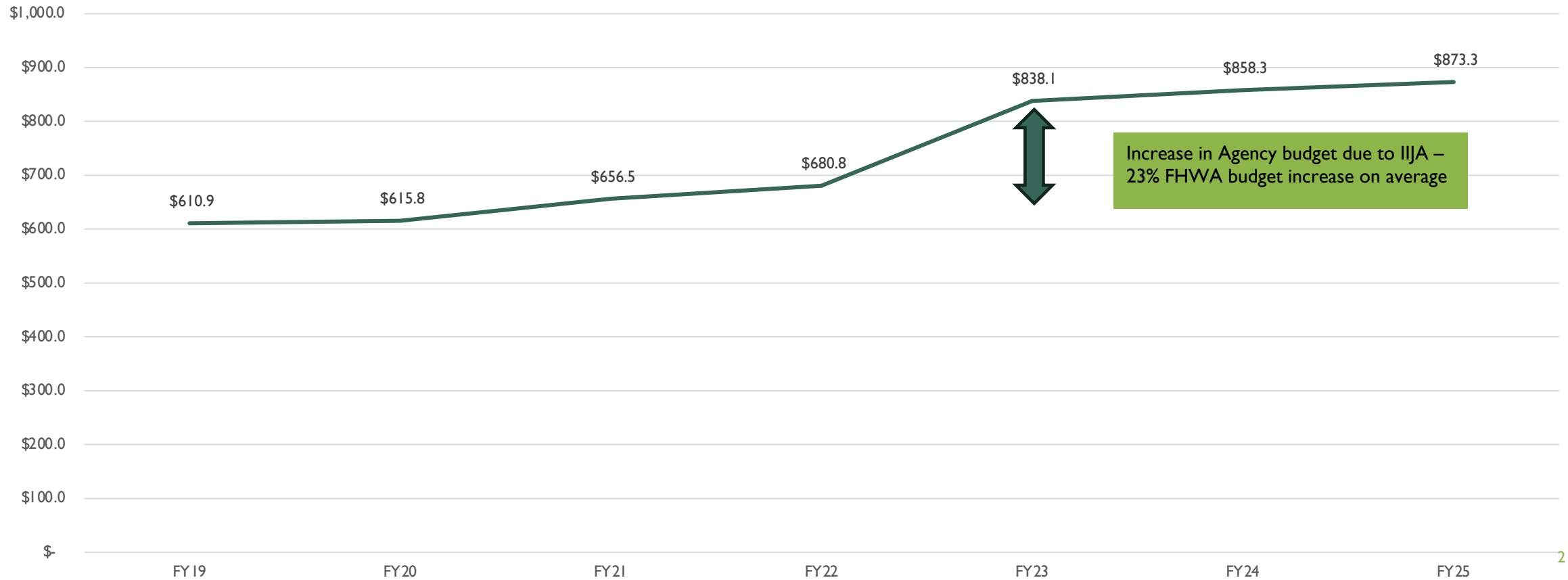


FY2025 GOVERNOR'S
RECOMMENDED BUDGET
OVERVIEW

JOE FLYNN, SECRETARY
JANUARY 24, 2024

AGENCY OF TRANSPORTATION

AOT BUDGET OVER LAST SEVEN FISCAL YEARS

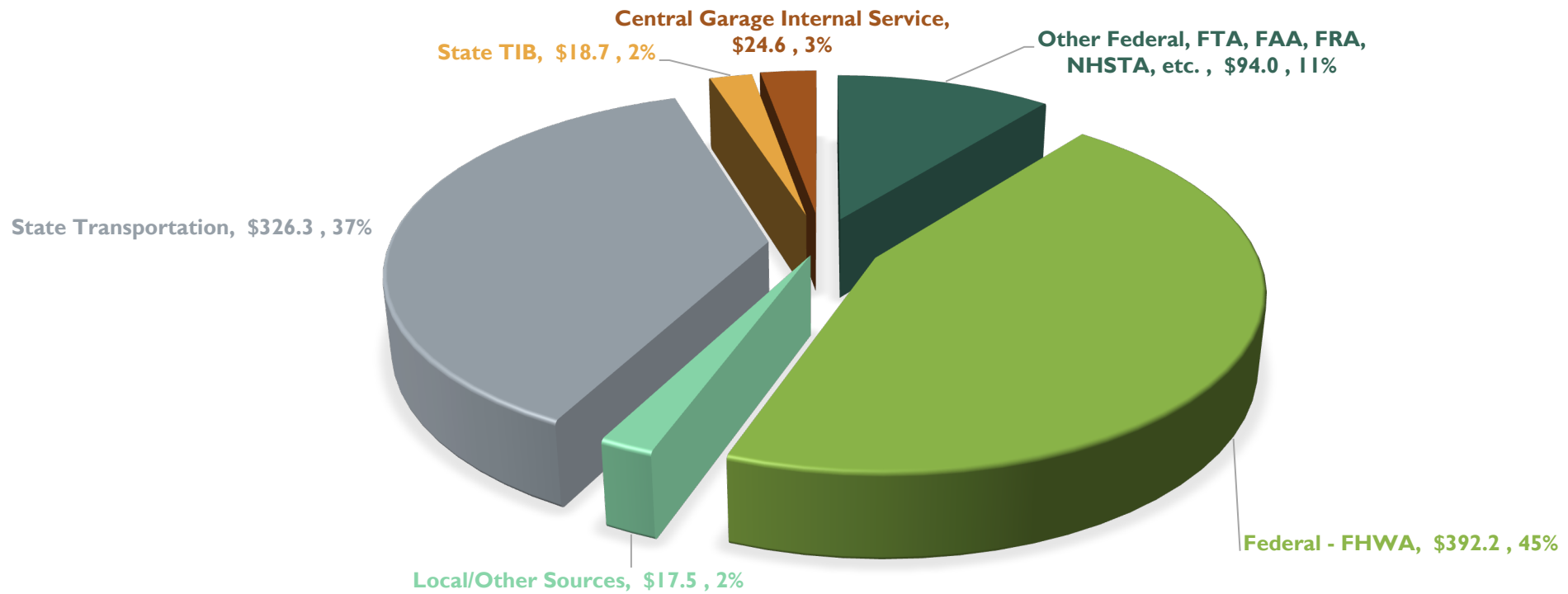


AGENCY BUDGET OVERVIEW

Fund Source	FY2024 As Passed	FY2025 Gov. Rec.	Increase (Decrease)	Percent Change
Transportation Fund	306,903,570	326,257,773	19,354,203	6.31%
Federal	476,014,899	486,626,974	10,612,075	2.23%
Local/Other	25,838,627	17,053,213	(8,785,414)	-34.00%
TIB Fund	25,229,215	18,700,000	(6,529,215)	-25.88%
Central Garage Fund	23,956,385	24,651,235	694,849	2.90%
Total	857,942,696	873,289,195	15,346,498	1.79%

Incl. \$25M transfer to Transportation Fund from Cash Fund for Capital and Essential Investments appropriated in 2023 Act 78 Sec. C.108

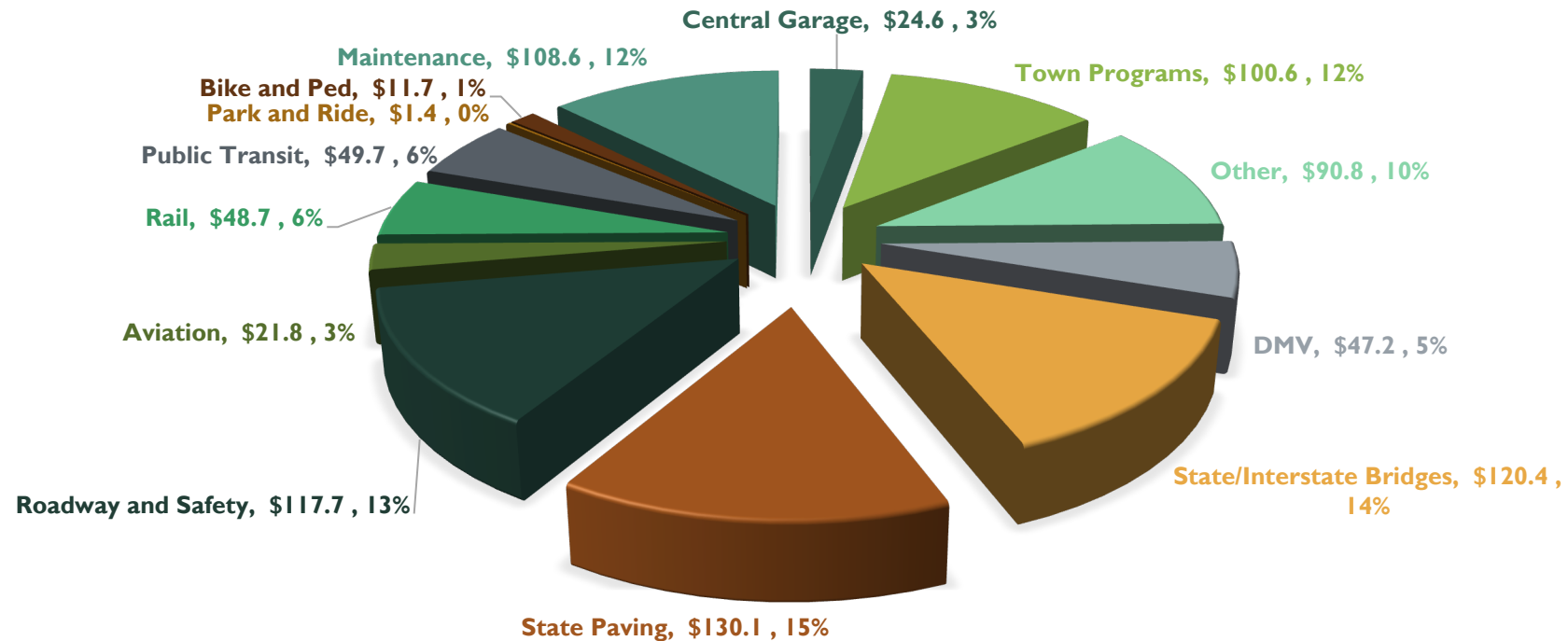
FY2025 REVENUE SOURCES



CONSENSUS REVENUE FORECAST UPDATE – FY2024 & FY2025

- FY2024 Revenue Downgrade - \$5.1M
- Notwithstanding transfer from Transportation Fund to Central Garage Fund - \$1.5M
- Revert FY2024 Remaining Balance at year-end close under Secretary of Administration Authority - \$3.6M
- FY2025 Revenue Downgrade - \$6.9M
- Notwithstanding transfer from Transportation Fund to Central Garage Fund - \$1.5M
- Accommodate remaining revenue reductions into FY25 Governor's Recommended Budget - \$5.4M

FY25 GOVERNOR'S RECOMMENDED AGENCY BUDGET



PROGRAM DEVELOPMENT BUDGET

	FY2024	FY2025	Change	Change
	As Passed	Gov Rec	Inc./(Dec.)	%
PROGRAM DEVELOPMENT				
Paving	141,706,770	130,141,087	(11,565,683)	-8.2%
Interstate Bridge	50,323,324	55,524,967	5,201,643	10.3%
State Highway Bridge	57,403,086	64,915,709	7,512,623	13.1%
Roadway	53,850,502	67,048,158	13,197,656	24.5%
Traffic & Safety	46,578,037	50,710,934	4,132,897	8.9%
Park & Ride	2,266,045	1,464,833	(801,212)	-35.4%
Bike & Pedestrian Facilities	12,968,409	11,648,752	(1,319,657)	-10.2%
Transportation Alternatives	5,195,346	5,416,614	221,268	4.3%
Multi-Modal Facilities	0	0	0	0.0%
Program Development Administration	32,594,500	33,733,793	1,139,293	3.5%
Total Program Development	402,886,019	420,604,847	17,718,828	4.4%

2023 Highlights

- 242 Miles of Road Paved
- 48 Contracts Completed
- \$245.8M in Contractor Payments

261 projects will have construction in the Program Development and Town Highway Bridge Appropriations funded with the FY'25 budget. Projects include:

- **Flood Recovery:** 65 new permanent ER projects, 32 of which have FY'25 construction funding over 9 counties
- **Paving:** 48 construction projects over 13 counties
- **State/Interstate Bridge:** 74 construction projects over 12 counties
- **Sidewalk upgrade:** 22 construction projects over 9 counties
 - 10 path projects
 - 14 bike/ped accommodation projects (i.e. lighting, bike lanes, bridges, etc.)

DISTRICT MAINTENANCE & FLEET

	FY2024	FY2025	Change	Change
	As Passed	Gov Rec	Inc./ (Dec.)	%
MAINTENANCE	107,680,765	108,598,497	917,732	0.9%
CENTRAL GARAGE	23,956,385	24,651,235	694,849	2.9%

Salary & Benefits	\$	52,000,000
District + HQ Operating Expenses	\$	11,063,945
Central Garage Fleet Expenses	\$	22,000,000
BGS Fleet Costs	\$	528,657
Major Maintenance - Facilities repair and upkeep	\$	1,500,000
Environmental Program	\$	445,100
Hazardous Materials	\$	215,000
Vegetation Management	\$	85,000
Bridge Maintenance (BMTT- Projects, etc)	\$	2,500,000
District Paving	\$	1,200,000
Signs	\$	250,000
Salt - Based on 5 year average and 5% increase anticipated	\$	14,000,000
Liquid Mag	\$	250,000
Sand	\$	50,000
Mowing- Contractor costs	\$	1,478,780
Federal Aid Projects	\$	1,032,014
	\$	108,598,497

PLANNING, POLICY, AND INTERMODAL DEVELOPMENT

	FY2024	FY2025	Change	Change
	As Passed	Gov Rec	Inc./ (Dec.)	%
<u>POLICY & PLANNING</u>	13,311,995	14,051,853	739,859	5.6%
<u>ENVIRONMENTAL POLICY & SUSTAINABILITY</u>	27,974,248	8,509,773	(19,464,474)	-69.6%
<u>PUBLIC TRANSIT PROGRAM</u>	48,795,330	49,640,225	844,895	1.7%
<u>AVIATION</u>	17,274,406	21,839,511	4,565,105	26.4%
<u>RAIL</u>	43,008,320	48,746,831	5,738,511	13.3%
<u>Total</u>	150,364,298	142,788,194	(7,576,104)	-5.0%

FY2024 Included two years of Carbon Reduction and NEVI Funding – FY2025 includes only one year of NEVI

Rail:

- 60 rail projects across 28 VT Towns (11 Counties)
- 19 BUILD projects to complete the Rutland to Hoosick, NY corridor bringing all bridges to 286,000lbs capacity.
- 18 FEMA projects

Aviation:

- 30 Aviation Projects across 8 Towns (8 Counties)
- Franklin County Airport 1000 foot runway extension
- Bennington Airport – Complete Apron reconstruction
- Rutland main runway – rehab surface of 5000 foot runway.

FY2022 & FY2023 RAIL RIDERSHIP

Ethan Allen Ridership			
Month	FY2023	FY2022	% Chg.
OCT	7,838	4,200	0.87
NOV	7,992	4,236	0.89
DEC	7,812	4,167	0.87
JAN	6,105	2,537	1.41
FEB	5,707	2,895	0.97
MAR	7,466	4,010	0.86
APR	6,450	4,219	0.53
MAY	6,058	4,298	0.41
JUN	7,284	5,158	0.41
JUL	8,359	11,377	-0.27
AUG	9,065	9,112	-0.01
SEP	6,504	7,151	-0.09
FYTD Total	86,640	63,360	0.37

Vermonter Ridership			
Month	FY2023	FY2022	% Chg.
OCT	9,574	8,267	0.16
NOV	11,683	8,061	0.45
DEC	9,039	7,123	0.27
JAN	6,990	4,358	0.6
FEB	5,907	4,337	0.36
MAR	8,158	6,705	0.22
APR	7,924	6,554	0.21
MAY	7,976	6,704	0.19
JUN	8,841	8,040	0.1
JUL	7,546	9,879	-0.24
AUG	9,008	10,136	-0.11
SEP	7,332	7,112	0.03
FYTD Total	99,978	87,276	0.15

The Amtrak Vermonter - #1 in the Outside Magazine's
 "The 6 Most Adventurous Train Trips in North America"

CARBON REDUCTION & PROTECT PROGRAMMING

Carbon Reduction Program

Governor's Recommend:	SFY23	SFY24	SFY25	SFY26	SFY27	Total
Bike Ped		\$4,000,000				
Transit		\$4,000,000	\$3,000,000			
Electrification		\$2,500,000				
Planned Obligations (Total Above)		\$10,500,000	\$3,000,000	\$6,300,000	\$6,300,000	\$29,413,271

SFY24: Additional Bike/Ped grant funding, electrification (20 e-Sprinter vans & charging infrastructure, public entity electrification.)

SFY25: TDM micro-transit services (Go!Vermont, MTI, etc.)

PROTECT

PROTECT Formula Funds	FFY 22	FFY 23	FFY 24	FFY 25	FFY 26	Total
PROTECT Apportionment	\$7,173,567	\$7,317,038	\$7,400,000	\$7,400,000	\$7,400,000	\$36,690,605
Flexed*	\$3,585,348	\$3,515,048	0	0	0	\$7,100,396
PROTECT Available to Obligate	\$3,588,219	\$3,801,990	\$7,400,000	\$7,400,000	\$7,400,000	\$29,590,209

* Flexed to STP/ NHPP, used most for Richmond culvert project

PUBLIC TRANSIT

	FY2024 As Passed	FY2025 Gov. Rec	Change % Inc./Dec.	
State	\$ 9,016,189	\$ 9,850,000	9.25%	Added \$822k with Pay Act for FY2024
Ops	\$ 5,275,250	\$ 5,125,250	-2.80%	
CMAQ/O&D	\$ 7,875,000	\$ 7,825,000	-0.50%	Older Adults and other Demand Response
Admin	\$ 5,000,000	\$ 4,275,000	-14.50%	Moved funds to Maintenance
Maintenance	\$ 2,900,000	\$ 4,240,006	46.21%	Better reflects actual expenditure trends
Capital	\$ 16,042,625	\$ 15,711,264	-2.10%	e-Buses and ICE Vehicles
Other	\$ 2,686,266	\$ 2,613,705	-2.70%	VTrans Admin, Planning, MTI, Go VT, etc.
Total	\$48,795,330	\$49,640,225	1.70%	

- Transit services sustained during and after COVID pandemic
- 21% increase in Ridership in SFY 2023.
- 4 Microtransit Pilots launched (Morrisville, Windsor, Manchester, Middlebury)
- Awarded another \$22.5M in federal funds for 17 HD e-buses.
 - Total of \$38.6M in federal, \$4.3M in VW settlement and \$4.9M in state/local for 44 e-buses , infrastructure and utility fit-up.
- Mobility and Transportation Innovation (MTI) grant program awarded \$266K in federal funds for transportation demand management (TDM) projects. Applying \$500K in special one-time state funds (FY'23) to support 3-year micro pilots.
- MVRTD (Rutland) constructed and opened a new transit facility

FINANCE AND ADMINISTRATION (INCL. TRANSPORTATION BUILDINGS)

	FY2024	FY2025	Change	Change
	As Passed	Gov Rec	Inc./ (Dec.)	%
<u>FINANCE & ADMINISTRATION</u>	21,978,504	24,258,595	2,280,091	10.4%
<u>TRANSPORTATION BUILDINGS</u>	1,525,000	2,825,000	1,300,000	85.2%

Number of Contracts and Amendments - **532**
 Value of Contracts and Amendments - **\$4,531,128,973.41**
 Number of Grants and Amendments - **695**
 Value of Grants and Amendments - **\$403,486,926.98**
332 Total Employees Onboarded
 Number of CDL issued - **21**
 Number of Transportation Facilities - **425**

Finance & Administration

- Revamp title VI / equity liaison program, building an agency that is aware of where underserved communities and individuals are disparately impacted and how to remediate the impact
- Implement & continue development of our Strategic Workforce Plan
- Implement a much-needed Software upgrade (SharePoint) that is our Agency's intranet, and mechanism to collaborate with others using Microsoft tools. (Teams, SharePoint, etc.)
- Continue our Entry Level Driver Training (ELDT) program. This program serves municipal and Agency employees. Since Feb 2022, 86 AOT and 23 Municipal employees have completed this program, resulting in savings of \$872,000 (assuming \$8,000 per participant).
- Continue to participate in the development of two statewide IT implementations – VT Buys & the Enterprise Resource Planning system.

Transportation Buildings

- Contract for phase I of the D8 (Swanton) facility is with the contractor, we expect to break ground later in Q1.
- The contract includes the site work (incl water line & road to site), build of the garage and salt shed.
- The office was bid as an add on item.
- The planned budget did not account for the \$1M additional cost to extend the water line around the abutting properties (along Rte 207) up the new road to be built connecting to the site.*This work will bring the water line to Swanton's designated growth center.*

DEPARTMENT OF MOTOR VEHICLES

	FY2024	FY2025	Change	Change
	As Passed	Gov Rec	Inc./ (Dec.)	%
<u>DEPT. OF MOTOR VEHICLES</u>	44,910,685	47,262,896	2,352,212	5.2%

- Core Modernization Project – Vehicle Services went live November 13, 2023.
- FY25 Budget Overall Increase of \$2.35M or 5.2%.
 - Personal Services – Net Increase of \$2.15M (6.81%).
 - \$415M decrease in Salaries & Wages for Vacancy Savings of 5% including fringe benefits.
 - \$993K increase in Fringe Benefits.
 - \$1.57M net increase in Contractual Services.
 - Operating Costs – Net Increase of \$203K (1.52%)
- Finance & Logistics continues to manage the Vermont Strong Plate Distribution – including plate distribution, accounting for sales providing weekly updates of funds received, and distribution to intended recipients.
- Special Programs updated and modernized forms/documents, added Russian, Mandarin, and Ukrainian to the list of translated documents for a total of 15 languages.

TOWN HIGHWAY PROGRAMS

	FY2024	FY2025	Change	Change
	As Passed	Gov Rec	Inc./ (Dec.)	%
TOWN HIGHWAY BRIDGES	37,201,775	45,334,278	8,132,503	21.9%
TH STRUCTURES	7,416,000	7,416,000	0	0.0%
TH CLASS 2 ROADWAY PROGRAM	8,858,000	8,858,000	0	0.0%
TH - NONFEDERAL DISASTERS	1,150,000	1,150,000	0	0.0%
TH - FEDERAL DISASTERS	180,000	180,000	0	0.0%
TH AID PROGRAM	28,672,753	28,672,753	0	0.0%
TH CLASS 1 SUPPLEMENTAL GRANTS	128,750	128,750	0	0.0%
TH VERMONT LOCAL ROADS	477,915	481,452	3,537	0.7%
MUNICIPAL MITIGATION ASSISTANCE PROGRAM	10,488,523	7,143,000	(3,345,523)	-31.9%
TH PUBLIC ASSISTANCE GRANTS	1,250,000	1,250,000	0	0.0%
Total "Town Highway" Programs	95,823,716	100,614,233	4,790,517	5.0%

- All Town Highway program funding meets the statutory requirements of 19 VSA 306
- Town Highway funding totals over \$100M