



VERMONT  
AGENCY OF TRANSPORTATION

# FY2021 Restatement Budget

Senate Transportation Committee

*Joe Flynn, Secretary of Transportation*

*September, 2020*

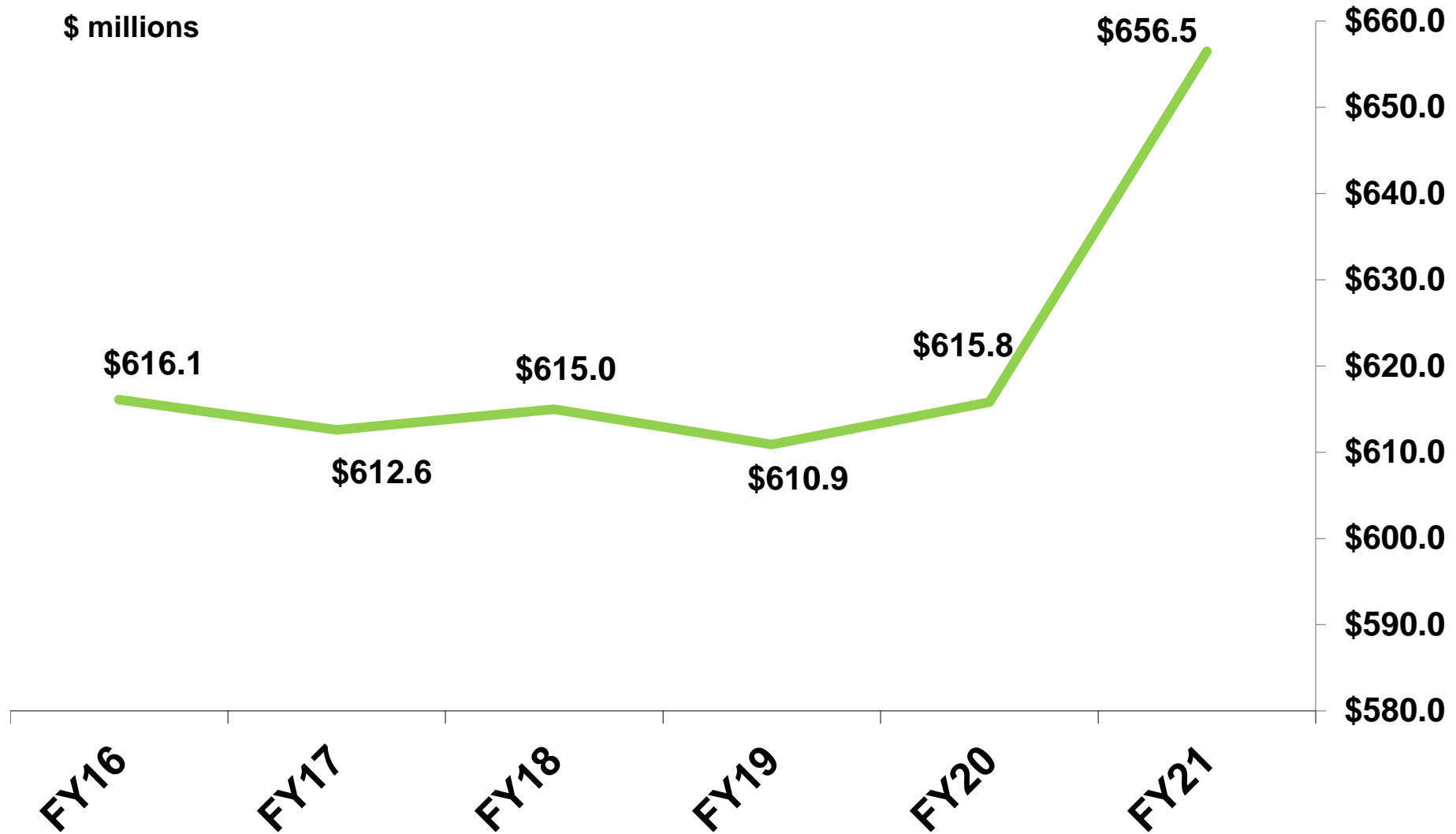


# FY2021 Restated Budget Overview

<b>Fund Source</b>	<b>FY 2021 GOV REC</b>	<b>FY 2021 RESTATED</b>	<b>Increase (Decrease)</b>	<b>Percent Change</b>
<b>STATE (TFund)</b>	<b>261,830,565</b>	<b>260,180,308</b>	<b>-1,650,257</b>	<b>-0.6%</b>
<b>FEDERAL</b>	<b>335,606,056</b>	<b>350,643,331</b>	<b>15,037,275</b>	<b>4.5%</b>
<b>LOCAL/OTHER</b>	<b>7,356,747</b>	<b>6,602,147</b>	<b>-754,600</b>	<b>-10.3%</b>
<b>TIB FUND</b>	<b>14,896,617</b>	<b>11,100,770</b>	<b>-3,795,847</b>	<b>-25.5%</b>
<b>GENERAL FUND</b>	<b>0</b>	<b>6,000,000</b>	<b>6,000,000</b>	
<b>CRF FUND</b>	<b>0</b>	<b>1,557,438</b>	<b>1,557,438</b>	
<b>CENTRAL GARAGE FUND</b>	<b>21,639,759</b>	<b>20,382,875</b>	<b>-1,256,884</b>	<b>-5.8%</b>
<b>TOTAL</b>	<b>641,329,744</b>	<b>656,466,869</b>	<b>15,137,125</b>	<b>2.4%</b>



# Six Year Budget History



# TFund Funding Summary

- TFund down by \$1.65M (-0.6%) from GOVREC
  - Revised August forecast is down by \$29.3M from January forecast
  - Offset by \$24.2M of amounts reverted at year-end of FY2020
  - Offset by \$5M anticipated use of Coronavirus Relief Funds (CRF)
  - Increase to Pay Act of \$1.5M to \$3.9M
  - Proposed reduction to Central Garage equipment of \$1.2M
  - Retains increase of \$100K to Downtown Fund as passed in TBill
  - Increased vacancy savings by \$1M agency-wide
  - Reduction in statewide allocated costs of \$464,000
  - \$3.1M “savings” from shift of TF to Cares Act FTA in Public Transit
  - \$1M “savings” from use of \$167K toll credits and \$850K tapered match

# Federal Funding Summary

- Federal Funds increase of \$15M (+4.5%)
  - Proposes \$4M use of tapered match and toll credits
    - Shifts several projects to 100% FHWA for FY21
    - Spreads impact out to FY22 – will require increased State share in FY22
  - Increases FHWA Leveling (FPAV) by \$3.8M – “stimulus” projects
  - Replaces \$3.1M State funds in Public Transit with Cares Act FTA
  - Adds \$800K FTA Public Transit discretionary grant
  - Increases FHWA in TH Bridge by \$1.6M for Brattleboro-Hinsdale

# Funding Summary, Continued

- Local/Other down by \$755K
  - Clean Water Fund
- TIB Fund down by \$3.8M (-25.5%)
  - Revised August forecast is down by \$3.2M from January forecast
  - \$800K available from amounts reverted at year-end of FY2020
  - \$3.9M “savings” from use tapered match
    - Shifts several projects to 100% FHWA for FY21
    - Spreads impact out to FY22 – will require increased State share in FY22
  - \$400K added to TH Bridge for Brattleboro-Hinsdale
- Central Garage down by \$1.3M
  - Proposes \$1.2M reduction to equipment replacements
  - Also minor reductions to statewide allocated costs

# General Fund Initiatives

- \$1M for Town Highway Aid Supplemental
  - Additional \$7M (\$1M GF + \$6M TF) to be distributed by TH Aid formula to all towns
- \$1M for Highway Maintenance and Roadside mowing
- \$4M for Paving/Leveling
- Much of this funding is intended to stimulate the economy by increasing work assigned to contractors and to towns.



# Coronavirus Relief Fund (CRF) Summary

- \$1,557,438 Total CRF request
  - \$1.275M for various Agency-wide CRF eligible activities
  - \$125,000 for DMV costs for PPE outfitting for counters and other facility improvement needs
  - \$107,438 for Costs to implement an on-line scheduling system to serve DMV customers



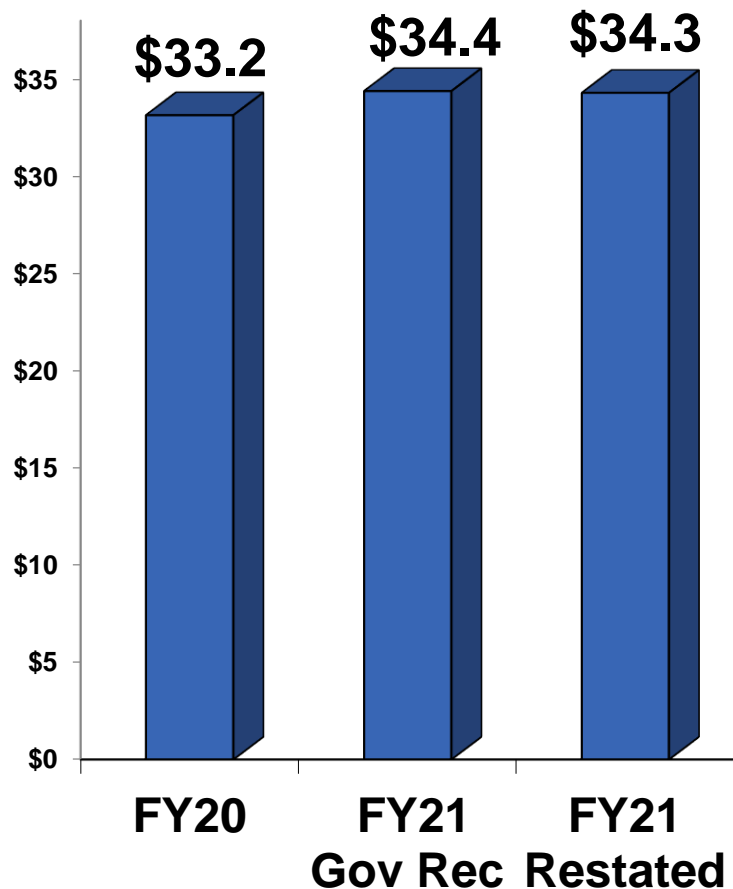
# Overall Goals for Restated Budget

- Minimize adverse impacts to Town Programs
  - Total Town Program spending held essentially harmless at GOVREC level
  - One year pause in TH Structures and TH Class 2 grants – All prior grants are fully funded – Towns will maintain position in queue
  - \$7M (\$1M GF + \$6M TF) added to a one-time appropriation to be distributed to all towns by the same formula as TH Aid – Increase from \$27M to \$34M
- Minimal impacts to project advertisements
- Increase spending on projects to stimulate the economy
  - Increase of \$5.75M to federal paving/leveling projects
  - Additional General Fund spending of \$6M
- Retain changes made by the TBill to the Governor's Recommended Budget to the extent possible

# Status of TBill changes

- Retain changes made by the TBill to the Governor's Recommended Budget to the extent possible
- Legislative changes included in Restated Budget:
  - \$100,000 add to Downtown Transportation Program
  - \$50,000 add for Capstone to administer EV Incentive Program
  - \$100,000 add to Bike/Ped Municipal Sidewalk Program
  - \$500,000 to Public Transit for Transportation Demand Management (TDM)
- Legislative changes not included in Restated Budget:
  - \$500,000 general add to Public Transit
    - Does include recent award of discretionary grant for \$838,000 FTA and State match of \$50,000
  - \$700,000 to Electric Vehicle Incentives
    - This funding was contingent and not expected to be funded
  - \$200,000 to Drive Electric VT
    - These funds were not appropriated

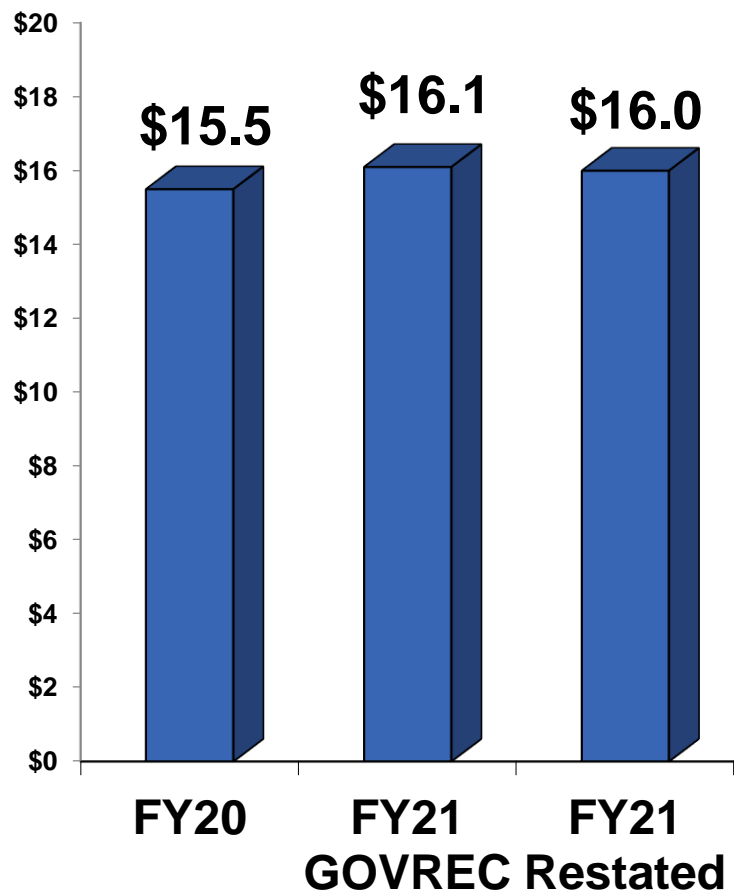
# Dept. of Motor Vehicles - \$34.3M – Decrease of \$47,691 (-0.1%)



- Decrease of \$118,305 in statewide allocated costs
- Increase of \$179,386 in vacancy savings
- \$250K TF increase for limited service staff
  - Needed to address COVID-related backlog
- Net decrease of \$47,691
- \$1.2M General Fund was incorrectly identified for DMV IT systems modernization
  - These funds are for ADS - Statewide systems modernization – may not be for DMV

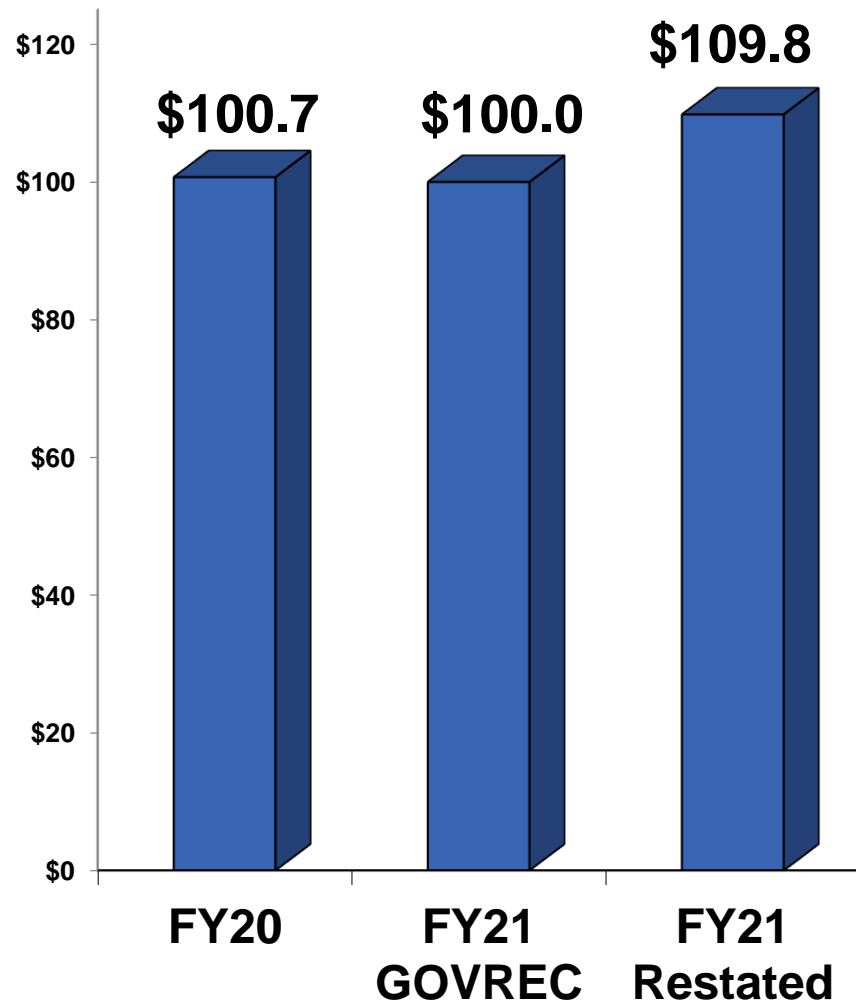


# Finance & Administration - \$16.0M - Decrease of \$136,079 (-0.8%)



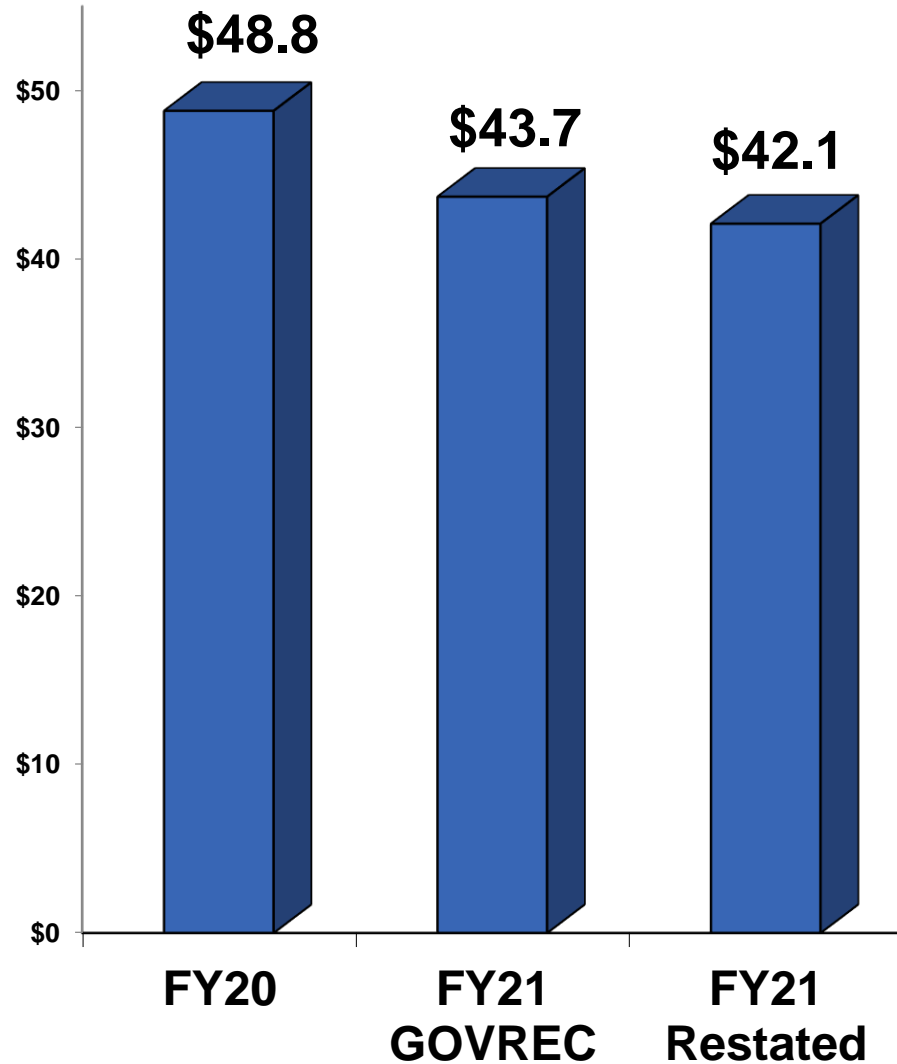
- Decrease of \$40,092 in statewide allocated costs
- Increase of \$95,987 in vacancy savings

## Paving - \$109.8M - \$9.8M increase (+9.7%)



- Add \$5.75M in federal leveling projects to provide economic stimulus
- \$4M General Fund added for Paving/Leveling
- Holds harmless the \$1.25M for district leveling and all planned projects
- Approx. 63 miles of total leveling

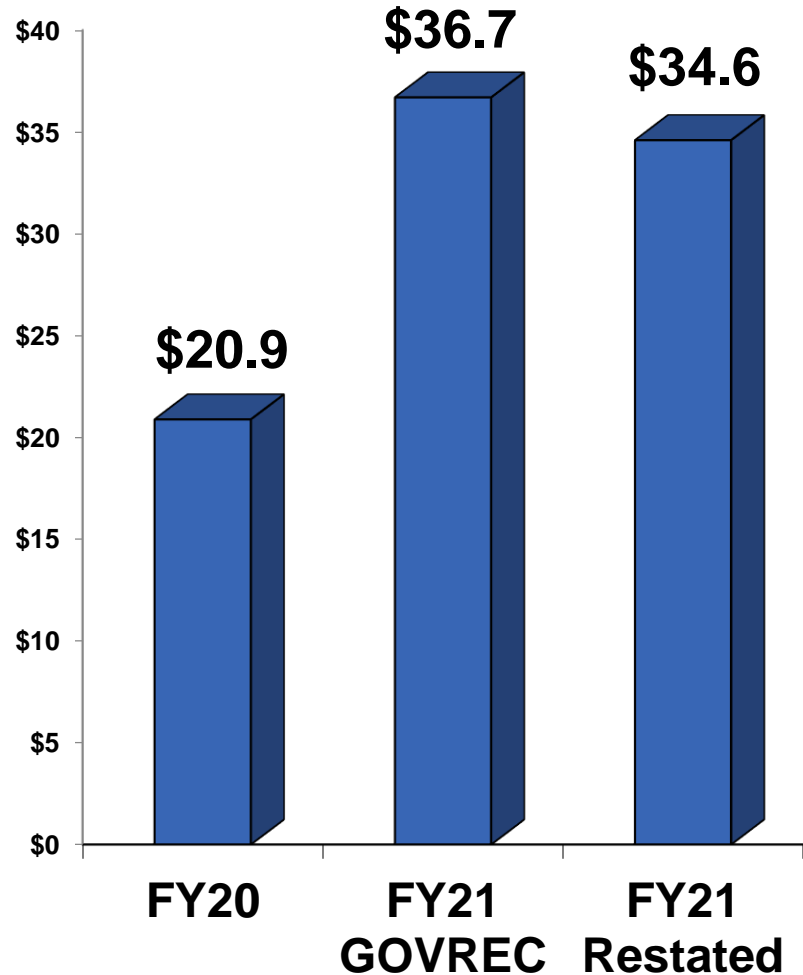
# Roadway – \$42.1M - \$1.6M decrease (-3.6%)



- Decrease reflects delays associated with Champlain Parkway project
  - As-passed in TBill
  - Funds are redirected to LVRT

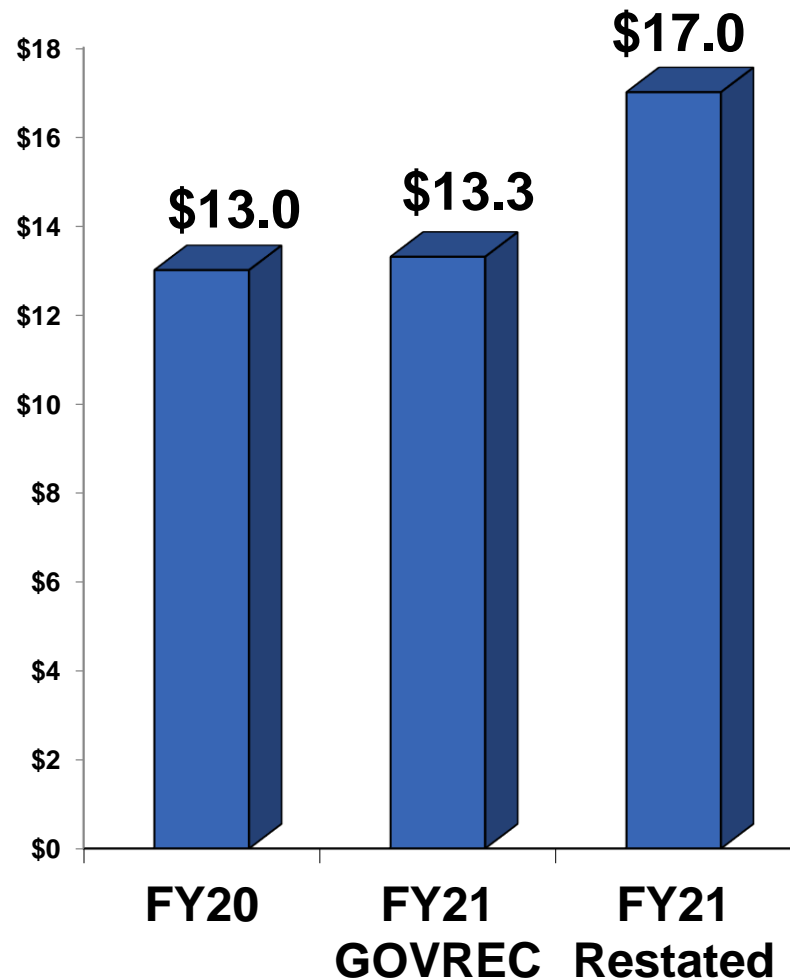


# Traffic & Safety - \$34.6M - \$2.1M decrease (-5.7%)



- Decrease reflects delays associated with Colchester Exit 16 project
  - As-passed in TBill
  - Funds are redirected to LVRT

# Bike & Ped Facilities - \$17M - \$3.7M increase (+27.8%)

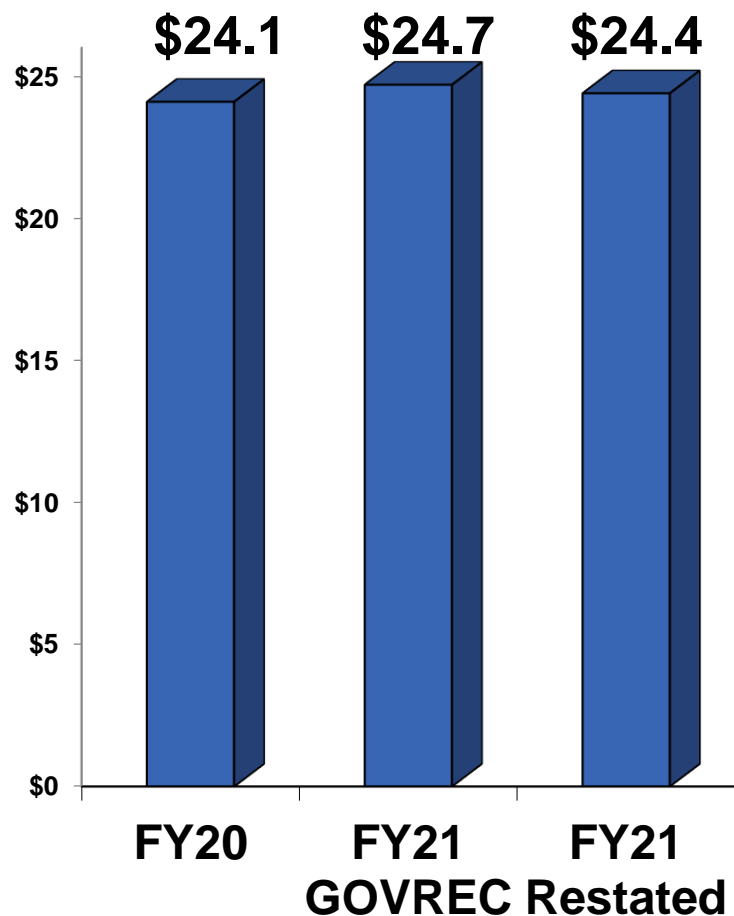


- Adds \$3.6M FHWA funds for Lamoille Valley Rail Trail
  - As passed in TBill – no change
- Adds \$100,000 TF to municipal sidewalk program
  - As passed in TBill – no change
  - To be matched with \$100,000 Local funds





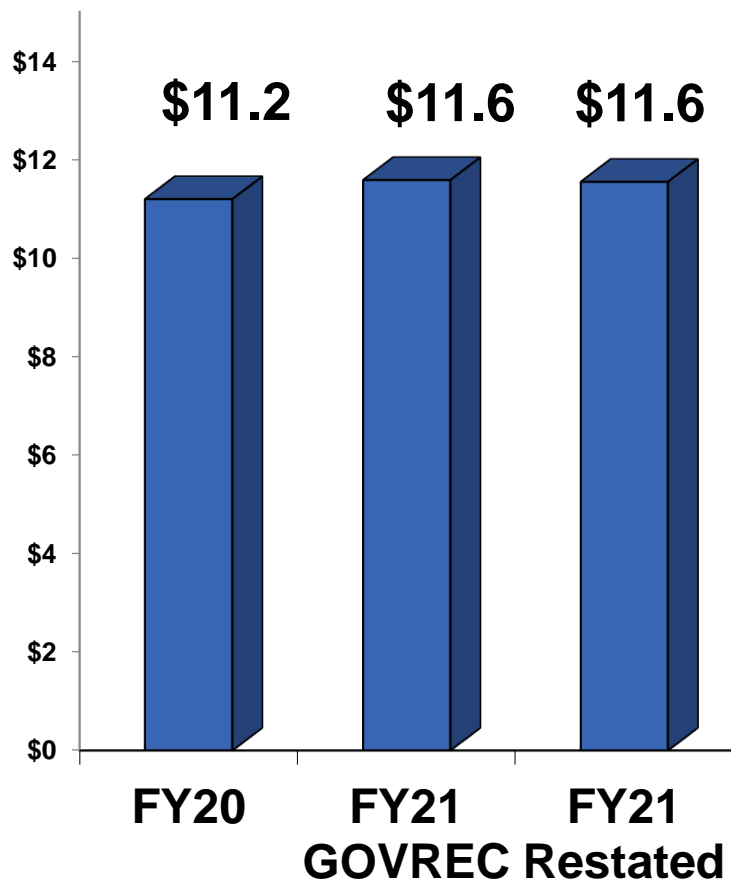
# PD Admin. - \$24.4M - Decrease of \$270,112 (-1.1%)



- Decrease of \$94,306 in statewide allocated costs
- Increase of \$225,806 in vacancy savings
- Includes \$50,000 TF for Capstone EV administration as passed in TBill

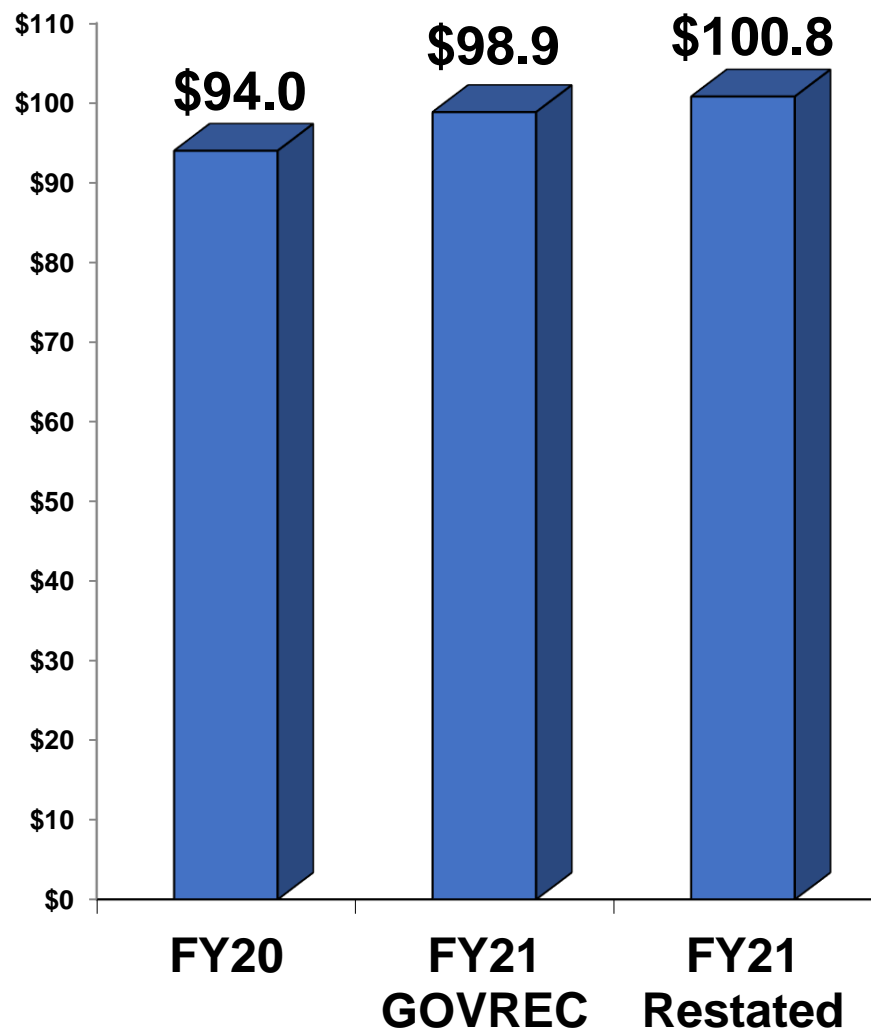


# Policy and Planning - \$11.6M - Decrease of \$35,691 (-0.3%)



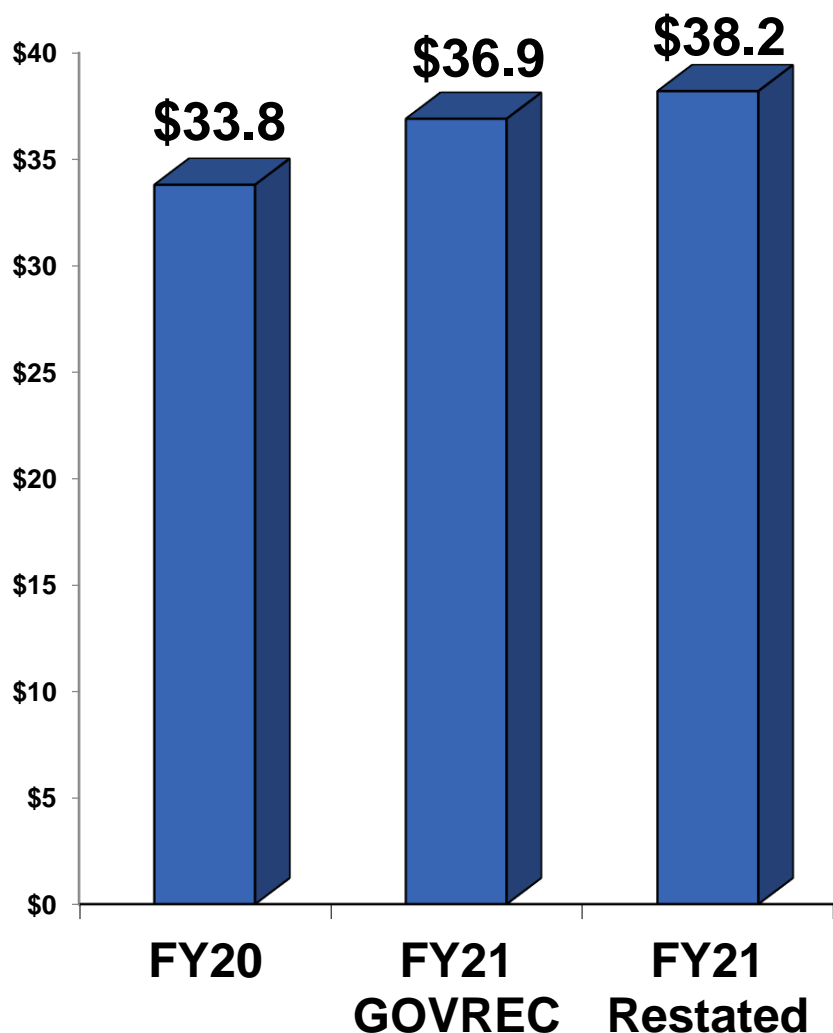
- Decrease of \$10,514 in statewide allocated costs
- Increase of \$25,177 in vacancy savings

# Maintenance - \$100.8M - \$1.9M increase (+2.0%)



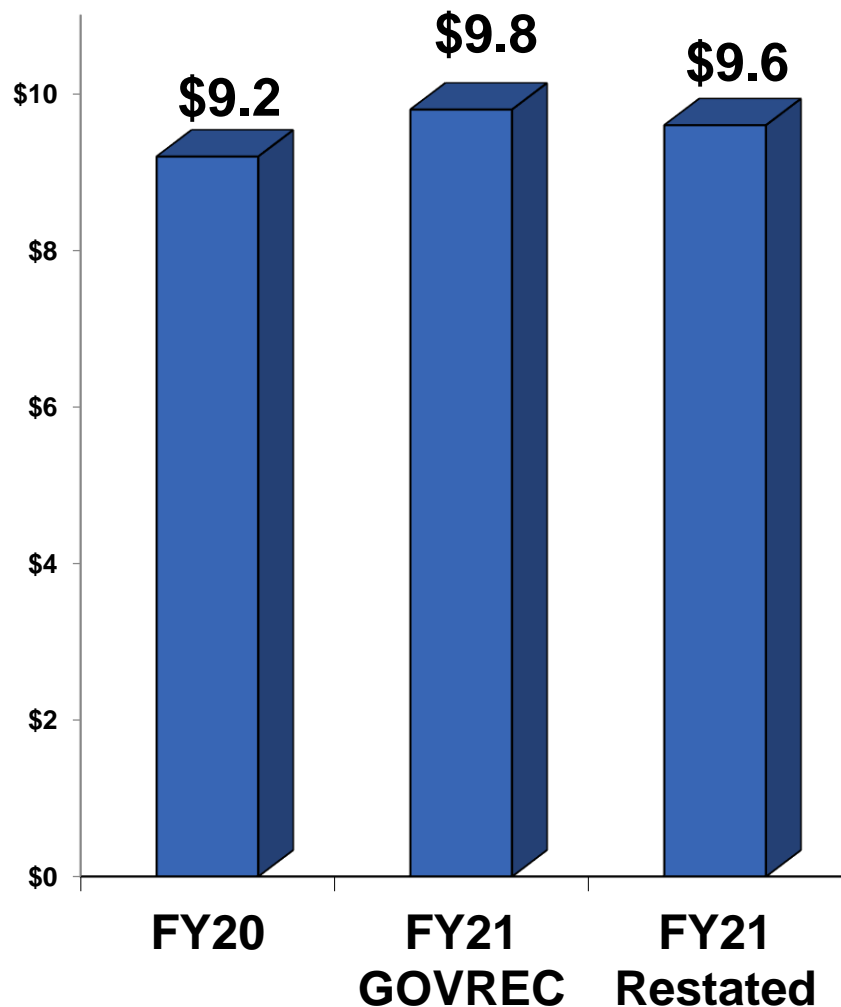
- Maintains \$600,000 TF cut as passed in TBill
- Cuts additional \$1,387,028 TF for general maintenance activities
  - Total \$1,987,028 TF cut to general maintenance
- Decrease of \$170,181 in statewide allocated costs
- Increase of \$402,046 in vacancy savings
- \$3.5M TF added to pay Central Garage invoices
  - \$3.5M of FY20 invoices that were not paid to potentially assist with balancing TFund at year end
  - These will be paid in FY21 to eliminate the cash shortfall that resulted in the Central Garage Fund – required by Finance & Management
- Proposes \$1M General Fund add to offset impacts of above TF cuts and to restore mowing activities

# Public Transit - \$38.2M - \$1.4M increase (+3.7%)



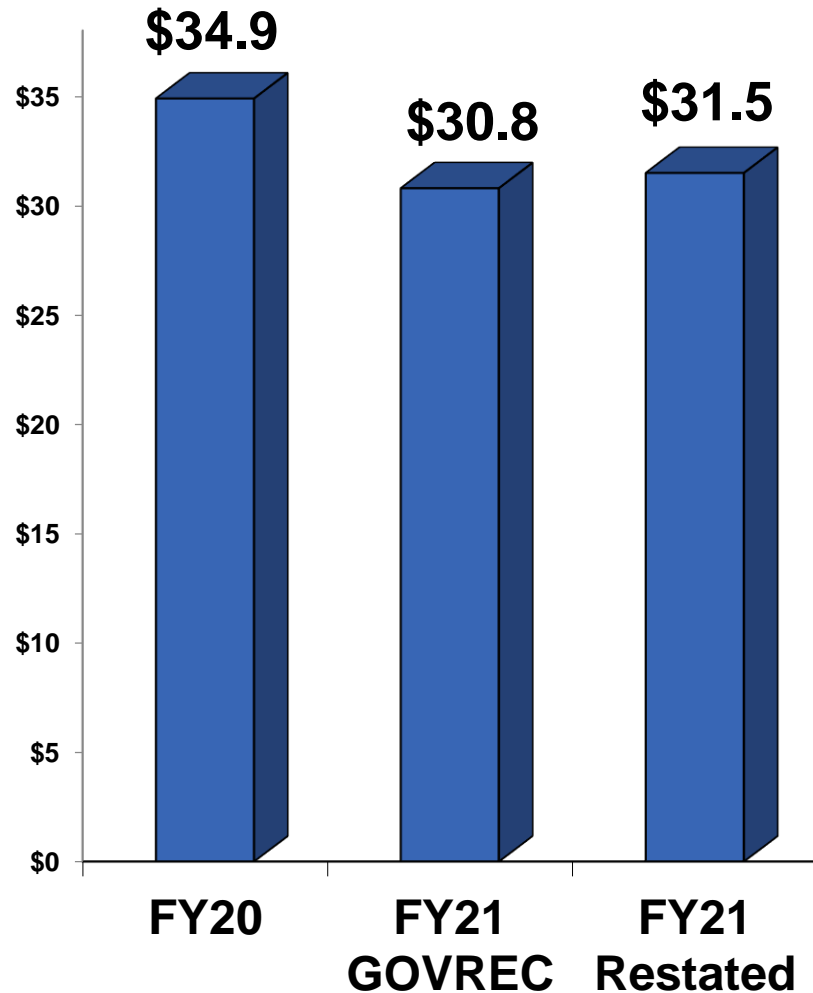
- Includes \$500,000 TF for Transportation Demand Management (TDM) as passed – no change
- Increase for federal discretionary grant award for buses:
  - \$838,355 FTA
  - \$49,197 State match
- Saves \$3.1M in State funds – shifts TF to FTA COVID Cares Act Funds
- Decrease of \$1,643 in statewide allocated costs
- Increase of \$3,934 in vacancy savings
- Does not include additional \$500,000 TF added in Tbill
- Net increase of \$381,975 over as-passed TBill

# Aviation - \$9.6M - \$291,426 decrease (-3.0%)



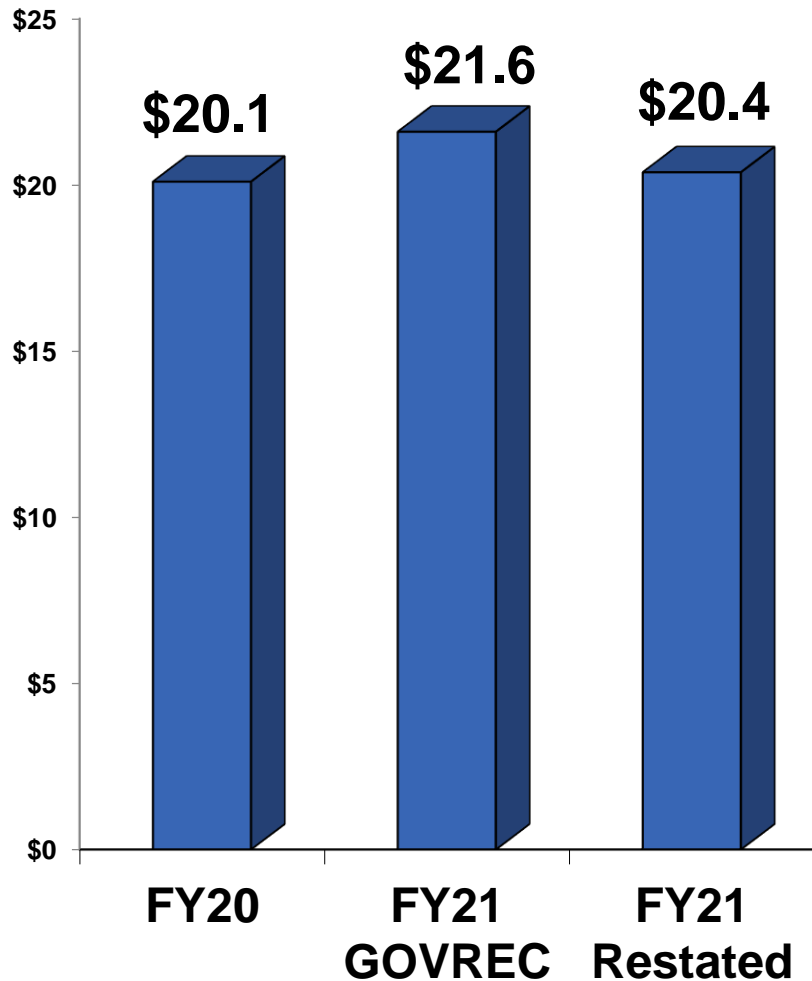
- Maintains Legislative changes to Clarendon Snow Removal Equipment building (-\$595K) and Morristown Fuel Farm (+\$195K) as passed in TBill
- Decrease of \$5,257 in statewide allocated costs
- Increase of \$12,589 in vacancy savings
- Small increase in Cares Act FAA of \$26,420

# Rail - \$31.5M - \$678,808 increase (+2.2%)



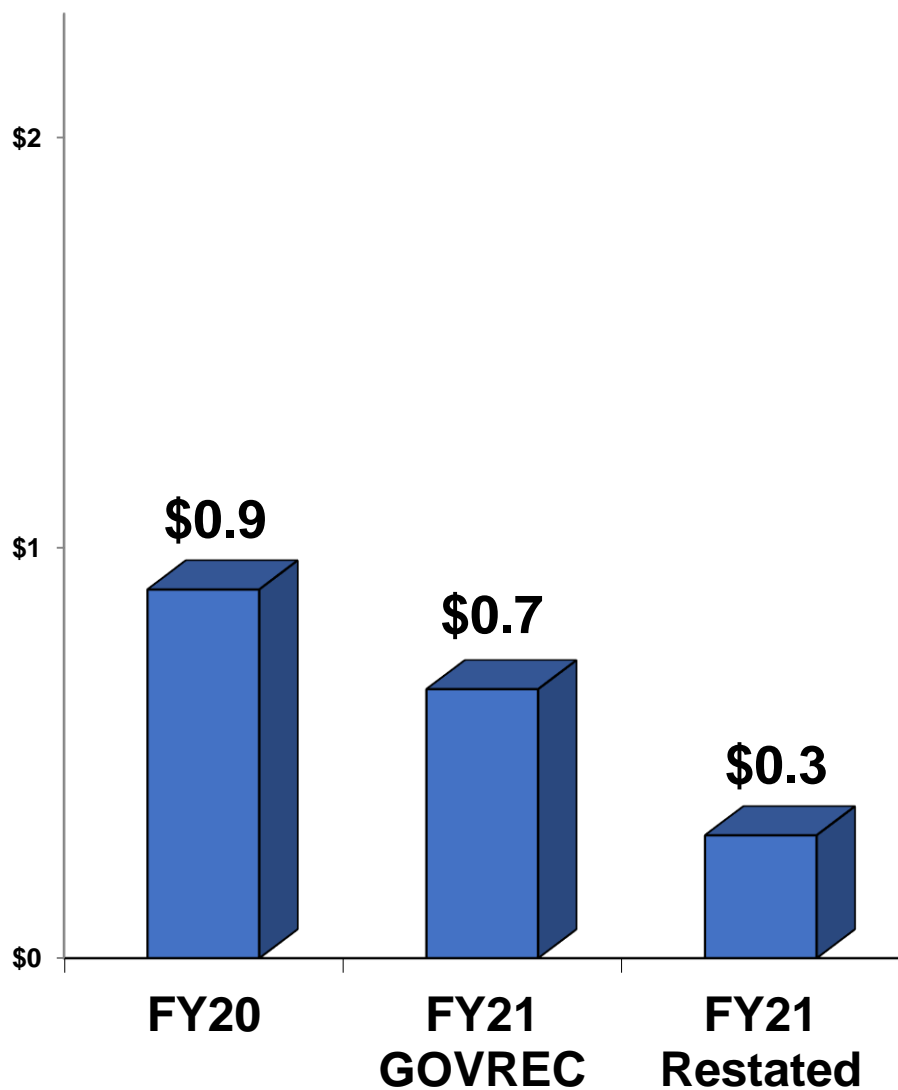
- Decrease of \$750,000 in Amtrak costs
- Adds \$700,000 and redirects \$750,000 Amtrak savings to Burlington Railyard overnight train parking project
  - \$1.45M total funding
- Decrease of \$6,243 in statewide allocated costs
- Increase of \$14,949 in vacancy savings

# Central Garage - \$20.4M - \$1.3M decrease (-5.8%)



- Decrease of \$1.2M to equipment replacement
  - Reduced from \$8.7M to \$7.5M
- Decrease of \$16,758 in statewide allocated costs
- Increase of \$40,126 in vacancy savings

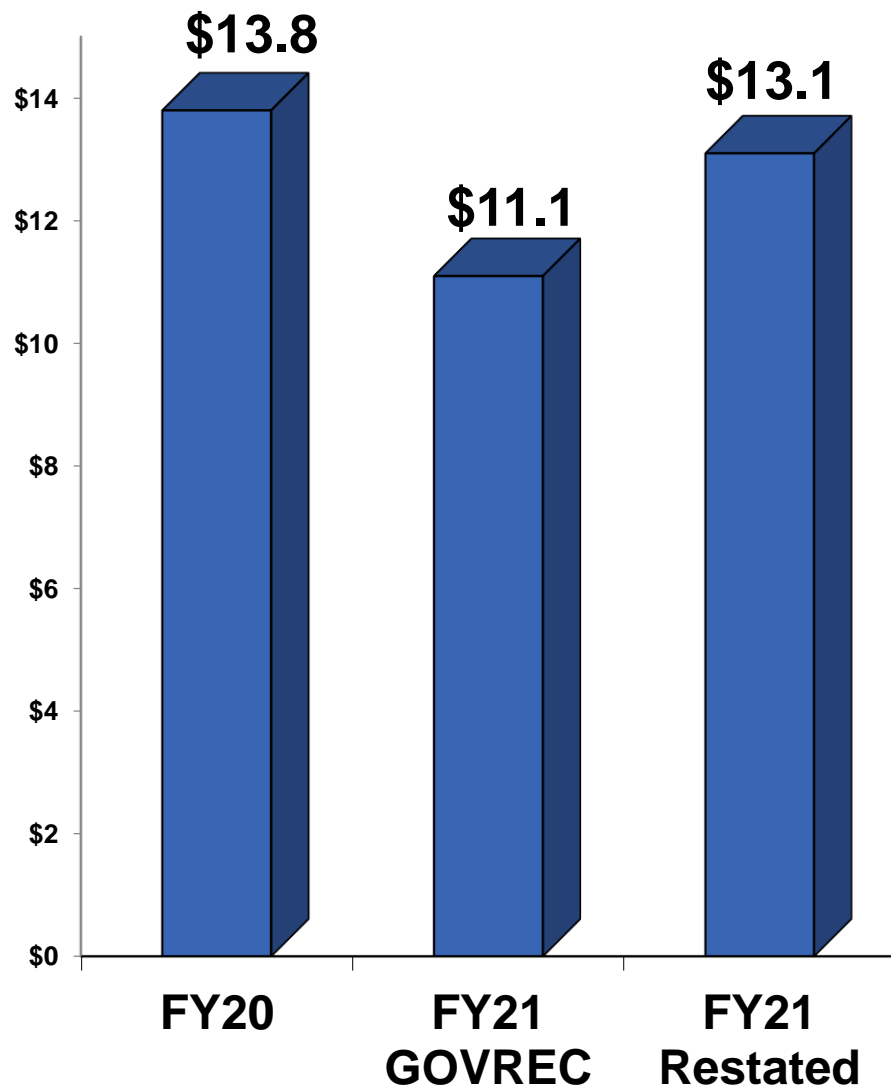
# Transportation Buildings - \$307K - \$350,000 decrease (-53.3%)



- Maintains Legislative cut of \$350,000 to Lunenburg Garage construction as passed in TBill

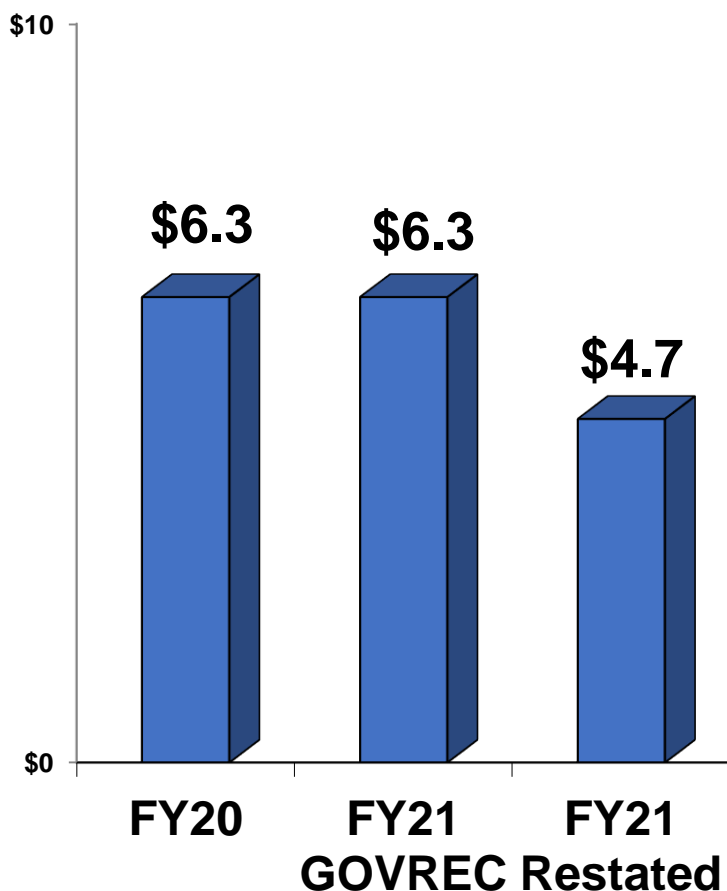


# Town Highway Bridge - \$13.1M - \$2M increase (+18.1%)



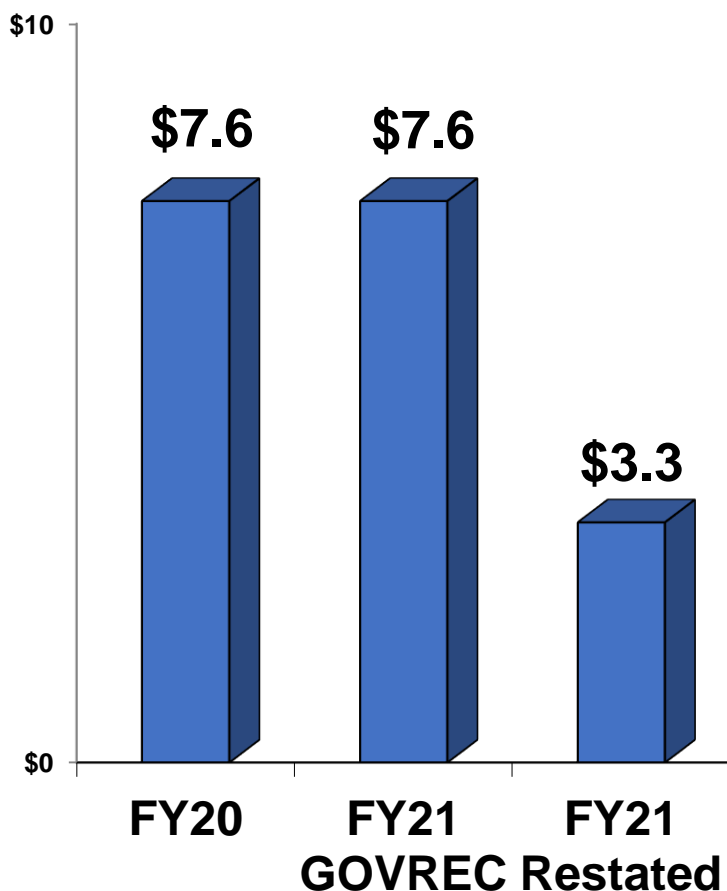
- Adds \$2M (\$1.6M FHWA and \$400K TIB) to Brattleboro-Hinsdale NH for ROW costs
  - Also Shifts \$1M from construction to ROW
  - No construction anticipated during FY21

# TH Structures - \$4.65M - \$1.68M decrease (-26.6%)



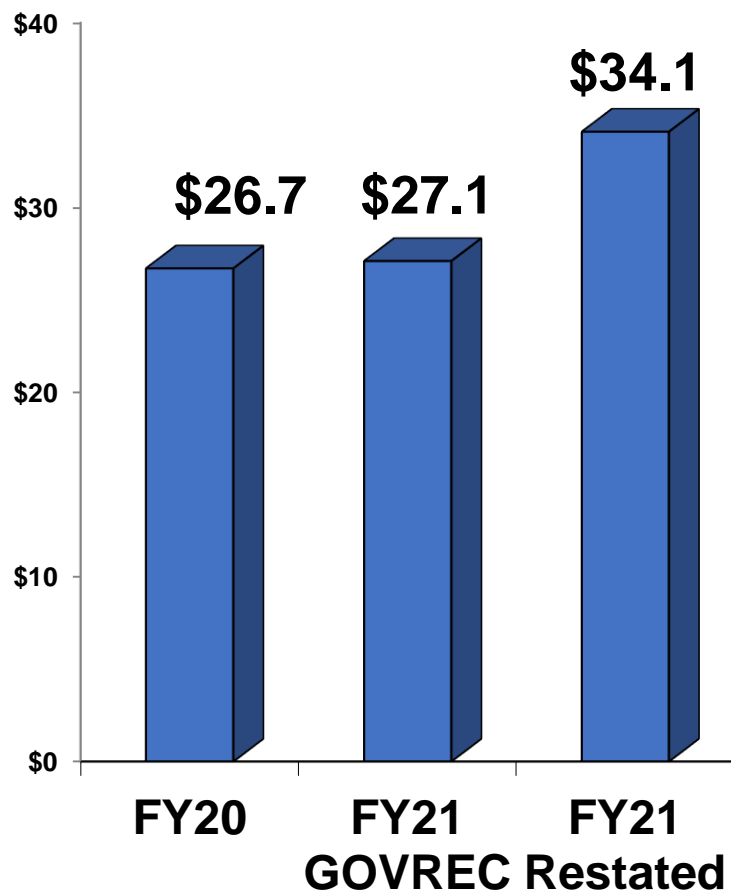
- \$4.7M Budget funds all outstanding grant commitments estimated to be paid in FY21
- This program is paused for FY21 – no new grants will be awarded
- Will resume in FY22 – all towns will maintain their position in queue
- \$6M is added to a one-time appropriation to be distributed to all municipalities by the TH Aid formula
  - Increased from \$27M to \$33M

# TH Class 2 Roadway - \$3.25M - \$4.4M decrease (-57.5%)



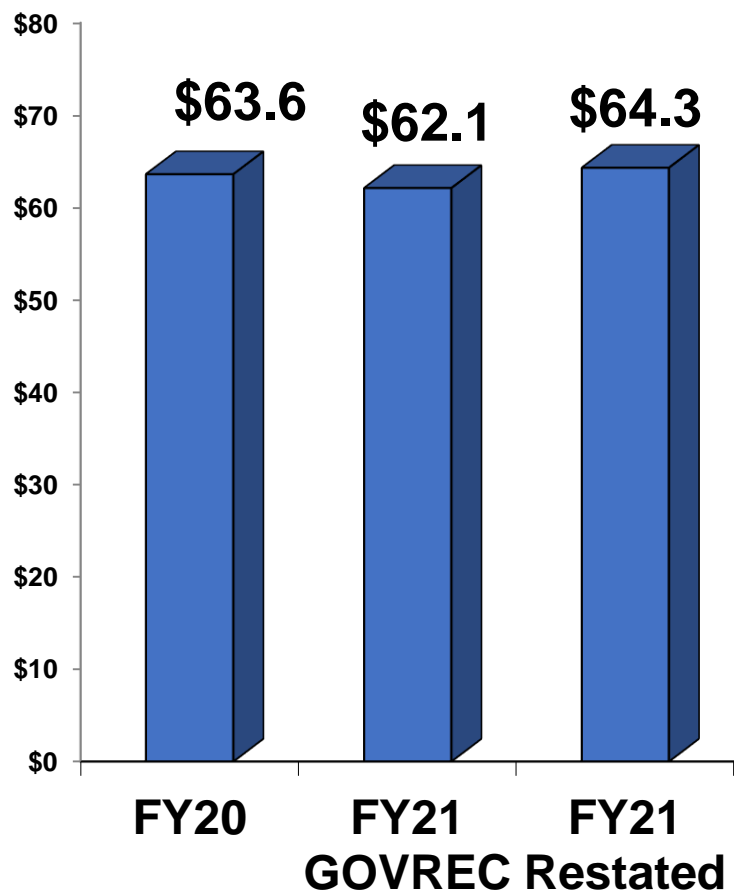
- \$3.3M Budget funds all outstanding grant commitments estimated to be paid in FY21
- This program is paused for FY21 – no new grants will be awarded
- Will resume in FY22 - all towns will maintain their position in queue
- \$6M is added to a one-time appropriation to be distributed to all municipalities by the TH Aid formula
  - Increased from \$27M to \$33M

# Town Highway Aid - \$34.1M - \$7M increase (+25.8%)



- \$7M will be added as a one-time appropriation to be distributed to all municipalities by the TH Aid formula
  - Increased from \$27M to \$34M
  - \$6M TF plus \$1M GF
  - All towns will benefit from this increase
- This helps offset the reductions to TH Structures and TH Class 2 Roadway Programs
- Total Town Program funding essentially held harmless at GOVREC level
  - Excluding \$2M increase to TH Bridge Program

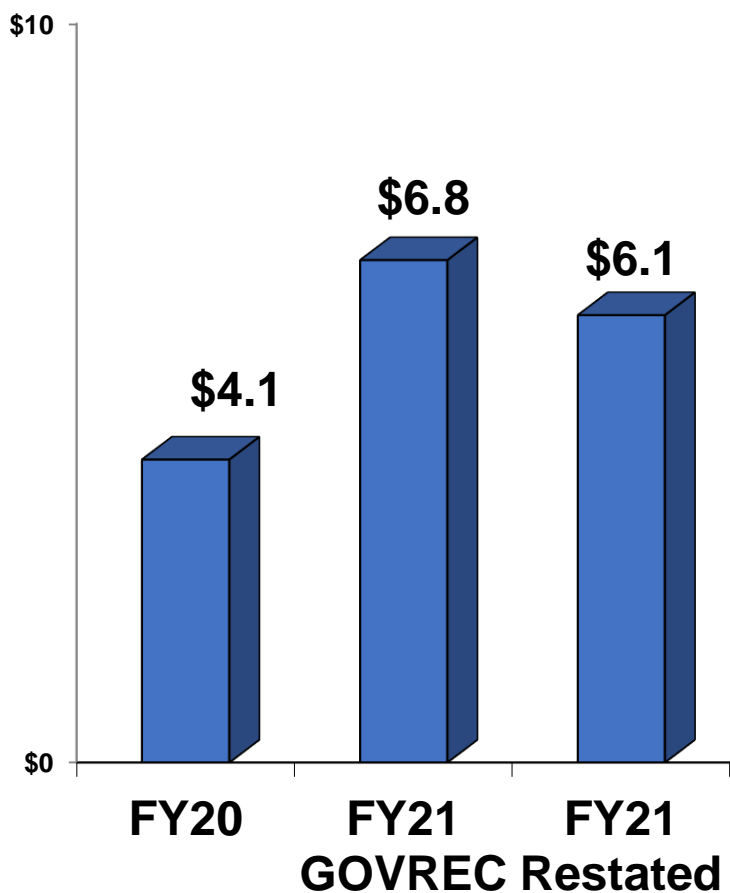
# Town Highway Programs - \$64.3M - \$2.2M increase (+3.5%)



- Increase of \$2M to TH Bridge
- One-time increase in special TH Aid formula funds of \$7M: \$6M TF and \$1M GF
- Decrease of Clean Water Fund of \$723,000 in Municipal Mitigation
- The following Town Highway Programs are funded with no change at the GOVREC level:
  - TH – Nonfederal Disasters
  - TH – Federal Disasters
  - TH – Class 1 Supplemental
  - TH – VT Local Roads
  - TH – Public Assistance Grants



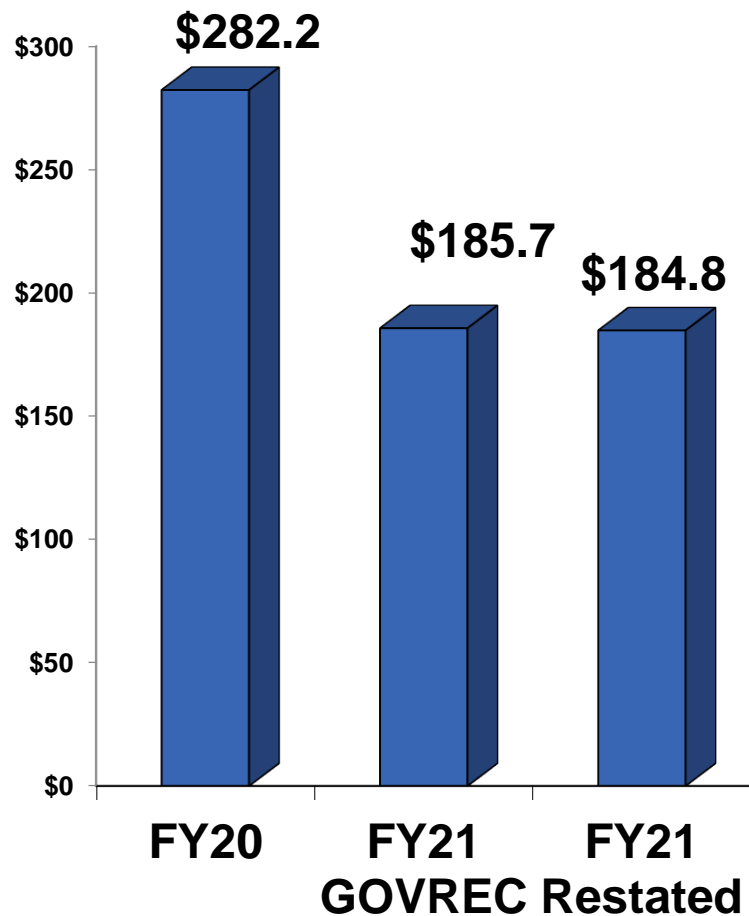
# Municipal Mitigation Assistance - \$6.1M – Decrease of \$723K



- Reduction in Clean Water Fund of \$723,000 due to revenue forecast



# Transportation Board - \$184,774 - Decrease of \$976 (-0.5%)



- Decrease of \$976 in statewide allocated costs

Questions?