

# **Status Report: VDOT Blueprint and Budget Matters**

**Presentation to the Senate Finance Subcommittee on Transportation**

**By**

**Gregory Whirley**

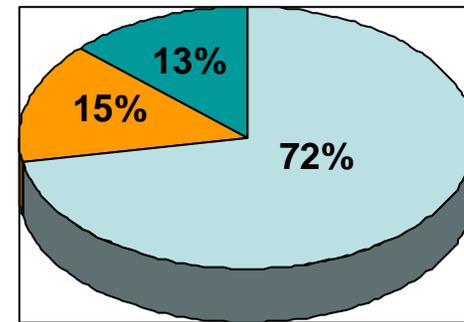
**Acting Commonwealth Transportation Commissioner**

**January 27, 2010**

# The Blueprint

- **3 Parts to Blueprint**
  - Six-Year Program
  - Organization/Staffing
  - Services/Programs

Reductions by Program  
Over 6 years



# Six Year Program

# Transportation Revenue Forecast Reductions (Six Year Estimates)

Spring 2008	\$1.11 billion
February 2009	<u>\$2.57 billion</u>
Through FY 2009	<u>\$3.68 billion</u>
August 2009	\$0.88 billion
November 2009	<u>\$0.05 billion</u>
FY 2010 Revisions	<u>\$0.93 billion</u>
Total	\$4.61 billion

# Highway Program

(w/o Fed Reserve)

	Approved FY 2008- 2013	Approved FY 2009- 2014	Revised FY 2009- 2014	Approved FY2010- 2015	Revised FY2010- 2015
Interstate	\$2.1 b	\$2.1 b	\$1.4 b	\$1.3 b	\$1.4 b
Primary	\$2.0 b	\$1.6 b	\$1.3 b	\$1.0 b	\$1.1 b
Secondary	\$1.3 b	\$1.0 b	\$0.6 b	\$0.5 b	\$0.3 b
Urban	\$1.1 b	\$0.8 b	\$0.5 b	\$0.4 b	\$0.3 b
Federal Funds Maintenance	\$0.9 b	\$1.0 b	\$1.2 b	\$1.2 b	\$1.3 b
MPO	\$0.6 b	\$0.6 b	\$0.5 b	\$0.6 b	\$0.6 b
Safety, Enh, Rail, Other	\$0.6 b	\$0.8 b	\$0.5 b	\$0.5 b	\$0.5 b
Total	\$8.6 b	\$7.9 b	\$6.0 b	\$5.5 b	\$5.5 b



# Commonwealth Transportation Fund Revenue Outlook Revised FY 2010 – 2015

(in millions)

	2010	2011	2012	2013	2014	2015	Total
<b>State Transportation Revenues</b>							
HMO	\$1,265.2	\$1,305.0	\$1,332.6	\$1,367.1	\$1,397.9	\$1,430.5	\$8,098.3
TTF net interest	801.9	822.6	847.8	880.0	914.1	950.9	5,217.3
PTF (From TTF)	149.1	148.2	154.2	162.1	169.7	177.1	960.4
Local and Other Revenues	368.0	232.7	223.3	206.6	202.8	200.1	1,433.6
<b>Total</b>	<b>2,584.2</b>	<b>2,508.5</b>	<b>2,557.9</b>	<b>2,615.8</b>	<b>2,684.5</b>	<b>2,758.6</b>	<b>15,709.6</b>
<b>Federal Revenues</b>	<b>958.3</b>	<b>901.7</b>	<b>907.7</b>	<b>913.8</b>	<b>919.8</b>	<b>925.9</b>	<b>5,527.3</b>
<i>Federal Contingency/Reserve</i>	<i>(85.2)</i>	<i>(85.7)</i>	<i>(86.2)</i>	<i>(86.8)</i>	<i>(87.3)</i>	<i>(87.8)</i>	<i>(519.0)</i>
<b>Total Revenues (Excludes Federal Contingency/Reserve)</b>	<b>3,542.5</b>	<b>3,410.3</b>	<b>3,465.7</b>	<b>3,529.5</b>	<b>3,604.4</b>	<b>3,684.5</b>	<b>21,236.9</b>
<b>Other Financing Sources</b>							
Capital Improvement Bonds	207.9	226.8	214.2	207.1	203.5	190.1	1,249.6
<b>Total Revenues and Other Financing Sources</b>	<b>\$3,750.5</b>	<b>\$3,637.1</b>	<b>\$3,679.8</b>	<b>\$3,736.7</b>	<b>\$3,807.8</b>	<b>\$3,874.6</b>	<b>\$22,486.5</b>



# Commonwealth Transportation Fund Revised FY 2010 - 2015 Allocation Summary (in millions)

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>Total</u>
Debt Service	\$257.3	\$257.5	\$257.4	\$263.8	\$275.4	\$283.0	\$1,594.4
Other Agencies & Transfers	39.4	40.0	40.5	41.1	41.7	42.4	245.1
Highway Maintenance & Operations	1,630.7	1,686.8	1,753.0	1,821.9	1,893.4	1,967.5	10,753.3
Tolls, Admin & Other Programs	396.0	373.6	374.6	377.9	384.4	392.9	2,299.3
Public Transportation & Rail	344.0	364.4	371.0	364.1	370.0	377.1	2,190.7
Ports and Aviation	52.2	53.0	53.7	55.9	58.1	60.5	333.4
Earmarks & Special Financing	366.8	310.8	276.9	281.4	289.1	291.1	1,816.1
Highway Systems Construction	<u>664.1</u>	<u>551.0</u>	<u>552.6</u>	<u>530.7</u>	<u>495.7</u>	<u>460.2</u>	<u>3,254.3</u>
Total	\$3,750.5	\$3,637.1	\$3,679.8	\$3,736.7	\$3,807.8	\$3,874.6	\$22,486.5

# Principles for SYIP FY 2010-2015 Update

- Maximize use of funds to meet federal strategy
- Fund underway project phases as well as project phases that start in FFY 2010
- Eliminate formula distribution of federal STP funds
  - Concentrate federal formula STP funds to advance project phases to completion
- Increase federal funds in maintenance program

# Organization and Staffing

# Organization and Staffing

- Achieve target staffing = 7500
- Review **ALL** positions and organization units
- Reshape and re-size to balance with program
- Maintain effective maintenance staffing and emergency response
- Reduce number of organizational units
- Reduce general administration/overhead staffing
- Adjust engineering staffing to size of construction program
- Maintain effective balance of outsourcing
- Ensure diverse and highly skilled workforce

## Staffing Impacts

- Layoffs in 3 stages
- April 2009: 450 wage employees
- July 2009: 640 notices to classified employees
  - 529 left agency in October
- January 2010: 678 notices to classified employees
  - Estimate 500 to 550 will leave in April

# Organization Impacts

- Reduce number of Residencies from 44 to 29
- Focus Residencies on managing maintenance function
- Reduce number of equipment shops from 73 to 37
- Reduce number of Transportation Operations Centers from 6 to 5
- Reduce number of materials labs from 8 to 5
- Maintain 181 Area Headquarters to ensure effective maintenance delivery
- Maintain 3400 maintenance staff
- Establish call center similar to “Miss Utility”
- Consolidate Land Development function at districts
- Consolidate fiscal functions at residencies and districts in the field
- Regionalize Right of Way function
- Strengthen planning and programming function at the districts

# Services and Non-Construction Programs

# Other Blueprint Adjustments

- Maintenance and operations services were evaluated and many reduced
  - Roadside activities such as mowing
  - Ferry services
  - Safety service patrols
- Additional reductions in other areas
  - Facility repairs
  - Furniture and equipment purchases
  - Security services
  - Training activities

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