2004 SESSION

042300492

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HOUSE BILL NO. 1011

Offered January 14, 2004 Prefiled January 14, 2004

34 56 7 A BILL to amend and reenact §§ 33.1-1, 33.1-2, 33.1-23.1, 33.1-23.2, 33.1-23.4, 33.1-23.5:1, 33.1-25, 33.1-34, 33.1-35, 33.1-39, 33.1-42, 33.1-44, 33.1-46.1, 33.1-46.2, as it is currently effective and as it may become effective, 33.1-46.4, 33.1-47, 33.1-47.1, 33.1-55, 33.1-56, 33.1-61, 33.1-67 through 33.1-69.2, 33.1-70.01, 33.1-70.1, 33.1-72.1, 33.1-75.1, 33.1-75.2, 33.1-75.3, 33.1-79, 33.1-84.1 8 through 33.1-88, 33.1-221.1:3, 33.1-268, 33.1-269, 33.1-277, 33.1-285.1, 33.1-416, 33.1-436, and 58.1-259 of the Code of Virginia and to amend the Code of Virginia by adding in Article 1.1 of Chapter 1 of Title 33.1 a section numbered 33.1-23.001 and by adding sections numbered 33.1-23.03:3.1, 33.1-23.05, 33.1-23.3:1, and to repeal §§ 33.1-23.1:1, 33.1-23.1:2, 33.1-23.3; 33.1-23.5, 33.1-30, 33.1-49 through 33.1-54, and 33.1-70.2 of the Code of Virginia, relating to mathematic and particle 1.1 of Chapter 1 of Chapter 1 of Chapter 1 of Title 3.1 a section numbered 33.1-23.001 and by adding sections numbered 33.1-23.03:3.1, 33.1-23.05, 33.1-23.3:1, and to repeal §§ 33.1-23.1:1, 33.1-23.1:2, 33.1-23.3; and to repeal §§ 33.1-23.1:1, 33.1-23.1:2; and to repeal §§ 33.1-23.1:1, 33.1-23.1:2; and to repeal §§ 33.1-23.1:1; and to repeal §§ 33.1:1; and to repeal § 9 10 11 12 13 membership and powers of the Commonwealth Transportation Board; division of the Commonwealth 14 into regions for certain transportation purposes; the Northern Virginia Transportation District Program; the State Revenue Bond Act; and refunds of motor fuel taxes. 15 16

Patrons-Rust, Black and Dillard

Referred to Committee on Transportation

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20 Be it enacted by the General Assembly of Virginia:

21 1. That §§ 33.1-1, 33.1-2, 33.1-23.1, 33.1-23.2, 33.1-23.4, 33.1-23.5:1, 33.1-25, 33.1-34, 33.1-35, 33.1-39, 33.1-42, 33.1-44, 33.1-46.1, 33.1-46.2, as it is currently effective and as it may become 22 effective, 33.1-46.4, 33.1-47, 33.1-47.1, 33.1-55, 33.1-56, 33.1-61, 33.1-67, through 33.1-69.2, 33.1-70.01, 33.1-70.1, 33.1-72.1, 33.1-75.1, 33.1-75.2, 33.1-75.3, 33.1-79, 33.1-84.1 through 33.1-88, 33.1-221.1:3, 33.1-268, 33.1-269, 33.1-277, 33.1-285.1, 33.1-416, 33.1-436, and 58.1-2259 of the Code 23 24 25 of Virginia are amended and reenacted and that the Code of Virginia is amended by adding in 26 27 Article 1.1 of Chapter 1 of Title 33.1 a section numbered 33.1-23.001 and by adding sections 28 numbered 33.1-23.03:3.1, 33.1-23.05, 33.1-23.3:1 as follows:

29 § 33.1-1. State Highway and Transportation Board continued as Commonwealth Transportation 30 Board; number and terms of members; removal from office; vacancies.

31 The State Highway and Transportation Board, formerly known as the State Highway and Transportation Commission, is continued and shall hereafter be known as the Commonwealth 32 Transportation Board. Wherever either "Commission" or "Board" is used in this title referring to the 33 34 State Highway and Transportation Board or the State Highway and Transportation Commission, it shall 35 mean the Commonwealth Transportation Board.

The Board shall consist of seventeen 15 members: the Secretary of Transportation, the 36 37 Commonwealth Transportation Commissioner, the Director of the Department of Rail and Public 38 Transportation, and fourteen12 citizen members. The citizen members shall be (i) appointed by the 39 Governor as provided in § 33.1-2, (ii) subject to confirmation by the General Assembly, and (iii) 40 removable from office during their respective terms by the Governor at his pleasure. Appointments of 41 citizen members shall be for terms of four years commencing upon July 1, upon the expiration of the terms of the existing members, respectively. The initial terms of the members appointed in January, 42 1987, shall commence when appointed and shall be for terms ending June 30, 1988, June 30, 1989, and 43 June 30, 1990, respectively. Vacancies shall be filled by appointment by the Governor for the unexpired 44 term and shall be effective until thirty30 days after the next meeting of the ensuing General Assembly 45 and, if confirmed, thereafter for the remainder of the term. No person shall be eligible to serve more 46 47 than two successive terms of four years, other than the Secretary of Transportation, the Commonwealth Transportation Commissioner, and the Director of the Department of Rail and Public Transportation. A 48 49 person heretofore or hereafter appointed to fill a vacancy may serve two additional successive terms.

50 The Secretary of Transportation shall serve as Chairman of the Board. The Secretary shall have 51 voting privileges only in the event of a tie. The Commonwealth Transportation Commissioner shall 52 serve as Vice-Chairman of the Board. The Commissioner shall have voting privileges only in the event 53 of a tie when he is presiding during the absence of the Chairman. The Director of the Department of Rail and Public Transportation shall serve without a vote. 54

Whenever in this title and in the Code of Virginia "State Highway Commission" or "State Highway and Transportation Board" is used, it shall mean "Commonwealth Transportation Board"; "State Highway Commissioner" or "State Highway and Transportation Commissioner" shall mean "Commonwealth Transportation Commissioner"; and all references to "Department of Highways and 55 56 57 58

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59 Transportation" shall refer to the Department of Transportation. 60

§ 33.1-2. Residence requirements; statewide interest.

61 Of such Board, one member shall be a resident of the territory now included in the Bristol 62 construction district, one in the Salem construction district, one in the Lynchburg construction district, 63 one in the Staunton construction district, one in the Culpeper construction district, one in the 64 Fredericksburg construction district, one in the Richmond construction district, one in the Hampton 65 Roads construction district and one in the Northern Virginia construction district each of the seven regions established in § 33.1-23.05. The remaining five members shall be appointed from the 66 Commonwealth at large, but at least two shall reside in standard metropolitan statistical areas and be 67 designated as urban at-large members, and at least two shall reside outside standard metropolitan **68** statistical areas and be designated as rural at-large members. The at-large members shall be appointed to 69 70 represent rural and urban transportation needs and be mindful of the concerns of seaports and seaport users, airports and airport users, railways and railway users, and mass transit and mass transit users. 71 Each member so appointed shall be mindful of the best interest of the Commonwealth at large primarily 72 73

instead of those of the district from which chosen or of the transportation interest represented.

74 § 33.1-23.001. Definitions of statewide highway system, regional highway system, local highway 75 system, etc.

76 The following terms shall have the meanings ascribed to them whenever they appear in this Code, 77 unless another meaning is clearly apparent from the context:

78 "Local Highway System," "local system," and "local system of state highways" mean those highways 79 that are functionally classified as collector or local roadways pursuant to the federal functional classification system but not part of the National Highway System or otherwise designated by the 80 81 Commonwealth Transportation Board.

"Regional Highway System," "regional system," and "regional system of state highways" mean those 82 highways in Virginia that are functionally classified as arterial roadways pursuant to the federal 83 functional classification system but not part of the National Highway System or otherwise designated by 84 85 the Commonwealth Transportation Board.

"Statewide Highway System," "statewide system," and "statewide system of state highways" mean 86 87 those highways in Virginia designated as components of the federally established National Highway 88 System or otherwise designated by the Commonwealth Transportation Board. 89

§ 33.1-23.03:3.1. Virginia Highway Bridge Fund.

90 A. There is hereby established the Virginia Highway Bridge Fund. The Fund shall consist of all 91 federal highway bridge replacement and rehabilitation funds received by Virginia and shall be used for 92 construction, reconstruction, and replacement of highway bridges in the Commonwealth and allocated 93 by the Commonwealth Transportation Board to individual projects on the basis of the severity of each 94 bridge's deficiency.

95 B. A 20 percent match shall be provided from the allocation of highway system funds pursuant to § 33.1-23.1 for any project that receives funds pursuant to subsection A of this section. Such match shall 96 97 be from the allocation to the highway system on which the bridge is located.

98 § 33.1-23.05. Localities comprising regions for allocations to regional highway system.

99 To facilitate the allocation of regional highway system, the Commonwealth shall be divided into 100 seven regions as follows:

101 The Northern Virginia Region, consisting of the Counties of Arlington, Fairfax, Loudoun, and Prince 102 William and the Cities of Alexandria, Fairfax, Falls Church, Manassas, and Manassas Park;

The Richmond/Petersburg Region, consisting of the Counties of Charles City, Chesterfield, Dinwiddie, Goochland, Hanover, Henrico, New Kent, Powhatan, and Prince George and the Cities of 103 104 105 Colonial Heights, Hopewell, Petersburg, and Richmond;

The Hampton Roads Region, consisting of the Counties of Gloucester, Isle of Wight, James City, and 106 107 York and the Cities of Chesapeake, Hampton, Newport News, Norfolk, Poquoson, Portsmouth, Suffolk, 108 and Virginia Beach;

109 The Shenandoah Region, consisting of the Counties of Allegheny, Augusta, Bath, Botetourt, Clarke, Craig, Floyd, Frederick, Giles, Highland, Montgomery, Page, Pulaski, Roanoke, Rockbridge, 110 Shenandoah, and Warren and the Cities of Buena Vista, Covington, Harrisonburg, Lexington, Radford, 111

112 Roanoke, Salem, Staunton, Waynesboro, and Winchester;

113 The Rappahannock Region, consisting of the Counties of Accomack, Albemarle, Caroline, Culpeper, Essex, Fauquier, Fluvanna, Greene, King George, King William, Lancaster, Louisa, Madison, Mathews, 114 Middlesex, Nelson, Northampton, Northumberland, Orange, Rappahannock, Richmond, Spotsylvania, 115 Stafford, and Westmoreland, and the Cities of Charlottesville and Fredericksburg; 116

The Southside Region, consisting of the Counties of Amelia, Amherst, Appomattox, Bedford, Brunswick, Buckingham, Campbell, Charlotte, Cumberland, Franklin, Greenville, Halifax, Henry, Lunenburg, Mecklenburg, Nottoway, Patrick, Pittsylvania, Prince Edward, Southampton, Surry, and 117 118 119 Sussex, and the Cities of Bedford, Danville, Emporia, Franklin, Lynchburg, and Martinsville; and 120

The Southwest Region, consisting of the Counties of Bland, Buchanan, Carroll, Dickenson, Grayson,
 Lee, Russell, Scott, Smyth, Tazewell, Washington, and Wise, and the Cities of Bristol, Galax, and
 Norton.

For the purposes of this title, "region" means one of the seven regions provided for in this section.
§ 33.1-23.1. Allocation of funds among highway systems.

A. The Commonwealth Transportation Board shall allocate each year from all funds made available for highway purposes such amount as it deems reasonable and necessary for the maintenance of roads within the interstate system of highways, the primary system of state highways, the secondary system of *the statewide system, the regional system, and the local system of* state highways and for city and town street maintenance payments made pursuant to § 33.1-41.1 and payments made to counties which have withdrawnelected or will elect *not* to withdraw from the secondary participate in the local system of state highways pursuant to § 33.1-23.5:1.

B. After funds are set aside for administrative and general expenses and pursuant to other provisions in this title which provide for the disposition of funds prior to allocation for highway purposes, and after allocation is made pursuant to subsection A of this section, the Commonwealth Transportation Board shall allocate each year the remaining funds available for highway purposes, exclusive of federal *highway bridge replacement and rehabilitation* funds for the interstate system, among the several highway systems for construction first pursuant to <u>\$\$ 33.1-23.1:1</u> and <u>33.1-23.1:2</u> and then as follows:

139 1. Forty percent of the remaining funds exclusive of federal-aid matching funds for the interstate
140 system shall be allocated to the primary statewide system of state highways, including the arterial
141 network, and in addition, an amount shall be allocated to the primary system as interstate matching
142 funds as provided in subsection B of § 33.1-23.2.

143 2. Thirty percent of the remaining funds exclusive of federal-aid matching funds for the interstate
 144 system shall be allocated to urban the regional system of state highways for state aid pursuant to
 145 § 33.1-44.

146 3. Thirty percent of the remaining funds exclusive of federal-aid matching funds for the interstate
 147 system shall be allocated to the secondary *local* system of state highways.

148 C. Notwithstanding the foregoing provisions of this section, the General Assembly may, through the
 149 general appropriations act, permit the Governor to increase the amounts to be allocated to highway
 150 maintenance, highway construction, either or both.

151 § 33.1-23.2. Allocation of construction funds for statewide highway system.

152 A. The Commonwealth Transportation Board shall allocate such funds as are available under 153 § 33.1-23.1 B 1 to the primary statewide system of state highways, including the arterial network, for 154 construction and shall apportion such funds among the nine construction districts so that each 155 construction district shall be allocated a share of such funds equal to the proportion that such 156 construction district bears to the Commonwealth as a whole in terms of: vehicle-miles traveled on the 157 primary system, primary road lane mileage and a primary road need factor which adjusts the weights in 158 the allocation formula for the construction district with the largest under-allocation relative to primary 159 needs, with vehicle-miles traveled weighted seventy percent, primary road lane mileage weighted 160 twenty-five percent, and the primary road need factor weighted five percent at the project level, based 161 on system priorities.

B. Out of each district's total allocation of primary funds pursuant to paragraph 1 of subsection B of
\$-33.1-23.1, the Board shall allocate all needed interstate federal-aid matching funds, up to a maximum
of twenty-five percent of the district's primary allocation. Any additional interstate federal-aid matching
funds needed in a district shall be allocated by the Board from the Interstate Federal-Aid Matching Fund
established in §-33.1-23.1;2.

167 C. Notwithstanding subsection A other provisions of this section, the Board may provide for
 168 exceptionally heavy expenditures for repairs or replacements made necessary by highway damage
 169 resulting from accidents, severe weather conditions, acts of God or vandalism.

170 D. Such funds Funds allocated to the primary statewide system shall, as far as possible, be allotted
 171 prior to the commencement of the fiscal year and public announcement made of such allotment but the
 172 Board shall not approve such allotment until after a public hearing at which political subdivisions of the
 173 Commonwealth and interested citizens may be heard.

174 In any case where any allotment of funds is made under this subsection to any county, all or a part 175 of which subsequently is incorporated as or into a city or town, such allocation shall not be impaired 176 thereby and the funds so allocated shall be expended as if such county or any part thereof had never 177 become an incorporated city, but that portion of such city shall not be eligible to receive funds as a city 178 during the same year it receives the funds allocated as a county or as any part of a county.

179 § 33.1-23.3:1. Allocation of construction funds for regional highway system.

A. Such funds as are allocated to the regional system of state highways pursuant to § 33.1-23.1 B 2
 shall be apportioned among the seven funding regions established in § 33.1-23.05 so that each funding

182 region receives a share of such funds equal to the proportion of registered vehicles in each funding183 region to the total number of registered vehicles in the Commonwealth of Virginia.

184 B. The Commonwealth Transportation Board in coordination with metropolitan planning
 185 organizations, planning district commissions, and other applicable regional entities shall allocate such
 186 funds at the project level based on system priorities.

187 C. Before allocating funds under the foregoing provisions of this section, the Board may provide for
188 exceptionally heavy expenditures for repairs or replacements made necessary by highway damage
189 resulting from accidents, severe weather conditions, acts of God, or vandalism.

D. Funds allocated to the regional system shall, as far as possible, be allotted prior to the commencement of the fiscal year and public announcement made of such allotment but the Board shall not approve such allotment until after a public hearing at which political subdivisions of the 193 Commonwealth and interested citizens may be heard.

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§ 33.1-23.4. Allocation of construction funds within local highway system.

195 Such funds as are allocated to the secondary local system of state highways pursuant to paragraph 196 subdivision 3 of subsection B of § 33.1-23.1 shall be apportioned among the several counties in the 197 secondary system, cities and towns having 5,000 or more inhabitants by the Commonwealth 198 Transportation Board so that each such county shall be allocated a share of such funds equal to the in 199 the same proportion that such county bears to the Commonwealth as a whole in terms of area and 200 population with population being weighted 80 percent, and area being weighted 20 percent. For the 201 purpose of this section, "area" means the total land area of a county reduced by the area of any military 202 reservations and state or national parks or forests within its boundaries and such other similar areas and 203 facilities of five square miles in area or more, as may be determined by the Commonwealth Transportation Board, city or town bears to all counties, cities, and towns receiving allocations under 204 205 this section in terms of the number of centerline miles of highway in the local system and the number of 206 registered vehicles, with centerline mileage weighted 86 percent and vehicle registrations weighted 14 207 percent. The county, city, or town shall allocate its share of such funds at the project level based on 208 system priorities.

209 For the purposes of this section, the term "population" shall mean either population according to the 210 latest United States census or the latest population estimate of the Center for Public Service of the 211 University of Virginia, whichever is more recent.

212 If so requested in a resolution adopted by the local governing body, funds allocated to any county 213 under this section may be used to support primary highway system construction projects within the 214 county.

215 Before allocating funds under the foregoing provisions of this section, the Board may provide for
 216 exceptionally heavy expenditures for repairs or replacements made necessary by highway damage
 217 resulting from accidents, severe weather conditions, acts of God or vandalism.

§ 33.1-23.5:1. Funds for counties that have elected not to participate in the local system or elect to
withdraw from the local system of state highways.

220 As of July 1, 2004, Henrico and Arlington Counties shall be deemed to have elected not to participate in the local system of state highways for purposes of maintenance.

Notwithstanding the provisions of § 33.1-23.5, pursuant Pursuant to § 33.1-23.1 A, the 222 223 Commonwealth Transportation Board shall make the following payments to counties which have 224 withdrawn or elect to withdraw from the secondary system of state highways under the provisions of 225 § 11 of Chapter 415 of the Acts of Assembly of 1932, and which have not elected to return: to any 226 county having withdrawn prior to June 30, 1985, and having an area greater than 100 square 227 miles Henrico County, an amount equal to \$3,616 per lane-mile for fiscal year 1986, and to any county 228 having an area less than 100 square miles Arlington County, an amount equal to \$7.201 per lane-mile for 229 fiscal year 1986; to any county that elects to withdraw from the local system on or after June 30, 1985 230 July 1, 2004, the Commonwealth Transportation Board shall establish a rate per lane-mile for the first 231 year using (i) an amount for maintenance based on maintenance standards and unit costs used by the 232 Department of Transportation to prepare its secondary system maintenance budget for the year in which 233 the county withdraws, and (ii) an amount for administration equal to five percent of the maintenance 234 figure determined in (i) above. The payment rates shall be adjusted annually by the Board in accordance 235 with procedures established for adjusting payments to cities and towns under § 33.1-41.1, and lane 236 mileage shall be adjusted annually to include (i) streets and highways accepted for maintenance in the 237 county system by the local governing body, or (ii) streets and highways constructed according to 238 standards set forth in the county subdivision ordinance or county thoroughfare plan, and being not less 239 than the standards set by the Department of Transportation. Such counties shall, in addition, each receive 240 for construction from funds allocated pursuant to § 33.1-23.1 B 3 an annual amount calculated in the 241 same manner as payments for construction in the state secondarylocal highway system are calculated.

Payment of the funds shall be made in four equal sums, one in each quarter of the fiscal year, andshall be reduced, in the case of each such county, by the amount of federal-aid construction funds

244 credited to each such county. 245

§ 33.1-25. State highway system.

246 Except as the same shall be changed as hereinafter provided, the roads and bridges now comprising 247 the State Highway System, sometimes referred to as the primary system of state highways, shall 248 continue to constitute and be known as the State Highway System and the terms "State Highway 249 System" or "primary system of state highways" when used elsewhere in this Code or in any other act or 250 statute shall refer to and mean such State Highway System, sometimes called the primary system of 251 state highways, as so constituted the statewide and regional highways systems. The term "State Highway 252 System" shall not include the secondary local highway system of state highways. The State Highway 253 System shall be constructed and maintained by the State Commonwealth under the direction and 254 supervision of the Commonwealth Transportation Board and the Commonwealth Transportation 255 Commissioner.

256 § 33.1-34. Transfer of roads from local highway system to regional and statewide highway systems; 257 additions to statewide highway system.

258 The Commonwealth Transportation Board may transfer such roads, bridges and streets as the Board 259 shall deem proper from the secondarylocal highway system of state highways to the primary regional or 260 statewide highway system of state highways; upon such transfer the roads, bridges and streets so 261 transferred shall become for all purposes parts of the primary regional or statewide highway system of 262 state highways and thereafter cease being parts of the secondary local highway system of state highways. The Board may add such roads, bridges and streets as it shall deem proper to the primary 263 264 system regional or statewide systems. The total mileage of such roads, bridges and streets so transferred 265 or added by the Board shall not, however, exceed fifty 50 miles during any one year.

266 § 33.1-35. Transfer of roads, etc., from regional or statewide systems to local system.

267 The Commonwealth Transportation Board may transfer such roads, bridges and streets as the Board 268 shall deem proper from the primary system regional or statewide systems of state highways to the secondary local system of state highways; upon such transfer, the roads, bridges and streets so 269 270 transferred shall become for all purposes parts of the secondary local system of state highways and thereafter cease being parts of the primary regional or statewide system of state highways. The total 271 272 mileage of such roads, bridges and streets so transferred by the Board shall not, however, exceed 150 273 miles during any one year.

274 No resolution for any such transfer shall be adopted until (1) (i) notice of intention to propose the 275 same for adoption shall have been given for sixty60 days to the governing body of each county, city 276 and town in which is located any part of any such roads, bridges and streets proposed to be transferred; 277 and (2) (ii) if any such governing body requests, a public hearing is held on such proposal. 278

§ 33.1-39. Bypasses through or around cities and towns.

279 The Commonwealth Transportation Commissioner may acquire by gift, purchase, exchange, 280 condemnation or otherwise, such lands or interest therein, necessary or proper for the purpose, and may 281 construct and improve thereon such bypasses or extensions and connections of the primary 282 system regional or statewide systems of state highways through or around cities and incorporated towns, 283 as the Board may deem necessary for the uses of the State Highway System; provided, that the 284 respective cities and the incorporated towns of 3,500 5,000 population, or more, by action of their 285 governing bodies agree to participate in accordance with the provisions of § 33.1-44 in all costs of such 286 construction and improvement, including the cost of rights-of-way, on that portion of any such bypass or 287 extension which is located within any such city or incorporated town. The maintenance of that portion 288 of a bypass or extension located within a city or incorporated town shall be borne by the city or town. 289 However, the Board shall contribute to such maintenance in accordance with the provisions of law 290 governing its contribution to the maintenance of streets, roads and bridges in such cities and 291 incorporated towns. The location, form and character of informational, regulatory and warning signs, 292 curb and pavement or other markings and traffic signals installed or placed by any public authority shall 293 be subject to the approval of the Commissioner. At both ends of bypasses through or around cities and 294 incorporated towns the Commissioner shall erect and maintain adequate directional signs of sufficient 295 size and suitable design to indicate clearly the main route or routes leading directly into such cities and 296 incorporated towns.

297 Notwithstanding the above foregoing provisions of this section, in any case where a municipality 298 refuses to contribute to the construction of a bypass or an extension or connection of the primary system 299 regional or statewide systems within said municipality the Commonwealth Transportation Commissioner 300 may construct such bypass or extension and connection without any contribution by the municipality 301 when the Board determines that such bypass or extension and connection is primarily rural in character 302 and that the most desirable and economical location is within said municipality. Any bypass or extension 303 and connection built under this provision shall be maintained by the Commissioner as a part of the 304 primary system and the municipality shall receive no payment for such bypass or extension and

305 connection under § 33.1-41.1.

All the provisions of general law relating to the exercise of eminent domain by the Commissioner
 shall be applicable to such bypasses, or extensions or connections of the primary system regional or
 statewide systems of state highways.

309 The Board may expend out of funds appropriated to the Board under § 33.1-23.1 A and B 1 such310 funds as may be necessary to carry out the provisions of this section.

§ 33.1-42. Incorporation into state highway system of connecting streets and roads in certain other
 towns and cities; maintenance, etc., costs.

313 The Commonwealth Transportation Board may, by and with the consent of the Governor and the 314 governing body of any incorporated town or city having a population of 3,500 5,000 inhabitants or less, 315 incorporate in the State Highway System such streets and roads or portions thereof in such incorporated town or city as may in its judgment be best for the handling of traffic through such town or city from 316 317 or to any road in the State Highway System and may, in its discretion, eliminate any of such roads or streets or portions thereof from the State Highway System. Every such action of the Commonwealth 318 319 Transportation Board incorporating any such road or street or portion thereof in the State Highway 320 System or eliminating it therefrom, shall be recorded in its minutes.

Any such road or street or portion thereof in any such city or town so incorporated in the State Highway System shall be subject to the rules, regulations and control of the state road authorities as are other roads in the State Highway System. But such town or city shall be obligated to pay the maintenance and construction and reconstruction costs of such roads or streets or portions thereof so incorporated in the State Highway System in excess of the amounts authorized to be spent by the Commonwealth Transportation Commissioner on such roads or streets.

327 Every provision in the charter of any such town or city insofar as it is in conflict with this section is328 hereby repealed.

The Commonwealth Transportation Commissioner may in his discretion permit such town or city to
maintain any such road or street, or portion thereof, incorporated in the State Highway System, and
reimburse such city or town up to such amount as he is authorized to expend on the maintenance of
such road or street, or portion thereof.

\$ 33.1-44. Matching highway funds; funding of local system construction projects in cities and towns
with populations of 5,000 or more.

335 In any case in which an act of Congress requires that federal-aid highway funds made available for 336 the construction or improvement of federal or state highways be matched, the Commonwealth 337 Transportation Board shall contribute such matching funds. However, in the case of municipalities of 338 3,500 5,000 or more population eligible for an allocation of construction funds for urban highways 339 under § 33.1-23.3 and the Town of Wise, the Town of Lebanon, and the Town of Altavista, the Board 340 may contribute toward the cost of construction of any federal-aid highway or streetlocal system project 341 ninety-eight98 percent of the necessary funds, including the federal portion, if the municipality 342 contributes the other two percent, and provided further, that within such municipalities the Board may 343 contribute all the required funds on highways in the interstate system statewide or regional systems.

In the case of municipalities of 3,500 or more population eligible for an allocation of construction funds for urban highways under §-33.1-23.3 and the Town of Wise, the Town of Lebanon, and the Town of Altavista, the Commonwealth Transportation Board may contribute toward the costs of construction or improvement of any highway or street project for which no federal-aid highway funds are made available ninety-eight percent of the necessary funds if the municipality contributes the other two percent.

350 For purposes of matching highway funds, such contributions shall continue to apply to such 351 municipality regardless of any subsequent change in population and shall cease to apply only when so 352 specifically provided by an act of the General Assembly. All actions taken prior to July 1, 2001, by 353 municipalities meeting the criteria of the foregoing provisions of this section are hereby confirmed.

354 In the case of municipalities of less than 3,500 5,000 in population that on June 30, 1985, 355 maintained certain streets under § 33.1-80 as then in effect, the Commonwealth Transportation Board 356 shall contribute toward the costs of construction or improvement of any highway or street local system 357 project 100 percent of the necessary funds. The contribution authorized by this paragraph shall be in 358 addition to any other contribution, and projects established in reference to municipalities of less than 359 3,500 5,000 in population shall not in any way be interpreted to change any other formula or manner for the distribution of funds to such municipalities for construction, improvement or maintenance of 360 highways or streets. The Board may accept from a municipality, for right-of-way purposes, contributions 361 of real estate to be credited, at fair market value, against the matching obligation of such municipality 362 363 under the provisions of this section.

The term "construction or improvement" means the supervising, inspecting, actual building, and all expenses incidental to the construction or reconstruction of a highway, including locating, surveying, design and mapping, costs of rights-of-way, signs, signals and markings, elimination of hazards of 367 railroad grade crossings and expenses incidental to the relocation of any utility or its facilities owned by 368 a municipality or by a public utility district or public utility authority.

369 If any municipality requesting such Commonwealth Transportation Board contribution subsequently 370 decides to cancel such construction or improvement after the Board has initiated the project at the 371 request of the municipality, such municipality shall reimburse the Board the net amount of all funds 372 expended by the Board for planning, engineering, right-of-way acquisition, demolition, relocation and 373 construction between the date of initiation by the municipality and the date of cancellation. The Board 374 shall have the authority to waive all or any portions of such reimbursement at its discretion.

375 For purposes of this section, on any construction or improvement project in any city having either a 376 population of at least 130,000 but less than 150,000 or a population of at least 170,000 but less than 377 200,000 and funded in accordance with subdivision 2 3 of subsection B of § 33.1-23.1, the additional 378 cost for placing aboveground utilities below ground may be paid from funds allocated for that project. 379 The maximum cost due to this action shall not exceed five \$5 million dollars. Nothing contained herein shall relieve utility owners of their responsibilities and costs associated with the relocation of their 380 381 facilities when required to accommodate a construction or improvement project.

382 § 33.1-46.1. Highway aid to mass transit.

383 In allocating highway funds the Commonwealth Transportation Board may use such funds for 384 highway aid to mass transit facilities when such use will best accomplish the purpose of serving the 385 transportation needs of the greatest number of people.

386 Highway aid to mass transit may be accomplished (i) by using highway funds to aid in paying transit 387 operating costs borne by localities and/or (ii) by acquisition or construction of transit-related highway 388 facilities such as exclusive bus lanes, bus turn-outs, bus passenger shelters, fringe parking facilities, 389 including necessary access roads, to promote transit use and relieve highway congestion, off-street 390 parking facilities to permit exclusive use of curb lane by buses, and by permitting mass transit facilities 391 to occupy highway median strips without the reimbursement required by § 33.1-97, all to the end that 392 highway traffic may be relieved through the development of more efficient mass transit.

393 Expenditures of funds under the authority of this section shall be made from *statewide system* funds 394 available for the construction of state statewide system highways or regional system funds within the 395 construction district funding region in which the transit facilities are wholly or partly located.

396 The Board may at its discretion contract with the governing bodies comprising a transportation 397 district, or in its discretion, other local governing bodies, for the accomplishment of a project to which 398 funds have been allocated under the provisions of this section. Whenever such projects are being 399 financed by advance annual allocation of funds, the Board may make such funds available to the 400 contracting governing bodies in annual increments which may be used for other transit purposes until 401 needed for the project for which allocated; however, the Board may require bond or other satisfactory 402 assurance of final completion of the contract.

403 The Board may also, at the request of local governing bodies, use funds allocated for urban 404 highways or secondary roads the local highway system within their jurisdiction to accomplish the 405 purposes of this section.

406 The General Assembly may, through the general appropriation act, (i) provide for limits on the 407 amounts or purposes of allocations made under this section and (ii) provide for the transfer of 408 allocations from one eligible recipient to another.

409 § 33.1-46.2. (For expiration date /- see note) Designation of high-occupancy vehicle lanes; use of 410 such lanes; penalties.

411 A. In order to facilitate the rapid and orderly movement of traffic to and from urban areas during 412 peak traffic periods, the Commonwealth Transportation Board may designate one or more lanes of any 413 highway in the interstate, primary, or secondary statewide, regional, or local highway systems as high-occupancy vehicle lanes, hereinafter referred to in this section as HOV lanes. When lanes have 414 415 been so designated and have been appropriately marked with such signs or other markers as the Board 416 may prescribe, they shall be reserved during periods designated by the Board for the exclusive use of 417 buses and high-occupancy vehicles. Any local governing body may also, with respect to highways under 418 its exclusive jurisdiction, designate HOV lanes and impose and enforce restrictions on the use of such 419 HOV lanes. Any highway for which the local jurisdiction receives highway maintenance funds pursuant 420 to § 33.1-41.1 shall be deemed to be within the exclusive jurisdiction of the local governing body for 421 the purposes of this section. HOV lanes shall be reserved for high-occupancy vehicles of a specified 422 number of occupants as determined by the Board or, for HOV lanes designated by a local governing 423 body, by that local governing body. Notwithstanding the foregoing provisions of this section, no 424 designation of any lane or lanes of any highway as HOV lanes shall apply to the use of any such lanes 425 by: 426

1. Emergency vehicles such as fire-fighting vehicles, ambulances, and rescue squad vehicles,

427 2. Law-enforcement vehicles, HB1011

428 3. Motorcycles,

429 4. a. Transit and commuter buses designed to transport 16 or more passengers, including the driver,

430 b. Commuter buses and motor coaches operating under irregular route passenger certificates issued 431 under § 46.2-2010 and any vehicle operating under a certificate of Public Convenience and Necessity or 432 as a common carrier of passengers under § 46.2-2075 or § 46.2-2080,

433 5. Vehicles of public utility companies operating in response to an emergency call,

434 6. Until July 1, 2006, vehicles bearing clean special fuel vehicle license plates issued pursuant to 435 § 46.2-749.3, or 436

7. Taxicabs having two or more occupants, including the driver.

437 In the Hampton Roads Planning District, HOV restrictions may be temporarily lifted and HOV lanes 438 opened to use by all vehicles when restricting use of HOV lanes becomes impossible or undesirable and the temporary lifting of HOV limitations is indicated by signs along or above the affected portion of 439 440 highway.

441 The Commissioner of VDOT shall implement a program of the HOV facilities in the Hampton Roads Planning District beginning not later than May 1, 2000. This program shall include the temporary lifting 442 443 of HOV restrictions and the opening of HOV lanes to all traffic when an incident resulting from nonrecurring causes within the general lanes occurs such that a lane of traffic is blocked or is expected 444 to be blocked for 10 minutes or longer. The HOV restrictions for the facility will be reinstated when the 445 446 general lane is no longer blocked and is available for use.

447 The Commissioner shall maintain necessary records to evaluate the effects of such openings on the 448 operation of the general lanes and the HOV lanes. He shall report on the effects of this program. This 449 program will terminate if the Federal Highway Administration requires repayment of any federal highway construction funds because of the program's impact on the HOV facilities in Hampton Roads. 450

B. In designating any lane or lanes of any highway as HOV lanes, the Board, or local governing 451 452 body as the case may be, shall specify the hour or hours of each day of the week during which the 453 lanes shall be so reserved, and the hour or hours shall be plainly posted at whatever intervals along the 454 lanes the Board or local governing body deems appropriate. Any person driving a motor vehicle in a designated HOV lane in violation of this section shall be guilty of a traffic infraction which shall not be 455 456 a moving violation and on conviction shall be fined \$50. However, violations committed within the boundaries of Planning District Eight shall be punishable as follows: 457

458 For a first offense, by a fine of \$50;

459 For a second offense, by a fine of \$100;

460 For a third offense within a period of two years of the second offense, by a fine of \$250; and

461 For a fourth or subsequent offense within a period of three years of the second offense, by a fine of 462 \$500.

463 Upon a conviction under this section, the court shall furnish to the Commissioner of the Department 464 of Motor Vehicles in accordance with § 46.2-383 an abstract of the record of such conviction which 465 shall become a part of the person's driving record. Notwithstanding the provisions of § 46.2-492, no driver demerit points shall be assessed for any violation of this section. 466

C. In the prosecution of an offense, committed in the presence of a law-enforcement officer, of 467 468 failure to obey a road sign restricting a highway, or portion thereof, to the use of high-occupancy vehicles, proof that the vehicle described in the HOV violation summons was operated in violation of 469 470 this section, together with proof that the defendant was at the time of such violation the registered 471 owner of the vehicle, shall constitute in evidence a rebuttable presumption that such registered owner of 472 the vehicle was the person who committed the violation. Such presumption shall be rebutted if the 473 registered owner of the vehicle testifies in open court under oath that he was not the operator of the 474 vehicle at the time of the violation. A summons for a violation of this section may be executed in 475 accordance with § 19.2-76.2. Such rebuttable presumption shall not arise when the registered owner of 476 the vehicle is a rental or leasing company.

477 D. Notwithstanding the provisions of § 19.2-76, whenever a summons for a violation of this section 478 is served in any county, city, or town, it may be executed by mailing by first-class mail a copy thereof 479 to the address of the owner of the vehicle as shown on the records of the Department of Motor 480 Vehicles. If the summoned person fails to appear on the date of return set out in the summons mailed 481 pursuant to this section, the summons shall be executed in the manner set out in § 19.2-76.3.

482 No proceedings for contempt or arrest of a person summoned by mailing shall be instituted for his 483 failure to appear on the return date of the summons.

484 E. Notwithstanding § 33.1-252, high-occupancy vehicles having three or more occupants (HOV-3) 485 may be permitted to use the Omer L. Hirst-Adelard L. Brault Expressway (Dulles Toll Road) without 486 paying a toll.

F. Notwithstanding the contrary provisions of this section, the following conditions shall be met 487 488 before the HOV-2 designation of Interstate Route 66 outside the Capital Beltway can be changed to 489 HOV-3 or any more restrictive designation:

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490 1. The Department shall publish a notice of its intent to change the existing designation and also 491 immediately provide similar notice of its intent to all members of the General Assembly representing 492 districts that touch or are directly impacted by traffic on Interstate Route 66.

493 2. The Department shall hold public hearings in the corridor to receive comments from the public.

494 3. The Department shall make a finding of the need for a change in such designation, based on 495 public hearings and its internal data and present this finding to the Commonwealth Transportation Board 496 for approval.

497 4. The Commonwealth Transportation Board shall make written findings and a decision based upon 498 the following criteria:

499 a. Is changing the HOV-2 designation to HOV-3 in the public interest?

500 b. Is there quantitative and qualitative evidence that supports the argument that HOV-3 will facilitate 501 the flow of traffic on Interstate Route 66?

502 c. Is changing the HOV-2 designation beneficial to comply with the federal Clean Air Act 503 Amendments of 1990?

G. [Repealed.]

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505 § 33.1-46.2. (For effective date /- See note) Designation of high-occupancy vehicle lanes; use of such 506 lanes; penalties.

507 A. In order to facilitate the rapid and orderly movement of traffic to and from urban areas during 508 peak traffic periods, the Commonwealth Transportation Board may designate one or more lanes of any 509 highway in the interstate, primary, or secondarystatewide, regional, or local highway systems as 510 high-occupancy vehicle lanes, hereinafter referred to in this section as HOV lanes. When lanes have 511 been so designated and have been appropriately marked with such signs or other markers as the Board 512 may prescribe, they shall be reserved during periods designated by the Board for the exclusive use of 513 buses and high-occupancy vehicles. Any local governing body may also, with respect to highways under its exclusive jurisdiction, designate HOV lanes and impose and enforce restrictions on the use of such 514 515 HOV lanes. Any highway for which the local jurisdiction receives highway maintenance funds pursuant 516 to § 33.1-41.1 shall be deemed to be within the exclusive jurisdiction of the local governing body for 517 the purposes of this section. HOV lanes shall be reserved for high-occupancy vehicles of a specified 518 number of occupants as determined by the Board or, for HOV lanes designated by a local governing 519 body, by that local governing body. Notwithstanding the foregoing provisions of this section, no 520 designation of any lane or lanes of any highway as HOV lanes shall apply to the use of any such lanes 521 by:

1. Emergency vehicles such as fire-fighting vehicles, ambulances, and rescue squad vehicles,

2. Law-enforcement vehicles,

3. Motorcycles,

525 4. a. Transit and commuter buses designed to transport sixteen16 or more passengers, including the 526 driver,

527 b. Commuter buses and motor coaches operating under irregular route passenger certificates issued 528 under § 46.2-2010 and any vehicle operating under a certificate of Public Convenience and Necessity or 529 as a common carrier of passengers under § 46.2-2075 or § 46.2-2080,

530 5. Vehicles of public utility companies operating in response to an emergency call,

531 6. Until July 1, 2004, vehicles bearing clean special fuel vehicle license plates issued pursuant to 532 § 46.2-749.3, or 533

7. Taxicabs having two or more occupants, including the driver.

534 In the Hampton Roads Planning District, HOV restrictions may be temporarily lifted and HOV lanes 535 opened to use by all vehicles when restricting use of HOV lanes becomes impossible or undesirable and 536 the temporary lifting of HOV limitations is indicated by signs along or above the affected portion of 537 highway.

538 The Commissioner of VDOT shall implement a program of the HOV facilities in the Hampton Roads 539 Planning District beginning not later than May 1, 2000. This program shall include the temporary lifting 540 of HOV restrictions and the opening of HOV lanes to all traffic when an incident resulting from 541 nonrecurring causes within the general lanes occurs such that a lane of traffic is blocked or is expected 542 to be blocked for ten10 minutes or longer. The HOV restrictions for the facility will be reinstated when 543 the general lane is no longer blocked and is available for use.

544 The Commissioner shall maintain necessary records to evaluate the effects of such openings on the 545 operation of the general lanes and the HOV lanes. He shall report on the effects of this program. This 546 program will terminate if the Federal Highway Administration requires repayment of any federal 547 highway construction funds because of the program's impact on the HOV facilities in Hampton Roads.

548 B. In designating any lane or lanes of any highway as HOV lanes, the Board, or local governing 549 body as the case may be, shall specify the hour or hours of each day of the week during which the lanes shall be so reserved, and the hour or hours shall be plainly posted at whatever intervals along the 550

551 lanes the Board or local governing body deems appropriate. Any person driving a motor vehicle in a 552 designated HOV lane in violation of this section shall be guilty of a traffic infraction which shall not be a moving violation and on conviction shall be fined fifty dollars \$50. However, violations committed 553

554 within the boundaries of Planning District Eight shall be punishable as follows:

555 For a first offense, by a fine of \$50;

556 For a second offense, by a fine of \$100;

557 For a third offense within a period of two years of the second offense, by a fine of \$250; and

For a fourth or subsequent offense within a period of three years of the second offense, by a fine of 558 559 \$500.

560 Upon a conviction under this section, the court shall furnish to the Commissioner of the Department of Motor Vehicles in accordance with § 46.2-383 an abstract of the record of such conviction which 561 shall become a part of the person's driving record. Notwithstanding the provisions of § 46.2-492, no 562 563 driver demerit points shall be assessed for any violation of this section.

C. In the prosecution of an offense, committed in the presence of a law-enforcement officer, of 564 failure to obey a road sign restricting a highway, or portion thereof, to the use of high-occupancy 565 vehicles, proof that the vehicle described in the HOV violation summons was operated in violation of 566 this section, together with proof that the defendant was at the time of such violation the registered 567 owner of the vehicle, shall constitute in evidence a rebuttable presumption that such registered owner of 568 569 the vehicle was the person who committed the violation. Such presumption shall be rebutted if the 570 registered owner of the vehicle testifies in open court under oath that he was not the operator of the 571 vehicle at the time of the violation. A summons for a violation of this section may be executed in 572 accordance with § 19.2-76.2. Such rebuttable presumption shall not arise when the registered owner of 573 the vehicle is a rental or leasing company.

D. Notwithstanding the provisions of § 19.2-76, whenever a summons for a violation of this section 574 575 is served in any county, city, or town, it may be executed by mailing by first-class mail a copy thereof to the address of the owner of the vehicle as shown on the records of the Department of Motor 576 577 Vehicles. If the summoned person fails to appear on the date of return set out in the summons mailed 578 pursuant to this section, the summons shall be executed in the manner set out in § 19.2-76.3.

579 No proceedings for contempt or arrest of a person summoned by mailing shall be instituted for his 580 failure to appear on the return date of the summons.

581 E. Notwithstanding § 33.1-252, high-occupancy vehicles having three or more occupants (HOV-3) 582 may be permitted to use the Omer L. Hirst-Adelard L. Brault Expressway (Dulles Toll Road) without 583 paying a toll.

584 F. Notwithstanding the contrary provisions of this section, the following conditions shall be met 585 before the HOV-2 designation of Interstate Route 66 outside the Capital Beltway can be changed to 586 HOV-3 or any more restrictive designation:

587 1. The Department shall publish a notice of its intent to change the existing designation and also immediately provide similar notice of its intent to all members of the General Assembly representing 588 589 districts that touch or are directly impacted by traffic on Interstate Route 66. 590

2. The Department shall hold public hearings in the corridor to receive comments from the public.

591 3. The Department shall make a finding of the need for a change in such designation, based on 592 public hearings and its internal data and present this finding to the Commonwealth Transportation Board 593 for approval.

594 4. The Commonwealth Transportation Board shall make written findings and a decision based upon 595 the following criteria: 596

a. Is changing the HOV-2 designation to HOV-3 in the public interest?

597 b. Is there quantitative and qualitative evidence that supports the argument that HOV-3 will facilitate 598 the flow of traffic on Interstate Route 66?

599 c. Is changing the HOV-2 designation beneficial to comply with the federal Clean Air Act 600 Amendments of 1990? 601

G. [Repealed].

602 § 33.1-46.4. Counties may perform certain maintenance.

603 Any county may enter into an agreement with the Department of Transportation to permit the county **604** to landscape and maintain any or all medians and other nontraveled portions of primary roads statewide 605 and regional highway system highways located in the county.

606 § 33.1-47. Approval of markings and traffic lights erected by towns.

607 Notwithstanding any provision of law contrary to this section, all markings and traffic lights installed or erected by towns on the primary roads statewide or regional highway system highways therein 608 maintained by the Department of Transportation shall first be approved by the Commissioner. 609

§ 33.1-47.1. Landscape studies for local highway system construction projects. 610

Prior to final design of any urban local highway system highway funded in part by any municipality, 611 612 such municipality may have conducted a landscape study by a competent authority which shall assess

613 the effect such proposed highway construction may have on existing trees, shrubbery and other flora and 614 shall make recommendations as to modifications to such project which would minimize damage to 615 existing flora. The Department of Transportation shall consider such recommendations and modify such 616 highway construction plans to protect trees, shrubbery, and other flora if determined by the Department 617 to be reasonable and practicable. The cost of such landscape study shall be payable by the municipality 618 which initiates such statement.

619 § 33.1-55. Relocation or removal of utility facilities within projects on statewide or regional systems. 620 Whenever the Board shall determine that it is necessary that any tracks, pipes, mains, conduits, 621 cables, wires, towers or other structures, equipment and appliances (herein called "facilities") of any 622 utility as herein defined, in, on, under, over or along existing streets which are to be included within any 623 project on the Interstate System statewide or regional systems within cities or towns should be relocated 624 or removed, the owner or operator of such facilities shall relocate or remove the same in accordance 625 with the order of the Board. The cost of such relocation or removal, as herein defined, including the 626 cost of installing such facilities in a new location or locations, and the cost of any lands, or any rights 627 or interest in lands, and any other rights, required to accomplish such relocation or removal, shall be 628 ascertained and paid by the Board as a part of the cost of such project.

629 For the purposes of this section, the term "utility" shall include publicly, privately, and cooperatively
630 owned utilities and the term "cost of relocation or removal" shall include the entire amount paid by such
631 utility properly attributable to such relocation or removal after deducting therefrom any increase in the
632 value of the new facility and any salvage value derived from the old facility.

633 The cost of relocating or removing utility facilities in connection with any project on the Interstate
 634 System statewide or regional systems within cities or towns is hereby declared to be a cost of highway
 635 construction.

636 § 33.1-56. Relocation or removal of utility facilities within projects on statewide or regional systems;
637 additional provisions.

638 Whenever the Board determines that it is necessary to relocate or remove any pipes, mains, storm sewers, water lines, sanitary sewers, natural gas facilities, or other structures, equipment, and appliances 639 640 (herein called facilities) of any utility owned by (i) a county, (ii) a political subdivision of the 641 Commonwealth or county, or (iii) a nonprofit, consumer-owned company, located in a county having a 642 population of at least 32,000 but no more than 34,000, that (a) is exempt from income taxation under 643 § 501 (c) (3) of the Internal Revenue Code, (b) is organized to provide suitable drinking water, (c) has 644 no assistance from investors, (d) does not pay dividends, and (e) does not sell stock to the general 645 public, or storm sewers, water lines, natural gas facilities, or sanitary sewers owned by a city and 646 extending into any county, in, on, under, over, or along existing highways which are to be included 647 within any project on the interstate statewide system or primary regional system within any county, the 648 county or political subdivision of the Commonwealth or county, consumer-owned company, or city, as 649 the case may be, shall relocate or remove the same in accordance with the order of the Board. The cost 650 of such relocation or removal, as herein defined, including the cost of installing such facilities in a new 651 location or locations, and the cost of any lands, or any rights or interest in lands, and any other rights, required to accomplish such relocation or removal, shall be ascertained and paid by the Board as a part 652 653 of the cost of such project.

654 For the purposes of this section, the term "cost of relocation or removal" shall include the entire 655 amount paid for the relocation or removal of such utility facilities properly attributable to such 656 relocation or removal after deducting therefrom any increase in the value of the new facility and any 657 salvage value derived from the old facility.

658 The cost of relocating or removing such utility facilities in connection with any project on the
 659 interstate statewide system or primary regional system within counties is hereby declared to be a cost of
 660 highway construction.

661 § 33.1-61. Parallel service roads; standards for access, service, etc., roads.

662 The Board may construct service roads parallel to a limited access highway in order to provide
 663 access at designated points for property owners abutting on the limited access highway and after the
 664 construction of such service roads shall maintain and regulate traffic over them.

665 The construction or alteration of any access, feeder or service road which is to serve properties **666** isolated by construction of a limited access highway shall meet all minimum state standards or the **667** standards of the cities or towns of more than 3,500,5000 population, or of counties which maintain their **668** own road networks, as provided for by ordinance, whichever is more strict.

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Article 6.

SecondaryLocal System of State Highways.

671 § 33.1-67. Local system of state highways.

672 The secondary *local* system of state highways shall consist of *include* all of the public roads, 673 causeways, bridges, landings and wharves in the several counties of the Commonwealth not included in

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674 the State Highway System, including such roads and community roads leading to and from public school 675 buildings, streets, causeways, bridges, landings and wharves in incorporated towns having 3,500 676 inhabitants or less according to the census of 1920, and in all towns having such a population 677 incorporated since 1920, as constitute connecting links between roads in the secondary system in the 678 several counties and between roads in the secondary system and roads in the primary system of the state 679 highways, not, however, to exceed two miles in any one town. If in any such town, which is partly 680 surrounded by water, less than two miles of the roads and streets therein constitute parts of the secondary system of state highways, the Commonwealth Transportation Board shall, upon the adoption 681 682 of a resolution by the council or other governing body of such town designating for inclusion in the secondary system of state highways certain roads and streets in such town not to exceed a distance of **683 684** two miles, less the length of such roads and streets in such town which constitute parts of the secondary system of state highways, accept and place in the secondary system of state highways such additional 685 686 roads and streets.

687 § 33.1-68. Certain school roads in local highway system.

688 All roads leading from the state highways, either primary or secondary, statewide, regional, or local system highways to public schools in the counties of the Commonwealth to which school buses are 689 690 operated shall continue to constitute portions of the secondary local system highway system of state highways insofar as these roads lead to or are on school property and as such shall be improved and **691** 692 maintained.

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§ 33.1-69. Control, supervision and management.

694 The control, supervision, management and jurisdiction over the secondary system of state local 695 highway system highways shall be vested in the Department of Transportation and the maintenance and improvement, including construction and reconstruction, of such secondary local highway system of state 696 697 highways within counties shall be by the Commonwealth under the supervision of the Commonwealth 698 Transportation Commissioner. The boards of supervisors or other governing bodies of the several 699 counties and the county road board or county road commission of any county operating under a county 700 road board or county road commission shall have no control, supervision, management and jurisdiction 701 over such public roads, causeways, bridges, landings and wharves, constituting the secondary local 702 system of state highways. Except as otherwise provided in this article, the Commonwealth 703 Transportation Board shall be vested with the same powers, control and jurisdiction over the secondary 704 local highway system of state highways in the several counties and towns of the Commonwealth, and 705 such additions as may be made from time to time, as were vested in the boards of supervisors or other 706 governing bodies of the several counties or in the county road board or county road commission in any 707 county operating under a county road board or county road commission on June 21, 1932, and in addition thereto shall be vested with the same power, authority and control as to the secondary local 708 709 highway system of state highways as is vested in the Board in connection with the State Highway 710 System.

§ 33.1-69.01. Department to install and maintain certain signs.

712 Whenever so requested by the governing body of a county, the Department of Transportation shall install a system of street name signs on state-maintained highways at such time and upon such terms 713 714 and conditions as may be mutually agreed to between the county and the Commonwealth Transportation 715 Commissioner.

716 The Department shall install, using state forces or contract, the initial signing system and the county shall be responsible for continuing maintenance of the signs. Supply of the signs by the Department, 717 718 either by manufacture or purchase, and initial installation shall be paid for from appropriate secondary 719 local highway system construction funds allocated to the county or from primary statewide system or 720 regional system construction funds available to the Department. 721

No highway funds shall be used by the county for the cost of maintaining the signing system.

722 § 33.1-69.1. Transfer of control, etc., of landings, docks and wharves to Department of Game and 723 Inland Fisheries.

724 A. Notwithstanding any other provision of law, the Commonwealth Transportation Board may 725 transfer the control, possession, supervision, management, and jurisdiction of landings, wharves, and docks in the secondary local highway system of state highways to the Department of Game and Inland 726 Fisheries, at the request or with the concurrence of the Department of Game and Inland Fisheries. Such 727 728 transfer may be by lease, agreement, or otherwise, approved by resolution of the Board, and signed by 729 the Commissioner or his designee, for such period and upon such terms and conditions as the Board 730 may direct.

731 B. All such transfers effected prior to the enactment of this section by lease, agreement, or otherwise, 732 from the Department to the Department of Game and Inland Fisheries, and all regulations of the 733 Department of Game and Inland Fisheries controlling the use of such facilities, shall be and are hereby 734 declared valid in every respect.

735 § 33.1-69.2. Relocation or removal of utility facilities within local highway system construction

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736 projects.

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737 Whenever it is necessary that any tracks, pipes, mains, conduits, cables, wires, towers, or other 738 structures, equipment and appliances (herein called facilities) of any utility as herein defined, in, on, 739 under, over or along an existing highway that is to be included within any construction project on the 740 secondary local highway system should be relocated or removed, the owner or operator of such facilities 741 shall relocate or remove the same in accordance with the order of the Board. The cost of such relocation 742 or removal, as herein defined, including the cost of installing such facilities in a new location or 743 locations, and the cost of any lands, or any rights or interest in lands, and any other rights, required to 744 accomplish such relocation or removal, shall be ascertained and paid by the Board as a part of the cost 745 of such project.

For the purposes of this section, "utility" includes utilities owned by a county, city, town, public authority or nonprofit, consumer-owned company, located in a county having a population of at least 32,000 but no more than 34,000, that (i) is exempt from income taxation under § 501 (c) (3) of the Internal Revenue Code, (ii) is organized to provide suitable drinking water, (iii) has no assistance from investors, (iv) does not pay dividends, and (v) does not sell stock to the general public, and "cost of relocation or removal" includes the entire amount paid by such utility properly attributable to such relocation or removal after deducting therefrom any increase in the value of the new facility and any salvage value derived from the old facility.

The cost of relocating or removing utility facilities in connection with any project on the secondary *local* highway system is hereby declared to be a cost of highway construction.

§ 33.1-70.01. Six-year plan for local highway system components; certain reimbursements required.

757 The governing body of each county or municipality in the secondary local highway system may, jointly with the resident engineer for the Department of Transportation or other representatives of the 758 759 Department as designated by the Commonwealth Transportation Commissioner, shall prepare a six-year 760 plan for the improvements to the secondary local highway system in that county or municipality. Each such six-year plan shall be based upon the best estimate of funds to be available to the county or 761 762 *municipality* for expenditure in the six-year period on the secondary local highway system. Each such plan shall list the proposed improvements, together with an estimated cost of each project so listed. 763 764 Following the preparation of the plan, the board of supervisors or other local governing body shall 765 conduct a public hearing after publishing notice in a newspaper published in or having general circulation in the county or municipality once a week for two successive weeks, and posting notice of 766 767 the proposed hearing at the front door of the courthouse of such county ten or municipality 10 days 768 before such meeting. At the public hearings, which shall be conducted jointly by the board of 769 supervisors and the representative of the Department of Transportation, the local governing body, the 770 entire six-year plan shall be discussed with the citizens of the county or municipality and their views 771 considered. Following such discussion, the *local* governing body, together with the representative of the 772 Department of Transportation, shall finalize and officially adopt the six-year plan which shall then be 773 considered the official plan of the county or municipality.

774 At least once in each calendar year representatives of the Department of Transportation in charge of 775 the secondary system of highways in each county, or some representative of the Department designated 776 by the Commonwealth Transportation Commissioner, shall meet with the governing body of each county 777 in a regular or special meeting of such governing body for the purpose of preparing a budget for the expenditure of improvement funds for the next fiscal year. The representative of the Department of 778 779 Transportation shall furnish the each local governing body with an updated estimate of funds and the 780 board and the representative of the Department of Transportation shall jointly local governing body shall 781 prepare the list of projects to be carried out in that fiscal year taken from the six-year plan by order of 782 priority, and following generally the policies of the Commonwealth Transportation Board in regard to 783 the statewide secondary local highway system improvements. Such list of priorities shall then be 784 presented at a public hearing duly advertised in accordance with the procedure hereinbefore outlined, and comments of citizens shall be obtained and considered. Following this public hearing, the board, 785 786 with the concurrence of the representative of the Department of Transportation, local governing body 787 shall adopt, as official, a priority program for the ensuing year, and the Department of Transportation 788 shall include such listed projects in its secondary highways local highway system budget for the county 789 or municipality for that year.

790 At least once every two years, following the adoption of the original six-year plan, the governing 791 body of each county, together with the representative of the Department of Transportation, or 792 municipality shall update the six-year plan of such county or municipality by adding to it and extending 793 it as necessary so as to maintain it as a plan encompassing six years. Whenever additional funds for 794 secondary local highway purposes become available, the governing body may request a revision in such 795 six-year plan in order that such plan be amended to provide for the expenditure of such additional funds. 796 Such additions and extensions to each six-year plan shall be prepared in the same manner and following

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797 the same procedures as outlined herein for its initial preparation. Where the governing body and the 798 resident engineer or other representative of the Department of Transportation fail to agree upon a 799 priority program, the governing body may appeal to the Commonwealth Transportation Commissioner. 800 The Commissioner shall consider all proposed priorities and render a decision establishing a priority 801 program based upon a consideration by the Commissioner of the welfare and safety of county citizens. 802 Such decision shall be binding.

803 Nothing in this section shall preclude a governing body, with the concurrence of the representative of
 804 the Department of Transportation, from combining the public hearing required for revision of a six-year
 805 plan with the public hearing required for review of the list of priorities, provided that notice of such
 806 combined hearing is published in accordance with procedures provided in this section.

807 All such six-year plans shall consider all existing highways in the secondary local highway system,
808 including those in the towns located in the county that are maintained as a part of the state secondary
809 local highway system, and shall be made a public document.

810 If any county cancels any highway construction or improvement project included in its six year plan 811 after the Commonwealth Transportation Board has adopted the location and design for the project, such 812 county shall reimburse the Board the net amount of all funds expended by the Board for planning, 813 engineering, right-of-way acquisition, demolition, relocation, and construction between the date on which project development was initiated and the date of cancellation. To the extent that funds from secondary 814 815 road allocations pursuant to § 33.1-23.4 have been expended to pay for a highway construction or 816 improvement project, all revenues generated from a reimbursement by the county shall be deposited into 817 that same county's secondary allocation. The board may waive all or any portion of such reimbursement 818 at its discretion.

819 The provisions of this section shall not apply in instances where less than 100 percent of the 820 right-of-way is available for donation for unpaved road improvements.

821 For purposes of this section, "cancellation" means complete elimination of a highway construction or 822 improvement project from the six-year plan.

823 § 33.1-70.1. Paving of certain local highway system roads within existing rights-of-way; designation
824 as Rural Rustic Road.

A. Whenever the governing body of any county, after consultation with personnel of the Department
of Transportation, adopts a resolution requesting the Department of Transportation to hard-surface any
secondary road in such county that carries 50 or more vehicles per day with a hard surface of width and
strength adequate for such traffic volume, the Department of Transportation shall give consideration to
such resolution in establishing priority in expending the funds allocated to such county. The Department
shall consider the paving of roads with a right-of-way width of less than 40 feet under this subsection
when land is, has been, or can be acquired by gift for the purpose of constructing a hard-surface road.

B. Notwithstanding the provisions of subsection A of this section, anyA. Any unpaved secondary road *local highway system component* that carries at least 50 but no more than 750 vehicles per day may be
paved or improved and paved within its existing right-of-way or within a wider right-of-way that is less
than 40 feet wide if the following conditions are met:

836 1. The governing body of the county *or municipality* in which the road is located has requested
837 paving of such road as part of the six-year plan for the county *or municipality* under § 33.1-70.01 and
838 transmitted that request to the Commonwealth Transportation Commissioner.

839 2. The Commonwealth Transportation Commissioner, after having considered only (i) the safety of 840 such road in its current condition and in its paved or improved condition, including the desirability of 841 reduced speed limits and installation of other warning signs or devices, (ii) the views of the residents 842 and owners of property adjacent to or served by such road, (iii) the views of the governing body making 843 the request, (iv) the historical and aesthetic significance of such road and its surroundings, (v) the 844 availability of any additional land that has been or may be acquired by gift or other means for the 845 purpose of paving such road within its existing right-of-way or within a wider right-of-way that is less 846 than 40 feet wide, and (vi) environmental considerations, shall grant or deny the request for the paving 847 of such road under this subsection.

848 C. B. Notwithstanding the foregoing provisions of subsections A and B this section, the governing 849 body of any county or municipality, in consultation with the Department, may designate a road or road segment as a Rural Rustic Road provided such road or road segment is located in a low-density 850 851 development area and has an average daily traffic volume of no more than 500 vehicles per day. For a road or road segment so designated, improvements shall utilize a paved surface width based on reduced 852 853 and flexible standards that leave trees, vegetation, side slopes and open drainage abutting the roadway undisturbed to the maximum extent possible without compromising public safety. The Department, in 854 855 consultation with the affected local governing body, shall first consider the paving of a road or road segment meeting the criteria for a Rural Rustic Road in accordance with this subsection before making a 856 857 decision to pave it to another standard as set forth in this section. The provisions of this subsection shall 858 become effective July 1, 2003.

859 D. C. The Commonwealth, its agencies, instrumentalities, departments, officers, and employees acting
860 within the scope of their duties and authority shall be immune for damages by reason of actions taken in
861 conformity with the provisions of this section. Immunity for the governing body of any political
862 subdivision requesting paving under this section and the officers and employees of any such political
863 subdivision shall be limited to that immunity provided pursuant to § 15.2-1405.

864 § 33.1-72.1. Taking certain streets into secondary system.

A. "Street," as used in this section, means a street or highway shown on a plat which was recorded or otherwise opened to public use prior to July 1, 1990, at which time it was open to and used by motor vehicles, and which, for any reason, has not been taken into the secondary local highway system of state highways and serves at least three families per mile.

869 B. "County," as used in this section, means a county in which the secondary *local* system of the state
870 highways is constructed and maintained by the Department of Transportation and which has adopted a
871 local ordinance for control of the development of subdivision streets to the necessary standards for
872 acceptance into the secondary *local highway* system.

873 C. Whenever the governing body of a county recommends in writing to the Department of Transportation that any street in the county be taken into and become a part of the secondarylocal 874 875 highway system of the state highways in such county, the Department of Transportation thereupon, 876 within the limit of available funds and the mileage available in such county for the inclusion of roads 877 and streets in the secondary local highway system, shall take such street into the secondary local 878 highway system of state highways for maintenance, improvement, construction and reconstruction if such 879 880 (ii) in the event of extenuating circumstances as determined by the Commonwealth Transportation Commissioner, such street has a minimum dedicated width of thirty30 feet at the time of such 881 882 recommendation. In either case such streets must have easements appurtenant thereto which conform to 883 the policy of the Commonwealth Transportation Board with respect to drainage. After the streets are **884** taken into the secondary local highway system of state highways, the Department shall maintain the 885 same in the manner provided by law. For streets whose plans are submitted on or after July 1, 1998, if 886 the local government requires street pavement widths other than those set forth in the Virginia 887 Department of Transportation's Subdivision Street Requirements (24 VAC 30-90-10 et seq. of the 888 Virginia Administrative Code), any increase in the annual cost of maintenance attributable to such other 889 pavement widths shall be paid to the Department by the local government. Such street shall only be 890 taken into the secondary local highway system of state highways if the governing body of the county 891 agrees to contribute from county revenue or the special assessment of the landowners on the street in 892 question one-half of the cost to bring the streets up to the necessary minimum standards for acceptance. 893 No such special assessment of landowners on such streets shall be made unless the governing body of 894 the county receives written declarations from the owners of seventy-five75 percent or more of the 895 platted parcels of land abutting upon such street stating their acquiescence in such assessments. The basis for such special assessments, at the option of the local governing body, shall be either (i) the 896 897 proportion the value of each abutting parcel bears to total value of all abutting parcels on such street as 898 determined by the current evaluation of the property for real estate tax purposes, or (ii) the proportion 899 the abutting road front footage of each parcel abutting the street bears to the total abutting road front 900 footage of all parcels abutting on the street, or (iii) an equal amount for each parcel abutting on such 901 street. No such special assessment on any parcel shall exceed one-third of the current evaluation of such 902 property for real estate tax purposes. Such streets are eligible under this provision only if neither the 903 original developer, developers, nor successor developers retain a speculative interest in property abutting 904 such streets. For the purpose of this section, ownership or partnership in two or more parcels, or 905 equivalent frontage, abutting such streets shall constitute speculative interest. Special assessments under 906 this section shall be conducted in the manner provided in Article 2 (§ 15.2-2404 et seq.) of Chapter 24 907 of Title 15.2, mutatis mutandis, for assessments for local improvements.

908 D. Whenever the governing body of a county recommends in writing to the Department of 909 Transportation that any street in the county be taken into the secondary local highway system of state 910 highways as a rural addition to the secondary local highway system in such county, the Department of 911 Transportation thereupon shall, within the limitation of funds and the mileage limitation of the 912 Commonwealth Transportation Board's policy on rural additions, take such street into the secondary 913 local highway system of state highways as a rural addition thereto for maintenance, improvement, 914 construction, and reconstruction. Any street added to the secondary local highway system under this 915 provision shall be constructed to the Department's standards for the traffic served. Such streets are eligible under this provision only if neither the original developer, developers, nor successor developers 916 917 retain a speculative interest, as herein defined, in property abutting such streets. The local governing body of any county may use revenues derived from the sale of bonds to finance the construction of rural 918 919 additions to the secondary local highway system of such county. In addition, from the funds allocated by

920 the Commonwealth for the construction of secondary road improvements, such governing body may use 921 funds allocated within the Commonwealth Transportation Board policy for the construction of rural 922 additions to pay principal and interest on bonds associated with rural additions in such county, provided 923 the revenue derived from the sale of such bonds is not used as the county matching contribution under 924 § 33.1-75.1. The provisions of this section shall not constitute a debt or obligation of the Commonwealth 925 Transportation Board or the Commonwealth of Virginia.

926 E. In instances where it is determined that speculative interest is retained by the original developer, 927 developers, or successor developers and the governing body of the county deems that extenuating 928 circumstances exist, the governing body of the county shall require a pro rata participation by such 929 original developer, developers or successor developers as a condition of the county's recommendation 930 pursuant to this section. The basis for the pro rata percentage required of such developer, developers, or successor developers shall be the proportion that the value of the abutting parcels owned or partly 931 932 owned by the developer, developers, or successor developers bears to the total value of all abutting 933 property as determined by the current evaluation of the property for real estate purposes. The pro rata 934 percentage shall be applied to the Department of Transportation's total estimated cost to construct such 935 street to the necessary minimum standards for acceptance to determine the amount of costs to be borne by the developer, developers, or successor developers. Property so evaluated shall not be assessed in the 936 special assessment for the determination of the individual pro rata share attributable to other properties. 937 938 Further, when such pro rata participation is accepted by the governing body of the county from such 939 original developer, developers, or successor developers, such amount shall be deducted from the 940 Department of Transportation's total estimated cost and the remainder of such estimated cost shall then 941 be the basis of determining the assessment under the special assessment provision or determining the 942 amount to be provided by the county when funded from general county revenue under subsection C of this section or determining the amount to be funded as a rural addition under subsection D of this 943 944 section.

945 F. Acceptance of any street into the secondary local highway system of state highways for maintenance, improvement, construction, and reconstruction shall not impose any obligation on the Board to acquire any additional right-of-way or easements should they be necessary by virtue of faulty construction or design.

949 G. The local governing body of the county may expend general county revenue for the purposes of 950 this section.

951 H. The local governing body of the county may permit one or more of the landowners on the street 952 in question to pay to the county a sum equal to one-half of the cost to bring the street up to the 953 necessary minimum standards for acceptance into the secondary local highway system of state highways, 954 which funds the county shall then utilize for such purpose. Thereafter, upon collection of the special 955 assessment of landowners on such street, the county shall use such special assessment funds to 956 reimburse, without interest, the one or more landowners for those funds which they previously advanced 957 to the county to bring the street up to the necessary minimum standards for acceptance.

958 I. Any funds allocated for use within any county for the purpose of adding to the secondary local
 959 highway system of highways, if not used by such county for such purpose during the fiscal year they
 960 are so allocated, may be held for such purpose for the three succeeding fiscal years.

961 § 33.1-75.1. Special revenue for systems in certain counties.

962 A. From, and as a first priority of, annual allocations of state funds for the maintenance, 963 improvement, construction, or reconstruction of the systems of state highways, the Commonwealth 964 Transportation Board shall make an equivalent matching allocation to any county for designations by the 965 governing body of up to \$500,000 in county general funds for use by the Commonwealth Transportation 966 Board to construct, maintain or improve the primary and secondary statewide, regional, and local highway systems within such county. Such funds allocated by the Commonwealth Transportation Board 967 968 and such county funds shall be placed in special fund accounts of the Board and county, respectively, 969 both to be known as the ". . . . County primary and secondary statewide, regional, and local road fund," and shall be used solely for the purposes of either (i) maintaining, improving or constructing the 970 971 primary and secondary statewide, regional, and local highway systems within such county, or (ii) 972 bringing subdivision streets, used as such prior to July 1, 1990, up to standards sufficient to qualify 973 them for inclusion in the state primary and secondary system of highways statewide, regional, and local 974 highway systems. After due consultation and exchange of recommendations with the Board, the 975 governing body of such county shall determine what portion of such funds shall be used for construction, and what portion for maintenance or improvement, of primary and secondary 976 977 roadsstatewide, regional and local highways in such county. That portion so designated by the 978 governing body for construction shall be allocated to specific projects by the Board; that portion designated by the governing body for maintenance or improvement shall be allocated to specific roads 979 980 by the governing body. The county shall pay over to the Board that amount of its special fund account needed for a project upon notice by the Board of its intent to proceed with the project. Projects 981

982 identified by the board of supervisors for construction with county general funds as provided in this983 section need not be included in the county's six-year plan.

984 B. Upon indication by the resident engineer of a county that a project or projects funded pursuant to 985 subsection A of this section cannot be implemented by the Department of Transportation within the 986 fiscal year for which such revenue sharing funds have been allocated, the Department may contract with 987 the county for the implementation of the project or projects by the county. Such contract may cover 988 either a single project or may provide for the county's implementation of several projects during the 989 fiscal year. Upon approval by the Department, the county may expend from its special fund created 990 under subsection A of this section funds to undertake the implementation of a particular project or 991 projects. The county will undertake implementation of the particular project or projects by obtaining the 992 necessary permits from the Department of Transportation in order to ensure that the improvement is 993 consistent with the Department's standards for such improvements.

994 C. Total state funds allocated statewide under this section shall not exceed \$10 million in any one 995 fiscal year.

D. Notwithstanding the limitations specified in subsection A of this section, one month prior to the end of any fiscal year in which less than \$10 million has been allocated from state funds under this section, those counties requesting more than \$500,000 may be allowed an additional allocation. The difference between the amount first allocated and \$10 million shall be allocated at the discretion of the Commonwealth Transportation Board among the counties receiving the maximum allocation under subsection A of this section.

1002 § 33.1-75.2. Contributions to statewide, regions, or local highway systems by counties.

1003 Notwithstanding any other provision of law, any county having roads in the primary or secondary 1004 statewide, regional, or local highway system of state highways may contribute funds annually for the 1005 construction of primary or secondary roads statewide, regional or local highway system components. The 1006 funds contributed by such county shall be appropriated from the county's general revenues for use by the 1007 Department of Transportation on the primary or secondary statewide, regional, or local highway system 1008 within such county as may be determined by the board of supervisors of such county in cooperation 1009 with the Department. The funds to which any county may be entitled under the provisions of 1010 §§ 33.1-23.1, 33.1-23.2, 33.1-23.3.1, and 33.1-23.4 for construction, improvement or maintenance of 1011 primary or secondary roads statewide, regional, or local highway system components shall not be 1012 diminished by reason of any funds contributed for that purpose by such county or by any person or 1013 entity, regardless of whether such contributions are matched by state or federal funds.

1014 § 33.1-75.3. Construction and improvement of statewide, regional, or local system highways by counties.

1016 A. Notwithstanding any other provisions of this article, the governing body of any county may 1017 expend general revenues or revenues derived from the sale of bonds for the purpose of constructing or 1018 improving highways, including curbs, gutters, drainageways, sound barriers, sidewalks, and all other 1019 features or appurtenances conducive to the public safety and convenience, which either have been or 1020 may be taken into the primary or secondary system of state highways statewide, regional, or local 1021 highway system. Project planning and the acquisition of rights-of-way shall be under the control and at 1022 the direction of the county, subject to the approval of project plans and specifications by the Department 1023 of Transportation. All costs incurred by the Department of Transportation in administering such contracts 1024 shall be reimbursed from the county's general revenues or from revenues derived from the sale of bonds or such costs may be charged against the funds which the county may be entitled to under the 1025 1026 provisions of §§ 33.1-23.1, 33.1-23.2, 33.1-23.3:1 or § 33.1-23.4.

1027 B. Projects undertaken under the authority of subsection A of this section shall not diminish the funds to which a county may be entitled under the provisions of §§ 33.1-23.1, 33.1-23.2, 33.1-23.4, **1029** 33.1-23.3:1, or § 33.1-75.1.

C. At the request of the county, the Department of Transportation may agree to undertake the design, right-of-way acquisition or construction of projects funded by the county. In such situations, the Department of Transportation and the county will enter into an agreement specifying all relevant procedures and responsibilities concerning the design, right-of-way acquisition, construction or contract administration of projects to be funded by the county. The county will reimburse the Department of Transportation for all costs incurred by the Department in carrying out the aforesaid activities from general revenues or revenues derived from the sale of bonds.

D. Notwithstanding any contrary provision of law, any county may undertake activities towards the design, land acquisition, or construction of primary or secondary statewide, regional, or local system highway projects that have been included in the six-year plan pursuant to § 33.1-70.01, or in the case of a primary stateside or regional highway, an approved project included in the six-year improvement program of the Commonwealth Transportation Board. In such situations, the Department of Transportation and the county shall enter into an agreement specifying all relevant procedures and 1067

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1043 responsibilities concerning the design, right-of-way acquisition, construction, or contract administration 1044 of projects to be funded by the Department. Such activities shall be undertaken with the prior 1045 concurrence of the Department of Transportation, and the Department shall reimburse the county for 1046 expenses incurred in carrying out these activities. Such reimbursement shall be derived from primary or 1047 secondary statewide, regional, or local highway system funds which the county may be entitled to under 1048 the provisions of this chapter. The county may undertake these activities in accordance with all 1049 applicable county procedures, provided the Commissioner finds that those county procedures are 1050 substantially similar to departmental procedures and specifications. 1051

§ 33.1-79. Maintenance, etc., of streets and roads in certain towns from local funds.

1052 The Commonwealth Transportation Commissioner of Virginia is hereby authorized and empowered 1053 may, subject to the approval of the Commonwealth Transportation Board, upon request of the governing bodies of incorporated towns of less than 3,500 5,000 inhabitants, according to the last United States 1054 1055 census, to select certain streets and roads in such towns for maintenance, improvement, construction and 1056 reconstruction from allocations available from secondary local highway system funds not to exceed 2 1057 two miles of streets or roads in such incorporated towns included in the secondary system of highways, 1058 whether such 2 two miles of streets or roads constitute connecting links between roads in the secondary 1059 *local highway* system in the several counties, or between roads in the secondary *local* system and roads 1060 in the primary system, of the state highways statewide or regional highway systems or not.

1061 The said Commissioner is hereby authorized and empowered may, with the approval of the 1062 Commonwealth Transportation Board, in addition to the said two miles to, increase the mileage of 1063 streets and roads in such incorporated towns annually, not to exceed, however, in any one year 1064 one-fourth mile, exclusive of any mileage transferred from the primary system statewide or regional highway systems under the provisions of § 33.1-35, or any mileage maintained by the Department of 1065 Transportation prior to its annexation by such incorporated town. 1066

§ 33.1-84.1. Resumption of responsibility for local highway system components by counties.

Notwithstanding any provisions of § 11 of Chapter 415 of the Acts of Assembly of 1932, the 1068 1069 Commonwealth Transportation Commissioner, following receipt of a resolution adopted by the Board of 1070 Supervisors of a county requesting such action, may enter into an agreement with any county that 1071 desires to resume responsibility over any portion of the state secondary local highway system of 1072 highways within such county's boundaries for the purposes of planning, constructing, maintaining, and 1073 operating such highways. Such agreement shall specify the equipment, facilities, personnel, and funding 1074 that will be provided in order to implement such agreement's provisions.

1075 § 33.1-85. Return after withdrawal from local highway system.

1076 Any county which has withdrawn its roads from the secondary system of state highways under the provisions of § 11 of Chapter 415 of the Acts of 1932, approved March 31, 1932, shall have the right 1077 1078 may at any time to bring itself back within such secondary the local highway system of state highways, 1079 provided the same shall be approved by a majority of the qualified voters of such county voting in an 1080 election called for that purpose, as hereafter provided in this article.

§ 33.1-86. Election to determine whether to come within the local highway system.

1082 The circuit court of any such county, or the judge thereof in vacation, shall, upon the petition of 1083 qualified voters of the county equal in number to at least twenty per centum 20 percent of the number counted in such county for presidential electors at the last preceding presidential election, but in no 1084 1085 event less than 250, make an order requiring the judges of election, on such day as may be fixed in the 1086 order, but not less than 30 days after the date of entry thereof, to open a poll and take the sense of the 1087 qualified voters of the county on the question of whether or not such county shall come back bring itself within such secondary the local highway system of state highways. The qualifications of voters at each 1088 such election shall be as provided by §§ 24.2-400 through 24.2-403. 1089

1090 The form of ballot for use in any such election shall be as follows:

1091 county (the name of such county to be inserted) "Shall

1092 come back within the secondary local highway system of state highways for main-1093 tenance and

1094 construction by the State Commonwealth?

Yes

No"

1095

1096

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1098 Each qualified voter, who shall approve the coming back within the secondary system of state 1099 highways shall express such approval by striking out the word "No," and each voter who shall 1100 disapprove the same shall express his disapproval by striking out the word "Yes." All other proceedings 1101 in connection with any such election shall be in conformity with the proceedings prescribed in § 11 of 1102 Chapter 415 of the Acts of 1932, approved March 31, 1932.

1103 § 33.1-87. Effect of election.

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1104 If the result of such election shall be in favor of the county coming back within the secondary local 1105 highway system of state highways, such county shall, after the entry by the court of an order so 1106 declaring the result of such election and on and after the first day of July next succeeding, be within the 1107 secondarylocal highway system of state highways as fully and completely as if it had not withdrawn 1108 therefrom from the secondary highway system. All provisions of this article shall thereupon apply to and 1109 be enforced as to such county to the same extent as if the dates in such Chapter 415 of the Acts of 1110 1932 had been changed to correspond with the year in which such county shall come within the 1111 secondary local highway system of state highways. Such county shall not be allowed again to withdraw 1112 from the secondary local highway system of state highways.

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§ 33.1-88. Machinery, etc., owned by county coming within the local highway system.

1114 The Commonwealth Transportation Commissioner shall, as promptly as practicable, make or cause to 1115 be made an inventory and appraisal of all road machinery, equipment, teams, material and supplies, on 1116 hand or belonging to the local road authorities of any county that shall so return come within the 1117 secondary local highway system of state highways or any district thereof, which may be deemed by him 1118 suitable for work on the secondary local highway system of state highways, and shall file such inventory 1119 and appraisal with the Commonwealth Transportation Board. The local road authorities may, if they so 1120 elect, turn over to the Commonwealth such road machinery, equipment, teams, material and supplies at 1121 the appraised value thereof, which shall be paid within two years out of funds available for expenditure 1122 on roads in the secondary local highway system of state highways or, if they so prefer, the local road 1123 authorities may retain or sell any of such property otherwise or, if they so elect, may turn over to the 1124 Commissioner all or any of such property for use upon on the secondarylocal highway system of state 1125 highways without reimbursement therefor. Any sums received by the local road authorities under the 1126 provisions of this section shall, so far as may be necessary, be applied on account of obligations 1127 theretofore contracted for county or district road purposes and the balance, if any, for general county 1128 purposes. 1129

§ 33.1-221.1:3. Northern Virginia Transportation District Program.

1130 A. The General Assembly declares it to be in the public interest that the economic development 1131 needs and economic growth potential of Northern Virginia be addressed by a special transportation 1132 program to provide for the costs of providing an adequate, modern, safe and efficient transportation 1133 network in Northern Virginia which shall be known as the Northern Virginia Transportation District 1134 Program (the Program), including, without limitation, environmental and engineering studies, 1135 rights-of-way acquisition, construction, improvements to all modes of transportation, and financing costs. 1136 The Program consists of the following projects: the Fairfax County Parkway, Route 234 Bypass, 1137 Metrorail Capital Improvements attributable to Fairfax County including Metro parking expansions, 1138 Metro Capital Improvements, including the Franconia-Springfield Metrorail Station and new rail car 1139 purchases, Route 7 improvements in Loudoun County and Fairfax County, the Route 50/Courthouse 1140 Road interchange improvements in Arlington County, the Route 28/Route 625 interchange improvements 1141 in Loudoun County, Metrorail capital improvements attributable to the City of Alexandria including the 1142 King Street Metrorail Station access, Metrorail capital improvements attributable to Arlington County, 1143 including Ballston Station improvements, Route 15 safety improvements in Loudoun County, Route 28 parallel roads in Loudoun County, Route 1/Route 123 interchange improvements in Prince William 1144 1145 County, Lee Highway improvements in the City of Fairfax, Route 123 improvements in Fairfax County, 1146 Telegraph Road improvements in Fairfax County, Route 123 Occoquan River Bridge, Gallows Road in 1147 Fairfax County, Route 1/Route 234 interchange improvements in Prince William County, 1148 Potomac-Rappahannock Transportation Commission bus replacement program, and Dulles Corridor 1149 Enhanced Transit program.

1150 B. Allocations to this Program from the Northern Virginia Transportation District Fund established 1151 by § 58.1-815.1 shall be made annually by the Commonwealth Transportation Board for the creation and 1152 enhancement of a safe, efficient transportation system connecting the communities, businesses, places of 1153 employment, and residences of the Commonwealth, thereby enhancing the economic development 1154 potential, employment opportunities, mobility and quality of life in Virginia.

1155 C. Except in the event that the Northern Virginia Transportation District Fund is insufficient to pay 1156 for the costs of the Program, allocations to the Program shall not diminish or replace allocations made 1157 from other sources or diminish allocations to which any district, system, or locality would be entitled 1158 under other provisions of this title, but shall be supplemental to other allocations to the end that 1159 transportation improvements in the Northern Virginia Transportation District may be accelerated and 1160 augmented. Allocations under this subsection shall be limited to projects specified in § 33.1-268 (2) (s).

1161 D. The Commonwealth Transportation Board may expend such funds from all sources as may be 1162 lawfully available to initiate the Program and to support bonds and other obligations referenced in 1163 subsection E of this section.

1164 E. The Commonwealth Transportation Board is authorized to receive, dedicate or use first from (i)

1165 revenues received from the Northern Virginia Transportation District Fund, (ii) to the extent required, 1166 funds appropriated and allocated, pursuant to the highway allocation formula as provided by law, to the highway construction district region, as defined in § 33.1-23.05, in which the project or projects to be 1167 financed are located or to the city or county in which the project or projects to be financed are located, 1168 1169 (iii) to the extent required, legally available revenues of the Transportation Trust Fund, and (iv) such 1170 other funds which may be appropriated by the General Assembly for the payment of bonds or other 1171 obligations, including interest thereon, issued in furtherance of the Program. No such bond or other 1172 obligations shall pledge the full faith and credit of the Commonwealth.

1173 § 33.1-268. Definitions.

1174 As used in this article, the following words and terms shall have the following meanings:

1175 (1) The word "Board" means the Commonwealth Transportation Board, or if the Commonwealth Transportation Board is abolished, any board, commission or officer succeeding to the principal 1176 1177 functions thereof or upon whom the powers given by this article to the Board shall be given by law. 1178

(2) The word "project" or "projects" means any one or more of the following:

1179 (a) York River Bridges, extending from a point within the Town of Yorktown in York County, or 1180 within York County across the York River to Gloucester Point or some point in Gloucester County.

1181 (b) Rappahannock River Bridge, extending from Greys Point, or its vicinity, in Middlesex County, 1182 across the Rappahannock River to a point in the vicinity of White Stone, in Lancaster County, or at 1183 some other feasible point in the general vicinity of the two respective points. 1184

(c), (d) [Reserved.]

1185 (e) James River Bridge, from a point at or near Jamestown, in James City County, across the James 1186 River to a point in Surry County.

(f), (g) [Reserved.]

(h) James River, Chuckatuck and Nansemond River Bridges, together with necessary connecting 1188 1189 roads, in the Cities of Newport News and Suffolk and the County of Isle of Wight. 1190

(i) [Reserved.]

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1191 (j) Hampton Roads Bridge, Tunnel, or Bridge and Tunnel System, extending from a point or points 1192 in the Cities of Newport News and Hampton on the northwest shore of Hampton Roads across Hampton 1193 Roads to a point or points in the City of Norfolk or Suffolk on the southeast shore of Hampton Roads.

1194 (k) The Norfolk-Virginia Beach Highway, extending from a point in the vicinity of the intersection 1195 of Interstate Route 64 and Primary Route 58 at Norfolk to some feasible point between London Bridge 1196 and Primary Route 60.

1197 (1) The Henrico-James River Bridge, extending from a point on the eastern shore of the James River 1198 in Henrico County to a point on the western shore, between Falling Creek and Bells Road interchanges 1199 of the Richmond-Petersburg Turnpike; however, the project shall be deemed to include all property, 1200 rights, easements and franchises relating to any of the foregoing projects and deemed necessary or 1201 convenient for the operation thereof and to include approaches thereto.

(m) The limited access highway between the Patrick Henry Airport area and the Newport News 1202 1203 downtown area which generally runs parallel to tracks of the Chesapeake and Ohio Railroad.

1204 (n) Dulles Access Road outer roadways, extending from a point on Route 7 in Loudoun County in an easterly direction to a point east of Route 123 on the Dulles Access Road in Fairfax County. These 1205 1206 roadways are to be two or three lanes in each direction constructed adjacent to, and parallel to or 1207 extending west from, the Dulles Access Road. 1208

(o), (p) [Repealed.]

1209 (q) Subject to the limitations and approvals of § 33.1-279.1, any other highway for a primary 1210 highway transportation improvement district or transportation service district which the Board has agreed to finance under a contract with any such district or any other alternative mechanism for generation of 1211 1212 local revenues for specific funding of a project satisfactory to the Commonwealth Transportation Board, 1213 the financing for which is to be secured by Transportation Trust Fund revenues under any appropriation 1214 made by the General Assembly for that purpose and payable first from revenues received under such 1215 contract or other local funding source, second, to the extent required, from funds appropriated and 1216 allocated, pursuant to the highway allocation formula as provided by law, to the highway construction 1217 district region, as defined in § 33.1-23.05, in which the project is located or to the county or counties in which the project is located and third, to the extent required from other legally available revenues of the 1218 1219 Trust Fund and from any other available source of funds. 1220

(r) U.S. 58 Corridor Development Program projects as defined in §§ 33.1-221.1:2 and 58.1-815.

(s) The Northern Virginia Transportation District Program as defined in § 33.1-221.1:3.

1222 (t) Any program for highways or mass transit or transportation facilities, endorsed by the local 1223 jurisdiction or jurisdictions affected, which agree that certain distributions of state recordation taxes will 1224 be dedicated and used for the payment of any bonds or other obligations, including interest thereon, the 1225 proceeds of which were used to pay the cost of the program. Any such program shall be referred to as a 1226 "Transportation Improvement Program."

1227 (u) Any project designated from time to time by the General Assembly financed in whole or part 1228 through the issuance of Commonwealth of Virginia Federal Highway Reimbursement Anticipation Notes. 1229 (3) The word "undertaking" means all of the projects authorized to be acquired or constructed under 1230 this article.

1231 (4) The word "improvements" means such repairs, replacements, additions and betterments of and to 1232 a project acquired by purchase or by condemnation as are deemed necessary to place it in a safe and 1233 efficient condition for the use of the public, if such repairs, replacements, additions and betterments are 1234 ordered prior to the sale of any bonds for the acquisition of such project.

1235 (5) The term "cost of project" as applied to a project to be acquired by purchase or by 1236 condemnation, includes the purchase price or the amount of the award, cost of improvements, financing 1237 charges, interest during any period of disuse before completion of improvements, cost of traffic 1238 estimates and of engineering and legal expenses, plans, specifications and surveys, estimates of cost and 1239 of revenues, other expenses necessary or incident to determining the feasibility or practicability of the 1240 enterprises, administrative expenses and such other expenses as may be necessary or incident to the 1241 financing herein authorized and the acquisition of the project and the placing of the project in operation.

1242 (6) The term "cost of project" as applied to a project to be constructed, embraces the cost of 1243 construction, the cost of all lands, properties, rights, easements and franchises acquired which are 1244 deemed necessary for such construction, the cost of acquiring by purchase or condemnation any ferry 1245 which is deemed by the Board to be competitive with any bridge to be constructed, the cost of all 1246 machinery and equipment, financing charges, interest prior to and during construction and for one year 1247 after completion of construction, cost of traffic estimates and of engineering data, engineering and legal expenses, cost of plans, specifications and surveys, estimates of cost and of revenues, other expenses 1248 1249 necessary or incident to determining the feasibility or practicability of the enterprise, administrative 1250 expense and such other expenses as may be necessary or incident to the financing herein authorized, the 1251 construction of the project, the placing of the project in operation and the condemnation of property 1252 necessary for such construction and operation.

1253 (7) The word "owner" includes all individuals, incorporated companies, copartnerships, societies or 1254 associations having any title or interest in any property rights, easements or franchises authorized to be 1255 acquired by this article. 1256

(8) [Repealed.]

1264

1257 (9) The words "revenue" and "revenues" include tolls and any other moneys received or pledged by 1258 the Board pursuant to this article, including, without limitation, legally available Transportation Trust 1259 Fund revenues and any federal highway reimbursements and any other federal highway assistance 1260 received from time to time by the Commonwealth.

1261 (10) The terms "toll project" and "toll projects" mean projects financed in whole or in part through 1262 the issuance of revenue bonds which are secured by toll revenues generated by such project or projects. 1263 § 33.1-269. General powers of Board.

The Commonwealth Transportation Board may, subject to the provisions of this article:

1265 1. Acquire by purchase or by condemnation, construct, improve, operate and maintain any one or 1266 more of the projects mentioned and included in the undertaking defined in this article;

1267 2. Issue revenue bonds of the Commonwealth, to be known and designated as "Commonwealth of 1268 Virginia Toll Revenue Bonds," payable from earnings and from any other available sources of funds, to 1269 pay the cost of such projects;

1270 3. Subject to the limitations and approvals of § 33.1-279.1, issue revenue bonds of the 1271 Commonwealth to be known and designated as "Commonwealth of Virginia Transportation Contract 1272 Revenue Bonds," secured by Transportation Trust Fund revenues under a payment agreement between 1273 the Board and the Treasury Board, subject to their appropriation by the General Assembly and payable 1274 first from revenues received pursuant to contracts with a primary highway transportation improvement 1275 district or transportation service district or other local revenue sources for which specific funding of any 1276 such bonds may be authorized by law; second, to the extent required, from funds appropriated and 1277 allocated, pursuant to the highway allocation formula as provided by law, to the highway construction 1278 district region, as defined in § 33.1-23.05, in which the project or projects to be financed are located or 1279 to the county or counties in which the project or projects to be financed are located; and third, to the 1280 extent required, from other legally available revenues of the Trust Fund and from any other available 1281 source of funds;

1282 4. Issue revenue bonds of the Commonwealth to be known and designated as "Commonwealth of 1283 Virginia Transportation Revenue Bonds," secured (i) by revenues received from the U.S. Route 58 1284 Corridor Development Fund, subject to their appropriation by the General Assembly, (ii) to the extent 1285 required, from revenues legally available from the Transportation Trust Fund and (iii) to the extent 1286 required, from any other legally available funds which have been appropriated by the General Assembly; 4a. Issue revenue bonds of the Commonwealth to be known and designated as "Commonwealth of 1287

1288 Virginia Transportation Revenue Bonds," secured, subject to their appropriation by the General Assembly, first from (i) revenues received from the Northern Virginia Transportation District Fund, (ii) to the extent required, funds appropriated and allocated, pursuant to the highway allocation formula as provided by law, to the highway construction district region, as defined in § 33.1-23.05, in which the project or projects to be financed are located or to the city or county in which the project or projects to be financed are located, legally available revenues of the Transportation Trust Fund, and (iv) such other funds which may be appropriated by the General Assembly;

1295 4b. Issue revenue bonds of the Commonwealth to be known and designated as "Commonwealth of Virginia Transportation Program Revenue Bonds" secured, subject to their appropriation by the General 1296 1297 Assembly, first from (i) any revenues received from any Set-aside Fund established by the General 1298 Assembly pursuant to § 58.1-816.1, (ii) to the extent required, revenues received pursuant to any 1299 contract with a local jurisdiction or any alternative mechanism for generation of local revenues for 1300 specific funding of a project satisfactory to the Commonwealth Transportation Board, (iii) to the extent 1301 required, funds appropriated and allocated, pursuant to the highway allocation formula as provided by 1302 law, to the highway construction district region, as defined in § 33.1-23.05, in which the project or 1303 projects to be financed are located or to the city or county in which the project or projects to be financed are located, (iv) to the extent required, legally available revenues of the Transportation Trust 1304 1305 Fund, and (v) such other funds which may be appropriated by the General Assembly. No bonds for any 1306 project or projects shall be issued under the authority of this subsection unless such project or projects 1307 are specifically included in a bill or resolution passed by the General Assembly;

1308 4c. Issue revenue bonds of the Commonwealth to be known and designated as "Commonwealth of 1309 Virginia Transportation Program Revenue Bonds" secured, subject to their appropriation by the General Assembly, first from (i) any revenues received from the Commonwealth Transit Capital Fund established 1310 by the General Assembly pursuant to subdivision A 4 g of § 58.1-638, (ii) to the extent required, legally 1311 1312 available revenues of the Transportation Trust Fund, and (iii) such other funds which may be 1313 appropriated by the General Assembly. No bonds for any project or projects shall be issued under the 1314 authority of this subsection unless such project or projects are specifically included in a bill or resolution 1315 passed by the General Assembly;

4d. Issue revenue bonds of the Commonwealth from time to time to be known and designated as
"Commonwealth of Virginia Federal Highway Reimbursement Anticipation Notes" secured, subject to
their appropriation by the General Assembly, (i) first from any federal highway reimbursements and any
other federal highway assistance received from time to time by the Commonwealth, (ii) then, at the
discretion of the Board, to the extent required, from legally available revenues of the Transportation
Trust Fund, and (iii) then from such other funds, if any, which are designated by the General Assembly
for such purpose;

5. Fix and collect tolls and other charges for the use of such projects or to refinance the cost of such projects;

6. Construct grade separations at intersections of any projects with public highways, streets or other
public ways or places and change and adjust the lines and grades thereof so as to accommodate the
same to the design of such grade separations, the cost of such grade separations and any damage
incurred in changing and adjusting the lines and grades of such highways, streets, ways and places to be
ascertained and paid by the Board as a part of the cost of the project;

1330 7. Vacate or change the location of any portion of any public highway, street or other public way or 1331 place and reconstruct the same at such new location as the Board deems most favorable for the project 1332 and of substantially the same type and in as good condition as the original highway, streets, way or 1333 place, the cost of such reconstruction and any damage incurred in vacating or changing the location 1334 thereof to be ascertained and paid by the Board as a part of the cost of the project. Any public highway, 1335 street or other public way or place vacated or relocated by the Board shall be vacated or relocated in the 1336 manner provided by law for the vacation or relocation of public roads and any damages awarded on 1337 account thereof may be paid by the Board as a part of the cost of the project;

8. Make reasonable regulations for the installation, construction, maintenance, repair, renewal and 1338 1339 relocation of pipes, mains, sewers, conduits, cables, wires, towers, poles and other equipment and 1340 appliances herein called "public utility facilities," of the Commonwealth and of any municipality, county, 1341 or other political subdivision, public utility or public service corporation owning or operating the same 1342 in, on, along, over or under the project. Whenever the Board determines that it is necessary that any 1343 such public utility facilities should be relocated or removed, the Commonwealth or such municipality, 1344 county, political subdivision, public utility or public service corporation shall relocate or remove the 1345 same in accordance with the order of the Board. The cost and expense of such relocation or removal, 1346 including the cost of installing such public utility facilities in a new location or locations, and the cost of any lands or any rights or interests in lands, and any other rights acquired to accomplish such 1347 1348 relocation or removal shall be ascertained by the Board.

1349 On any toll project, the Board shall pay the cost and expense of relocation or removal as a part of

23 of 27

1350 the cost of the project for those public utility facilities owned or operated by the Commonwealth or such 1351 municipality, county, political subdivision, public utility or public service corporation. On all other 1352 projects, under this article, the Board shall pay the cost and expense of relocation or removal as a part 1353 of the cost of the project for those public utility facilities owned or operated by the Commonwealth or 1354 such municipality, county, or political subdivision. The Commonwealth or such municipality, county, 1355 political subdivision, public utility or public service corporation may maintain and operate such public 1356 utility facilities with the necessary appurtenances, in the new location or locations, for as long a period 1357 and upon the same terms and conditions as it had the right to maintain and operate such public utility 1358 facilities in their former location or locations;

9. Acquire by the exercise of the power of eminent domain any lands, property, rights, rights-of-way, 1359 1360 franchises, easements and other property, including public lands, parks, playgrounds, reservations, 1361 highways or parkways, or parts thereof or rights therein, of any municipality, county or other political 1362 subdivision, deemed necessary or convenient for the construction or the efficient operation of the project 1363 or necessary in the restoration, replacement or relocation of public or private property damaged or 1364 destroyed.

1365 The cost of such projects shall be paid solely from the proceeds of Commonwealth of Virginia Toll 1366 or Transportation Contract Revenue Bonds or a combination thereof or from such proceeds and from 1367 any grant or contribution which may be made thereto pursuant to the provisions of this article; and

1368 10. Notwithstanding any provision of this article to the contrary, the Board shall be authorized to 1369 exercise the powers conferred herein, in addition to its general powers to acquire rights-of-way and to 1370 construct, operate and maintain state highways, with respect to any project which the General Assembly 1371 has authorized or may hereafter authorize to be financed in whole or in part through the issuance of bonds of the Commonwealth pursuant to the provisions of Section 9 (c) of Article X of the Constitution 1372 1373 of Virginia. 1374

§ 33.1-277. Credit of Commonwealth not pledged.

1375 A. Commonwealth of Virginia Toll Revenue Bonds issued under the provisions of this article shall 1376 not be deemed to constitute a debt of the Commonwealth of Virginia or a pledge of the faith and credit 1377 of the Commonwealth, but such bonds shall be payable solely from the funds herein provided therefor 1378 from tolls and revenues, from bond proceeds or earnings thereon and from any other available sources 1379 of funds. All such bonds shall state on their face that the Commonwealth of Virginia is not obligated to 1380 pay the same or the interest thereon except from the special fund provided therefor from tolls and 1381 revenues under this article, from bond proceeds or earnings thereon and from any other available sources 1382 of funds and that the faith and credit of the Commonwealth are not pledged to the payment of the 1383 principal or interest of such bonds. The issuance of such revenue bonds under the provisions of this 1384 article shall not directly or indirectly or contingently obligate the Commonwealth to levy or to pledge 1385 any form of taxation whatever therefor or to make any appropriation for their payment, other than 1386 appropriate available funds derived as revenues from tolls and charges under this article or derived from 1387 bond proceeds or earnings thereon and from any other available sources of funds.

1388 B. Commonwealth of Virginia Transportation Contract Revenue Bonds issued under the provisions of 1389 this article shall not be deemed to constitute a debt of the Commonwealth of Virginia or a pledge of the 1390 faith and credit of the Commonwealth, but such bonds shall be payable solely from the funds herein 1391 provided therefor (i) from revenues received pursuant to contracts with a primary highway transportation 1392 district or transportation service district or any other alternative mechanism for generation of local 1393 revenues for specific funding of a project satisfactory to the Commonwealth Transportation Board, (ii) to 1394 the extent required, from funds appropriated and allocated, pursuant to the highway allocation formula as 1395 provided by law, to the highway construction district region, as defined in § 33.1-23.05, in which the 1396 project or projects to be financed are located or to the county or counties in which such project or 1397 projects are located, (iii) from bond proceeds or earnings thereon, (iv) to the extent required, from other 1398 legally available revenues of the Trust Fund, and (v) from any other available source of funds. All such 1399 bonds shall state on their face that the Commonwealth of Virginia is not obligated to pay the same or 1400 the interest thereon except from revenues in clauses (i) and (iii) hereof and that the faith and credit of 1401 the Commonwealth are not pledged to the payment of the principal and interest of such bonds. The 1402 issuance of such revenue bonds under the provisions of this article shall not directly or indirectly or 1403 contingently obligate the Commonwealth to levy or to pledge any form of taxation whatever or to make 1404 any appropriation for their payment, other than to appropriate available funds derived as revenues under 1405 this article from the sources set forth in clauses (i) and (iii) hereof. Nothing in this article shall be 1406 construed to obligate the General Assembly to make any appropriation of the funds set forth in clause 1407 (ii) or (iv) hereof for payment of such bonds.

1408 C. Commonwealth of Virginia Transportation Revenue Bonds issued under the provisions of this 1409 article shall not be deemed to constitute a debt of the Commonwealth of Virginia or a pledge of the full faith and credit of the Commonwealth, but such bonds shall be payable solely from the funds herein 1410

1411 provided therefor (i) from revenues received from the U.S. Route 58 Corridor Development Fund, 1412 subject to their appropriation by the General Assembly, (ii) to the extent required, from revenues legally 1413 available from the Transportation Trust Fund and (iii) to the extent required, from any other legally 1414 available funds which shall have been appropriated by the General Assembly.

D. Commonwealth of Virginia Transportation Revenue Bonds issued under this article for Category 1 1415 1416 projects as provided in subdivision (2) (s) of § 33.1-268 shall not be deemed to constitute a debt of the 1417 Commonwealth of Virginia or a pledge of the faith and credit of the Commonwealth. Such bonds shall 1418 be payable solely, subject to their appropriation by the General Assembly, first from (i) revenues 1419 received from the Northern Virginia Transportation District Fund, (ii) to the extent required, funds appropriated and allocated, pursuant to the highway allocation formula as provided by law, to the 1420 highway construction district region, as defined in § 33.1-23.05, in which the project or projects to be 1421 financed are located or to the city or county in which the project or projects to be financed are located, 1422 1423 (iii) to the extent required, legally available revenues of the Transportation Trust Fund, and (iv) such 1424 other funds which may be appropriated by the General Assembly.

1425 E. Commonwealth of Virginia Transportation Program Revenue Bonds issued under this article for 1426 projects defined in subdivision (2) (t) of § 33.1-268 shall not be deemed to constitute a debt of the 1427 Commonwealth or a pledge of the faith and credit of the Commonwealth. Such bonds shall be payable 1428 solely, subject to their appropriation by the General Assembly, first from (i) any revenues received from 1429 any Set-aside Fund established by the General Assembly pursuant to § 58.1-816.1, (ii) to the extent 1430 required, revenues received pursuant to any contract with a local jurisdiction or any alternative mechanism for generation of local revenues for specific funding of a project satisfactory to the 1431 Commonwealth Transportation Board, (iii) to the extent required, funds appropriated and allocated, 1432 1433 pursuant to the highway allocation formula as provided by law, to the highway construction district in 1434 which the project or projects to be financed are located or to the city or county in which the project or 1435 projects to be financed are located, (iv) to the extent required, legally available revenues from the 1436 Transportation Trust Fund, and (v) such other funds which may be appropriated by the General 1437 Assembly.

1438 F. Commonwealth of Virginia Federal Highway Reimbursement Anticipation Notes issued under this 1439 article shall not be deemed to constitute a debt of the Commonwealth of Virginia or a pledge of the full 1440 faith and credit of the Commonwealth, but such obligations shall be payable solely, subject to 1441 appropriation by the General Assembly, (i) first from any federal highway reimbursements and any other 1442 federal highway assistance received from time to time by the Commonwealth, (ii) then, at the discretion 1443 of the Board, to the extent required, from legally available revenues of the Transportation Trust Fund, 1444 and (iii) then, from such other funds, if any, which are designated by the General Assembly for such 1445 purpose. 1446

§ 33.1-285.1. Reserve funds and appropriations.

1447 A. In connection with the Commonwealth of Virginia Transportation Contract Revenue Bonds, the 1448 Board may create and establish one or more special funds (herein referred to as "reserve funds"), and 1449 shall pay into each such reserve fund from bond proceeds and any moneys appropriated and made 1450 available by the Commonwealth for the purpose of such fund and from any other moneys which may be made available to the Board for the purpose of such fund from any other source or sources. All moneys 1451 held in any reserve fund shall be used, as required, solely for the payment of the principal and interest 1452 1453 of Commonwealth of Virginia Transportation Contract Revenue Bonds.

1454 B. In order to further ensure maintenance of the foregoing reserve fund, the Commonwealth 1455 Transportation Commissioner shall annually, on or before December 1, make and deliver to the Governor and Director of the Budget his certificate stating the sum, if any, required to restore each such 1456 1457 reserve fund to the minimum reserve fund requirement for such fund as may be established by the Board. Within five days after the beginning of each session of the General Assembly, the Governor shall 1458 1459 submit to the presiding officer of each house printed copies of a budget including the sum, if any, 1460 required to restore each such reserve fund to the minimum reserve fund requirement for such fund. All 1461 sums appropriated by the General Assembly for such restoration and paid shall be deposited by the 1462 Board in the applicable reserve fund and shall be deducted from amounts otherwise allocable pursuant to 1463 the highway allocation formula as provided by law, to the highway construction district region, as 1464 defined in § 33.1-23.05, in which the project or projects are located or to the county or counties in 1465 which the project or projects financed are located.

1466 § 33.1-416. Agreements with Commonwealth Transportation Board; payment of special improvements 1467 tax to Transportation Trust Fund.

1468 The district may contract with the Commonwealth Transportation Board for the Board to perform 1469 any of the purposes of the district.

1470 The district may agree by contract to pay all or a portion of the special improvements tax to the 1471 Commonwealth Transportation Board.

1472 Prior to executing any such contract, the district shall seek the agreement of each local governing

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body creating the district that the locality's officer charged with the responsibility for preparing the
locality's annual budget shall submit in the budget for each fiscal year in which any Commonwealth of
Virginia Transportation Contract Revenue Bonds issued for such district are outstanding, all amounts to
be paid to the Commonwealth Transportation Board under such contract during such fiscal year.

1477 If the amount required to be paid to the Commonwealth Transportation Board under the contract is
1478 not so paid for a period of sixty60 days after such amount is due, the Commonwealth Transportation
1479 Board shall, until such amount has been paid, withhold sufficient funds from funds appropriated and
1480 allocated, pursuant to Article 1.1 (§ 33.1-23.01 et seq.) of Chapter 1 of Title 33.1, to the highway
1481 construction district region, as defined in § 33.1-23.05, in which the transportation improvements
1482 covered by such contract are located or to such locality or localities in which such transportation
1483 improvements are located and to use such funds to satisfy the contractual requirements.

1484 While nothing in this chapter shall limit the authority of any locality to change the classification of 1485 property zoned for commercial or industrial use or used for such purpose upon the written request or 1486 approval of the owner of any property affected by such change after the effective date of any such 1487 contract, should a change in zoning classification so requested result in a shortfall in the total annual 1488 revenues from the imposition of the special improvements tax and the payments required to be made to 1489 the Commonwealth Transportation Board pursuant to the contract, the district shall request the local 1490 governing body to increase the rate of such tax by such amount up to the maximum authorized rate as 1491 may be necessary to prevent such shortfall. If, however, a deficit remains after any rezoning and 1492 adjustment of the tax rate or the rate is at the maximum authorized rate and cannot be increased, then 1493 the amount of funds otherwise appropriated and allocated, pursuant to the highway allocation formula as 1494 provided by law, to the highway construction district in which the project covered by such contract is 1495 located or to such county or counties in which such project is located, shall be reduced by the amount 1496 of such deficit and used to satisfy the deficit.

1497 § 33.1-436. Agreements with the Commonwealth Transportation Board; payment of special **1498** improvements tax to Transportation Trust Fund.

1499 A. In addition to any other power conferred by this chapter, the district may contract with the 1500 Commonwealth Transportation Board for the Board to perform any of the purposes of the district.

1501 The district may agree by contract to pay all or a portion of the special improvements tax to the 1502 Commonwealth Transportation Board.

Prior to executing any such contract, the district shall seek the agreement of the governing body that
the county's officer, charged with the responsibility for preparing the county's annual budget, shall
submit in the budget for each fiscal year in which any Commonwealth of Virginia Transportation
Contract Revenue Bonds issued for such district are outstanding, all amounts to be paid to the
Commonwealth Transportation Board under such contract during such fiscal year.

1508 If the amount required to be paid to the Commonwealth Transportation Board under the contract is 1509 not so paid for a period of sixty60 days after such amount is due, the Commonwealth Transportation 1510 Board shall, until such amount has been paid, withhold sufficient funds from funds appropriated and 1511 allocated, pursuant to Article 1.1 (§ 33.1-23.01 et seq.) of Chapter 1 of Title 33.1, to the highway 1512 construction district region, as defined in § 33.1-23.05, in which the transportation improvements 1513 covered by such contract are located or to such locality or localities in which such transportation 1514 improvements are located and to use such funds to satisfy the contractual requirements.

1515 B. While nothing in this chapter shall limit the authority of any county or participating town to 1516 change the classification of property zoned for commercial or industrial use or used for such purpose 1517 upon the written request or approval of the owner of any property affected by such change after the 1518 effective date of any such contract, should a change in zoning classification so requested result in a 1519 shortfall in the total annual revenues from the imposition of the special improvements tax and the 1520 payments required to be made to the Commonwealth Transportation Board pursuant to the contract, the 1521 district shall request the governing body to increase the rate of such tax by such amount up to the 1522 maximum authorized rate as may be necessary to prevent such shortfall. If, however, a deficit remains 1523 after any rezoning and adjustment of the tax rate or the rate is at the maximum authorized rate and 1524 cannot be increased, then the amount of funds otherwise appropriated and allocated, pursuant to the 1525 highway allocation formula as provided by law, to the highway construction region, as defined in 1526 \$ 33.1-23.05, district in which the project covered by such contract is located or to the county, shall be 1527 reduced by the amount of such deficit and used to satisfy the deficit.

1528 § 58.1-2259. Fuel uses eligible for refund.

A. A refund of the tax paid for the purchase of fuel in quantities of five gallons or more at any time
shall be granted in accordance with the provisions of § 58.1-2261 to any person who establishes to the
satisfaction of the Commissioner that such person has paid the tax levied pursuant to this chapter upon
any fuel:

1533 1. Sold and delivered to a governmental entity for its exclusive use;

1534 2. Used by a governmental entity, provided persons operating under contract with a governmental 1535 entity shall not be eligible for such refund;

1536 3. Sold and delivered to an organization described in subdivision 2 of § 58.1-2226 or subdivision 2 1537 of § 58.1-2250 for its exclusive use in the operation of an aircraft;

1538 4. Used by an organization described in subdivision 2 of § 58.1-2226 or subdivision 2 of § 58.1-2250 1539 for its exclusive use in the operation of an aircraft, provided persons operating under contract with such 1540 an organization shall not be eligible for such refund;

1541 5. Purchased by a licensed exporter and subsequently transported and delivered by such licensed 1542 exporter to another state for sales or use outside the boundaries of the Commonwealth if the tax 1543 applicable in the destination state has been paid, provided a refund shall not be granted pursuant to this 1544 section on any fuel which is transported and delivered outside of the Commonwealth in the fuel supply 1545 tank of a highway vehicle or an aircraft;

1546 6. Used by any person performing transportation under contract or lease with any transportation 1547 district for use in a highway vehicle controlled by a transportation district created under the 1548 Transportation District Act of 1964 (§ 15.2-4500 et seq.) and used in providing transit service by the 1549 transportation district by contract or lease, provided the refund shall be paid to the person performing 1550 such transportation;

7. Used by any private, nonprofit agency on aging, designated by the Department for the Aging. 1551 1552 providing transportation services to citizens in highway vehicles owned, operated or under contract with 1553 such agency;

1554 8. Used in operating or propelling highway vehicles owned by a nonprofit organization that provides 1555 specialized transportation to various locations for elderly or disabled individuals to secure essential 1556 services and to participate in community life according to the individual's interest and abilities;

1557 9. Used in operating or propelling buses owned and operated by a county or the school board thereof 1558 while being used to transport children to and from public school or from school to and from educational 1559 or athletic activities;

1560 10. Used by buses owned or solely used by a private, nonprofit, nonsectarian school while being 1561 used to transport children to and from such school or from such school to and from educational or 1562 athletic activities;

1563 11. Used by any county or city school board or any private, nonprofit, nonsectarian school contracting with a private carrier to transport children to and from public schools or any private, 1564 1565 nonprofit, nonsectarian school, provided the tax shall be refunded to the private carrier performing such 1566 transportation;

1567 12. Used in operating or propelling the equipment of volunteer firefighting companies and of 1568 volunteer rescue squads within this Commonwealth used actually and necessarily for firefighting and 1569 rescue purposes;

1570 13. Used in operating or propelling motor equipment belonging to counties, cities and towns, if 1571 actually used in public activities; 1572

14. Used for a purpose other than in operating or propelling highway vehicles, watercraft or aircraft;

1573 15. Used off-highway in self-propelled equipment manufactured for a specific off-road purpose, 1574 which is used on a job site and the movement of which on any highway is incidental to the purpose for 1575 which it was designed and manufactured;

1576 16. Proven to be lost by accident, including the accidental mixing of (i) dyed diesel fuel with 1577 tax-paid motor fuel, (ii) gasoline with diesel fuel, or (iii) undyed diesel fuel with dyed kerosene, but excluding fuel lost through personal negligence or theft; 1578 1579

17. Used in operating or propelling vehicles used solely for racing other vehicles on a racetrack;

1580 18. Used in operating or propelling unlicensed highway vehicles and other unlicensed equipment used exclusively for agricultural or horticultural purposes on lands owned or leased by the owner or 1581 1582 lessee of such vehicles and not operated on or over any highway for any purpose other than to move it 1583 in the manner and for the purpose mentioned. The amount of refund shall be equal to the amount of the 1584 taxes paid less one-half cent per gallon on such fuel so used which shall be paid by the Commissioner 1585 into the state treasury to the credit of the Virginia Agricultural Foundation Fund;

1586 19. Used in operating or propelling commercial watercraft. The amount of refund shall be equal to 1587 the amount of the taxes paid less one and one-half cents per gallon on such fuel so used which shall be 1588 paid by the Commissioner into the state treasury to be credited as provided in subsection D of 1589 § 58.1-2289. If any applicant so requests, the Commissioner shall pay into the state treasury, to the 1590 credit of the Game Protection Fund, the entire tax paid by such applicant for the purposes specified in 1591 subsection D of § 58.1-2289. If any applicant who is an operator of commercial watercraft so requests, the Commissioner shall pay into the state treasury, to the credit of the Marine Fishing Improvement 1592 1593 Fund, the entire tax paid by such applicant for the purposes specified in § 28.2-208;

1594 20. Used in operating stationary engines, or pumping or mixing equipment on a highway vehicle if 1595 the fuel used to operate such equipment is stored in an auxiliary tank separate from the fuel tank used to

propel the highway vehicle, and the highway vehicle is mechanically incapable of self-propulsion while 1596 1597 fuel is being used from the auxiliary tank; or 1598

21. Used in operating or propelling recreational and pleasure watercraft.

1599 B. Any person purchasing fuel for consumption in a solid waste compacting or ready-mix concrete 1600 highway vehicle, or a bulk feed delivery truck, where the vehicle's equipment is mechanically or 1601 hydraulically driven by an internal combustion engine that propels the vehicle, is entitled to a refund in 1602 an amount equal to 35 percent of the tax paid on such fuel. For purposes of this section, a "bulk feed delivery truck" means bulk animal feed delivery trucks utilizing power take-off (PTO) driven auger or 1603 1604 air feed discharge systems for off-road deliveries of animal feed.

1605 C. Any person purchasing any fuel on which tax imposed pursuant to this chapter has been paid may 1606 apply for a refund of the tax if such fuel was consumed by a highway vehicle used in operating an 1607 urban or suburban bus line or a taxicab service. This refund also applies to a common carrier of passengers which has been issued a certificate of public convenience and necessity pursuant to 1608 1609 §§ 46.2-2005 and 58.1-2204 providing regular route service over the highways of the Commonwealth. 1610 No refund shall be granted unless the majority of the passengers using such bus line, taxicab service or 1611 common carrier of passengers do so for travel of a distance of not more than 40 miles, one way, in a 1612 single day between their place of abode and their place of employment, shopping areas or schools.

If the applicant for a refund is a taxicab service, he shall hold a valid permit from the Department to 1613 1614 engage in the business of a taxicab service. No applicant shall be denied a refund by reason of the fee 1615 arrangement between the holder of the permit and the driver or drivers, if all other conditions of this 1616 section have been met.

1617 Under no circumstances shall a refund be granted more than once for the same fuel. The amount of 1618 refund under this subsection shall be equal to the amount of the taxes paid, except refunds granted on 1619 the tax paid on fuel used by a taxicab service shall be in an amount equal to the tax paid less one cent 1620 per gallon on the fuel used.

1621 Any refunds made under this subsection shall be deducted from the urban highway funds allocated to 1622 the highway construction district, pursuant to Article 1.1 (§ 33.1-23.01 et seq.) of Chapter 1 of Title 1623 33.1, region, as defined in § 33.1-23.05, in which the recipient has its principal place of business.

1624 Except as otherwise provided in this chapter, all provisions of law applicable to the refund of fuel 1625 taxes by the Commissioner generally shall apply to the refunds authorized by this subsection. Any 1626 county having withdrawn its roads from the secondary system of state highways under provisions of 1627 § 11 Chapter 415 of the Acts of 1932 shall receive its proportionate share of such special funds as is 1628 now provided by law with respect to other fuel tax receipts.

1629 D. Refunds resulting from any fuel shipments diverted from Virginia shall be based on the amount of 1630 tax paid for the fuel less discounts allowed by § 58.1-2233.

1631 E. Any person who is required to be licensed under this chapter and is applying for a refund shall 1632 not be eligible for such refund if the applicant was not licensed at the time the refundable transaction 1633 was conducted.

1634 2. That the provisions of this act shall not affect members of the Commonwealth Transportation 1635 Board appointed prior to July 1, 2004.

2. That \S 33.1-23.1:1, 33.1-23.1:2, 33.1-23.3, 33.1-23.5, 33.1-30, 33.1-49 through 33.1-54, and 1636 1637 **33.1-70.2** of the Code of Virginia are repealed.