

## Department of Planning and Budget 2004 Fiscal Impact Statement

1. **Bill Number** HB369

**House of Origin**  Introduced  Substitute  Engrossed

**Second House**  In Committee  Substitute  Enrolled

2. **Patron** Rust

3. **Committee** House Transportation

4. **Title** Primary system highway construction allocation.

5. **Summary/Purpose:**

Provides that funds for construction projects in the primary highway system will be distributed among the nine highway construction districts on the basis of vehicle miles traveled per lane-mile.

6. **Fiscal Impact Estimates are:** Final, see Item 8.

7. **Budget amendment necessary:** No.

8. **Fiscal implications:**

The bill does not change the level of funding available for construction funding for distribution among the nine transportation construction districts. However, the level of funding each district currently receives may change and, therefore, could impact the six-year construction program.

The Current formula for use of construction dollars on the primary road system is the following:

- 70 percent vehicle miles traveled,
- 25 percent primary lane miles,
- 5 percent needs factor for Northern Virginia, Fredericksburg, and Bristol districts.

The bill will set the formula at 100 percent funding according to vehicle miles traveled per lane mile for use of construction dollars on the primary road system. In addition, this eliminates the needs factor for Northern Virginia, Fredericksburg, and Bristol districts.

According to the Department of Transportation, the interstate construction match could be affected. The first source of match is up to 25 percent of a District's primary system allocation and then it is "off the top" of remaining funds.

9. **Specific agency or political subdivisions affected:** Department of Transportation, the Commonwealth Transportation Board, and all localities with primary roads systems.

10. **Technical amendment necessary:** No

11. **Other comments:** Same as HB 188.

**Date:** 01/22/04 / jlm

**Document:** (DPB G\ Leg 04\HB369.DOC)

cc: Secretary of Transportation