

**Virginia Department of Transportation
2006 Fiscal Impact Statement**

1. Bill Number: HB 5080

House of Origin Introduced Substitute Engrossed

Second House In Committee Substitute Enrolled

2. Patron: Crockett-Stark, A.

3. Committee: House Transportation

4. Title: The definition of "maintenance" used in Title 33.1

5. Summary/Purpose:

Provides that the term "maintenance" includes chipping and sealing of unpaved roads in the state secondary highway system. The bill also increases the amount of funds allocated through the Revenue Sharing Fund from no more than \$50 million per year to no less than \$50 million per year and eliminates the requirement for any local match. It also increases the portion of total funds available for highway construction that is set aside for paving dirt roads from 5.67% to 10%.

6. Fiscal Impacts are unavailable

7. Budget amendment necessary: NO

8. Fiscal implications: A redirection of existing revenues to an increased revenue sharing program affects VDOT's ability to match federal funding. If federal funds are not matched the Commonwealth loses \$4 in federal funding for every \$1 not available for match. For the current fiscal year, in order to ensure all federal funds were matched, more than \$45 million had to be transferred from the Priority Transportation Fund for this purpose.

Increasing the unpaved road percentage will result in approximately \$68 million in additional funding to this program over a six-year period (based on FY07-12 Secondary Six Year Plan). This will, in turn, result in reduced state funding to system construction allocations and will also affect VDOT's ability to match federal funds.

9. Specific agency or political subdivisions affected: VDOT, Counties, and Cities/Towns in the Urban System

10. Technical amendment necessary: NO

11. Other comments: This bill is similar to HB 5050, HB 5058, HB 5079, HB 5088 and SB 5022.

Date: 09/19/2006

Revision Date:

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cc: Secretary of Transportation