

Department of Planning and Budget 2009 Fiscal Impact Statement

1. Bill Number: HB2230

House of Origin	<u> X </u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Marsden

3. Committee: House Transportation

4. Title: Highway construction allocations; Northern Virginia and Hampton Roads.

5. Summary: The proposed legislation would provide that in every subsequent fiscal year, the Commonwealth Transportation Board (CTB) must allocate to highway construction projects in the Northern Virginia or the Hampton Roads construction districts at least as much as was allocated for highway construction in each respective district in FY 2009.

The Code of Virginia currently directs that the CTB must provide the amount necessary maintenance prior to allocating funds for construction. Any shortfall in the Highway Maintenance and Operating Fund (HMOF) is provided for by the Transportation Trust Fund (TTF). Remaining funds are then allocated by a specified formula to the primary, secondary and urban system of highways. Additional formulas allocate the primary system funds by construction district and the secondary and urban system funds by locality.

6. Fiscal Impact Estimates: Preliminary. See Item 8.

7. Budget Amendment Necessary: None.

8. Fiscal Implications: The proposed legislation does not alter the overall amount provided for transportation maintenance or construction, but amends the distribution process and impacts the amount of construction funding received by each district. The amount of construction funding remaining for distribution depends on the available TTF revenue and the amount of the maintenance shortfall. It is possible that in future fiscal years the amount distributed to the Northern Virginia and Hampton Roads transportation districts would be less than the amount allocated in FY 2009. In such instances, funding would need to be transferred from the remaining seven construction districts.

9. Specific Agency or Political Subdivisions Affected: Department of Transportation, local governments

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 1/23/2009 dpb/smc

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cc: Secretary of Transportation