

## Department of Planning and Budget 2008 Fiscal Impact Statement

**1. Bill Number:** HB1108

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:** Rust

**3. Committee:** House Appropriations

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

**5. Summary:** The proposed legislation would allocate primary system highway construction funds among the nine highway construction districts on the basis of the ratio of vehicle miles traveled on primary highways divided by the lane miles of primary highways in each highway construction district, weighted 90 percent, and a need factor, weighted 10 percent.

The Code of Virginia details the expenditure of the Transportation Trust Fund. The Code designates the formula used to distribute the funds between the primary, secondary and urban roadway systems in Virginia. Generally, the primary system contains state-maintained roads numbered 599 and below, excluding the interstate system. The secondary system consists of state-maintained roadways numbered 600 and above. Streets within municipalities maintained by cities and towns are grouped into the urban system.

The Code presently designates that primary funds are distributed based on three highway data elements: 70 percent based on the vehicle miles traveled on the primary system, 25 percent based on the construction district's share of primary lane miles in the state and 5 percent based on a needs factor.

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

**7. Budget Amendment Necessary:** None.

**8. Fiscal Implications:** The bill would not alter the current funding level, but would have the impact of shifting funding between construction districts. The table below shows the percentage share of each district's funding under the current distribution and that proposed by the bill.

Construction District	Current Funding Distribution	Proposed Funding Distribution	Change
Bristol	10.63%	8.98%	-1.65%
Culpeper	8.71%	10.30%	1.59%
Fredericksburg	10.28%	11.18%	0.90%
Hampton Roads	8.31%	8.01%	-0.30%
Lynchburg	9.32%	6.27%	-3.05%
Northern Virginia	17.64%	30.15%	12.51%
Richmond	15.80%	10.02%	-5.78%
Salem	10.57%	8.18%	-2.39%
Staunton	8.74%	6.92%	-1.82%

**9. Specific Agency or Political Subdivisions Affected:** All counties in Virginia, Department of Transportation

**10. Technical Amendment Necessary:** None.

**11. Other Comments:** This bill is identical to HB 471.

**Date:** 1/17/2008 dpb/smc

**Document:** G:\GA\FIS 2008\HB1108.doc

cc: Secretary of Transportation