

House Appropriations Subcommittee on Transportation
Optional FY 2012-13 Budget Adjustments

HIGHWAY FUND

Highway Fund Target: FY 2012-13

Certified FY 2012-13 Highway Fund Availability:	2,134,160,000
Revised Estimated Revenue (37.5 cpg cap):	<u>2,016,030,000</u>
Shortfall Per Estimated Revenues:	(118,130,000)

Revised Estimated Revenue (37.5 cpg cap):	2,016,030,000
<i>Proposed Adjustments to Highway Fund Availability (Items 25 and 26):</i>	<u>31,504,614</u>
TOTAL FY 2012-13 Availability:	2,047,534,614

Adjusted FY 2012-13 Availability:	2,047,534,614
Certified FY 2012-13 Highway Fund Availability:	<u>2,134,160,000</u>
Net FY 2012-13 Reduction:	(86,625,386)

FY 2012-13 (Estimate)

ITEM #	DESCRIPTION	R	NR
<u>Recommended Adjustments</u>			
Division of Motor Vehicles			
1	Bulk Data Revenue Projections Adjusts net appropriations per data request levels observed for FY 2011-12.	4,000,000	
2	Credit/Debit Cost Projections Reduces funding for credit/debit card transaction costs based on the revised implementation timeline for the Next Generation Secure Driver License System (NGSDLS). Phased rollout is projected to begin in January 2013 (i.e. initial deployment at 25% of offices).		(757,025)
Information Technology			
3	Information Technology Services (ITS) Charges Appropriates additional funding to support telecommunication (\$750,000), data processing (\$930,000), and office lease requirements (\$340,000).	2,020,000	
Ferry Division			
4	Dredge Carolina Replacement Project Adjusts funding per engineer's estimate for the dredge build project.		(3,000,000)
Reserves/Transfers			
5	Retirement System Contribution (State Highway Patrol) Adjusts budgeted retirement contributions per the transfer of the State Highway Patrol to the General Fund.	(4,000,000)	
6	State Health Plan (State Highway Patrol) Adjusts funding for the State Health Plan per the transfer of the State Highway Patrol to the General Fund.	(1,000,000)	
7	General Fund Transfer (State Highway Patrol) Transfers funds to General Fund availability per estimated retirement (\$4M) and State Health Plan (\$1M) contributions for the State Highway Patrol.	5,000,000	
8	Driver License Continuation Reserve Restores funding (\$47,713,947) held in reserve for the Driver License program.	-	
<u>Optional Adjustments</u>			
Administration			
9	Personnel Reduction Eliminates 101 positions throughout the Department, including: 19 positions funded with Highway Funds; 13 receipt-supported Highway Trust Fund positions totaling \$510,799; and 69 field positions totaling \$3,222,134. FTE reductions are as follows: Asset Management: 2 (HF); 1 (HTF); 17 (field) Pre-Construction: 5 (HTF); 16 (field) Traffic/Mobility: 2 (field) Information Technology: 1 (HF); 9 (field) Technical Services: 1 (HTF); 4 (field) Fiscal Management: 1 (HF); 2 (HTF) Program/Development: 1 (HTF) Purchasing: 2 (HF); 1 (HTF) Human Resources: 3 (HF) Division of Motor Vehicles: 10 (HF) Ferry Division: 19 (field) Rail Division: 1 (field) Governance Office: 1 (HTF) BOWD/CR: 1 (field) General Services: 1 (HTF)	(1,050,289)	

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Maintenance and Construction

10	Primary System (Maintenance)	(53,809,672)
11	Secondary System (Maintenance)	(20,000,000)
12	Secondary System (Construction)	(30,000,000)

Intermodal

Aviation Division:

13	Aviation Grants	(3,909,618)
	Repeals the statutory automatic appropriation (G.S. 136-16.4) for the State Aid to Airports Program, maintaining funding at FY 2011-12 levels.	

Public Transportation Division:

14	Public Transportation Grants	(8,688,980)
	Increases reduction to grant programs from the current 6% reduction to 15%.	

Rail Division:

15	Rail Industrial Access Program (RIAP)	(519,000)
	Eliminates funding for RIAP and Shortline Infrastructure Assistance Program grants.	
16	Rail Division Operating Funds	(500,000)
	Reduces funding for the Streamline Freight Operations and Rail Capital and Safety subprograms.	

Reserves/Transfers

Global TransPark:

17	GTP Operating Assistance	(152,000)
	Reduces recurring assistance to \$1.0 million.	

Department of Revenue

18	Vacant Positions	(520,014)
	Eliminates ten positions offered for elimination by DOR to Transportation Oversight.	

Other Transfers

19	General Fund Transfer - LUST (Highway Fund)	13,395,318
	Repeals the statutory motor fuels tax earmarks to the Commercial and Non-commercial Leaking Underground Storage Tank Cleanup Funds and appropriates equivalent receipts credited to the Highway Fund as a transfer to the General Fund.	
20	General Fund Transfer - LUST (Highway Trust Fund)	4,465,106
	Repeals the statutory motor fuels tax earmarks to the Commercial and Non-commercial Leaking Underground Storage Tank Cleanup Funds and appropriates equivalent funds as a transfer to the General Fund.	
21	General Fund Transfer - LUST (FY2011-12 Reduction Offset)	2,261,898
	Restores funding cut from the repealed Gasoline Inspection Tax earmark.	
22	General Fund Transfer - Water and Air Quality Account (Highway Fund)	6,088,781
	Repeals the statutory motor fuels tax earmark to the Water and Air Quality Account and appropriates equivalent receipts credited to the Highway Fund as a transfer to the General Fund.	
23	General Fund Transfer - Water and Air Quality Account (Highway Trust Fund)	2,029,594
	Repeals the statutory motor fuels tax earmark to the Water and Air Quality Account and appropriates equivalent funds as a transfer to the General Fund.	
24	General Fund Transfer - Wildlife Resources Fund	2,020,515
	Repeals the statutory motor fuels tax earmark to the Wildlife Resources Fund and appropriates equivalent receipts credited to the Highway Fund as a transfer to the General Fund.	

Adjustments to Availability

25	Motor Fuel Tax Earmark Repeals	
	Repeals the earmarks specified in items 19, 22, and 24. Receipts will be credited to the Highway Fund and appropriated as a transfer to the General Fund. Adjustments total \$21,504,614.	
26	Inspection Program Account Balance	
	Transfers \$10 million from the Inspection Program Account to Highway Fund availability. The projected year ending balance for FY 2011-12 is \$17.5M. Sections 6A.15 and 6A.17 of S.L. 2011-145 authorize use of the Account balance to fund replacement efforts for the legacy mainframe State Titling and Registration System (STARS) and State Automated Driver License System (SADLS).	

Subtotal (82,868,361) (3,757,025)

Reduction Target (Highway Fund) (86,625,386)

LESS: Net Adjustments **(86,625,386)**

Balance -

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HIGHWAY TRUST FUND

Highway Trust Fund Target: FY 2012-13

Certified FY 2012-13 Highway Trust Fund Availability:	1,086,910,000
Revised Estimated Revenue (37.5 cpg cap):	1,055,320,000
Shortfall Per Estimated Revenues:	(31,590,000)
Revised Estimated Revenue (37.5 cpg cap):	1,055,320,000
<i>Proposed Adjustments to Highway Trust Fund Availability (Items 31 and 32):</i>	<i>21,494,700</i>
TOTAL FY 2012-13 Availability:	1,076,814,700
Adjusted FY 2012-13 Availability:	1,076,814,700
Certified FY 2012-13 Highway Trust Fund Availability:	1,086,910,000
Net FY 2012-13 Reduction:	(10,095,300)

		FY 2012-13 (Estimate)	
ITEM #	DESCRIPTION	R	NR
<u>Optional Adjustments</u>			
Construction			
27	Aid to Municipalities (adjusted per statutory formula)	(656,195)	
28	Secondary Roads (adjusted per statutory formula)	(656,195)	
29	Intrastate (adjusted per statutory formula)	(6,254,038)	
30	Urban Loops (adjusted per statutory formula)	(2,528,873)	
Adjustments to Availability			
31	Motor Fuel Tax Earmark Repeals Repeals the earmarks to LUST and the Water and Air Quality Account. \$6,494,700 in receipts are credited to the Highway Trust Fund. This total is transferred from the Highway Fund to the General Fund, per items 19 and 22.		
32	Mid-Currituck Bridge Project Reallocates \$15 million of unencumbered gap funds appropriated in FY 2011-12		
		Subtotal	(10,095,300)

TURNPIKE AUTHORITY

		FY 2012-13 (Estimate)	
ITEM #	DESCRIPTION	R	NR
Administration			
33	Eliminates three positions	(258,000)	