



**FINANCIAL
REPORT
JUNE 30, 2015**

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**FINANCIAL
REPORT**
JUNE 30, 2015

Terry McAuliffe
Governor

Aubrey L. Layne, Jr.
Secretary of Transportation

Charles A. Kilpatrick, P.E.
Commissioner of Highways

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**FINANCIAL
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**INTRODUCTORY
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COMMONWEALTH of VIRGINIA

DEPARTMENT OF TRANSPORTATION
1401 EAST BROAD STREET
RICHMOND, VIRGINIA 23219 2000

Charles A. Kilpatrick, P.E.
Commissioner

March 25, 2016

Letter of Transmittal

The Comprehensive Annual Financial Report (CAFR) of the Virginia Department of Transportation (VDOT) for the fiscal year ended June 30, 2015 is hereby submitted. The report reflects the operation of the Highway Maintenance and Operating Fund, the Transportation Trust Fund, various toll facilities operated by the Department and other funds. This CAFR conforms with generally accepted accounting principles as established by the Governmental Accounting Standards Board (GASB) and complies with provisions of the Comptroller's Directive No. 4-15, "Financial Statement Preparation." The statements presented in this report are un-audited. Audited VDOT financial information is included in the Commonwealth Comprehensive Annual Financial Report (CAFR), which is audited by the Auditor of Public Accounts.

The VDOT CAFR has been prepared by VDOT, whose management is responsible for both the integrity and objectivity of the financial statements, as well as other information presented herein. The combined financial statements are considered by management to present fairly, VDOT's financial position and results of operations and changes in fund balances. The data presented is accurate in all material respects and all disclosures necessary to enable the reader to obtain a thorough understanding of our financial activities have been included.

The CAFR is presented in five sections. The Introductory Section includes this transmittal letter, an agency overview and VDOT's organizational chart. The Financial Section includes the Management Discussion and Analysis (MD&A) of VDOT's overall changes in financial position. The Basic Financial Statements Section includes the government-wide and fund financial statements along with accompanying notes. The Required Supplementary Information section contains budgetary comparison schedules. The Combining and Individual Fund Statements and Schedules Section contains combining fund financial statements for nonmajor special revenue funds and the Schedule of Federal Assistance.

Sincerely,

A handwritten signature in cursive script that reads "Janice Long".

Janice Long
Controller, VDOT

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AGENCY OVERVIEW

Virginia Department of Transportation Organization

Virginia Department of Transportation (VDOT) is responsible for building, maintaining and operating the Commonwealth of Virginia's roads, bridges and tunnels. The agency has one central office and nine district offices. The 17-member Commonwealth Transportation Board guides the Department's work, much like a board of directors. The Secretary of Transportation serves as chairman and the Commonwealth Transportation Commissioner of Highways as vice-chairman. Members are appointed by the Governor and approved by the General Assembly.

Transportation System

Virginia has one of the largest state-maintained highway systems in the United States with an annual operating budget of approximately \$4.4 billion (Budget total represents the agency budget approved by the Commonwealth Transportation Board , including Special Revenue Fund and Debt Service). VDOT maintains over 58,000 miles of interstate, primary, and secondary roads and distributes state funds to help maintain over 11,000 miles of urban streets. VDOT not only maintains the roads, but also is responsible for more than 12,600 bridges, 4 underwater tunnels, 2 mountain tunnels, 1 toll road, 1 toll bridge, 4 ferry services, numerous rest areas, and over 100 commuter parking lots.

Mission

Our mission is to plan, deliver, operate and maintain a transportation system that is safe, enables easy movement of people and goods, enhances the economy and improves our quality of life.

Shared Values in Public Service

- Be responsive to customer needs, consider what VDOT does in terms of how it benefits our customers, and treat customers with respect, courtesy, and fairness.
- Commit to safety and continuous improvement in everything we do, learning from mistakes and successes alike.
- Trust, respect, support, and encourage each other.
- Respect and protect the public investment.
- Make decisions based on facts and sound judgment and accept accountability for our actions.
- Strengthen our expertise in using information, tools, and technology to achieve high performance and stay on the cutting edge.
- Think ahead, acting and planning creatively for today and tomorrow.

VDOT Accomplishments and Highlights for Fiscal Year 2015

VDOT completes contracts on time and within budget for fiscal year 2015.

Each year, VDOT administration sets goals for the agency. The primary goals are to complete construction and maintenance projects on time and on budget and improve financial management and business operations. For fiscal year 2015, VDOT continued to demonstrate efficiency with taxpayer dollars. VDOT met on-time and within budget targets for fiscal year 2015. VDOT performance during fiscal year 2015 compared to target goals, is as follows:

Deadlines

FY 2015 Maintenance and Construction contracts completed on time and within budget:
84 percent on time (*target of 77 percent*) -89% on budget (*target of 85 percent*)

FY 2015 Scheduled Construction contracts completed on time:
80 percent (*target of 77 percent*)

FY 2015 Scheduled Maintenance contracts completed on time:
88 percent (*target of 77 percent*)

Budgets

FY 2015 Maintenance contracts completed within budget:
91 percent (*target 90 percent*)

FY 2015 Construction contracts completed within budget:
86 percent (*target 82 percent*)

Transportation reforms signed into law

The McAuliffe administration and the General Assembly passed and implemented the following laws:

- P3 Reform - Reformed how Virginia funds transportation projects through public-private partnerships, referred to as P3 projects. The key focus of the law is protecting the best interest of taxpayers, making sure the public gets the best deal, whether the state or the private sector finances a project. Private partners must disclose risk that would be transferred to the state. The law also requires a P3 steering committee, including representatives from the state legislature, to assess a potential P3 deal and determine if a project should move ahead as one. For the first time, there is real accountability for decisions made. The transportation secretary is held accountable by signing a finding of public interest before a P3 deal is finalized, certifying that the risk transfer and all other findings are still valid.

- Revamped the funding formula - New law requires better distribution of public funding to rehabilitate the existing infrastructure and enable local and regional governments to be an integral part of the project selection process. New law changed the old, outdated funding formula. Under the old formula, funds were broken up into many small buckets, which took years to build up enough money in one locality to do anything significant. That formula changed to get more value for the money. Nearly half of the funding goes to fixing current infrastructure. The remaining funds are split between statewide and local projects to improve capacity and accessibility. Localities compete for funds under the new project prioritization process referred to as House Bill 2. This provides an incentive for localities to work together on their transportation projects.
- CTB independence – Since the Commonwealth Transportation Board (CTB) makes the final decisions on project selection and funds allocations, it is important that they do so without political pressure from the governor. The law includes that CTB members cannot be fired unless it is for a legitimate cause such as a performance issue. They need the independence to vote their conscience and what they deem is the right thing to do instead of being pressured by politics of how a governor would expect them to vote.

House Bill 2 scoring process developed

- The CTB approved a new scoring process for transportation projects. Once projects are scored, the board will have the best information possible to select the right projects for funding. The scoring process was developed with input from local and regional governments across the state as part of House Bill 2. Projects will be scored according to the following factors: safety, congestion, accessibility economic development, environmental quality and land use.

I-95 Express Lanes opens

- I-95 Express Lanes in Northern Virginia opened early and on budget in December 2014. The project is 29 miles of express lanes from Garrisonville to Edsall roads, offering travelers a choice to take a faster and reliable trip in one of the most congested regions of the country. Vehicles with three or more people drive the express lanes for free and solo drivers pay a variable toll. General purpose lanes are free to all travelers.

Gov. Terry McAuliffe launches plan to transform I-66 in Northern Virginia

- The plan will transform 25 miles of traffic-choked I-66 into a multi-modal facility with express lanes, improved bus service and a park-and-ride network from the Capital Beltway to Haymarket. The road would be improved to include three regular lanes and two express lanes in each direction, high-frequency bus service, predictable travel times and direct access between the express lanes and the new or expanded commuter lots.

Route 29 Solutions contract awarded in Charlottesville

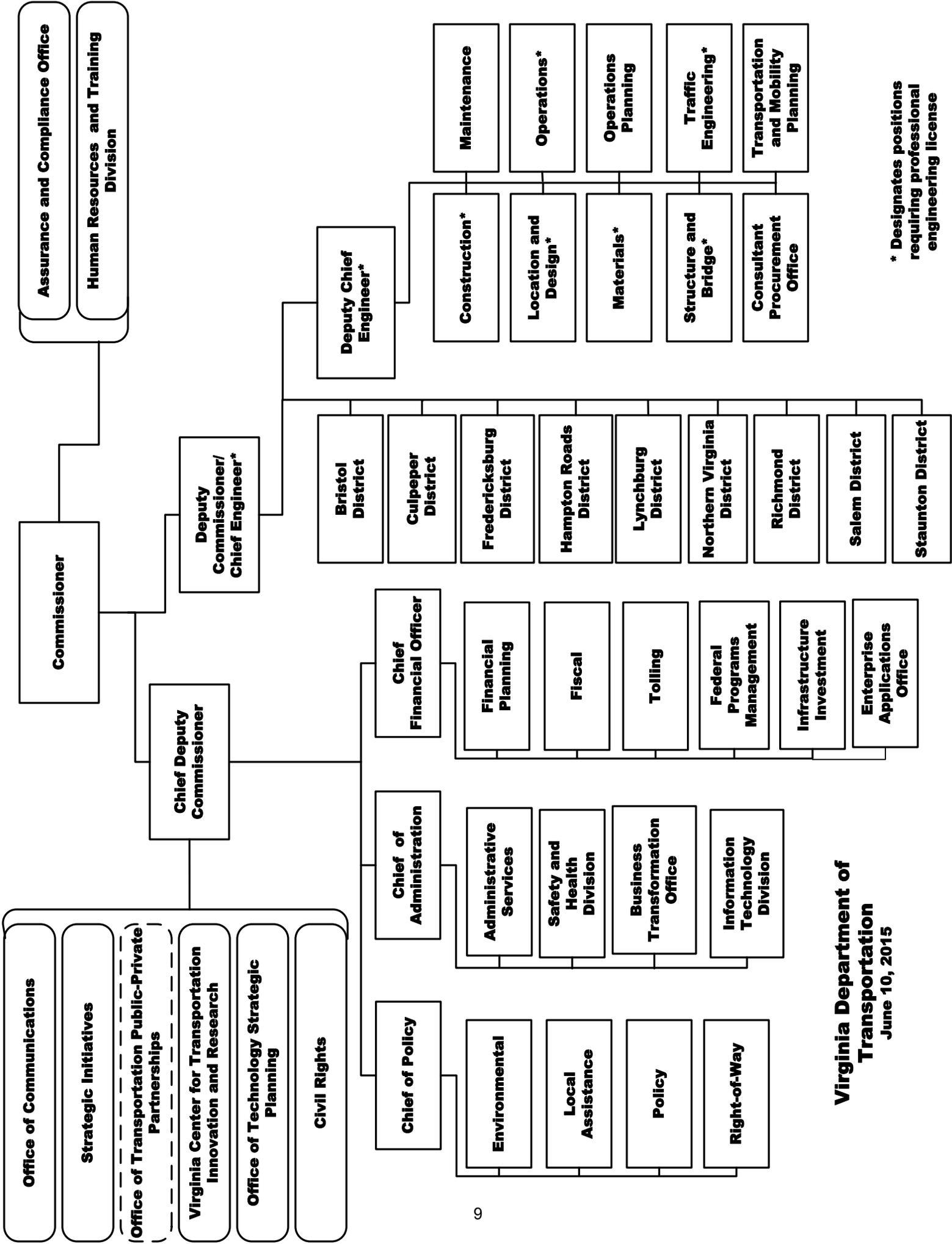
- The CTB awarded a \$116.7 million design-build contract to improve the Route 29 corridor in Albemarle County. Improvements include widening Route 29 between Polo Grounds Road and Towncenter Drive, extending Berkmar Drive from Hilton Heights Road to Towncenter Drive and building a grade-separated intersection at Route 29 and Rio Road. These projects will provide safety improvements and congestion relief. These are the most significant improvements to occur on the corridor in decades.

A recommended preferred alternative is identified for Route 460 improvements in southeastern Virginia

- The recommended alternative would improve 17 miles of the corridor from Suffolk to west of Zuni, significantly reducing the scope of the original 55-mile project. The scope was reduced to minimize wetland impacts. Environmental work continued. Construction cannot begin until the project gets the necessary environmental approvals, including a permit from the U.S. Army Corps of Engineers. It also has to be scored under the new project prioritization law and selected by the Commonwealth Transportation Board for funding.

Technology to improve safety on I-77

- VDOT installed more than 20 new traffic cameras on I-77, additional signs, weather stations and a variable speed limits system to improve safety.



* Designates positions requiring professional engineering license

Virginia Department of Transportation
June 10, 2015

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Management's Discussion and Analysis

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Management's Discussion and Analysis

As management of the Virginia Department of Transportation, we offer readers of these financial statements this narrative overview and analysis of the financial activities of the Virginia Department of Transportation for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with the information presented in our financial statements and the notes to the financial statements. **All amounts in this section, unless otherwise indicated, are expressed in millions of dollars.**

FINANCIAL HIGHLIGHTS

Government-wide Statements

The assets and deferred outflows of the Virginia Department of Transportation exceeded its liabilities and deferred inflows at the end of the fiscal year 2015 by \$21,011.3 (*net position*). The Virginia Department of Transportation's total net assets increased by \$517.3 in fiscal year 2015. Net assets of governmental activities increased \$495.0, while the net assets for business-type activities increased by \$22.3.

Fund Statements

At the end of the fiscal year, the special revenue and debt service funds of the Virginia Department of Transportation reported a combined ending fund balance of \$1,986.1, an increase of \$3.4. Of the \$1,986.1 total fund balance, (\$63.7) represents unassigned fund balance and the remaining \$2,049.8 represents amounts reserved for Nonspendable and Committed purposes. Enterprise funds (Route 460 Funding Corporation of Virginia) reported a positive net position balance of \$1.3 in fiscal year 2015. This positive net position for fiscal year 2015 relates mostly to the amount due from VDOT and settlement receivable amounts exceeding the total current liabilities.

Long-term Debt (Bonds and Notes Payable)

The Department's total debt for governmental activities increased by \$96.3 in fiscal year 2015 over that of the fiscal year 2014. The increase is primarily due to issuance of bonds \$275.0. Other increase in the long-term debt is the \$2.4 in accreted bond principal of the Route 28 Capital Appreciation Bond. The increase in long-term debt is reduced by the scheduled bond principal payments (\$175.6) and scheduled note principal payments (\$5.4) in fiscal year 2015. The Department's total debt for business type activities increased from \$317.3 in fiscal year 2014 to \$320.1 in fiscal year 2015, an increase of \$2.8 million or 0.88 percent. The increase was the result of the accretion of \$3.3 million or 69.5 percent and a decrease of \$0.5 million or 2.83 percent in premiums on bonds payable in fiscal year 2015.

OVERVIEW OF THE FINANCIAL STATEMENTS

This management discussion and analysis is intended to serve as an introduction to the Virginia Department of Transportation's basic financial statements. The Virginia Department of Transportation's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

This report also contains required supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the Virginia Department of Transportation's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Virginia Department of Transportation's assets and liabilities, with the differences between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Virginia Department of Transportation is improving or deteriorating.

The *statement of activities* presents information showing how the Department's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Virginia Department of Transportation that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through fees (*business-type activities*). The governmental activities of Virginia Department of Transportation include new highway construction and the maintenance of existing highways. Motor vehicle fuels taxes, motor vehicle sales & use taxes, motor vehicle license fees, state sales & use taxes, and federal transportation revenues finance most of the Department's activities.

The business-type activities of the Virginia Department of Transportation include the operations of the Route 460 Funding Corporation of Virginia. The Route 460 Funding Corporation of Virginia is a blended component unit. Though a separate legal entity, it serves or benefits the primary government almost exclusively. See note 1B of the financial statement notes for more information.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Virginia Department of Transportation, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Virginia Department of Transportation can be divided into three categories: governmental funds, fiduciary funds, and proprietary funds.

Governmental funds: *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund statements are prepared on a modified accrual basis and focus on *near-term inflows and outflows of spendable*

resources, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. This may help readers better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Virginia Department of Transportation reports the following governmental fund types:

- **Special Revenue Funds:** There are seven individual special revenue funds reported as major funds in the governmental statements. They account for the ordinary operations of the Virginia Department of Transportation and are supported by revenues from specific revenue sources. There are also nineteen non-major funds included, detailed in the form of *combining statements*.
- **Debt Service Funds:** There are nine debt service funds reported as major funds to account for the accumulation of resources used to pay the principal and interest on long-term obligations recorded in the government-wide statements.

Proprietary Fund: The Virginia Department of Transportation maintains an enterprise fund (a type of proprietary fund) to account for the activities of a blended component unit for Route 460 Funding Corporation of Virginia (Route 460), which is operated by the Route 460 Funding Corporation of Virginia. *Enterprise funds* are used to report the same functions presented as *business-type activities* in government-wide financial statements. A complete explanation of the Route 460 Funding Corporation of Virginia is presented in Note 1B of the financial statement notes.

Fiduciary Funds: Fiduciary funds are used to account for resources held by the Virginia Department of Transportation in a trustee capacity or as a fiscal agent on behalf of others, in a custodial nature and do not involve measurement of results of operations. Fiduciary funds are *not* reflected in the government-wide and fund financial statements because the resources of these funds are *not* available to support the Virginia Department of Transportation's own programs. The Virginia Department of Transportation has fiduciary fund activity to report in fiscal year 2015.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information

This section includes budgetary comparison schedules for special revenue funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of a government's financial position. In the case of the Virginia Department of Transportation, assets and deferred outflows exceeded liabilities and deferred inflows by \$21,011.3 at the close of fiscal year 2015.

The largest portion of the Virginia Department of Transportation's net position, 107.7 percent, reflects its investment in capital assets (e.g., land, buildings, equipment, infrastructure, construction-in-progress, and intangible assets including water rights, easements and software), less any related outstanding debt and deferred inflows used to acquire those assets. The Virginia Department of Transportation's capital assets are mainly composed of the highway infrastructure and represent the Department's mission. Although the Virginia Department of Transportation's investment in capital assets are shown in the Net Position table net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Statement of Net Position:

The following table represents the condensed Statement of Net Position:

Virginia Department of Transportation Net Position as of June 30, 2015 and 2014

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 2,471.40	\$ 2,483.60	\$ 327.30	\$ 178.80	\$ 2,798.70	\$ 2,662.40
Capital assets	24,749.40	23,416.80	-	128.90	24,749.40	23,545.70
Deferred outflow resources	2.40	2.70	-	-	2.40	2.70
Total Assets & deferred outflows	27,223.20	25,903.10	327.30	307.70	27,550.50	26,210.80
Current liabilities	865.40	745.00	326.10	5.60	1,191.50	750.60
Non-current liabilities	3,157.10	3,062.60	-	323.20	3,157.10	3,385.80
Deferred Inflows	2,190.60	1,580.50	-	-	2,190.60	1,580.50
Total Liabilities and Deferred Inflows	6,213.10	5,388.10	326.10	328.80	6,539.20	5,716.90
Net assets:						
Net Investment in capital assets	22,635.00	21,321.60	-	(21.30)	22,635.00	21,300.30
Restricted for						
Bond Financed Road	-	-	-	-	-	-
Construction.	638.30	644.10	-	-	638.30	644.10
Capital Acquisition	5.60	6.80	-	-	5.60	6.80
Debt service	44.60	44.10	-	-	44.60	44.10
Transportation Infrastructure Bank	323.70	320.60	-	-	323.70	320.60
Unrestricted	(2,637.20)	(1,822.20)	1.30	0.30	(2,635.90)	(1,821.90)
Total net position	\$ 21,010.00	\$ 20,515.00	\$ 1.30	\$ (21.00)	\$ 21,011.30	\$ 20,494.00

An additional portion of the Virginia Department of Transportation's net position, 4.8 percent represents restricted net assets. These resources are subject to external restrictions or constitutional provisions specifying how they may be used. The remaining balance of (\$2,636.0) is unrestricted net assets.

The Virginia Department of Transportation's net position for governmental activities increased by \$495.0 or 2.4 percent in fiscal year 2015. The increase was largely the result of the increases in capital assets of \$1,332.5. The increase in capital assets is primarily due to net increases in highway infrastructure of \$1,213.1.

Statement of Changes in Net Position:

The following table represents the condensed Statement of Changes in Net Position:

Virginia Department of Transportation						
Changes in Net Position						
For Fiscal Years Ended June 30, 2015 and 2014						
	<u>Governmental activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	\$ 388.3	\$ 379.3	\$ -	\$ -	\$ 388.3	\$ 379.3
Capital grants and contributions	1,616.2	1,523.8	-	69.6	1,616.2	1,593.4
General revenues:						
Motor vehicle taxes	1,578.6	1,405.8	-	-	1,578.6	1,405.8
Sales and use tax	1,114.8	922.6	-	-	1,114.8	922.6
Other taxes	222.4	189.0	-	-	222.4	189.0
Investment earnings	9.3	8.7	0.8	0.6	10.1	9.3
Other revenues	46.7	24.6	-	-	46.7	24.6
Transfers to/from other state agencies	(170.6)	(136.7)	-	-	(170.6)	(136.7)
Other financing sources (uses)	(1.6)	(1.3)	-	(0.4)	(1.6)	(1.7)
Special Items	(134.6)	0.0	34.4	-	(100.2)	0.0
Total revenue	<u>4,669.5</u>	<u>4,315.8</u>	<u>35.2</u>	<u>69.8</u>	<u>4,704.7</u>	<u>4,385.6</u>
Expenses						
Administrative and support services	229.9	233.5	0.5	0.4	230.4	233.9
Ground Transportation system planning and research	60.3	59.5	-	-	60.3	59.5
Highway system acquisition and construction	1,001.5	742.9	12.5	81.4	1,014.0	824.3
Highway system acquisition and construction Bonds	-	-	-	-	-	-
Highway system maintenance	1,427.4	1,465.7	-	-	1,427.4	1,465.7
Financial assistance to localities	1,379.4	941.5	-	-	1,379.4	941.5
Environmental monitoring and Compliance	4.1	3.8	-	-	4.1	3.8
Toll facilities	29.5	27.0	-	-	29.5	27.0
Unallocated depreciation	15.4	14.8	-	-	15.4	14.8
Transfers to other state agencies	27.0	34.8	-	-	27.0	34.8
Total expenses	<u>4,174.5</u>	<u>3,523.5</u>	<u>13.0</u>	<u>81.8</u>	<u>4,187.5</u>	<u>3,605.3</u>
Change in net assets	495.0	792.3	22.2	(12.0)	517.2	780.3
Net assets - July 1	<u>20,515.0</u>	<u>19,722.7</u>	<u>(20.9)</u>	<u>(9.0)</u>	<u>20,494.1</u>	<u>19,713.7</u>
Net assets - June 30	<u>\$ 21,010.0</u>	<u>\$ 20,515.0</u>	<u>\$ 1.3</u>	<u>\$ (21.0)</u>	<u>\$ 21,011.3</u>	<u>\$ 20,494.0</u>

Governmental activities: Governmental activities increased the Virginia Department of Transportation's net assets by \$495.0. Key elements of this increase are as follows:

- Program revenues increased by \$101.4 or 5.3 percent over the last fiscal year. This increase relates to increases in receipts from charges for services of \$8.9 or 2.4 percent and capital grants and contributions of \$92.5 or 6.1 percent.
- Total general revenues increased by \$421.1 or 16.5 percent in fiscal year 2015 from fiscal year 2014, with increases primarily in vehicle fuel tax \$109.6, motor vehicle sales and use tax \$65.7, sales and use tax \$192.2, premium on insurance \$19.6, other taxes \$13.8, and other revenues \$25.2. The increase is offset by the decreases in road use tax \$2.8 and gain on sales \$3.1.
- Others: For the fiscal year ended June 30, 2015, transfers to other state agencies and general fund increased \$50.3 or 32.0 percent. In addition, transfers from other state agencies and general fund increased by \$16.4 and Other Financing Sources (uses) increased by \$0.2 in fiscal year 2015 from the fiscal year 2014.

The Virginia Department of Transportation's expenditures from governmental activities totaled \$4,174.6 for the fiscal year ended June 30, 2015, an increase of \$651.1 from the previous year. Most of the increase is attributable to increases in highway system acquisition and construction \$258.6, financial assistance to localities \$437.9, ground transportation system planning and research \$0.8, toll facilities operations and construction \$2.5 and unallocated depreciation \$0.6. The increase is offset by the decreases in administrative and support services \$3.6, highway system maintenance \$38.3, and transfer to other state agencies \$7.8.

Business-type activities: The Net position of The Route 460 Funding Corporation of Virginia for the fiscal year 2015 was \$1.3 compared to (\$20.1) in fiscal year 2014, an increase of \$22.3. This increase relates mostly to the Comprehensive Agreement termination amount of \$120.1 due from VDOT, \$45.7 from the settlement agreement, and a decrease in construction accounts payable of \$5.6. Decrease of assets were as follows: cash and cash equivalents decreased \$6.7, investments decreased \$10.5, and construction in progress decreased due to asset impairment \$128.9. The termination of the Comprehensive Agreement triggered the long-term bonds to be due in the short term. The carrying value of these bonds increased \$2.8 during FY15 due to the accretion of interest. The restricted cash and cash equivalents and investments total balance of \$161.3 are offset by outstanding current liabilities for bonds payable of \$320.1.

Financial Analysis of the Department's Funds

As noted earlier, the Virginia Department of Transportation uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the Virginia Department of Transportation's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Virginia Department of Transportation's financing requirements.

- The Virginia Department of Transportation ended the fiscal year 2015 with a fund balance of \$1,986.1, an increase of \$3.4 from the prior year. The increase in fund balance was primarily

due to the increases in revenues over expenditures and other financing uses over other financing sources in fiscal year 2015. Revenues increased by \$473.1 or 10.8 percent, bond defeasance payments decreased by \$310.6 or 100.0 percent and transfer from other state agencies increased by \$16.4 or 80.3 percent. The increases in fund balance were reduced by the increases of \$298.6 or 6.4 percent in expenditures, bond proceeds decreased by \$299.7 or 50.0 percent and transfer to other state agencies and general fund (other financing uses) increased by \$50.3.

- Seven out of the ten reported VDOT revenue sources increased in fiscal year 2015. They include taxes \$399.5, rights and privileges \$10.3, interest, dividends, and rents \$2.9, fines, forfeitures, court fees, federal grants and contracts \$6.4, receipts from cities, counties, and towns \$77.8, toll revenues \$0.5, and other revenue \$9.4. Increases in expenditures included \$9.1 or 4.1% in administrative support services, \$127.7 or 7.9 percent in construction expenditures, \$358.5 or 54.3 percent in financial assistance to localities, \$4.6 or 18.3 percent toll facility operations and construction, and \$4.3 or 51.5 percent in capital outlay. Of the \$1,986.1 fund balance in fiscal year 2015, (\$63.7) constitutes unassigned fund balance, and the remaining \$2,049.8 represents amounts reserved for Nonspendable, and Committed purposes. Note 3 of the notes to the financial statements provide a complete explanation of these amounts.

The Virginia Department of Transportation's main operating funds consist of the Highway Maintenance and Operating Fund (HMOF) and the Transportation Trust Fund (Construction). These funds are reported as major funds in the governmental fund statements along with the Federal Highway Fund, Priority Transportation Fund, Capital Projects Revenue Bonds Special Revenue Fund, Stimulus Fund (American Reinvestment and Recovery Act) and Toll Facilities Revolving Fund. Significant changes in major funds between fiscal years 2015 and 2014 are as follows:

- The fund balance of the Highway Maintenance and Operating Fund increased by \$139.3 in fiscal year 2015 over the previous year. The increases and decreases among revenues, expenditures, other financing uses and other financing sources provided most of the changes in fund balance. In fiscal 2015, total revenues increased by \$241.8 or 15.0 percent and total expenditures decreased by \$175.9 or 8.8 percent. The impact of the increases in revenues and decreases in expenditures on fund balance were offset by decreases in and other financing sources of \$151.8 or 36.0 percent and increases in other financing uses of \$33.3 or 30.9 percent. Changes in expenditures included \$186.8 or 13.9 percent decrease in maintenance expenditures, an increase of \$8.7 or 4.0 percent in administrative and support services, an increase of \$6.2 or 82.9 percent in ground transportation system planning and research and an increase of \$3.8 or 0.9 percent in financial assistance to localities. The decrease in other financing sources is primarily due to the decrease in budgeted transfers from Construction Fund (crossover transfer recipient), \$264.6 in fiscal year 2015 compared to \$417.6 in fiscal year 2014. On the other hand, the increases in other financing uses resulted primarily from a transfer of \$141.1 in fiscal 2015 compared to \$107.8 in fiscal year 2014 to other funds, an increase of \$33.3.
- The fund balance of the Federal Highway Fund ended the fiscal year 2015 with its normal end of the year balance of \$0. Revenues increased by \$10.2 or 0.9 percent, expenditures decreased by \$11.5 or 1.0 percent, cash transferred-in from other state agencies and General Fund increased by \$0.5 or 3.1 percent, cash transferred-in from other funds increased by

\$13.2 and cash transferred out to other funds increased by \$35.4 fiscal year 2015 from fiscal year 2014. As revenues and cash transfers come into the Federal Highway Fund during the year, they are immediately used to pay for their designated expenditure projects. As a result, the total expenditures and other financing uses of the Federal Highway Fund equate the total revenues and other financing sources in fiscal year 2015.

- The Construction Fund's fund balance decreased by \$66.3 or 34.3 percent in fiscal year 2015 from fiscal year 2014. The decrease in fund balance is related to the increases in total expenditures of \$317.8 or 70.0 percent, increases in transfers to other agencies and general funds of \$49.3 or 262.8 percent. The decrease in fund balance were offset by the increases in total revenues of \$139.4 or 17.7 percent, increases in transfer from other state agencies of \$14.1, increases in transfer from other funds \$43.7 and decreases in transfer-out to other funds of \$140.3 or 30.7 percent. The increase in expenditures is related to a significant increase in highway system acquisition and construction of \$325.0 or 82.9 percent in fiscal year 2015. The increase in highway system acquisition and construction in the Construction Fund is primarily due to the use of its monies to pay for most of the highway system acquisition pending reimbursements from other funds. The decrease in other financing uses is primarily due to the decrease in budgeted transfers to HMO Fund (crossover funds transferor), \$264.6 in fiscal year 2015 compared to \$417.6 in fiscal year 2014. Other increases in other financing sources include the increases in budgeted transfers from Federal Funds \$43.7 to Construction fund in fiscal year 2015 compared to \$0 in fiscal year 2014.
- The Priority Transportation Fund balance increased by \$54.0 or 51.2 percent in fiscal year 2015 from fiscal year 2014. The increase in fund balance is primarily due to the increases in total revenues of \$21.6 or 13.5 percent, increases in transfer in from other state agencies and general funds of \$2.9, and increases in the total inter-fund transfer-in of \$48.8. The increase in revenues is primarily due to increases of \$21.6 or 13.6 percent in receipt from taxes. The increases in total revenues, increases in transfer-in from other state agencies and general funds, and increases in the total inter-fund transfer-in are offset by increases in expenditures of \$24.4 and increases in the total inter-fund transfer-out of \$8.5 or 5.9 percent.
- The fund balance of the Federal Stimulus Fund - American Recovery & Reinvestment Act (ARRA) has a less than \$0.1 of negative balance in fiscal year 2015 compared to a negative balance of \$0.1 in fiscal year 2014, an increase of \$0.1 or 71.2 percent. The increase in fund balance resulted from the decreases in expenditures (highway system acquisition and construction costs and administrative and support services) of \$16.2 or 40.2 percent. The increase in fund balance was reduced by decreases in revenues (Federal Grants and Contracts) of \$17.3 or 42.0 percent.
- The fund balance of the Capital Projects Revenue Bonds Special Revenue Fund increased from \$268.5 in fiscal 2014 to \$320.7 in fiscal year 2015, an increase of \$52.2. The increase in fund balance is primarily attributed to the bond proceeds of the CPRB, Series 2014 of \$300.3, increase in interest revenue of \$1.2, and a decrease in inter-fund transfer-out of \$3.5 or 91.3 percent. The increase in fund balance is offset by the highway system acquisition and construction costs of \$14.5 or 10.6 percent, an increase in the other financing uses of \$1.5, and an increase in transfer to the Virginia Department of Rail and Public Transportation of \$1.6 in fiscal year 2015.

The fund balance of the Toll Facilities Revolving Fund increased by \$2.5 or 0.7 percent in fiscal year 2015. The increase in fund balance is primarily due to increases in revenues \$4.5 or 23.0 percent and increase in inter-fund transfer-in of \$0.2 or 22.4 percent. The increase in fund balance is offset by the increases in expenditures of \$4.7 or 26.6 percent. There were no other significant financial activities in any other categories of this fund during the fiscal year 2015.

- The Debt Service funds have a total fund balance of \$44.6 in fiscal year 2015, an increase of \$0.6 or 1.3 percent over that of the fiscal year 2014. All of the fund balance amounts are reserved for the debt payment. This increase in fund balance is primarily due to the increases in revenues of \$13.4 or 23.0 percent. The increase in revenues is mostly related to the increase in Federal Receipt for GARVEE bonds of \$13.4 or 26.2 percent. Federal Receipt for GARVEE bonds were \$51.3 in fiscal year 2014 compared to \$64.7 in fiscal year 2015. The increase in fund balance is offset by the increases in expenditures of \$12.1 or 3.9 percent and net decreases in other financing sources and uses of (\$9.8) or 3.7 percent.

Proprietary funds: The Route 460 Funding Corporation of Virginia ended the fiscal year 2015 with a positive net position \$1.3 compared to a deficit of (\$21) in fiscal year 2014 an increases of \$22.3. The net position of \$1.3 is due to non-operating revenues exceeding operating and non-operating expenditures in the third fiscal year of the Route 460 Funding Corporation. This net position of \$1.3 relates mostly to the funds due from VDOT \$120.1 and settlement payments of \$45.7. The settlement amount due from VDOT relate to the cancellation by VDOT of the Route 460 project comprehensive agreement. (Note 6)

Special Revenue Fund Budgetary Highlights

Virginia Department of Transportation Budget Comparison Summary Special Revenue Fund For the Fiscal Year Ended June 30, 2015

	Original Budget	Final Budget	Actual	Favorable (Unfavorable)
Revenues				
Taxes	\$ 2,826.0	\$ 2,826.0	\$ 2,916.0	\$ 90.0
Intergovernmental	914.0	927.3	1,216.0	288.7
Other	643.9	643.9	609.8	(34.1)
Total	<u>4,383.9</u>	<u>4,397.2</u>	<u>4,741.8</u>	<u>344.6</u>
Expenditures	<u>4,114.8</u>	<u>4,330.7</u>	<u>4,589.7</u>	<u>(259.0)</u>
Revenues over (under) expenditures	269.1	66.5	152.1	85.6
Other sources	<u>17.6</u>	<u>(506.5)</u>	<u>(128.7)</u>	<u>377.8</u>
Revenues and other sources over (under) expenditures	286.7	(440.0)	23.4	463.4
Fund balance - July 1	<u>2,042.6</u>	<u>2,042.6</u>	<u>2,042.6</u>	<u>-</u>
Fund balance - June 30	<u>\$ 2,329.3</u>	<u>\$ 1,602.6</u>	<u>\$ 2,066.0</u>	<u>\$ 463.4</u>

The Virginia Department of Transportation's programs are authorized through the Commonwealth's biennial budget and annual appropriation process. The appropriation is based on the revenues that are expected to be available to the Virginia Department of Transportation during the given fiscal year. In addition, the Virginia Department of Transportation prepares an internal annual budget that is approved by the Commonwealth Transportation Board.

Capital Assets and Debt Administration

Capital assets: The Virginia Department of Transportation's investment in capital assets for its governmental activities as of June 30, 2015 amounts to \$24,749.3 (net of accumulated depreciation.) This investment in capital assets includes land, buildings, improvements, equipment, and highway infrastructure. The total increase in the Virginia Department of Transportation's investment in capital assets for the current fiscal year was 5.7 percent. The decrease for business type activities is related to the write off of Route 460 Funding Corporation of Virginia construction in progress assets. These assets were permanently impaired due to the cancellation of the comprehensive agreement for the Route 460 project.

Additional information on the Virginia Department of Transportation's capital assets can be found in Note 11 of the financial statements.

Virginia Department of Transportation
Capital Assets
as of June 30, 2015 and 2014
(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Depreciable Capital Assets:						
Buildings and improvements	\$ 275.0	\$ 276.8	\$ -	\$ -	\$ 275.0	\$ 276.8
Equipment	161.9	156.6	-	-	161.9	156.6
Total Depreciable Capital Assets	436.9	433.4	-	-	436.9	433.4
Non Depreciable Capital Assets:						
Land and improvements	26.6	26.4	-	-	26.6	26.4
Other Non Depreciable assets	322.7	322.7	-	-	322.7	322.7
Construction in process	70.3	65.5	-	128.9	70.3	194.4
Total Non Depreciable Capital Assets	419.6	414.6	-	128.9	419.6	543.5
Infrastructure Assets:						
Highway right-of-way, non-depreciable	2,326.1	2,215.2	-	-	2,326.1	2,215.2
Highway system infrastructure	12,423.9	10,699.5	-	-	12,423.9	10,699.5
Restorative maintenance	3,363.2	3,952.6	-	-	3,363.2	3,952.6
Bridge and tunnel infrastructure	2,455.3	2,389.9	-	-	2,455.3	2,389.9
Infrastructure work in process	3,324.3	3,311.6	-	-	3,324.3	3,311.6
Total Infrastructure assets	23,892.8	22,568.8	-	-	23,892.8	22,568.8
Total Assets	\$ 24,749.3	\$ 23,416.8	\$ -	\$128.9	\$ 24,749.3	\$23,545.7

Long-term debt – Bonds Payable: At the end of the current fiscal year, the Commonwealth Transportation Board (CTB) Governmental activities had total bonded debt outstanding of \$3,029.4 related to governmental activities. Of this amount, \$16.7 comprises debt backed by the full faith, credit, and taxing power of the Commonwealth. The majority, \$3,012.6 of the Commonwealth Transportation Board’s bonds payable, is comprised of revenue bonds and is not backed by the full faith and credit of the Commonwealth. The \$320.1 of Toll Road Revenue Bonds reported under business-type activities is limited obligation of the Route 460 Funding Corporation of Virginia.

**Virginia Department of Transportation
Outstanding Bonds
as of June 30, 2015 and 2014**

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
General Obligation Bonds:						
Section 9(c) debt	\$ 16.7	\$ 19.1	\$ -	\$ -	\$ 16.7	\$ 19.1
Total General Obligation Bonds	<u>16.7</u>	<u>19.1</u>	<u>-</u>	<u>-</u>	<u>16.7</u>	<u>19.1</u>
Section 9(d) debt						
Transportation Revenue Bonds	2,982.4	2,849.4	-	-	2,982.4	2,849.4
Federal Highway Reimbursement Anticipation Notes	<u>30.2</u>	<u>59.1</u>	<u>-</u>	<u>-</u>	<u>30.2</u>	<u>59.1</u>
Total Section 9(d) debt	<u>3,012.6</u>	<u>2,908.5</u>	<u>-</u>	<u>-</u>	<u>3,012.6</u>	<u>2,908.5</u>
Route 460 Toll Road Revenue Bonds	<u>-</u>	<u>-</u>	<u>320.1</u>	<u>317.3</u>	<u>320.1</u>	<u>317.3</u>
	<u>-</u>	<u>-</u>	<u>320.1</u>	<u>317.3</u>	<u>320.1</u>	<u>317.3</u>
Total Bonds Payable	<u>\$ 3,029.3</u>	<u>\$ 2,927.6</u>	<u>\$ 320.1</u>	<u>\$ 317.3</u>	<u>\$ 3,349.4</u>	<u>\$ 3,244.9</u>

The Commonwealth Transportation Board's bonds debt, from governmental activities, increased from \$2,927.6 in fiscal year 2014 to \$3,029.4 in fiscal year 2015, an increase of \$101.8 or 3.2 percent. The increase bond debt is primarily due to issuance of the CPRB, Series 2014 of \$275.0 and the \$2.4 in accreted bond principal of the Route 28 Capital Appreciation Bond. The increase in long-term is reduced by the principal debt payments of \$175.6 in fiscal year 2015. The Department's total debt for business type activities for Route 460 Funding Corporation of Virginia increased from \$317.3 in fiscal year 2014 to \$320.1 in fiscal year 2015, an increase of \$2.8 million or 0.88 percent. The increase was the result of the accretion of \$3.3 million or 69.5 percent and a decrease of \$0.5 million or 2.83 percent in premiums on bonds payable in fiscal year 2015. This debt is scheduled for early extraordinary mandatory redemption in September 2015 due to the cancellation of the comprehensive agreement for the RT 460 project. (Note 17)

Long-term debt-Notes Payable: At the end of the current fiscal year, the Commonwealth Transportation Board (CTB) had total outstanding notes debt balance of \$44.7 from the governmental activities. The entire amount of the debt, \$44.7, which is comprised of the Camp 30 notes is not the Commonwealth of Virginia obligations and as a result is not backed by the full faith and credit of the Commonwealth of Virginia.

**Virginia Department of Transportation
Outstanding Notes
as of June 30, 2015 and 2014**

	<u>Governmental activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Section 9(d) debt						
Chesterfield County Notes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Camp 30 Notes Payable	44.7	50.2	-	-	44.7	50.2
Total Section 9(d) debt	44.7	50.2	-	-	44.7	50.2
Toll Road Revenue Bonds	-	-	-	-	-	-
	-	-	-	-	-	-
Total Notes Payable	\$ 44.7	\$ 50.2	\$ -	\$ -	\$ 44.7	\$ 50.2

The Commonwealth Transportation Board's notes debt, from governmental activities, decreased by \$5.4 in fiscal year 2015. The decrease was attributed to the retirement of the principal amount of the existing debt \$5.4 in fiscal year 2015. The Department has no outstanding notes payable for business-type activities in fiscal year 2015 to disclose.

Additional information on the Virginia Department of Transportation's long-term liabilities can be found in Note 6 of the financial statements.

Economic Factors and Next Year's Budget

The current economic conditions are impacting the budgets and activities of the Virginia Department of Transportation (VDOT) both directly and indirectly. The following are key issues or events that are impacting future fiscal years governmental activities:

- Transportation Department revenues are anticipated to be \$5.3 billion, a 21 percent increase from the FY 2015 Revised Budget. With funding for transportation addressed during the 2013 General Assembly Session by House Bill 2313 (Chapter 766), FY 2016 represents the third year of implementation of changing sources of revenue dedicated to transportation. Additionally, FY 2016 includes a greater allocation of bond proceeds and anticipated local and regional revenue for construction projects.
- Construction fund transfers to cover the Highway Maintenance and Operating Fund's funding deficit have been reduced with the revenues provided but, the transfer is anticipated to continue. The anticipated crossover for FY 2016 is \$122 million.

- Substantial investments were also made in regions of the state that experience traffic congestion and great transportation needs with HB 2313. Northern Virginia and Hampton Roads were provided dedicated revenue streams to assist in addressing their needs. The total estimated revenue for both regions for FY 2016 is \$484 million.

The above Economic Factors have been considered in the preparation of the Virginia Department of Transportation's fiscal year 2016-2021 forecasts. The Department continues to focus efforts on opportunities to enhance its financial practices.

Requests for Information

This financial report is designed to provide a general overview of the Virginia Department of Transportation's finances for all those with an interest in the Department's finances. Questions concerning any of the information provided or requests for additional information should be directed to: Virginia Department of Transportation, Controller's Office, 1401 East Broad Street, Richmond, Virginia 23219. This report is also available for download from the World Wide Web. Our Internet address is www.virginiadot.org.

**Government-wide
Financial Statements**

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**Virginia Department of Transportation
Statement of Net Position
June 30, 2015**

	Primary Government		
	Governmental Activities	Business - Type Activities	Total
Assets and Deferred Outflows of Resources :			
Cash and cash equivalents with the Treasurer of Virginia (Note 13)	\$ 1,332,078,056		\$ 1,332,078,056
Cash and cash equivalents with trustees (Note 13)	645,862,789	\$ 135,571,483	781,434,272
Investments with trustees (Note 13)	8,404,261	25,775,229	34,179,490
Cash and cash equivalents for collateral held for securities lending (Note 13)	48,314,360		48,314,360
Investments for collateral held for securities lending (Note 13)	1,748,684		1,748,684
Advance fund	253,500		253,500
Receivables: (Net)			
Federal government	83,552,697		83,552,697
Cities, counties, and towns	14,738,612		14,738,612
State agencies	1,022,523		1,022,523
Loans & Other	146,258,477	45,826,608	192,085,085
Taxes	107,101,560		107,101,560
Due from Virginia Dept. Transportation		120,113,271	120,113,271
Prepaid expense		56,681	56,681
Bond interest receivable	9,659,896		9,659,896
Capitalized bond discounts	95,611		95,611
Inventory (Note 1- G)	72,307,705		72,307,705
Depreciable Capital Assets, Net (Note 11)	436,847,392		436,847,392
Infrastructure, net (Note 11)	18,242,460,364		18,242,460,364
Infrastructure non deprec. (Note 11)	2,648,872,318		2,648,872,318
Infrastructure, Work in Process (Note 11)	3,323,851,141		3,323,851,141
Non Depreciable Capital Assets (Note 11)	97,367,210		97,367,210
Total assets	<u>27,220,797,156</u>	<u>327,343,272</u>	<u>27,548,140,428</u>
Deferred Outflows of Resources (Note 1- 1)	2,372,814	-	2,372,814
Total Assets and Deferred Outflows	<u>\$ 27,223,169,970</u>	<u>\$ 327,343,272</u>	<u>\$ 27,550,513,242</u>
Liabilities and Deferred Inflows of Resources :			
Accounts payable	\$ 313,446,373	\$ 110,176	\$ 313,556,549
Deposits payable	62,178,580		62,178,580
Payable to component unit	120,113,271		120,113,271
Payable for collateral held for securities lending	50,063,044		50,063,044
Premium on bonds payable	276,206,642		276,206,642
Premium on notes payable	6,509,362		6,509,362
Accrued liabilities	33,485,061		33,485,061
Retainage on contracts	3,366,433		3,366,433
Non Current Liabilities			
Bond interest payable	23,016,070	5,862,956	28,879,026
Note interest payable	279,625		279,625
Pollution remediation obligations (Note 6)			
Expected to be paid within one year	389,500		389,500
Expected to be paid after one year	1,893,500		1,893,500
Compensated absences (Note 1- J and Note 6)			
Expected to be paid within one year	33,615,634		33,615,634
Expected to be paid after one year	23,828,584		23,828,584
Bonds Payable (Note 6)			
Portion due within one year	186,410,000	320,109,512	506,519,512
Portion due after one year	2,842,964,211		2,842,964,211
Notes Payable (Note 6)			
Portion due within one year	5,590,000		5,590,000
Portion due after one year	39,150,000		39,150,000
Total liabilities	<u>4,022,505,890</u>	<u>326,082,644</u>	<u>4,348,588,534</u>
Deferred inflows of Resources (Note 1- 1)	2,190,625,254	-	2,190,625,254
Total Liabilities and Deferred Inflows	<u>6,213,131,144</u>	<u>326,082,644</u>	<u>6,539,213,788</u>
Net Position (Note 7)			
Net Investment in Capital Assets	22,634,984,500		22,634,984,500
Restricted for			
Bond Financed Road			
Construction	638,331,649		638,331,649
Capital Acquisition	5,608,053		5,608,053
Debt service	44,636,124		44,636,124
Transportation Infrastructure Bank	323,731,807		323,731,807
Unrestricted	(2,637,253,307)	1,260,628	(2,635,992,679)
Total Net Position	<u>\$ 21,010,038,826</u>	<u>\$ 1,260,628</u>	<u>\$ 21,011,299,454</u>

The accompanying notes are an integral part of this financial statement

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**VIRGINIA DEPARTMENT OF TRANSPORTATION
STATEMENT OF ACTIVITIES
JUNE 30, 2015**

FUNCTIONS, PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
Primary Government							
Governmental Activities	\$ 229,875,626	\$ -	\$ -	\$ 9,389	\$ (229,866,237)	\$ -	\$ (229,866,237)
Administrative and support services and research	60,317,243	-	-	-	(60,317,243)	-	(60,317,243)
Ground transportation system planning	1,001,546,565	40,279,142	-	1,611,808,253	650,540,830	-	650,540,830
Highway system acquisition and construction	1,427,420,695	310,164,096	-	3,053,765	(1,114,202,834)	-	(1,114,202,834)
Highway system maintenance	1,379,404,587	-	-	1,342,182	(1,378,062,405)	-	(1,378,062,405)
Financial assistance to localities	4,086,397	-	-	-	(4,086,397)	-	(4,086,397)
Environmental monitoring and compliance	29,460,847	37,821,060	-	2,531	8,362,744	-	8,362,744
Toll facilities operations and construction	15,416,225	-	-	-	(15,416,225)	-	(15,416,225)
Unallocated Depreciation (excludes direct depreciation)	27,031,976	-	-	-	(27,031,976)	-	(27,031,976)
Transfers to other state agencies (Note 10)	4,174,560,161	388,264,298	-	1,616,216,120	(2,170,079,743)	-	(2,170,079,743)
Total Governmental Activities							
Business-Type Activities							
Route 460 Funding Corporation of Virginia	524,117	-	-	-	-	\$ (524,117)	\$ (524,117)
Administrative	12,500,581	-	-	-	-	(12,500,581)	(12,500,581)
Non-Operating expenditures	13,024,698	-	-	-	-	(13,024,698)	(13,024,698)
Total Business-Type Activities							
Total Primary Government	\$ 4,174,560,161	\$ 388,264,298	\$ -	\$ 1,616,216,120	\$ (2,170,079,743)	\$ (13,024,698)	\$ (2,183,104,441)

GENERAL REVENUES	
Taxes	
Motor Vehicle Fuel Tax	\$ 755,758,541
Road Use Tax	4,132,002
Sales and Use Tax	1,114,797,713
MV Sales and Use Tax	810,180,427
MV Rental Tax	7,132,921
Aviation Fuel Tax	1,363,318
Premiums on Insurance	150,396,525
Other Taxes	72,015,853
Investment Earnings	9,353,287
Other Revenues	45,144,662
Gain on sales	1,570,704
Transfers to other State Agencies and Gen Fund (Note 10)	(207,399,785)
Transfers from other State Agencies and Gen Fund (Note 10)	36,796,441
Other Financing Sources (Uses)	(1,551,722)
Special Item (Note 16)	(134,560,872)
Total General Revenues, Special Items and Transfers	2,665,130,015
Change in Net Position	495,050,272
Net Position, July 1	20,514,988,554
Net Position, June 30	21,010,038,826
Total Primary Government	\$ 2,665,130,015

The accompanying notes are an integral part of this financial statement

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**Fund Financial Statements
Major Governmental Funds
Special Revenue and Debt Service**

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Governmental Funds

Special Revenue Funds:

Special Revenue Funds accounts for specific revenue sources that are restricted to finance particular functions and activities of the Department.

The Highway Maintenance and Operating Fund accounts for Revenues and Expenditures for the general administration of the Department, maintenance of highways, assistance to localities, and support to other state agencies. Revenues are derived primarily from taxes, and rights and privileges.

The Highway Federal Fund accounts for the revenues and expenditures relating to federal projects and grants.

The Highway Construction Fund accounts for the revenues and expenditures for the acquisition and construction of the state highway systems.

The Priority Transportation Fund provides funding for specified transportation projects throughout the Commonwealth. This fund also provides debt service funding in support of various debt financed projects.

The Toll Facilities Revolving Fund accounts for the interests earned on the Highway Maintenance and Operating Fund and the Highway Construction Fund. Funds are used to provide advance funding for eligible construction projects and support debt service of the toll facilities and other bond funds.

ARRA Projects Fund accounts for the revenue and expenditures related to federal stimulus projects and grants under the American Recovery and Reinvestment Act of 2009.

Capital Projects Revenue Bonds Fund accounts for the bond proceeds, investment revenue, and expenditures related to the transportation projects pursuant to Section 33.1-23.4:01 of the Code of VA under the Commonwealth Transportation Capital Project Bond Act of 2007. This fund was classified as a nonmajor fund in previous years

Debt Service Funds:

The Debt Service Funds account for transactions related to resources retained and used for the payment of interest and principal on long-term obligations recorded in the Governmental Activities column on the Government-wide Statement of Net Position.

Route 58 accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on bonds of the U.S. Route 58 project.

Route 28 accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on bonds of the State Route 28 project.

Camp 30 accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on the notes payable as a result of the Financing Lease Agreement the Department entered into with Fairfax County Economic Development Authority (FCEDA), known as Camp 30.

Northern Virginia Transportation District accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on bonds of the Northern Virginia Transportation District.

Federal Reimbursement Anticipation Notes (FRAN) accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on bonds of the Federal Reimbursement Anticipation Notes.

Coleman Bridge accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on bonds of the Coleman Bridge.

Capital Projects Revenue Bonds Fund accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on bonds of the Capital Projects Revenue Bonds Funds.

GARVEE Fund accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on GARVEE bonds

Transportation Set Aside accounts for the accumulation of resources for and payment of the general long-term debt principal and interest on bonds of the City of Chesapeake Oak Grove Connector Transportation Set-aside project.

Nonmajor Governmental Funds include those Special Revenue Funds listed in the Combining and Individual Fund Statements and Schedules section of this report.

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 SPECIAL REVENUE
 June 30, 2015

	HIGHWAY MAINTENANCE & OPERATING	FEDERAL	CONSTRUCTION
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 311,628,940	\$ -	\$ 228,663,159
Cash and cash equivalents with trustees (Note 13)	-	-	-
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for collateral held for securities lending (Note 13)	-	-	-
Investments for collateral held for securities lending (Note 13)	-	-	-
Advance fund	225,000	-	10,000
Receivables: (net)			
Federal government	-	82,511,991	-
Cities, counties, and towns	175,985	-	14,562,627
State agencies	836,624	-	185,899
Loans & other	12,770,314	-	8,050,067
Taxes receivable	66,408,779	-	34,473,503
Due from other funds (Note 9)	-	21,304,820	64,327,925
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	58,973,019	-	11,600
Total assets	451,018,661	103,816,811	350,284,780
Deferred Outflows of Resources	3,684,238	46,575,150	148,593,058
Total Assets and Deferred Outflows	\$ 454,702,899	\$ 150,391,961	\$ 498,877,838
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ 116,268,767	\$ 60,269,986	\$ 115,763,618
Deposits payable	15,513,755	-	222,673
Payable to component unit	-	-	120,113,271
Payable for collateral held for securities lending	-	-	-
Due to other agencies	-	-	-
Due to other funds (Note 9)	54,405,000	43,546,825	99,336,777
Liability for compensated absences	53,692	-	13,576
Accrued liabilities	26,673,840	-	6,707,069
Retainage on contracts	1,833,221	-	1,409,571
Total liabilities	214,748,275	103,816,811	343,566,555
Deferred Inflows of Resources	16,583,420	46,575,150	28,102,552
Total Liabilities and Deferred Inflows	\$ 231,331,695	\$ 150,391,961	\$ 371,669,107
Fund Balances (Note 2)			
Nonspendable	71,743,333	-	8,061,667
Restricted	-	-	-
Committed	151,627,871	-	119,147,064
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	223,371,204	-	127,208,731
Total liabilities, deferred inflows and fund balances	\$ 454,702,899	\$ 150,391,961	\$ 498,877,838

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 SPECIAL REVENUE
 June 30, 2015

	PRIORITY TRANSPORTATION FUND	TOLL FACILITIES REVOLVING	ARRA PROJECTS
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 104,391,358	\$ 205,813,582	\$ 5,862,831
Cash and cash equivalents with trustees (Note 13)	-	12,435,782	-
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for			
collateral held for securities lending (Note 13)	4,173,037	26,934,316	-
Investments for			
collateral held for securities lending (Note 13)	151,039	974,859	-
Advance fund	-	-	-
Receivables: (net)			
Federal government	-	-	1,040,706
Cities, counties, and towns	-	-	-
State agencies	-	-	-
Loans & other	-	37,072,627	-
Taxes receivable	6,219,278	-	-
Due from other funds (Note 9)	48,829,253	156,898,349	-
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	-	13,323,086	-
Total assets	163,763,965	453,452,601	6,903,537
Deferred Outflows of Resources	-	637,742	173,827
Total Assets and Deferred Outflows	\$ 163,763,965	\$ 454,090,343	\$ 7,077,364
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ -	\$ 10,511,208	\$ 1,040,476
Deposits payable	-	46,442,152	-
Payable to component unit	-	-	-
Payable for collateral held for securities lending	4,324,076	27,909,175	-
Due to other agencies	-	-	-
Due to other funds (Note 9)	-	-	6,000,000
Liability for compensated			
absences	-	-	-
Accrued liabilities	-	-	-
Retainage on contracts	-	-	54,083
Total liabilities	4,324,076	84,862,535	7,094,559
Deferred Inflows of Resources	-	1,345,100	3,168
Total Liabilities and Deferred Inflows	\$ 4,324,076	\$ 86,207,635	\$ 7,097,727
Fund Balances (Note 2)			
Nonspendable	-	50,395,713	-
Restricted	-	-	-
Committed	159,439,889	317,486,995	-
Assigned	-	-	-
Unassigned	-	-	(20,363)
Total fund balances	159,439,889	367,882,708	(20,363)
Total liabilities, deferred inflows and fund balances	\$ 163,763,965	\$ 454,090,343	\$ 7,077,364

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 SPECIAL REVENUE
 June 30, 2015

CAPITAL PROJECTS REVENUE BONDS	TOTAL NONMAJOR SPECIAL REVENUE FUNDS	Special Revenue Funds Totals	
		June 30, 2015	June 30, 2014

Assets and Deferred Outflows of Resources

Cash and cash equivalents				
with the Treasurer of Virginia (Note 13)	\$ 604,505	\$ 474,848,193	\$ 1,331,812,568	\$ 1,402,350,241
Cash and cash equivalents with trustees (Note 13)	311,689,415	277,366,956	601,492,153	544,848,257
Investments with the Treasurer of Virginia (Note 13)	-	-	-	-
Investments with trustees (Note 13)	8,404,261	-	8,404,261	40,782,725
Cash and cash equivalents for				
collateral held for securities lending (Note 13)	23,070	17,183,937	48,314,360	128,510,217
Investments for				
collateral held for securities lending (Note 13)	835	621,951	1,748,684	4,160,724
Advance fund	-	18,500	253,500	254,538
Receivables: (net)				
Federal government	-	-	83,552,697	63,646,982
Cities, counties, and towns	-	-	14,738,612	12,719,884
State agencies	-	-	1,022,523	1,824,658
Loans & other	-	88,365,469	146,258,477	84,277,849
Taxes receivable	-	-	107,101,560	90,396,405
Due from other funds (Note 9)	-	-	291,360,347	224,340,452
Due from agencies	-	-	-	-
Prepaid expense	-	-	-	-
Inventory (Note 1 G)	-	-	72,307,705	55,534,111
Total assets	320,722,086	858,405,006	2,708,367,447	2,653,647,043

Deferred Outflows of Resources

	-	172,992	199,837,007	39,942,632
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Total Assets and Deferred Outflows

\$ 320,722,086	\$ 858,577,998	\$ 2,908,204,454	\$ 2,693,589,675
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**Liabilities, Deferred Inflows of Resources
and Fund Balances**

Accounts payable	\$ -	\$ 9,592,318	\$ 313,446,373	\$ 238,585,657
Deposits payable	-	-	62,178,580	55,983,438
Payable to component unit	-	-	120,113,271	-
Payable for collateral held for securities lending	23,905	17,805,888	50,063,044	132,670,941
Due to other agencies	-	-	-	-
Due to other funds (Note 9)	-	88,071,745	291,360,347	224,340,452
Liability for compensated				
absences	-	222	67,490	132,563
Accrued liabilities	-	104,152	33,485,061	32,923,877
Retainage on contracts	-	69,558	3,366,433	4,151,444
Total liabilities	23,905	115,643,883	874,080,599	688,788,372

Deferred Inflows of Resources

	-	1,120	92,610,510	66,085,806
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Total Liabilities and Deferred Inflows

\$ 23,905	\$ 115,645,003	\$ 966,691,109	\$ 754,874,178
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Fund Balances (Note 2)

Nonspendable	-	88,365,469	218,566,182	139,811,960
Restricted	-	-	-	-
Committed	320,698,181	718,200,679	1,786,600,679	1,867,695,745
Assigned	-	-	-	-
Unassigned	-	(63,633,153)	(63,653,516)	(68,792,208)

Total fund balances

320,698,181	742,932,995	1,941,513,345	1,938,715,497
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Total liabilities, deferred inflows and fund balances

\$ 320,722,086	\$ 858,577,998	\$ 2,908,204,454	\$ 2,693,589,675
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The accompanying notes are an integral part of this financial statement

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VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET
 DEBT SERVICE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2015

NORTHERN VA. TRANSP. DISTRICT										
ROUTE 58	ROUTE 28	COLEMAN BRIDGE	FRAN - DEBT SERVICE FUND	CAPITAL PROJECTS REVENUE BONDS	GARVEE	TRANSPORTATION SET ASIDE	CAMP 30	TOTALS		
\$ -	\$ -	\$ 285,488	\$ 23,062,031	\$ -	\$ 21,308,423	\$ -	\$ -	\$ 285,488	\$ -	\$ -
37	18	24	23,062,031	28	21,308,423	2	73	44,370,636	73	44,370,636
\$ 37	\$ 18	\$ 24	\$ 23,062,031	\$ 28	\$ 21,308,423	\$ 2	\$ 73	\$ 44,370,636	\$ 73	\$ 44,370,636

ASSETS

Cash with the Treasurer of Virginia
 Cash equivalents not with the Treasurer of Virginia (Note 13)
 Total assets

LIABILITIES AND FUND EQUITY

Liabilities:
 Fund balances
 Total Liabilities and Fund Equity

The accompanying notes are an integral part of this financial statement

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**VIRGINIA DEPARTMENT OF TRANSPORTATION
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2015**

	SPECIAL REVENUE	DEBT SERVICE	TOTAL GOVERNMENTAL FUNDS JUNE 30, 2015
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 1,331,812,568	\$ 265,488	\$ 1,332,078,056
Cash and cash equivalents with trustees (Note 13)	601,492,153	44,370,636	645,862,789
Investments with Trustees (Note 13)	8,404,261	-	8,404,261
Cash and cash equivalents for collateral held for securities lending (Note 13)	48,314,360	-	48,314,360
Investments for collateral held for securities lending (Note 13)	1,748,684	-	1,748,684
Advance fund	253,500	-	253,500
Receivables: (Net)			
Federal government	83,552,697	-	83,552,697
Localities and private sector	14,738,612	-	14,738,612
State agencies	1,022,523	-	1,022,523
Loans & Other	146,258,477	-	146,258,477
Taxes Receivable	107,101,560	-	107,101,560
Due from other funds (Note 9)	291,360,347	-	291,360,347
Inventory (Note 1G)	72,307,705	-	72,307,705
Total Assets	<u>\$ 2,708,367,447</u>	<u>\$ 44,636,124</u>	<u>\$ 2,753,003,571</u>
Deferred Outflows of Resources	<u>\$ 199,837,007</u>	<u>\$ -</u>	<u>\$ 199,837,007</u>
Total Assets and Deferred Outflows	<u>\$ 2,908,204,454</u>	<u>\$ 44,636,124</u>	<u>\$ 2,952,840,578</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ 313,446,373	\$ -	\$ 313,446,373
Deposits payable	62,178,580	-	62,178,580
Payable to component unit	120,113,271	-	120,113,271
Payable for collateral held for securities lending	50,063,044	-	50,063,044
Due to other agencies	-	-	-
Due to other funds (Note 9)	291,360,347	-	291,360,347
Deferred revenue	-	-	-
Compensated absences payable	67,490	-	67,490
Accrued liabilities	33,485,061	-	33,485,061
Retainage on contracts	3,366,433	-	3,366,433
Total liabilities	<u>874,080,599</u>	<u>-</u>	<u>874,080,599</u>
Deferred Inflows of Resources	<u>92,610,510</u>	<u>-</u>	<u>92,610,510</u>
Total Liabilities and Deferred Inflows.	<u>\$ 966,691,109</u>	<u>\$ -</u>	<u>\$ 966,691,109</u>
<u>Fund Balances (Note 2)</u>			
Nonspendable	218,566,182	-	218,566,182
Restricted	-	-	-
Committed	1,786,600,679	44,636,124	1,831,236,803
Assigned	-	-	-
Unassigned	(63,653,516)	-	(63,653,516)
Total Fund Equity	<u>1,941,513,345</u>	<u>44,636,124</u>	<u>1,986,149,469</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 2,908,204,454</u>	<u>\$ 44,636,124</u>	<u>\$ 2,952,840,578</u>

The accompanying notes are an integral part of this financial statement

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**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2015**

Total fund balances - governmental funds \$ 1,986,149,469

Amounts reported for governmental activities in the statement of net assets are different because:

When capital assets (land, buildings, equipment, improvements, construction in progress, and infrastructure) that are to be used in governmental activities are purchased or constructed, the costs of these assets are reported as expenditures in governmental funds. However the Statement of Net Assets includes those capital assets of the primary government.

Land and Non depreciable capital assets	\$	420,108,602	
Equipment and Buildings		869,963,221	
Infrastructure assets		37,689,699,430	
Accumulated Depreciation		<u>(14,230,372,829)</u>	
Total capital assets			24,749,398,424

Accrued bond interest receivable and capitalized bond discounts 9,755,507

Revenues in the funds that are not available in the current period and, therefore are deferred in the funds. 77,634,820

Long term liabilities applicable to the primary government's governmental activities are not due and payable in the current period and accordingly, are not reported as fund liabilities. All liabilities both current and long term, are reported in the Statement of Net Assets.

Bond and notes payable		(3,074,114,211)	
Interest payable		(23,295,695)	
Premium payable		(282,716,004)	
Pollution remediation obligation		(2,283,000)	
Compensated absences		<u>(57,376,728)</u>	
Total liabilities			<u>(3,439,785,638)</u>

Other long term payables are not due and payable in the current period and, therefore are deferred in the funds. (197,464,193)

Deferred inflows associated with Service Concession Arrangement are long-term in nature and therefore not reported in the funds, (2,175,649,563)

Net position of governmental activities \$ 21,010,038,826

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**VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015**

	HIGHWAY MAINTENANCE & OPERATING	FEDERAL	CONSTRUCTION
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ 950,000	\$ -	\$ -
Taxes	1,524,023,746	-	736,879,780
Rights and privileges	303,071,161	-	28,327,743
Sale of property and commodities	172,735	-	1,570,703
Interest, dividends and rents	34,000	-	6,206,622
Fines, forfeitures, court fees, penalties, and escheats	6,886,200	-	156,517
Federal grants and contracts	-	1,179,623,377	-
Receipts from localities and private sector	1,931,181	-	154,131,997
Toll revenue	-	-	-
Other revenue	22,622,538	-	202,712
Total revenue	<u>1,859,691,561</u>	<u>1,179,623,377</u>	<u>927,476,074</u>
Expenditures			
Current:			
Administrative and support services	227,465,590	6,254,467	491,720
Ground transportation system planning and research	13,708,464	16,263,695	29,896,852
Highway system acquisition and construction	-	805,237,250	717,164,487
Highway system maintenance	1,156,227,163	337,253,372	-
Financial assistance to localities	410,683,997	7,525,252	2,333,211
Environmental monitoring and compliance	-	-	10,258,391
Toll facilities operations and construction	-	-	-
Capital Outlay	-	-	11,365,487
Transfers to other state agencies (Note 10)	26,888,627	-	143,349
Total expenditures	<u>1,834,973,841</u>	<u>1,172,534,036</u>	<u>771,653,497</u>
Revenues over (under) expenditures	<u>24,717,720</u>	<u>7,089,341</u>	<u>155,822,577</u>
Other financing sources (uses)			
Other financing sources (uses)	-	-	-
Bond Proceeds	-	-	-
Insurance recoveries	-	-	-
Transfers to other state agencies and General Fund (Note 10)	(14,031,390)	-	(68,101,027)
Transfers from other state agencies and General Fund (Note 10)	-	15,152,664	18,743,141
Transfers in (Note 10)	269,753,778	53,180,705	143,700,413
Transfers out (Note 10)	(141,124,750)	(75,422,710)	(316,506,306)
Total other financing sources (uses)	<u>114,597,638</u>	<u>(7,089,341)</u>	<u>(222,163,779)</u>
Net Change in Fund Balance	139,315,358	-	(66,341,202)
Beginning fund balance	84,055,846	-	193,549,933
Ending fund balance - June 30	<u>\$ 223,371,204</u>	<u>\$ -</u>	<u>\$ 127,208,731</u>

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015**

	PRIORITY TRANSPORTATION FUND	TOLL FACILITIES REVOLVING	ARRA PROJECTS
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -
Taxes	180,530,541	-	-
Rights and privileges	-	17,300,961	-
Sale of property and commodities	-	-	-
Interest, dividends and rents	1,162,938	4,703,112	-
Fines, forfeitures, court fees, penalties, and escheats	-	1,965,845	-
Federal grants and contracts	-	-	23,860,244
Receipts from localities and private sector	-	-	-
Toll revenue	-	-	-
Other revenue	-	-	-
Total revenue	181,693,479	23,969,918	23,860,244
Expenditures			
Current:			
Administrative and support services	-	-	-
Ground transportation system planning and research	-	-	-
Highway system acquisition and construction	27,177,522	-	23,809,860
Highway system maintenance	-	-	-
Financial assistance to localities	-	-	-
Environmental monitoring and compliance	-	-	-
Toll facilities operations and construction	-	22,445,584	-
Capital Outlay	-	-	-
Transfers to other state agencies (Note 10)	-	-	-
Total expenditures	27,177,522	22,445,584	23,809,860
Revenues over (under) expenditures	154,515,957	1,524,334	50,384
Other financing sources (uses)			
Other financing sources (uses)	-	-	-
Bond Proceeds	-	-	-
Insurance recoveries	-	-	-
Transfers to other state agencies and General Fund (Note 10)	-	-	-
Transfers from other state agencies and General Fund (Note 10)	2,900,636	-	-
Transfers in (Note 10)	48,829,253	967,756	-
Transfers out (Note 10)	(152,244,404)	(22,455)	-
Total other financing sources (uses)	(100,514,515)	945,301	-
Net Change in Fund Balance	54,001,442	2,469,635	50,384
Beginning fund balance	105,438,447	365,413,073	(70,747)
Ending fund balance - June 30	\$ 159,439,889	\$ 367,882,708	\$ (20,363)

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015**

	CAPITAL PROJECTS REVENUE BONDS	TOTAL NONMAJOR SPECIAL REVENUE FUNDS	Totals	
			Special Revenue Funds JUNE 30, 2015	JUNE 30, 2014
Revenues				
Revenues provided by the General Fund of the Commonwealth	\$ -	\$ 32,145,564	\$ 33,095,564	\$ 59,946,800
Taxes	-	488,287,729	2,929,721,796	2,530,201,382
Rights and privileges	-	5,588,260	354,288,125	343,986,674
Sale of property and commodities	-	-	1,743,438	8,056,464
Interest, dividends and rents	2,070,207	6,154,698	20,331,577	17,477,261
Fines, forfeitures, court fees, penalties, and escheats	-	-	9,008,562	9,583,552
Federal grants and contracts	-	7,675,641	1,211,159,262	1,218,216,244
Receipts from localities and private sector	-	1,832,448	157,895,626	80,082,525
Toll revenue	-	17,209,154	17,209,154	16,727,934
Other revenue	-	4,254,830	27,080,080	17,638,635
Total revenue	2,070,207	563,148,324	4,761,533,184	4,301,917,471
Expenditures				
Current:				
Administrative and support services	-	-	234,211,777	225,074,934
Ground transportation system planning and research	-	-	59,869,011	59,234,875
Highway system acquisition and construction	122,988,882	51,669,583	1,748,047,584	1,620,273,558
Highway system maintenance	-	-	1,493,480,535	1,702,244,237
Financial assistance to localities	-	597,866,383	1,018,408,843	659,939,673
Environmental monitoring and compliance	-	-	10,258,391	12,035,042
Toll facilities operations and construction	-	7,184,205	29,629,789	25,036,695
Capital Outlay	-	1,208,289	12,573,776	8,302,096
Transfers to other state agencies (Note 10)	-	-	27,031,976	34,806,747
Total expenditures	122,988,882	657,928,460	4,633,511,682	4,346,947,857
Revenues over (under) expenditures	(120,918,675)	(94,780,136)	128,021,502	(45,030,386)
Other financing sources (uses)				
Other financing sources (uses)	(1,551,722)	-	(1,551,722)	(1,326,225)
Bond Proceeds	300,298,025	-	300,298,025	307,659,072
Insurance recoveries	-	-	-	-
Transfers to other state agencies and General Fund (Note 10)	(125,267,368)	-	(207,399,785)	(157,108,442)
Transfers from other state agencies and General Fund (Note 10)	-	-	36,796,441	20,406,966
Transfers in (Note 10)	-	144,123,443	660,555,348	577,357,455
Transfers out (Note 10)	(330,424)	(228,270,912)	(913,921,961)	(858,758,664)
Total other financing sources (uses)	173,148,511	(84,147,469)	(125,223,654)	(111,769,838)
Net Change in Fund Balance	52,229,836	(178,927,605)	2,797,848	(156,800,224)
Beginning fund balance	268,468,345	921,860,600	1,938,715,497	2,095,515,721
Ending fund balance - June 30	\$ 320,698,181	\$ 742,932,995	\$ 1,941,513,345	\$ 1,938,715,497

The accompanying notes are an integral part of this financial statement

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VIRGINIA DEPARTMENT OF TRANSPORTATION
 DETAILED COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND STATEMENT OF CHANGES IN FUND BALANCES
 DEBT SERVICE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2015

	FEDERAL										TOTALS
	ROUTE 58	ROUTE 28	NORTHERN VA. TRANSP. DISTRICT	COLEMAN BRIDGE	FEDERAL REIMBURSEMENT ANTICIPATION NOTES	CAPITAL PROJECTS REVENUE BONDS	GARVEE	TRANSPORTATION SET ASIDE	CAMP 30	TOTALS	
Revenues											
Interest	\$ 34	\$ -	\$ 21	\$ 143	\$ 882	\$ 43	\$ 1,096	\$ 1	\$ 35	\$ 2,265	
Federal Receipts	-	7,216,819	-	-	-	-	64,733,388	-	-	64,733,388	
Receipts from Cities, Counties and Towns	-	7,216,819	-	-	-	-	64,733,388	-	-	7,216,819	
Total revenues	34	7,216,819	21	143	882	43	64,734,484	1	35	71,952,462	
Expenditures											
Debt service:											
Charges Related to New Bonds											
Bond Issuance Costs	-	-	-	-	-	-	-	-	-	-	
Under Writer's Discount	-	-	-	-	-	-	-	-	-	-	
Total Charges	0	0	0	0	0	0	0	0	0	0	
Interest Payment- Bonds	14,122,500	1,616,819	10,855,048	786,100	2,173,156	80,195,627	30,843,388	719,500	-	141,312,138	
Interest Payments - Notes	-	-	21,520,000	2,405,000	28,835,000	47,260,000	33,890,000	1,505,000	2,399,750	2,399,750	
Retirement of bonds	34,605,000	5,600,000	-	-	-	-	-	-	-	175,620,000	
Retirement of Notes	-	-	-	-	-	-	-	-	-	5,425,000	
Total	48,727,500	7,216,819	32,375,048	3,191,100	31,008,156	127,455,627	64,733,388	2,224,500	7,824,750	324,756,888	
	48,727,500	7,216,819	32,375,048	3,191,100	31,008,156	127,455,627	64,733,388	2,224,500	7,824,750	324,756,888	
	(48,727,466)	-	(32,375,027)	(3,190,957)	(31,007,274)	(127,455,584)	1,096	(2,224,499)	(7,824,715)	(252,804,426)	
Revenue over (under) expenditures											
Other financing sources (uses)											
Bond proceeds - Face Value	-	-	-	-	-	-	-	-	-	-	
Bond proceeds - Bond Premium	-	-	-	-	-	-	-	-	-	-	
Escrow agent defeasance payment	-	-	-	-	-	-	-	-	-	-	
Transfers in (Note 10)	48,727,489	-	32,375,041	3,190,520	31,722,297	127,455,605	-	2,224,500	7,824,750	253,520,202	
Transfers out (Note 10)	-	-	-	-	-	-	(153,589)	-	-	(153,589)	
Total other sources (uses)	48,727,489	-	32,375,041	3,190,520	31,722,297	127,455,605	(153,589)	2,224,500	7,824,750	253,366,613	
	23	-	14	(437)	715,023	21	(152,493)	1	35	562,187	
Revenues and other sources over (under) expenditures and other uses											
Fund balance - July 1	14	18	10	265,925	22,347,008	7	21,460,916	1	38	44,073,937	
Fund balance - June 30	\$37	\$18	\$24	\$265,488	\$23,062,031	\$28	\$21,308,423	\$2	\$73	\$44,636,124	

The accompanying notes are an integral part of this financial statement

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**VIRGINIA DEPARTMENT OF TRANSPORTATION
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
June 30, 2015**

	SPECIAL REVENUE	DEBT SERVICE	TOTAL GOVERNMENTAL FUNDS June 30, 2015
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ 33,095,564	\$ -	\$ 33,095,564
Taxes	2,929,721,796	-	2,929,721,796
Rights and privileges	354,288,125	-	354,288,125
Sales of property and commodities	1,743,438	-	1,743,438
Interest, dividends, and rents	20,331,577	2,255	20,333,832
Fines, forfeitures, court fees, penalties, and escheats	9,008,562	-	9,008,562
Federal grants and contracts	1,211,159,262	64,733,388	1,275,892,650
Receipts from localities and private sector	157,895,626	7,216,819	165,112,445
Toll revenue	17,209,154	-	17,209,154
Other revenue	27,080,080	-	27,080,080
Total revenues	4,761,533,184	71,952,462	4,833,485,646
Expenditures			
Current			
Administrative and support services	234,211,777	-	234,211,777
Ground transportation system planning and research	59,869,011	-	59,869,011
Highway system acquisition and construction	1,748,047,584	-	1,748,047,584
Highway system maintenance	1,493,480,535	-	1,493,480,535
Financial assistance to localities	1,018,408,843	-	1,018,408,843
Environmental monitoring and compliance	10,258,391	-	10,258,391
Toll facility operations and construction	29,629,789	-	29,629,789
Capital outlay	12,573,776	-	12,573,776
Bond issuance cost	-	-	-
Debt service:			
Interest (Notes & Bonds)	-	143,711,888	143,711,888
Retirement of bonds & Notes	-	181,045,000	181,045,000
Transfers to other state agencies (Note 10)	27,031,976	-	27,031,976
Total expenditures	4,633,511,682	324,756,888	4,958,268,570
Revenues over (under) expenditures	128,021,502	(252,804,426)	(124,782,924)
Other financing sources (uses)			
Other financing sources (uses)	(1,551,722)	-	(1,551,722)
Bond proceeds	300,298,025	-	300,298,025
Defeasance payment	-	-	-
Transfers to other state agencies and General fund (Note 10)	(207,399,785)	-	(207,399,785)
Transfers from other state agencies and General fund (Note 10)	36,796,441	-	36,796,441
Transfers in (Note 10)	660,555,348	253,520,202	914,075,550
Transfers out (Note 10)	(913,921,961)	(153,589)	(914,075,550)
Total other financing sources (uses)	(125,223,654)	253,366,613	128,142,959
Net Change in Fund Balance	2,797,848	562,187	3,360,035
Fund balance - July 1	1,938,715,497	44,073,937	1,982,789,434
Fund balance - June 30	\$ 1,941,513,345	\$ 44,636,124	\$ 1,986,149,469

The accompanying notes are an integral part of this financial statement

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**Reconciliation of the Change in Fund Balances of Governmental Funds
to the Statement of Activities
June 30, 2015**

Net Change in fund balances - total governmental funds \$ 3,360,035

Amounts reported for governmental activities are different because:

Accrued interest 41,532

Capital Outlays are reported as expenditures in the governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their useful lives as depreciation expense. In the current period these amounts are :

Increase in capital assets over capital outlay		30,397,103
Urban assets not capitalized		(383,617,576)
Capital Outlay	\$ 12,573,776	
Depreciation expense	(34,539,019)	
Excess of capital outlay over depreciation expense		(21,965,243)
Increase in Infrastructure	2,513,082,245	
Depreciation expense	(805,349,242)	
Excess of increase in infrastructure over depreciation expense		1,707,733,003

Bond proceeds provide current financial resources to governmental funds by issuing debt, which increases long term bonded debt in the Statement of Activities. Repayment of bond principal is an expenditure in the Governmental Funds, but the repayment reduces long-term bonded debt in the Statement of Net Assets.

Bond proceeds	(274,980,000)
Retirement of bonds	175,620,000
Retirement of notes	5,425,000
Increase in accretion of debt	(2,377,190)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of :

Decrease in compensated absences	1,424,462
Amortize bond and note premium	(2,053,403)
Amortize notes and bond discounts	(4,808)
Bond interest receivable	(490,154)
Deferred expenditures	(160,178,908)
Pollution remediation obligations	238,000

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds

Deferred inflows associated with Service Concession Arrangements and other deferred accounts are long term in nature therefore not reported in the funds, (583,521,581)

Change in net position assets of governmental activities \$ 495,050,272

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Major Enterprise Fund

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**Virginia Department of Transportation
Route 460 Funding Corporation of Virginia
Statement of Net Position
June 30, 2015**

Year Ended
June 30,
2015

Assets and Deferred Outflows of Resources

Current Assets:

Cash	\$	113,015
Settlement payment receivable		45,674,919
Due from VDOT		120,113,271
Interest receivable		151,689
Prepaid insurance		56,681
Total Current Assets		<u>166,109,575</u>

Restricted Assets

Cash and cash equivalents (Note 13)		135,458,468
Investments		<u>25,775,229</u>
Total Assets		<u>161,233,697</u>

Deferred Outflows of Resources

Total Assets and Deferred Outflows	\$	<u><u>327,343,272</u></u>
------------------------------------	----	---------------------------

Liabilities and Deferred Inflows of Resources

Current liabilities:

Accounts payable	\$	110,176
Accrued interest payable		5,862,956
Bonds payable (Note 6)		<u>320,109,512</u>
Total Current Liabilities		<u>326,082,644</u>

Non Current Liabilities

Total Noncurrent Liabilities		-
Total Liabilities		<u>326,082,644</u>

Deferred Inflows of Resources

Total Liabilities and Deferred Inflows		<u>326,082,644</u>
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Net Position

Unrestricted		1,260,628
Total Net Position	\$	<u><u>1,260,628</u></u>

The accompanying notes are an integral part of this financial statement

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Virginia Department of Transportation
Route 460 Funding Corporation of Virginia
Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2015

	Year Ended June 30 2015
Operating Revenues	\$ -
Operating Expenses	
Professional fees	407,287
Insurance	113,356
Bank and trustee fees	3,474
Total Operating Expenses	<u>524,117</u>
Operating Income (Loss)	<u>(524,117)</u>
Non Operating revenues (expenditures)	
Funds due from Va. Dept of Transportation (Note 16)	120,113,271
Settlement income receivable (Note 16)	45,674,919
Interest income	839,266
Interest expense	(12,080,903)
Impairment of Assets (Note 16)	(131,351,163)
Loss on Investments	(419,678)
Total Non Operating revenues (expenditures)	<u>22,775,712</u>
Change in net position	22,251,595
Net Position, July 1, 2014	<u>(20,990,967)</u>
Net Position , June 30, 2015	<u>\$ 1,260,628</u>

The accompanying notes are an integral part of this financial statement

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Virginia Department of Transportation
Route 460 Funding Corporation of Virginia
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2015

	<u>Year Ended June 30, 2015</u>
Cash flows from operating activities	
Cash payments for administrative expenses	\$ (413,947)
Cash flows from capital and related financing activities	
Cash paid for interest	(11,725,912)
Cash paid for construction costs	(5,573,738)
Net cash from capital and related financing activities	<u>(17,299,650)</u>
Cash flows from investing activities	
Proceeds from sale of investments	10,089,759
Interest received	887,246
Net cash from investing activities	<u>10,977,005</u>
Net change in cash	(6,736,592)
Cash and cash equivalents - beginning of the year	<u>142,308,075</u>
Cash and cash equivalents - end of year	<u>\$ 135,571,483</u>
Cash and cash equivalents - as shown on statement net position	
Cash - current assets (Note 13)	\$ 113,015
Cash and cash equivalents (Note13)	<u>135,458,468</u>
	<u>\$ 135,571,483</u>
Reconciliation of operating loss to net cash from operating activities	
Operating loss	\$ (524,117)
Adjustment to reconcile to net cash from operating activities	
Change in accounts payable	110,176
Change in prepaid insurance	(6)
Net cash from operating activities	<u>\$ (413,947)</u>
Supplemental disclosure of non cash financing activities	
Capitalized interest during the year, subsequently written off to impairment loss	<u>\$ 2,449,460</u>
Capital assets written off for permanent impairment due to construction stoppage	<u>\$ 131,351,163</u>

The accompanying notes are an integral part of this financial statement

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Fiduciary Fund

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**VIRGINIA DEPARTMENT OF TRANSPORTATION
STATEMENT OF FIDUCIARY NET POSITON - AGENCY FUND
June 30, 2015**

Agency Fund June 2015
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Assets

Cash held with the Treasurer of Virginia	\$	395,136
Total assets	\$	395,136

Liabilities

Deposits payable	\$	395,136
Total liabilities	\$	395,136

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Virginia Department of Transportation
Statement of Changes in Assets and Liabilities - Agency Fund
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>		<u>Additions</u>		<u>Deletions</u>		<u>Balance</u> <u>June 30, 2015</u>
Assets							
Cash held with the Treasurer of Virginia	\$ 102,413	\$	770,070	\$	(477,347)	\$	395,136
Total Assets	<u>\$ 102,413</u>	<u>\$</u>	<u>770,070</u>	<u>\$</u>	<u>(477,347)</u>	<u>\$</u>	<u>395,136</u>
Liabilities							
Deposits Payable	\$ 102,413	\$	770,070	\$	(477,347)	\$	395,136
Total Liabilities	<u>\$ 102,413</u>	<u>\$</u>	<u>770,070</u>	<u>\$</u>	<u>(477,347)</u>	<u>\$</u>	<u>395,136</u>

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**FINANCIAL
REPORT
JUNE 30, 2015**

**NOTES TO THE
FINANCIAL
STATEMENTS**

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VIRGINIA DEPARTMENT OF TRANSPORTATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies adopted by the Virginia Department of Transportation (VDOT or the Department).

A. Basis of Presentation

The accompanying financial statements have been prepared in conformance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB) and the Financial Accounting Standards Board (FASB).

B. Reporting Entity

The Department provides a surface transportation system for the safe and efficient movement of people and goods throughout the Commonwealth of Virginia (the Commonwealth).

A separate report is prepared for the Commonwealth, which includes all agencies, boards, commissions, and authorities over which the Commonwealth exercises or has the ability to exercise oversight authority. The Department is an agency of the Commonwealth of Virginia and is included in the general purpose financial statements of the Commonwealth, specifically the Comprehensive Annual Financial Report issued by the State's Comptroller.

For financial reporting purposes, the Department's reporting entity consists of all funds under VDOT control and a component unit organization for which VDOT is financially accountable (blended component unit).

Blended Component Unit – Though a legally separate entity, a component unit is in substance, part of the primary government's operations. The blended component unit serves or benefits the primary government almost exclusively. Financial information from this unit is combined with that of the primary government. VDOT's only blended component unit is: Route 460 Funding Corporation of Virginia.

Route 460 Funding Corporation of Virginia was incorporated as a non-stock, nonprofit Virginia Corporation on August 27, 2012. The Funding Corporation is organized exclusively for charitable and social welfare purposes, and primarily, to assist in the development, design, construction, financing, maintenance, tolling, and operation of the

Route 460 Corridor Improvements Project. The Corporation operates on a fiscal year ended June 30.

The Board of Directors consists of seven members, two of whom are ex-officio, one appointed by the Virginia Port Authority and four appointed by the CTB for a four-year term.

The Route 460 Corridor Improvements Project was procured in accordance with provisions of the Public Private Transportation Act of 1995 as amended. On December 20, 2012 an agreement was reached with U.S. 460 Mobility Partners, LLC, (a partnership of Ferrovia Agroman, A.A. and American Infrastructure) and the Route 460 Funding Corporation of Virginia to finance, design and build the project.

The Route 460 Corridor Improvements Project entails the new construction of approximately 55 miles of four-lane divided limited access highway between Petersburg and Suffolk Virginia. The project will be a tolled facility and will extend from the existing U.S. Route 460 near its interchange with Interstate 295 (I-295) in Prince George County to the U.S. Route 58 bypass just south of the existing U.S. Route 460 in the City of Suffolk. The corridor alignment for this project runs south of the existing U.S. Route in its entirety.

Upon completion of the toll road construction, the Corporation will transfer the cost of construction to VDOT who will maintain the toll road. The Corporation will operate the toll road and use the proceeds from such operations to pay off the debt related to construction as scheduled in the bond agreements and assist in the cost of maintenance.

The Comprehensive Agreement between the Route 460 Funding Corporation of Virginia, VDOT and U.S. 460 Mobility Partners, LLC was terminated on June 15, 2015 for convenience by the Virginia Department of Transportation.

C. Government-wide Financial Statements

The government-wide financial statements including the Statement of Net Assets and the Statement of Activities report information on all non-fiduciary activities of VDOT. The effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The Statement of Activities demonstrates the degree to which direct expenses of a specific function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function, segment, or component unit. Program revenues include charges to customers who purchase, use, or directly benefit from goods or services provided by a given function, segment, or component unit. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function, segment, or component unit. Taxes and other items properly excluded from program revenues are reported instead as general revenues.

Net assets are restricted when constraints are placed on them that are imposed by external parties, constitutional provisions or enabling legislation. Designations solely imposed by the Commonwealth's management are not presented as restricted net assets. When both restricted and unrestricted resources are available for use, VDOT's policy is to use the restricted resources first.

Separate financial statements are provided for governmental funds and fiduciary funds. However, fiduciary funds are not included in the government-wide statements. Major governmental funds are reported as separate columns in the fund financial statements. For fiscal year 2015, the Department has fiduciary fund activity.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements – The government-wide financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements – The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Department considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Significant revenues subject to accrual include federal grants and sales taxes. Revenues that VDOT earns by incurring obligations are recognized in the same period as when the obligations are recognized. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to debt service, compensated absences, and claims and judgments are recorded only when the payment is due.

The Department reports the following major governmental funds:

Special Revenue Funds – account for transactions related to resources received and used for restricted or specific purposes. These include highway maintenance and construction and other transportation purposes.

Debt Service Funds - account for the accumulation of resources used to pay the principal and interest on long-term obligations.

Additionally, VDOT reports the following fund types:

Enterprise Fund – accounts for the activities of the blended component unit for the Route 460 Funding Corporation.

Fiduciary Funds (Agency Fund) - accounts for the assets held by the Department in a trustee capacity or as a fiscal agent on behalf of others, which is custodial in nature and does not involve measurement of results of operations.

E. Budgetary Process

Budgetary amounts shown in the Required Supplementary Information section represent the total of the original budgeted amounts and all supplemental appropriations. The VDOT budget is prepared principally on a cash basis and represents appropriations as authorized by the General Assembly. Unexpended appropriations at the end of the fiscal year generally lapse. However, they may be re-appropriated for expenditure in the following fiscal year. The Governor, as required by the *Code of Virginia*, submits a budget composed of all proposed expenditures for the state, and of estimated revenues and borrowing for a biennium, to the General Assembly.

The budget is prepared on a biennial basis; however, the budgets of the General and Special Revenue Funds contain separate appropriations for each year within the biennial budget, as approved by the General Assembly and signed into law by the Governor. For management control purposes, the budget is controlled at the program level. The Governor may transfer an appropriation within a state agency or from one state agency to another, provided that total fund appropriations, as contained within the budget, are not exceeded. Increases in General Fund appropriations must be approved by the General Assembly.

Appropriations for programs funded from Special Revenue Funds may allow expenditures in excess of the original appropriations to the extent that revenues of the funds exceed original budget estimates and such additional expenditures are approved by the Governor through supplemental appropriations.

F. Investments

Investments in money market funds are reported at amortized cost. All other investments are reported at fair market value.

G. Inventory

The Department records inventory in the Special Revenue Funds. Inventories are valued at weighted average cost and are recorded as expenditure at the time individual items are used (consumption method). Inventory in the Special Revenue Funds consist mainly of road materials, sign stock, fuels, materials and supplies and work-in-process.

H. Property, Plant, and Equipment

Capital assets are valued at historical cost or estimated historical cost. Donated fixed assets are carried at estimated market value at the date of contribution. The agency elected to use the historical approach in determining infrastructure value.

Capital assets are depreciated on a straight-line basis over the estimated useful life:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings and improvements	10-50 years
Equipment	From 2 to 25 years
Infrastructure, excluding bridges and tunnels	30 years
Bridges and tunnels	75 years

I. Deferred Outflows and Inflows of Resources

Deferred outflows of resources are a consumption of assets that is applicable to a future reporting period. Deferred outflows have a natural debit balance and, therefore increase net position similar to assets. Deferred inflows of resources are an acquisition of assets by the government that is applicable to a future reporting period. Deferred inflows have a natural credit balance and, therefore decrease net position similar to liabilities.

J. Compensated Absences

Compensated absences are recorded as current and long-term debt in the Government – wide statements. This represents the amounts of vacation, sick, compensatory leave and disability credits earned by the employees of the Department, but not yet taken at June 30 of the reported fiscal year. The amount reflects all earned vacation, sick and compensatory leave payable under the Commonwealth of Virginia's leave payout policy upon employment termination. Also included in the liability is the Department's share of the FICA taxes on leave balances for which employees will be compensated.

2. NET POSITION/FUND BALANCE CLASSIFICATION

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, was implemented to improve the reporting of fund balance. This Statement also clarifies certain terms used in the definition of existing governmental fund types so that classifications are more easily understood and can be applied consistently between information reported in the government-wide financial statements and the governmental fund financial statements. The governmental fund balance classifications introduced in GASB Statement 54 are: Nonspendable, Restricted, Committed, Assigned, and Unassigned.

The Department's governmental fund balance classifications and amounts at June 30, 2015 are presented in the balance sheets of major governmental funds of special revenue and debt service and the combining individual fund statements and schedules for non major funds.

Nonspendable fund balance includes inventories, prepaid items, long-term loans and notes receivable and the principal of a permanent fund. These funds are not available for expenditure in the current or following period. At June 30, 2015, the Department's nonspendable fund balances were attributed to \$72,307,705 of inventories and \$146,258,477 of long term loan receivables.

Restricted fund balances include amounts that have constraints placed on the use of resources by the *Constitution of Virginia* or a party external to the Commonwealth. At June 30, 2015, the Department's restricted fund balances were attributed to those reported in the debt service funds.

Committed fund balances include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the General Assembly and Governor. The distinction between restricted and committed fund balances is the source and strength of the constraints placed on them. At June 30, 2015, the Department's committed fund balances represented the amounts that were committed to highway construction and maintenance by the Commonwealth of Virginia. The Committed Fund balances included \$44 million of Revenue Stabilization Fund authorized by the Commonwealth Transportation Board (CTB) to provide additional funding support for repayment of Capital Project Revenue (CPR) Bonds sold in May, 2012. CPR Bond Fund accounts for bond proceeds, investment revenue and expenditures related to the transportation projects pursuant to Section 33.2-23.4.01 of the *Code of Virginia*. The fund accounts for the accumulation of resources for and the payment of general long-term debt principal and interest of such projects. The Stabilization Fund authorized by the CTB was to provide additional funding support for the repayment of the CPR bond principal and interest.

Assigned fund balances are those that the government intends to use for a specific purpose, but for which the use is not legislatively mandated. The distinction between these classifications results from whether there is a statutory restriction on certain amounts contained within the fund. At June 30, 2015, the Department reported no assigned fund balances.

Unassigned fund balances are the residual classification for the General Fund. A negative amount indicates that restricted and committed amounts exceed the available modified accrual basis fund balance. At June 30, 2015, the Department's unassigned fund balances represented the deficit fund balances reported by Coleman Bridge Fund, Powhite Parkway Extension Fund and ARRA Project Fund. Additional disclosure for these deficit fund balances are provided in note 5 – Deficit Fund Balances.

3. TOLL FACILITIES

The Department operated two major toll facilities. Its responsibilities, as established by the respective trust indentures, are to construct, improve, operate and maintain the Powhite Parkway Extension Toll Road located in Chesterfield County, and the George P. Coleman Bridge across the York River connecting Gloucester and York Counties. The tolls and other revenues arising from the operation of these facilities are used to operate and maintain them, and satisfy interfund liabilities, bond interest and principal payment requirements. The activities for construction, maintenance and operation, maintenance repair and improvement of these toll facilities are accounted for in the Special Revenue Funds. The principal and interest payments for any related debt issues are accounted for in the Debt Service Funds.

4. COMMITMENTS

Operating Leases

VDOT is committed under various operating leases for land, floor space and equipment. In general, the leases are for three to four years with renewal options for another three to four year term. In most cases, VDOT expects these leases to be replaced by similar leases. Rental expense for the fiscal year ending June 30, 2015 was \$927,877. VDOT had, as of June 30, 2015, the following future minimum rental payments due under the above leases:

Operating Leases Minimum Payments	
2016	\$ 663,246
2017	373,483
2018	153,535
2019	74,870
2020	4,668
Subsequent To 2020	<u>140,040</u>
	<u>\$ 1,409,842</u>

Right of Way Obligations

The Department exercises its right of eminent domain to acquire property necessary to construct and improve highway systems. At the time of condemnation, the Department prepares a right of way certificate for payment to the applicable owner based on its assessment of fair market value. Owners involved in condemnation procedures may contest the Department's assessment of fair market value. Contested assessments result in a right of way certificate being released into the custody of the applicable court.

The Department has estimated that the right of way obligations, as of June 30, 2015, were \$720,200. This amount was not recorded in the accompanying financial statements because the Department is unable to determine the extent to which the total amounts ultimately awarded to the landowners may exceed the amount of right of way certificates payable. Additionally, title does not pass to the Department until acceptance of the certificate by the landowner. And likewise the Department may revoke their certificates prior to this passage.

Contractual Commitments

At June 30, 2015, the Department of Transportation had the following contractual commitments for various construction projects, maintenance contracts, and consultant services:

Construction Projects	\$ 1,543,804,360
Maintenance Contracts	805,217,686
Consultant Services	<u>1,224,246,014</u>
	<u><u>\$ 3,573,268,060</u></u>

Services on these contractual commitments have not been rendered; therefore, a liability has not been recognized in the financial statements.

At June 30, 2015, the Route 460 Funding Corporation of Virginia had no outstanding contractual commitments due to the cancellation of the comprehensive agreement between the Route 460 Funding Corporation of Virginia, VDOT, and U.S. 460 Mobility Partners LLC on June 15 2015.

5. DEFICIT FUND BALANCES

Powhite Parkway Extension Fund:

The Powhite Parkway Extension Fund had a deficit fund balance of \$32,768,803 at June 30, 2015. This cumulative deficit is attributable to construction costs and revenue shortfalls caused by a lower traffic volume than projected in the past.

The Department has incurred interfund obligations to meet operating costs and construction costs. At June 30, 2015, the Powhite Parkway Extension had the following interfund obligations:

Due to Toll Facilities Revolving Fund	\$ 34,090,280
Due to Construction Fund	<u>14,671,100</u>
Total Interfund Obligations	<u><u>\$ 48,761,380</u></u>

Coleman Bridge Fund:

The Coleman Bridge Fund had a deficit fund balance of \$30,859,390 at June 30, 2015. The original financing plan included an interfund loan from the Toll Facilities Revolving Fund for construction.

The Department incurred the following interfund obligations for construction costs and operating expenses at June 30, 2015:

Due to Toll Facilities Revolving Fund	\$ 39,200,365
Due to Construction Fund	110,000
Total Interfund Obligations	<u>\$ 39,310,365</u>

In addition to its interfund obligations, the Coleman Bridge Fund had bonds payable for \$16,725,000 at June 30, 2015. This obligation and the interfund liabilities listed above are to be paid from toll revenues.

ARRA Projects Fund:

The ARRA Projects Fund had a deficit fund balance of \$191,356 at June 30, 2015. This fund accounts for revenues and expenditures related to federal stimulus projects and grants. Funding for these projects is on a reimbursement basis from the federal government as part of the American Recovery and Reinvestment Act of 2009. This fund also has an interfund obligation due to the Construction Fund of \$6,000,000.

6. LONG-TERM LIABILITIES

The following schedules present the long-term liabilities of the Department as reported in the Government-wide Statement of Net Assets.

Governmental Activities	June 30, 2014	Increases	Decreases	June 30, 2015
Bonds Payable	\$ 2,927,637,021	\$ 277,357,190	\$(175,620,000)	\$3,029,374,211
Capital Leases	-	-	-	-
Notes Payable	50,165,000	-	(5,425,000)	44,740,000
Pollution Obligations	2,521,000	-	(238,000)	2,283,000
Compensated Absences	58,933,753	36,095,109	(37,584,644)	57,444,218
Totals	<u>\$ 3,039,256,774</u>	<u>\$ 313,452,299</u>	<u>\$(218,867,644)</u>	<u>\$3,133,841,429</u>

Commonwealth bonds are issued pursuant to Section 9 of Article X of the Constitution of

Virginia. Section 9(c) bonds are issued to finance capital projects which, when completed, will generate revenue to repay the debt. Section 9(c) bonds are tax-supported general obligation bonds and are backed by the full faith and credit of the Commonwealth. No other long-term debt obligations of the Virginia Department of Transportation are backed by the full faith and credit of the Commonwealth.

Section 9(d) bonds are revenue bonds that are not backed by the full faith and credit of the Commonwealth. The 9(d) Transportation Bonds (Primary Government) are payable solely from revenues or earnings, and other available sources of funds appropriated by the General Assembly. For example, some Section 9(d) bonds may be supported by state appropriations in whole or in part. Other 9(d) revenue bonds are payable from general revenues of the component units, or from revenues of specific revenue-producing capital projects.

Transportation Facilities Debt - Bonds Payable

At June 30, 2015, Transportation Facilities Bonds included \$16,725,000 of 9(c) general obligation bonds and \$3,012,649,211 of 9(d) revenue bonds. Section 9(c) principal and interest requirements for the current year totaled \$3.2 million. Section 9(d) principal and interest requirements for the current year totaled \$316.9 million.

The Section 9(c) transportation facilities bonds represent Coleman Bridge General Obligation Refunding Bonds, Series 2006A which were issued to partially refund Series 1996(A) 9(c) Transportation Facilities Bonds. The Section 9(d) Transportation Facilities Bonds were issued to fund the construction of State Route 28, U.S. Route 58, the Northern Virginia Transportation District Program, and the Oak Grove Connector (Chesapeake). The Commonwealth of Virginia Federal Highway Reimbursement Anticipation Notes, also a Section 9(d) debt, was issued to finance various capital transportation projects throughout the Commonwealth pursuant to the Virginia Transportation Act of 2000. The interest rates for these bonds range from 3.0 percent to 5.0 percent and the issuance date was September 28, 2005. Repayment of the Commonwealth of Virginia Federal Highway Reimbursement Anticipation Notes will be from appropriations of future cost reimbursements and payments received from the Federal Highway Administration for federal-aid projects.

The Capital Projects Revenue Bonds were issued to pay for certain costs of certain transportation projects in the Commonwealth. The interest rates for these bonds range from 2.0 percent to 5.0 percent. The issuance dates range from May 26, 2010 to December 3, 2014. The GARVEES were issued to pay for costs incurred or to be incurred for construction or funding of eligible projects designated by the Transportation Board. The interest rates for these bonds range from 1.0 percent to 5.0 percent and the issuance dates range from March 15, 2012 to November 21, 2013.

On December 3, 2014, the Commonwealth Transportation Board issued \$274,980,000 of Commonwealth of Virginia Capital Projects Transportation Revenue Bonds, Series 2014. Series 2014 will be maturing in annual installments on May 15 in the years 2015 to 2039 and interests are payable on May 15 and November 15 at rates varying from 2.000 percent to

5.000 percent. The net proceeds of the Series 2014 bonds will be used to pay for the costs of certain transportation projects in the Commonwealth and certain costs related to the issuance of the 2014 bonds.

The following schedule details the annual funding requirements necessary to repay the Department's combined bonds issues:

Maturity	Principal	Interest	Total
2016	\$ 186,410,000	\$ 139,858,841	\$ 326,268,841
2017	163,895,000	131,639,526	295,534,526
2018	170,940,000	123,846,194	294,786,194
2019	173,850,000	116,177,076	290,027,076
2020	156,175,000	108,145,246	264,320,246
2021-2025	784,185,000	433,419,409	1,217,604,409
2026-2030	667,765,000	255,612,440	923,377,440
2031-2035	566,315,000	118,131,088	684,446,088
2036-2039	182,420,000	13,146,475	195,566,475
Subtotal	3,051,955,000	1,439,976,295	4,491,931,295
Less Unaccrued Capital Appreciation Bonds	(22,580,789)	-	(22,580,789)
Total	\$ 3,029,374,211	\$ 1,439,976,295	\$ 4,469,350,506

Detail of Bonds Payable

Series	Amount Issued	Outstanding June 30, 2014	Issued- (Retired) During Year	Outstanding June 30, 2015	Maturity
Section 9(c) Debt General					
Obligation Bonds					
Coleman Bridge					
Series 2006 Refunding	\$ 31,880,000	\$ 19,130,000	\$ (2,405,000)	\$ 16,725,000	06/01/15-21
Section 9(d) Debt-					
Transportation Revenue Bonds					
Route 28 Corridor					
Series 2002A CAB	36,823,667	47,977,021	2,377,190	50,354,211	04/01/15-27
Series 2012A	50,620,000	39,550,000	(5,600,000)	33,950,000	04/01/15-32
Capital Project Revenue Bonds					
Series 2010(A-1)	85,515,000	30,570,000	(14,985,000)	15,585,000	05/15/15-16
Series 2010(A-2)	407,150,000	407,150,000	-	407,150,000	05/15/15-35
Series 2011	600,000,000	567,585,000	(15,400,000)	552,185,000	05/15/15-36
Series 2012	600,000,000	572,150,000	(14,020,000)	558,130,000	05/15/15-36
Series 2014	274,980,000	-	(2,855,000)	272,125,000	05/15/15-39
U.S. Route 58 Corridor Development					
Series 2006(C)	63,460,000	63,460,000	-	63,460,000	05/15/15-26
Series 2007(B)	83,955,000	65,080,000	(11,780,000)	53,300,000	05/15/15-19
Series 2012(B)	37,700,000	23,505,000	(5,505,000)	18,000,000	05/15/15-18
Series 2014(B)	143,390,000	143,390,000	(17,320,000)	126,070,000	05/15/15-22

Detail Bonds Payable Continues

Series	Amount Issued	Outstanding June 30, 2014	Issued- (Retired) During Year	Outstanding June 30, 2015	Maturity
Northern Virginia Transportation District Program					
Series 2006(B)	20,020,000	20,020,000	(1,805,000)	18,215,000	05/15/15-26
Series 2007(A)	39,115,000	23,720,000	(3,465,000)	20,255,000	05/15/15-20
Series 2009(A-2)	60,950,000	60,950,000	(2,210,000)	58,740,000	05/15/15-34
Series 2012(A)	86,430,000	67,845,000	(7,000,000)	60,845,000	05/15/15-27
Series 2014(A)	54,645,000	54,645,000	(7,040,000)	47,605,000	05/15/15-22
Oak Grove Connector (Chesapeake)					
Series 2006(A)	23,160,000	14,390,000	(1,505,000)	12,885,000	05/15/15-22
Section 9(d) Debt- Federal					
Highway/Transportation Reimbursement					
Anticipation Notes					
Series 2005	250,000,000	59,095,000	(28,835,000)	30,260,000	10/01/15-16
GARVEE Revenue Bonds					
Series 2012(A)	297,590,000	270,085,000	(14,735,000)	255,350,000	09/15/15-28
Series 2012(B)	120,625,000	112,575,000	(6,335,000)	106,240,000	09/15/15-27
Series 2013(A)	273,390,000	264,765,000	(12,820,000)	251,945,000	09/15/15-28
Total Bonds Payable		<u>\$ 2,927,637,021</u>	<u>\$ (173,242,810)</u>	<u>\$ 3,029,374,211</u>	

Detail of Bonds Payable - Interest Rates

<u>Series</u>	<u>Interest Rates</u>
Coleman Bridge	
Series 2006 Revenue Refunding Bonds	3.875%-5.000%
Route 28 Corridor	
Series 2002 Capital Appreciating Bond	4.630%-5.050%
Series 2012 Revenue Refunding Bonds	2.000%-5.000%
Capital Project Revenue Bonds	
Series 2010(A-1)	2.500%-5.000%
Series 2010(A-2)	3.850%-5.350%
Series 2011	2.250%-5.250%
Series 2012	3.000%-5.000%
Series 2014	2.000%-5.000%
U.S. Route 58 Corridor Development	
Series 2006(C)	5.0%
Series 2007(B)	5.00%
Series 2012(B)	2.000%-5.000%
Series 2014(B)	3.000%-5.000%
Northern Virginia Transportation District Program	
Series 2006(B)	4.250%-5.0%
Series 2007(A)	4.00%-5.00%
Series 2009(A-2)	3.900%-5.950%
Series 2012(A)	2.500%-5.000%
Series 2014(A)	3.000%-5.000%
Oak Grove Connector (Chesapeake)	
Series 2006(A)	4.250%-5.000%
Federal Highway Reimbursement Anticipation Notes	
Series 2000	4.45%-5.75%
Series 2002	2.00%-5.00%
Series 2005	3.000%-5.000%
GARVEE Revenue Notes	
Series 2012(A)	2.000%-5.000%
Series 2012(B)	1.000%-5.000%
Series 2013(A)	4.000%-5.000%

The following schedules detail the annual funding requirements necessary to repay the Department's individual bonds issues:

**Coleman Bridge General Obligation Refunding Bonds, Series 2006
Debt Service Requirement to Maturity**

Maturity	Principal	Interest	Total
2016	\$ 2,520,000	\$ 665,850	\$ 3,185,850
2017	2,620,000	568,200	3,188,200
2018	2,730,000	463,400	3,193,400
2019	2,840,000	354,200	3,194,200
2020	2,950,000	240,600	3,190,600
2021-2021	3,065,000	122,600	3,187,600
Total	\$ 16,725,000	\$ 2,414,850	\$ 19,139,850

**Route 28 Transportation Contract Revenue Refunding Current
Interest Bonds Series 2012 (CIB)**

Maturity	Principal	Interest	Total
2016	\$ 5,820,000	\$ 1,392,819	\$ 7,212,819
2017	6,055,000	1,160,019	7,215,019
2018	6,355,000	857,269	7,212,269
2019	-	539,519	539,519
2020	-	539,519	539,519
2021-2025	-	2,697,594	2,697,594
2026-2030	9,100,000	2,429,994	11,529,994
2031-2034	6,620,000	340,738	6,960,738
Total	\$ 33,950,000	\$ 9,957,469	\$ 43,907,469

**Route 28 Transportation Contract Revenue Capital Appreciation
New Money Bonds Series 2012**

Maturity	Principal	Interest	Total
2016	\$ -	\$ -	\$ -
2017	-	-	-
2018	-	-	-
2019	8,100,000	-	8,100,000
2020	8,100,000	-	8,100,000
2021-2025	40,525,000	-	40,525,000
2026-2030	16,210,000	-	16,210,000
Total	72,935,000	-	72,935,000
Less			
Unaccreted			
Capital			
Appreciation			
Bonds	(22,580,789)	-	(22,580,789)
Total	\$ 50,354,211	\$ -	\$ 50,354,211

Transportation Capital Projects Revenue Bonds, Series 2010A-1

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 15,585,000	\$ 779,250	\$ 16,364,250
Total	\$ 15,585,000	\$ 779,250	\$ 16,364,250

Transportation Capital Projects Revenue Bonds, Series 2010A-2

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ -	\$ 20,351,593	\$ 20,351,593
2017	15,945,000	20,351,593	36,296,593
2018	16,355,000	19,737,710	36,092,710
2019	16,815,000	19,067,155	35,882,155
2020	17,300,000	18,360,925	35,660,925
2021-2025	94,810,000	79,875,218	174,685,218
2026-2030	111,915,000	54,228,938	166,143,938
2031-2035	134,010,000	22,032,370	156,042,370
Total	\$ 407,150,000	\$ 254,005,500	\$ 661,155,500

Transportation Capital Projects Revenue Bonds, Series 2011

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 16,170,000	\$ 25,942,363	\$ 42,112,363
2017	16,975,000	25,133,863	42,108,863
2018	17,825,000	24,285,113	42,110,113
2019	18,225,000	23,884,050	42,109,050
2020	19,135,000	22,972,800	42,107,800
2021-2025	109,870,000	100,679,925	210,549,925
2026-2030	138,810,000	71,740,250	210,550,250
2031-2035	174,880,000	35,669,750	210,549,750
2036-2036	40,295,000	1,813,275	42,108,275
Total	\$ 552,185,000	\$ 332,121,388	\$ 884,306,388

Transportation Capital Projects Revenue Bonds, Series 2012

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 14,725,000	\$ 25,555,250	\$ 40,280,250
2017	15,460,000	24,819,000	40,279,000
2018	16,230,000	24,046,000	40,276,000
2019	17,045,000	23,234,500	40,279,500
2020	17,895,000	22,382,250	40,277,250
2021-2025	103,830,000	97,560,750	201,390,750
2026-2030	131,485,000	69,908,200	201,393,200
2031-2035	165,490,000	35,898,950	201,388,950
2036-2037	75,970,000	4,588,000	80,558,000
Total	\$ 558,130,000	\$ 327,992,900	\$ 886,122,900

Transportation Capital Projects Revenue Bonds, Series 2014

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 6,400,000	\$ 11,824,950	\$ 18,224,950
2017	6,655,000	11,568,950	18,223,950
2018	6,990,000	11,236,200	18,226,200
2019	7,340,000	10,886,700	18,226,700
2020	7,705,000	10,519,700	18,224,700
2021-2025	44,705,000	46,419,750	91,124,750
2026-2030	56,820,000	34,307,100	91,127,100
2031-2035	69,355,000	21,771,200	91,126,200
2036-2039	66,155,000	6,745,200	72,900,200
Total	\$ 272,125,000	\$ 165,279,750	\$ 437,404,750

Federal Transportation Grants Anticip Revenue Notes, Series 2012A

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 15,470,000	\$ 11,742,688	\$ 27,212,688
2017	16,170,000	11,044,488	27,214,488
2018	16,875,000	10,337,813	27,212,813
2019	17,700,000	9,509,563	27,209,563
2020	18,555,000	8,659,588	27,214,588
2021-2025	107,035,000	29,022,413	136,057,413
2026-2029	63,545,000	4,488,281	68,033,281
Total	\$ 255,350,000	\$ 84,804,831	\$ 340,154,831

Federal Transportation Grants Anticip Revenue Notes, Series 2012B

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 6,140,000	\$ 5,127,150	\$ 11,267,150
2017	7,085,000	4,875,725	11,960,725
2018	6,880,000	4,543,950	11,423,950
2019	7,645,000	4,204,875	11,849,875
2020	7,100,000	3,837,875	10,937,875
2021-2025	44,655,000	13,026,050	57,681,050
2026-2029	26,735,000	2,029,375	28,764,375
Total	\$ 106,240,000	\$ 37,645,000	\$ 143,885,000

Federal Transportation Grants Anticip Revenue Notes, Series 2013A

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 13,470,000	\$ 12,290,500	\$ 25,760,500
2017	14,145,000	11,610,625	25,755,625
2018	14,865,000	10,894,500	25,759,500
2019	15,620,000	10,144,425	25,764,425
2020	16,405,000	9,357,100	25,762,100
2021-2025	95,325,000	33,477,375	128,802,375
2026-2029	82,115,000	8,039,925	90,154,925
Total	\$ 251,945,000	\$ 95,814,450	\$ 347,759,450

U.S. Route 58 Transportation Revenue Refunding Bonds, Series 2006C

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ -	\$ 3,173,000	\$ 3,173,000
2017	-	3,173,000	3,173,000
2018	-	3,173,000	3,173,000
2019	-	3,173,000	3,173,000
2020	-	3,173,000	3,173,000
2021-2025	56,780,000	11,017,250	67,797,250
2026-2026	6,680,000	334,000	7,014,000
Total	\$ 63,460,000	\$ 27,216,250	\$ 90,676,250

U.S. Route 58 Transportation Revenue Refunding Bonds, Series 2007B

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 12,365,000	\$ 2,665,000	\$ 15,030,000
2017	12,985,000	2,046,750	15,031,750
2018	13,635,000	1,397,500	15,032,500
2019	14,315,000	715,750	15,030,750
Total	\$ 53,300,000	\$ 6,825,000	\$ 60,125,000

U.S. Route 58 Transportation Revenue Refunding Bonds, Series 2012B

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 5,730,000	\$ 652,200	\$ 6,382,200
2017	6,015,000	365,700	6,380,700
2018	6,255,000	125,100	6,380,100
Total	\$ 18,000,000	\$ 1,143,000	\$ 19,143,000

U.S. Route 58 Transportation Revenue Refunding Bonds, Series 2014B

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 17,835,000	\$ 6,303,500	\$ 24,138,500
2017	18,730,000	5,411,750	24,141,750
2018	19,665,000	4,475,250	24,140,250
2019	20,650,000	3,492,000	24,142,000
2020	21,680,000	2,459,500	24,139,500
2021-2025	27,510,000	1,882,000	29,392,000
Total	\$ 126,070,000	\$ 24,024,000	\$ 150,094,000

**Northern Virginia Transportation Program
Transportation Revenue Refunding Bonds Series 2006B**

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 1,880,000	\$ 896,650	\$ 2,776,650
2017	-	816,750	816,750
2018	2,055,000	816,750	2,871,750
2019	2,160,000	714,000	2,874,000
2020	-	606,000	606,000
2021-2025	8,190,000	2,699,000	10,889,000
2026-2029	3,930,000	196,500	4,126,500
Total	\$ 18,215,000	\$ 6,745,650	\$ 24,960,650

**Northern Virginia Transportation Program
Transportation Revenue Refunding Bonds Series 2007A**

Debt Service Requirements to Maturity

Maturity	Principal	Interest	Total
2016	\$ 3,650,000	\$ 925,650	\$ 4,575,650
2017	3,845,000	743,150	4,588,150
2018	4,050,000	550,900	4,600,900
2019	4,265,000	348,400	4,613,400
2020	4,445,000	177,800	4,622,800
Total	\$ 20,255,000	\$ 2,745,900	\$ 23,000,900

**Northern Virginia Transportation Program
Transportation Revenue Bonds (Taxable Bonds) Series 2009A-2
Debt Service Requirements to Maturity**

Maturity	Principal	Interest	Total
2016	\$ 2,265,000	\$ 3,219,609	\$ 5,484,609
2017	2,325,000	3,126,178	5,451,178
2018	2,390,000	3,026,203	5,416,203
2019	2,460,000	2,918,653	5,378,653
2020	2,535,000	2,801,803	5,336,803
2021-2025	14,020,000	11,945,223	25,965,223
2026-2030	16,785,000	7,754,603	24,539,603
2031-2034	15,960,000	2,418,080	18,378,080
Total	\$ 58,740,000	\$ 37,210,349	\$ 95,950,349

**Northern Virginia Transportation Program
Transportation Revenue Refunding Bonds Series 2012A
Debt Service Requirements to Maturity**

Maturity	Principal	Interest	Total
2016	\$ 7,280,000	\$ 2,605,538	\$ 9,885,538
2017	9,590,000	2,241,538	11,831,538
2018	8,030,000	1,762,038	9,792,038
2019	8,430,000	1,360,538	9,790,538
2020	1,620,000	939,038	2,559,038
2021-2025	22,260,000	2,243,263	24,503,263
2026-2030	3,635,000	155,275	3,790,275
Total	\$ 60,845,000	\$ 11,307,225	\$ 72,152,225

**Northern Virginia Transportation Program
Transportation Revenue Refunding Bonds Series 2014A
Debt Service Requirements to Maturity**

Maturity	Principal	Interest	Total
2016	\$ 7,260,000	\$ 2,380,250	\$ 9,640,250
2017	7,630,000	2,017,250	9,647,250
2018	8,010,000	1,635,750	9,645,750
2019	8,405,000	1,235,250	9,640,250
2020	8,830,000	815,000	9,645,000
2021-2022	7,470,000	438,250	7,908,250
Total	\$ 47,605,000	\$ 8,521,750	\$ 56,126,750

**Transportation Improvement Program Set-aside Fund
Oak Grove Connector (City of Chesapeake)
Transportation Program Revenue Refunding Bonds Series 2006A
Debt Service Requirements to Maturity**

Maturity	Principal	Interest	Total
2016	\$ 1,585,000	\$ 644,250	\$ 2,229,250
2017	1,665,000	565,000	2,230,000
2018	1,745,000	481,750	2,226,750
2019	1,835,000	394,500	2,229,500
2020	1,920,000	302,750	2,222,750
2021-2022	4,135,000	312,750	4,447,750
Total	<u>\$ 12,885,000</u>	<u>\$ 2,701,000</u>	<u>\$ 15,586,000</u>

**Federal Highway Reimbursement Anticipation Notes
Series 2005**

Debt Service Requirements to Maturity			
Maturity	Principal	Interest	Total
2016	\$ 30,260,000	\$ 720,783	\$ 30,980,783
Total	<u>\$ 30,260,000</u>	<u>\$ 720,783</u>	<u>\$ 30,980,783</u>

ROUTE 460 FUNDING CORPORATION OF VIRGINIA

Route 460 Funding Corporation of Virginia bonds (Senior Lien Bonds, Series 2012) were issued pursuant to the Indenture between the Corporation, the Trustee, and the Virginia Transportation Infrastructure Bank (VTIB). Senior Lien Bonds, Series 2012 have been issued to pay a portion of the costs of the design, construction, and financing of the Project including, without limitation, to pay interest payable on the series 2012A bonds through January 1, 2018 and to pay certain costs of issuance of the Series 2012 Senior Lien Bonds or as otherwise permitted by the Indenture. These bonds are retired through the use of toll revenues.

The Series 2012 Senior Lien Bonds are limited obligations of the Corporation secured by and payable solely from the Trust Estate created under the Indenture. The Series 2012 Senior Lien Bonds do not constitute a debt of the Commonwealth of Virginia or any political subdivision thereof. Neither the Commonwealth nor any political subdivision thereof (including the Virginia Department of Transportation or Commonwealth Transportation Board) will be obligated to pay the Series 2012 Senior Lien Bonds or the interest thereon or others costs incident thereof and neither the faith and credit nor the taxing power of the Commonwealth or any political subdivision thereof is pledged to the payment of the principal of, the interest on, or the accreted value of, as applicable, the Series 2012 Senior Lien Bonds.

On June 15, 2015 the Virginia Department of Transportation terminated for convenience, the Comprehensive Agreement between the Corporation, VDOT and U.S. 460 Mobility Partners,

LLC. Per section 20.03 of the Comprehensive Agreement, as a result of this termination for convenience VDOT will remit to the Corporation in FY 2016, a convenience termination payment. The termination of the Comprehensive Agreement resulted in an extraordinary mandatory redemption of the bonds which is scheduled to close in September 2015. As a result, the entire balance of the bonds payable is classified as current.

At June 30, 2015, Route 460 Funding Corporation of Virginia (non-major enterprise) bonds included \$231,600,000 million of Current Interest bonds, \$61,761,230 million of Capital Appreciation bonds, \$18,589,523 million of Unamortized Premium on Bonds, and \$8,158,759 million of accreted value in Capital Appreciation bonds. No principal payments were required for fiscal year 2015; however, interest payments of \$11,725,913 million were paid during fiscal year 2015. An interest payment of \$5,862,956 million is due July 1, 2015, and is therefore recorded as accrued interest payable.

On December 20, 2012, the Route 460 Funding Corporation of Virginia issued \$231,600,000 of Toll Road Senior Revenues Bonds (Current Interest Bonds), Series 2012A with Bonds Premium of \$19,960,118. Series 2012A will be maturing in annual installments on July 1 in the years 2045 to 2052 and interest is payable on January 1 and July 1 at rates varying from 5.000% to 5.125% beginning July 1, 2014 through July 1, 2052. The proceeds of the series 2012A bonds will be used to pay a portion of the costs of the design, construction, and financing of the Project including, without limitation, to pay interest payable on the series 2012A bonds through January 1, 2018 and to pay certain costs of issuance of the Series 2012 Senior Lien Bonds or as otherwise permitted by the Indenture.

On December 20, 2012, the Route 460 Funding Corporation of Virginia issued \$61,761,230 of Toll Road Senior Revenues Bonds (Capital Appreciation Bonds), Series 2012B. Series 2012B will be maturing in annual installments on July 1 in the years 2024 to 2045. The Series 2012B Bonds will not bear current interest but each Series 2012B will accrete in value, compounded semiannually from its date of issuance on January 1 and July 1 at interest rates varying from 3.960% to 5.240% and interest will be payable only upon maturity or early redemption date. The proceeds of the series 2012B bonds will be used to pay a portion of the costs of the design, construction, and financing of the Project including, without limitation, and to pay certain costs of issuance of the Series 2012 Senior Lien Bonds or as otherwise permitted by the Indenture.

The following schedule details the annual funding requirements necessary to repay the Corporation's combined bonds issues:

Maturity	Principal	Interest	Total
2016	\$ -	\$ 11,725,913	\$ 11,725,913
2017	-	11,725,913	11,725,913
2018	-	11,725,913	11,725,913
2019	-	11,725,913	11,725,913
2020	-	11,725,913	11,725,913
2021-2025	90,000	58,629,562	58,719,562
2026-2030	16,420,000	58,629,562	75,049,562
2031-2035	36,250,000	58,629,562	94,879,562
2036-2040	59,035,000	58,629,562	117,664,562
2041-2045	87,035,000	58,629,561	145,664,561
2046-2050	132,165,000	46,666,276	178,831,276
2051-2053	114,870,000	8,878,250	123,748,250
Subtotal	445,865,000	407,321,900	853,186,900
Add:			
Premium on bonds payable	18,589,523	-	18,589,523
Less: unaccreted capital capital appreciation bonds	(144,345,011)	-	(144,345,011)
Total	<u>\$ 320,109,512</u>	<u>\$ 407,321,900</u>	<u>\$ 727,431,412</u>

Detail of Bonds Payable

Series	Amount Issued	Outstanding June 30, 2014	Issued- (Retired) During Year	Outstanding June 30, 2015	Maturity
Toll Road Senior Lien Revenue Bonds					
Series 2012A - face value	\$ 231,600,000	\$ 231,600,000	\$ -	\$ 231,600,000	07/01/15-52
Series 2012A - Premium	19,960,118	19,131,141	(541,618)	18,589,523	07/01/15-52
Series 2012B CAB	61,761,230	66,573,920	3,346,069	69,919,989	07/01/15-45
Total Bonds Payable		<u>\$ 317,305,061</u>	<u>\$ 2,804,451</u>	<u>\$ 320,109,512</u>	

Detail of Bonds Payable - Interest Rates

<u>Series</u>	<u>Interest Rates</u>
Toll Road Senior Lien Revenue Bonds	
Series 2012A	5.000%-5.125%
Series 2012B CAB	2.960%-5.240%

The following schedules detail the annual funding requirements necessary to repay the Corporation's individual bonds issues:

**Debt Service Requirements to Maturity
Route 460 Funding Corporation of Virginia Toll Road
Senior Lien Revenue Bond Series 2012A**

<u>Maturity</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ -	\$ 11,725,913	\$ 11,725,913
2017	-	11,725,913	11,725,913
2018	-	11,725,913	11,725,913
2019	-	11,725,913	11,725,913
2020	-	11,725,913	11,725,913
2021-2025	-	58,629,562	58,629,562
2026-2030	-	58,629,562	58,629,562
2031-2035	-	58,629,562	58,629,562
2036-2040	-	58,629,562	58,629,562
2041-2045	-	58,629,561	58,629,561
2046-2050	116,730,000	46,666,276	163,396,276
2051-2053	114,870,000	8,878,250	123,748,250
Subtotal	231,600,000	407,321,900	638,921,900
Bonds Premium	18,589,523	-	18,589,523
Total	\$ 250,189,523	\$ 407,321,900	\$ 657,511,423

Debt Service Requirements to Maturity
Route 460 Funding Corporation of Virginia Toll Road
Senior Lien Revenue Bond Series 2012B

Maturity	Principal	Interest	Total
2016	\$ -	\$ -	\$ -
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021-2025	90,000	-	90,000
2026-2030	16,420,000	-	16,420,000
2031-2035	36,250,000	-	36,250,000
2036-2040	59,035,000	-	59,035,000
2041-2045	87,035,000	-	87,035,000
2046-2050	15,435,000	-	15,435,000
2051-2053	-	-	-
Subtotal	214,265,000	-	214,265,000
Less: unaccreted capital appreciation bonds	(144,345,011)	-	(144,345,011)
Total	<u>\$ 69,919,989</u>	<u>\$ -</u>	<u>\$ 69,919,989</u>

Line of Credit for Route 460 Funding Corporation of Virginia

The Virginia Transportation Infrastructure Bank has established a revolving line of credit for the benefit of the Route 460 Funding Corporation of Virginia and the trustee not to exceed \$80,000,000 at 3.31%. Amounts issued under this line of credit will be designated as “Toll Road Junior Lien Revenue Bond Series 2012C”. In the event of issue, the Series 2012C bond is a Junior Lien Bond within the meaning of the Master Indenture and payable from and secured by the Trust Estate in accordance with the terms of the Master Indenture and the Second Supplemental Indenture. It will be paid from the Junior Lien Bond Fund and payable from and secured by the Trust Estate. In the event the Series 2012C bonds are issued, the bonds are junior to any Senior Lien bonds and any subordinate lien bonds including without limitation, the Corporation’s Toll Road Senior Lien Revenue Bonds, Series 2012A and Series 2012B. The term of the line of credit commenced on the date the series 2012A and 2012B bonds were issued, December 20, 2012. The term will continue until the earliest of, the repayment or defeasance of the Series 2012A and 2012B bonds, the provisions for release as set forth in the Master Indenture, the Comprehensive Agreement or otherwise have been satisfied in full and the 35th anniversary of the substantial completion date. In no event will the term end any later than 40 years from the date of the issuance of the Series 2012A and Series 2012B bonds. The Corporation has no outstanding amounts under this line of credit as of June 30, 2015.

Bond/Note Defeasance

In prior years, the Department defeased certain general obligation and revenue bonds and notes by placing the surplus trust funds and refunding bond proceeds in irrevocable trusts to provide for all future debt service payments on refunded bonds. Accordingly, the trust accounts' assets and liabilities for the defeased bonds and notes were not reported in the Department's financial statements. For the fiscal year ending June 30, 2015, the outstanding balances of defeased notes are as follows:

<u>Issue</u>	<u>Outstanding at June 30, 2015</u>
Camp 30 Commonwealth of Virginia Lease Revenue Bond, Series 2006	\$ 66,075,000
Total:	\$66,075,000

Arbitrage Rebate

The Internal Revenue Code of 1986 requires that governmental entities issuing debt subsequent to August 1986, calculate arbitrage rebate earnings to the federal government. Rebate payments, if required, are due at least once every five years until the bond proceeds have been fully used for their intended purpose. Governmental entities must comply with the regulations in order for their bonds to maintain a tax-exempt status.

The regulations require the excess of the aggregate amounts earned on investments purchased with bond proceeds over a rate equal to the bond yield be rebated to the federal government. Income earned on amounts reserved for the arbitrage rebate is also subject to rebate.

During the year, the Virginia Department of Transportation did not incur or make any payments associated with the rebate liability to the federal government on Transportation Facilities Bonds.

Notes Payable

At June 30, 2015, Transportation Facilities Notes included \$44,740,000 of 9(d) Camp 30 revenue notes. Principal and interest requirements for the current year totaled \$7,824,750.

Camp 30

The 9(d) Camp 30 revenue notes represent the Camp 30 Notes, Series 2014 which were issued to defease the Camp 30 Notes, Series 2006 and to finance the costs of issuance of the Series 2014 Bonds.

The following schedule details the annual funding requirements necessary to repay the Department's combined note issues:

Debt Service Requirements to Maturity				
Maturity	Principal	Interest	Total	
2016	\$ 5,590,000	\$ 2,237,000	\$ 7,827,000	
2017	5,870,000	1,957,500	7,827,500	
2018	6,165,000	1,664,000	7,829,000	
2019	6,470,000	1,355,750	7,825,750	
2020	6,795,000	1,032,250	7,827,250	
2021-2022	13,850,000	1,028,250	14,878,250	
Total	\$ 44,740,000	\$ 9,274,750	\$ 54,014,750	

Detail of Notes Payable - Interest Rates

<u>Series</u>	<u>Interest Rates</u>
Camp 30 Notes Payable, Series 2014	1.000%-5.000%

Compensated Absences

Compensated absences represent the amounts of vacation, sick, compensatory leave and disability credits earned by the employees of the Department, but not yet taken at June 30 of the reported fiscal year. The amount reflects all earned vacation, sick and compensatory leave payable under the Commonwealth of Virginia's leave payout policy upon employment termination. Also included in the liability is the Department's share of the FICA taxes on leave balances for which employees will be compensated. Compensated absences are recorded as current and long-term debt in the Government-wide statements.

At June 30, 2015, the reported balances for compensated absences were as follows:

Due Within One Year	\$	33,615,634
Due Greater Than One Year		23,828,584
	\$	57,444,218

Pollution Remediation Obligations

At June 30, 2015, the Department reported \$2,283,000 of pollution remediation obligations, of which \$389,500 is due within one year. This estimated future obligation is based on professional consultant estimates and/or historical project expenses of similar projects; however, there is the potential for change in estimates due to price increase or reductions, technology, or applicable laws and regulations. The estimated pollution remediation liability relates to the anticipated cost of waste investigation and removal, cleanup activities relating to leakage of underground storage tanks, soil and groundwater contamination investigation and cleanup and asbestos abatement. Some groundwater contamination pollution remediation outlays could not reasonably be estimated by the Department as of June 30, 2015.

7. FUND EQUITY RESERVES

At June 30, 2015, the Department's fund balances restricted for debt financed road construction were as follows:

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>
Restricted for:		
Construction	\$ 638,331,649	\$ -
Capital Acquisition (Camp 30)	5,608,053	-
Infrastructure Bank	323,731,807	-
Bond interest and sinking fund	-	44,636,124
	<u>\$ 967,671,509</u>	<u>\$ 44,636,124</u>

8. CONTINGENCIES

Grants and Contracts

Federal programs in which the Department participates are audited in accordance with the provisions of the U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments (Circular). Pursuant to the provisions of Circular A-133, all major programs and certain other programs are tested for compliance with applicable grant requirements. The provisions of this Circular do not limit the authority of federal agencies or other federal audit officials to make, or contract for, audits and evaluations of federal financial assistance programs. As a result, final expenditure reports of grants and contracts submitted to granting agencies in current and prior years are subject to audit and adjustment by such agencies. The effect of such adjustments, if any, is not determinable at this time.

Litigation

The Department is involved in continuing litigation related to construction of roadways, repairs to roadways and transportation facilities damaged by outside parties, and accident claims involving state operated and privately owned motor vehicles. The Department is named as a party in legal proceedings and investigations that occur in the normal course of its operations, some involving substantial amounts. It is not possible at the present time to estimate ultimate outcome or liability, if any, of the Department in respect to the various proceedings. However, it is believed that any ultimate liability resulting from these suits or investigations will not have any material, adverse effect on the financial condition of the Department.

Risk Management

The Department is exposed to various risks of loss related to torts; theft or damage to and destruction of assets; errors and omissions; non-performance of duty; injuries to employees; and natural disasters. The Department participates in insurance plans maintained by the Commonwealth of Virginia. The state employee health care and worker's compensation plans are administered by the Department of Human Resource Management and the risk management insurance plans are administered by the Department of Treasury, Division of Risk Management. Risk management insurance includes property, general liability, medical malpractice, faithful performance of duty bond, automobile, and air and watercraft plans. VDOT pays premiums to each of these departments for its insurance coverage. Information relating to the Commonwealth's insurance plans is available at the state-wide level in the Commonwealth of Virginia's Comprehensive Annual Financial Report.

9. INTERFUND ASSETS/LIABILITIES

Due from / to Other Funds: Due from Other Funds are amounts to be received from one fund by another fund for goods sold or services rendered. Due to Other Funds are amounts owed by one fund to another fund for goods purchased or service obtained.

At June 30, 2015, the Department had the following interfund assets and liabilities:

Fund	Due To	Due From
<u>Highway Maintenance and Operating Fund</u>		
To Priority Transportation	\$ 33,300,000	\$ -
To Toll Facilities Revolving	21,105,000	-
	54,405,000	-
<u>Construction Fund</u>		
To Toll Facilities Revolving	62,502,704	-
To Federal Fund	21,304,820	-
To Priority Transportation	15,529,253	
From Powhite	-	14,671,100
From ARRA	-	6,000,000
From Federal Fund	-	43,546,825
From Coleman Bridge	-	110,000
	99,336,777	64,327,925
<u>Toll Facilities Revolving Fund</u>		
From Coleman	-	39,200,365
From Highway Maintenance and Operating	-	21,105,000
From Construction	-	62,502,704
From Powhite	-	34,090,280
	-	156,898,349
<u>Federal Fund</u>		
From Construction	-	21,304,820
To Construction	43,546,825	-
	43,546,825	21,304,820
<u>Coleman Bridge Fund</u>		
To Toll Facilities Revolving	39,200,365	-
To Construction	110,000	-
	39,310,365	-
<u>Powhite Fund</u>		
To Toll Facilities Revolving	34,090,280	-
To Construction	14,671,100	-
	48,761,380	-
<u>ARRA Projects Fund (ARRA)</u>		
To Construction	6,000,000	-
	6,000,000	-
<u>Priority Transportation</u>		
From Highway Maintenance and Operating	-	33,300,000
From Construction	-	15,529,253
	-	48,829,253
<u>Special Revenue Fund</u>		
Total Interfund Receivables	\$ 291,360,347	\$ 291,360,347

10. TRANSFERS

Transfer To (From) Other State Agencies

In accordance with the Acts of Assembly, certain state agencies collect revenue or provide services for the benefit of the Department. The Department is required by law to transfer funds to other agencies for those services. The cost of these services is recorded as either a direct expenditure to the Department's programs or as a program expenditure of the agency providing the service. When an agency treats the cost as its program expenditure, the Department shows the cost of such service as a "transfer to other state agencies" in the Other Financing Sources (Uses) category. The schedules below listed the expenditures and transfers for the fiscal year ending June 30, 2015.

The cost of services provided by other agencies and recorded as an expenditure of the Department's programs:

<u>Agency</u>	<u>Total</u>
Governor's Office	\$ 143,349
Department of Emergency Management	1,167,169
Department of Motor Vehicles	14,550,886
Department of State Police	8,049,817
Secretary of Transportation	848,087
State Inspector General	1,286,539
Department of Education	234,634
Department of Small Business & Supply Diversity	651,495
Department of Historic Resources	100,000
Total Program Expenditures	<u><u>\$ 27,031,976</u></u>

General fund budget transfers, cost of services provided by other agencies recorded as a transfer by the Department, and transfers from other agencies:

General Fund:	
DMV-Chesapeake Bay Initiatives	\$ 7,416,469
Indirect Costs	3,028,317
Department of Rail and Public Transportation	137,327,037
Department of Accounts - Accelerated Tax	(18,743,140)
Department of Accounts	32,573,397
Department of General Services	388,254
Marine Resources Commission	313,768
Department of Emergency Management	(6,250,397)
Department of Motor Vehicles	(7,402,267)
Virginia Port Authority	5,110,994
Department of Aviation	527,357
Department of the Treasury	183,023
Department of Historic Resources	45,503
Commercial Space Flight Authority	15,800,000
Department of Environmental Quality	187,443
DMV Agric. & Consumer Services	97,586
Total	<u><u>\$ 170,603,344</u></u>

Interfund Transfers

The Department recorded the following interfund transfers for the fiscal year 2015:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Special Revenue Funds		
<u>Highway Maintenance & Operating (HMO)</u>		
From Surplus	\$ 4,094,944	\$ -
From Recycle	156,445	-
From Powhite (State Police)	779,234	-
From Construction	264,631,329	-
From Toll Facility Revolving	22,455	-
From Transportation Partnership Opportunity	69,371	-
To Construction	-	100,000,000
To Priority Transportation	-	33,300,000
To Camp 30 Debt Service	-	7,824,750
Totals	<u>269,753,778</u>	<u>141,124,750</u>
<u>Federal Fund</u>		
To FRAN Debt Service	-	31,722,297
To Construction	-	43,700,413
From GARVEE Debt Service	153,589	-
From Construction	21,304,819	-
From Priority Transportation	31,722,297	-
Totals	<u>53,180,705</u>	<u>75,422,710</u>
<u>Transportation Partnership Opportunity</u>		
To Highway Maintenance and Operating	-	69,371
Totals	<u>-</u>	<u>69,371</u>
<u>Construction Fund</u>		
From Highway Maintenance and Operating	100,000,000	-
From Federal Fund	43,700,413	-
To Highway Maintenance and Operating	-	264,631,329
To Federal Fund	-	21,304,819
To Northern Va. Transp. District Debt Service	-	6,000,000
To Route 58 Debt Service	-	9,000,000
To Camp 30 Special Revenue	-	40,905
To Priority Transportation	-	15,529,253
Totals	<u>143,700,413</u>	<u>316,506,306</u>
<u>Toll Facilities Revolving</u>		
From Coleman Bridge	114,885	-
From Powhite	852,871	-
To Highway Maintenance and Operating	-	22,455
Totals	<u>967,756</u>	<u>22,455</u>

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
<u>Recyclable Materials</u>		
To Highway Maintenance and Operating	-	156,445
Totals	-	156,445
<u>Surplus Property</u>		
To Highway Maintenance and Operating	-	4,094,944
Totals	-	4,094,944
<u>Route 58</u>		
To Route 58 Debt Service	-	39,727,489
Totals	-	39,727,489
<u>Transportation Set Aside</u>		
To Transp. Set Aside Debt Service	-	2,224,500
Totals	-	2,224,500
<u>Capital Projects</u>		
To Capital Projects Debt Service	-	330,424
Totals	-	330,424
<u>Coleman Bridge</u>		
To Coleman Bridge Debt Service	-	3,190,520
To Toll Facility Revolving	-	114,885
Totals	-	3,305,405
<u>Camp 30</u>		
From Construction	40,905	-
Totals	40,905	-
<u>Priority Transportation (PTF)</u>		
From Highway Maintenance and Operating	33,300,000	-
From Construction	15,529,253	-
To Capital Projects Debt Service	-	120,522,107
To Federal Special Revenue	-	31,722,297
Totals	48,829,253	152,244,404

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
<u>ARRA Grants</u>		
To Northern Va. Transp. Dist. Debt Service	-	1,072,567
To Capital Projects Debt Service	-	6,603,074
Totals	-	7,675,641
<u>Northern Virginia Transportation District (NVTD)</u>		
To Northern Va. Transp. Dist. Debt Service	-	25,302,474
Totals	-	25,302,474
<u>Hampton Roads Regional Fund 2013</u>		
To Hampton Roads Regional Fund 2014	-	144,082,538
Totals	-	144,082,538
<u>Hampton Roads Regional Fund 2014</u>		
From Hampton Roads Regional Fund 2013	144,082,538	-
Totals	144,082,538	-
<u>Powhite Parkway Extension</u>		
To Toll Facility Revolving	-	852,871
To HMO (State Police Patrol)	-	779,234
Totals	-	1,632,105
Total Special Revenue Funds	\$ 660,555,348	\$ 913,921,961

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Debt Service Funds		
<u>Route 58</u>		
From Route 58 Special Revenue	\$ 39,727,489	\$ -
From Construction	9,000,000	-
Totals	<u>48,727,489</u>	<u>-</u>
<u>Transportation Set Aside</u>		
From Transp. Set Aside Special Revenue	2,224,500	-
Totals	<u>2,224,500</u>	<u>-</u>
<u>Coleman Bridge</u>		
From Coleman Bridge Special Revenue	3,190,520	-
Totals	<u>3,190,520</u>	<u>-</u>
<u>Camp 30</u>		
From HMO Special Revenue	7,824,750	-
Totals	<u>7,824,750</u>	<u>-</u>
<u>FRAN</u>		
From Federal Special Revenue	31,722,297	-
Totals	<u>31,722,297</u>	<u>-</u>
<u>Capital Projects Revenue Bonds</u>		
From Capital Projects Special Revenue	330,424	-
From ARRA Grants	6,603,074	-
From Priority Transp. Special Revenue	120,522,107	-
Totals	<u>127,455,605</u>	<u>-</u>
<u>Northern Virginia Transportation District</u>		
From NVTD Special Revenue	25,302,474	-
From Construction	6,000,000	-
From ARRA Grants	1,072,567	-
Totals	<u>32,375,041</u>	<u>-</u>
<u>GARVEE</u>		
To Federal Special Revenue	-	153,589
Totals	<u>-</u>	<u>153,589</u>
Total Debt Service Funds	<u>\$ 253,520,202</u>	<u>\$ 153,589</u>
Total Special Revenue and Debt Service	<u>\$ 914,075,550</u>	<u>\$ 914,075,550</u>

11. PROPERTY, PLANT AND EQUIPMENT

The following presents governmental capital activity for the year ended June 30, 2015:

Primary Government capital asset activity for the year ended June 30, 2015 was as follows:

	Governmental Activities			June 30, 2015
	June 30, 2014	Increases	Decreases	
Non-depreciable capital assets				
Land and improvements	\$ 26,419,312	\$ 200,000	\$ -	\$ 26,619,312
Construction in progress	65,495,752	18,217,048	(12,964,902)	70,747,898
Total nondepreciable capital assets	91,915,064	18,417,048	(12,964,902)	97,367,210
Depreciable capital assets:				
Buildings	298,265,004	4,906,583	-	303,171,587
Improvements	167,501,554	8,665,070	-	176,166,624
Equipment	366,247,297	36,240,790	(11,863,076)	390,625,011
Total depreciable capital assets	832,013,855	49,812,443	(11,863,076)	869,963,222
Less accumulated depreciation for:				
Buildings	(105,431,392)	(8,149,745)	-	(113,581,137)
Improvements	(83,518,795)	(7,266,480)	-	(90,785,275)
Equipment	(209,626,624)	(28,599,560)	9,476,766	(228,749,418)
Total accumulated depreciation	(398,576,811)	(44,015,785)	9,476,766	(433,115,830)
Total depreciable capital assets, net	433,437,044	5,796,658	(2,386,310)	436,847,392
Infrastructure assets not being depreciated				
Other non depreciable assets	\$ 322,741,392	\$ -	\$ -	\$ 322,741,392
Highw ay system right-of-w ay	2,215,212,608	161,838,068	(50,919,750)	2,326,130,926
Total nondepreciable infrastructure	2,537,954,000	161,838,068	(50,919,750)	2,648,872,318
Other depreciable infrastructure assets:				
Highw ay system infrastructure (1)	21,648,343,462	2,020,511,276	(410,453,683)	23,258,401,055
Restorative maintenance	3,952,587,530	251,119,151	-	4,203,706,681
Bridge and tunnel infrastructure	4,432,897,628	144,711,997	-	4,577,609,625
Total road system infrastructure	30,033,828,620	2,416,342,424	(410,453,683)	32,039,717,361
Less accumulated depreciation for:				
Highw ay system infrastructure	(10,948,879,892)	(760,760,135)	34,701,873	(11,674,938,154)
Bridge and tunnel infrastructure	(2,043,027,864)	(79,290,980)	-	(2,122,318,844)
Total accumulated depreciation	(12,991,907,756)	(840,051,115)	34,701,873	(13,797,256,998)
Total infrastructure, net	19,579,874,864	1,738,129,377	(426,671,560)	20,891,332,681
Infrastructure, w ork in process				
Road and bridge (2)	2,972,029,502	1,532,015,780	(1,525,191,786)	2,978,853,496
Right-of-w ay	339,594,664	166,123,170	(160,720,188)	344,997,646
Total infrastructure w ork in process	3,311,624,166	1,698,138,950	(1,685,911,974)	3,323,851,142
Total governmental activities capital assets, net	\$23,416,851,138	\$ 3,460,482,033	\$ (2,127,934,746)	\$24,749,398,425

Depreciation expense was charged to programs as follows:

Governmental activities:

Highway system acquisition and construction	\$ 840,051,115
Administrative and support services	966,362
Highway system maintenance	27,633,198
Unallocated	<u>15,416,225</u>
Total governmental activities depreciation expense	<u>\$ 884,066,900</u>

Note (1) Decreases include permanently impaired assets with a carrying value of \$41,295,702 as discussed in Note 16.

Note (2) Decreases include permanently impaired assets with a carrying value of \$93,265,170 as discussed in Note 16.

Business Type asset activity for the year ended June 30, 2015 was as follows:

Route 460 Funding Corporation of Virginia	Business Type Activities			
	June 30, 2014	Increases	Decreases	June 30, 2015
Non-depreciable capital assets				
Construction in progress (3)	\$ 128,901,703	\$ 2,449,460	\$ (131,351,163)	\$ -
Total nondepreciable capital assets	<u>128,901,703</u>	<u>2,449,460</u>	<u>(131,351,163)</u>	<u>-</u>
Total business type activities net	<u>\$ 128,901,703</u>	<u>\$ 2,449,460</u>	<u>\$ (131,351,163)</u>	<u>\$ -</u>

Note (3) Decreases include permanently impaired assets with a carrying value of \$131,351,163 as discussed in Note 16.

12. SPECIAL REVENUE FUNDS RECONCILIATION OF BUDGETARY FUND BALANCE TO ACCRUAL BASIS FUND BALANCE

The accompanying Budget Comparison Schedule - Special Revenue Funds present comparisons of the legally adopted budget prepared on the cash basis with actual data prepared on the cash basis. To enhance this comparison, actual data on the cash basis is reconciled with actual data on the modified accrual basis as follows:

Total Budgetary (Cash) Basis Fund Balance at June 30, 2015	\$ 2,066,069,109
Accrued revenues	154,358,137
Accrued expenditures	(282,363,200)
Accrued transfers	<u>3,449,299</u>
Total Modified Accrual (GAAP) Basis Fund Balance at June 30, 2015	<u>\$ 1,941,513,345</u>

13. CASH, CASH EQUIVALENTS AND INVESTMENTS

VDOT Cash, Cash Equivalents and Investments with the Treasurer of Virginia

All state funds of the Department are held by the Treasurer of Virginia who is responsible for the collection, disbursement, custody, and investment of the state funds, pursuant to Section 2.2-1800 (formerly 2.1-177), *et seq.*, Code of Virginia (1950). Each fund's equity in pooled state funds is reported as "Cash and Cash Equivalents with the Treasurer of Virginia" or "Investments with the Treasurer of Virginia." In addition, cash whose use is limited by the bond agreements is held by the Treasurer of Virginia in a trustee capacity.

The bank balance of cash held by the Treasurer is covered by federal depository insurance or collateralized in accordance with the Virginia Securities for Public Deposits Act. At June 30, 2015, the Department reported \$1,283,624,912 for Cash with the Treasurer of Virginia, \$395,196 of which was for the Agency Fund and \$14,157 was for General Fund. The Department's investments with the Treasurer included investments in Local Government Investment Pool (LGIP) and Short Term Investment Funds (STIF), which were \$40,286,732 and \$8,310,277 respectively at June 30, 2015.

The Department maintains cash with the Treasurer in the state Treasurer's General Account. During the fiscal year 2015, the state Treasurer's General Account participated in securities lending transactions. The Treasurer used this cash to purchase investments that were loaned out under the securities lending program. The securities on loan are reported as Cash and Investments with the Treasurer of Virginia. The Treasurer receives both cash and non-cash collateral of securities lent. The Department's share of cash collateral as re-invested at June 30, 2015 was \$50,063,044. Both collateral held and payable for collateral held for securities lending are reported in the Balance Sheet.

The information on LGIP, STIF and the investments of the General Account securities lending program is available in the Commonwealth's Comprehensive Annual Financial Report.

Cash, Cash Equivalents and Investments with Trustees

Cash and investments held by trustees other than the Treasurer of Virginia whose use is limited by bond or other agreements are reported as "Cash and Cash Equivalents with Trustees" or "Investments with Trustees".

The deposits held by the Department with banks and savings institutions are covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act. At June 30, 2015, the Department's carrying amount of cash with trustees was \$56,676,228 and the bank balance was \$57,040,471.

Cash equivalents represent short-term investments with original maturities of less than three months, whereas, investments represent securities with maturities in excess of three months and for which management intends to hold the securities to maturity.

At June 30, 2015, the Department had the following investments with trustees:

<u>Investment</u>	<u>Fair Value</u>	<u>Rating Agency</u>	<u>Credit Rating</u>	<u>Investment Maturities</u>	
				<u>Less Than 1 Year</u>	<u>1-5 Years</u>
U.S. Treasury and Agency Securities	\$ 8,404,261		N/A	\$ 8,404,261	\$ -
Mutual and Money Market Funds	44,370,636	Standard & Poor's	AAA	44,370,636	-
Mutual and Money Market Funds (Include SNAP)	<u>544,815,925</u>	Standard & Poor's	AAA	<u>544,815,925</u>	<u>-</u>
Total	<u>\$597,590,822</u>			<u>\$ 597,590,822</u>	<u>\$ -</u>

CASH, CASH EQUIVALENTS AND INVESTMENTS

Route 460 Funding Corporation of Virginia

A. Cash, Cash Equivalents and Investments with the Trustee – U.S. Bank National Association

The Corporation has five bank accounts, an operating account and four trustee accounts, at June 30, 2015. The operating account is with Wells Fargo Bank and has a balance of \$113,015 while the trustee accounts are with U.S. Bank and have balances of \$135,458,468 in cash and cash equivalents and \$25,775,229 in debt securities. A significant amount of the Corporation's funds are held by the Trustee - U.S. Bank National Association who is responsible for the collection, disbursement, custody, and investment, pursuant to Section 416 of the Master Indenture of Trust dated December 1, 2012. The balance of cash held by the banks is covered by federal depository insurance or collateralized in accordance with the bank's deposits security policies.

B. Cash and Cash Equivalents with Trustee and Wells Fargo Bank

Cash and Cash Equivalents held by trustees and Wells Fargo are limited in use by bond or other agreements.

At June 30, 2015, the Corporation's cash and cash equivalents with the Trustee and the

Wells Fargo Bank are as shown below:

	Cash and Cash Equivalents	Investments
Trustee Account	\$ 135,458,468	\$ 25,775,229
Operating Account	113,015	-
Total	\$ 135,571,483	\$ 25,775,229

The Corporation follows the Corporation investment guidelines outlined in the Master Indenture, Section 416 dated December 1, 2012.

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Corporation may not be able to recover the value of its investment or collateral securities that are in possession of an outside party. As of June 30, 2015, the Corporation had no investments with trustees that were exposed to custodial risk.

Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The Corporation has elected the Segmented Time Distribution method of disclosure. As of June 30, 2015, the Corporation had no investment with trustees with a maturity of greater than five years.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Concentration of credit risk is related to the risk of loss that may be attributed to the magnitude of the Corporation's investments in a single issuer. As of June 30, 2015, the Department had no more than five percent of the value of the fund invested in the securities of any single issuer.

At June 30, 2015, the Corporation had the following Cash, Cash Equivalents with Trustee and Wells Fargo:

Cash, Cash Equivalents	Fair Value	Rating Agency	Credit Rating	Maturities	
				Less Than 1 Year	1-5 Years
Mutual and Money Market Funds	\$ 9,737,671	Standard & Poor's	AAA	\$ 9,737,671	\$ -
Commercial Paper	125,720,797	Moody's	P-1	125,720,797	-
Investments U.S Securites	25,775,229	Moody's	aaa	10,147,585	15,627,644
Total	\$ 161,233,697			\$ 145,606,053	\$ 15,627,644

14. PENSION PLAN AND OTHER POST EMPLOYMENT BENEFITS

Employees of the Virginia Department of Transportation are employees of the Commonwealth. The employees participate in a defined benefit pension plan administered by the Virginia Retirement System (VRS). The VRS also administers life insurance and health related plans for retired employees. Information related to these plans is available at the state-wide level only in the Commonwealth of Virginia's Comprehensive Annual Financial Report. The Commonwealth, not VDOT, has the overall responsibility for contributions to these plans.

15. SERVICE CONCESSION ARRANGEMENTS

GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*, describes the criteria for when an arrangement is classified as a Service Concession Arrangement (SCA). The basic criteria are: the operator of the capital asset owned by the transferor has the right to provide services in exchange for significant consideration; the operator's revenue must come from a third party; the transferor must retain some level of control over the asset; and the transferor must receive significant residual interest at the conclusion of the arrangement. The Commonwealth of Virginia has three SCAs in operation as of June 30, 2015. Pocahontas 895, I-495 Express Lanes and the I-95 Express Lanes. One SCA project is under construction, Elizabeth River-Mid Town Tunnel. These projects are related to highway construction and operations and were established per the Public-Private Transportation Act of 1995, as amended (PPTA). PPTA project goals are to provide highway projects to the public in a timely and cost effective manner with private funding and support.

Pocahontas 895

On June 21, 2006, the Pocahontas Parkway Association (Association – previously reported as a blended component unit of the Virginia Department of Transportation (VDOT), part of primary government) signed an agreement with Transurban (895) LLC (Transurban). Under the terms of the agreement, all assets and rights of the Association under the Comprehensive Agreement with VDOT were transferred to Transurban. In exchange for the existing toll road and other assets, Transurban transferred sufficient funds and securities to pay or defease all outstanding bonds of the Association and pay all other outstanding obligations owed to VDOT. Additionally, Transurban agreed to construct an enhancement to the original toll road, an airport connector road segment, and this enhancement was completed and placed in service in 2011.

During the 99-year agreement term, VDOT will have fee title or good and valid interest in the asset. VDOT retains the right of inspection of the asset and has outlined maximum toll charges and increases in the terms of the agreement. Capital assets of \$337.0 million and deferred inflow balances of \$518 million are included in the government-wide financial statements as a result of this agreement. No contractual liabilities exist for this arrangement as of June 30. In fiscal year 2014 the Transurban Board approved the transfer of Pocahontas 895 to the lenders of the asset due to lower revenues than anticipated and DBI Services assumed control of Pocahontas 895.

495 Express Lanes

On December 19, 2007, VDOT signed an 80-year public-private partnership agreement with Capital Beltway Express, LLC. The purpose of this agreement is to build new express lanes to provide users with a faster and more reliable travel option. The construction of the express lanes was completed in November 2012. During the 80-year agreement, VDOT maintains regulatory control and jurisdiction of the express lanes. VDOT will have fee title or good and valid interest in the express lanes. The lanes will remain open for the public as long as the applicable tolls are paid. Capital assets of \$959.9 million and deferred inflows of \$1.0 billion are included in the government-wide financial statements as a result of this agreement. Liabilities are contingent on specific events occurring per the agreement, and no events occurred during fiscal year 2014.

95 Express Lanes

On July 31, 2012, VDOT signed a 73-year public private partnership agreement with 95 Express Lanes, LLC. This project created approximately 29 miles of Express Lanes on I-95 in Northern Virginia. The project also added capacity to the existing HOV Lanes. The construction of the express lanes was completed in December 2014. During the agreement, 95 Express Lanes, LLC will operate and maintain the road. The revenue source for the concessionaire will be toll collections which will be used for maintenance, operating and return on investment for constructing the project. At the end of the 73-year term, control of and the rights to operate the facilities will revert back to VDOT. Capital assets of \$612.2 million and deferred inflows of \$629.0 million are included in the government-wide financial statements as a result of this agreement. Liabilities are contingent on specific events occurring per the agreement, and no events occurred during fiscal year 2015.

Elizabeth River Mid-Town Tunnel

On December 5, 2011, VDOT signed a 58-year public private partnership agreement with Elizabeth River Crossings OPCO, LLC. The purposes of this agreement are to build and operate a new tunnel that will be adjacent to the existing Midtown Tunnel for crossing the Elizabeth River, provide improvements to the existing Midtown Tunnel and the Downtown Tunnel, and to provide various extensions and improvements of the MLK Freeway and I-264.

During the agreement, Elizabeth River Crossings OPCO, LLC will operate and maintain the road. The revenue source for the concessionaire will be toll collections which will be used for maintenance, operating and return on investment for constructing the project. At the end of the 58-year term, control of and the rights to operate the facilities will revert back to VDOT. Since assets related to this project will not be operational until fiscal year 2017, no capital assets, liabilities, or deferred inflows of resources have been included in the financial statements.

16. SPECIAL ITEM

Governmental Activities

The Route 460 and Route 29 roadway projects became permanently impaired during fiscal year 2015 due to work stoppage (see Note 11). The two projects were disposed during fiscal year 2015, resulting in an impairment loss of \$134.6 million.

Business-type Activities

The Virginia Department of Transportation (VDOT) terminated the Comprehensive Agreement between the Route 460 Funding Corporation of Virginia (Corporation) (enterprise fund) and the U.S. 460 Mobility Partners, LLC, in June 2015 for VDOT's convenience. Accordingly, the Corporation's continuing operations will cease during fiscal year 2016. As a result of the termination of the Comprehensive Agreement, the U.S. Route 460 Corridor Improvements Project became permanently impaired during fiscal year 2015. The project was disposed during fiscal year 2015, resulting in an impairment loss of \$131.4 million (see Note 11). The impairment loss is partially offset by the recovery of funds in the amount of \$45.7 million. Additionally, VDOT is responsible for a convenience termination payment to the Corporation in the amount of \$120.1 million. The impairment, recovery and payment by VDOT resulted in the reporting of a Special Item of \$34.4 million. Also, as discussed in Note 17, the outstanding bonds were redeemed in September 2015.

17. SUBSEQUENT EVENTS

After June 30, but before financial statements are issued, information may become available indicating that an asset was impaired or a material liability was incurred. Adjustments to financial statements to reflect this information are required for amounts relating to conditions existing as of June 30, 2015. An example of an adjustment is a loss on trade receivable, which is confirmed by the bankruptcy of a customer. Disclosure is necessary for events that do not relate to conditions at the balance sheet date, but make the financial statements misleading. This disclosure should indicate the nature of the loss or loss contingency and give an estimate of the amount, or range, of loss or possible loss, or state that such an estimate can not be made. An example of a subsequent event requiring disclosure would be the issuance of long-term debt after the balance sheet date but before the statements were issued.

Debt

Route 460 Funding Corporation of Virginia (blended component unit of VDOT) Extraordinary Mandatory Redemption of Outstanding Bonds

On September 17, 2015, the Corporation closed on the Extraordinary Mandatory Redemption of its Series 2012 Toll Road Senior Lien Revenue Bonds. Funds from the Corporation, together with certain amounts contributed from other entities, were used to provide the cash that was deposited in an irrevocable redemption account to redeem the Series 2012A&B Bonds. U.S. Bank National Association, the Trustee, paid the redemption cost of the Series 2012A Bonds and redeemed the Series 2012A bonds, at the Amortized Redemption Price on September 17, 2015. The Trustee paid the redemption cost of the Series 2012B Bonds and redeemed the Series 2012B Bonds, at the Accreted Value on September 17, 2015. As part of that transaction, the Corporation transferred from its operating account \$164,788,190 to the Trustee. Those funds in conjunction with the September 17, 2015, balance of the Corporation's restricted cash, cash equivalents, and investments already held with the Trustee totaling \$155,472,983, were used to fund the Extraordinary Mandatory Redemption.

Other

SERCO Contract Termination

The Virginia Department of Transportation terminated for default, on September 16, 2015, the contract, entered into with Serco Inc. for \$382.7 million over six years. This contract was for the operation of five transportation operations centers in addition to managing the highway Safety Patrol. VDOT is currently evaluating its right and remedies as a result of the contract default. The exit period for this contract will be by May 1, 2016. The value of this contract at June 30, 2015 was \$308,351,380. This contract value is included in the \$3.573 billion of contract commitments reported by VDOT to the Department of Accounts for June 30, 2015 reporting.



**FINANCIAL
REPORT
JUNE 30, 2015**

**REQUIRED
SUPPLEMENTARY
INFORMATION**

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**Major Governmental Funds
Budget Comparison Schedules
Special Revenue Funds**

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VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	TOTAL			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ 61,950,000	\$ 61,950,000	\$ 33,095,564	\$ (28,854,436)
Taxes	2,826,079,172	2,826,079,172	2,915,973,133	89,893,961
Rights and privileges	328,102,724	328,102,724	352,143,622	24,040,898
Sale of property and commodities	-	-	1,743,437	1,743,437
Interest, dividends, and rents	15,704,173	15,704,173	20,331,577	4,627,404
Fines, forfeitures, court fees				
Penalties, and escheats	1,778,587	1,778,587	9,692,285	7,913,698
Receipts from localities and private sector	196,335,140	196,335,140	148,084,354	(48,250,786)
Federal grants and contracts	913,988,176	927,264,333	1,216,014,682	288,750,349
Toll revenues	16,000,000	16,000,000	17,209,154	1,209,154
Other	24,002,650	24,002,650	27,508,355	3,505,705
Total revenues	<u>4,383,940,622</u>	<u>4,397,216,779</u>	<u>4,741,796,163</u>	<u>344,579,384</u>
Expenditures				
Current				
Administrative and support services	261,807,836	263,004,688	241,519,985	21,484,703
Ground transportation system planning and research	67,936,320	68,927,368	60,960,265	7,967,103
Highway system acquisition and construction	1,211,955,556	1,219,654,823	1,724,064,063	(504,409,240)
Highway system maintenance	1,580,560,866	1,614,331,025	1,466,226,925	148,104,100
Financial assistance to localities	880,159,191	1,049,237,206	1,018,133,925	31,103,281
Environmental monitoring and compliance	13,251,385	14,476,234	11,603,513	2,872,721
Toll facility operations and construction	33,871,726	35,794,728	28,695,936	7,098,792
Capital outlay	38,009,317	38,009,317	11,440,585	26,568,732
Transfers to other state agencies	27,271,448	27,271,448	27,031,976	239,472
Total expenditures	<u>4,114,823,645</u>	<u>4,330,706,837</u>	<u>4,589,677,173</u>	<u>(258,970,336)</u>
Revenues over (under) expenditures	<u>269,116,977</u>	<u>66,509,942</u>	<u>152,118,990</u>	<u>85,609,048</u>
Other financing sources (uses)				
Other financing uses	-	-	(1,551,722)	(1,551,722)
Other financing sources	68,217,090	187,785,594	-	(187,785,594)
Bond proceeds	-	-	300,298,025	300,298,025
Transfers to other state agencies and General Fund	(35,591,114)	(19,791,114)	(207,399,785)	(187,608,671)
Transfers from other state agencies and General Fund	-	-	33,347,142	33,347,142
Transfers in	924,039,385	264,579,408	589,484,090	324,904,682
Transfers out	(939,039,385)	(939,039,385)	(842,850,703)	96,188,682
Total other financing sources (uses)	<u>17,625,976</u>	<u>(506,465,497)</u>	<u>(128,672,953)</u>	<u>377,792,544</u>
Revenues and other sources over (under) expenditures and other uses	<u>286,742,953</u>	<u>(439,955,555)</u>	<u>23,446,037</u>	<u>463,401,592</u>
Fund balance - July 1	<u>2,042,623,072</u>	<u>2,042,623,072</u>	<u>2,042,623,072</u>	<u>-</u>
Fund balance - June 30	<u>\$ 2,329,366,025</u>	<u>\$ 1,602,667,517</u>	<u>\$ 2,066,069,109</u>	<u>\$ 463,401,592</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	FEDERAL			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	-	-
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	906,304,255	919,580,412	1,184,404,265	264,823,853
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>906,304,255</u>	<u>919,580,412</u>	<u>1,184,404,265</u>	<u>264,823,853</u>
Expenditures				
Current				
Administrative and support services	8,000,000	8,659,190	6,371,703	2,287,487
Ground transportation system planning and research	17,657,282	18,641,832	17,134,102	1,507,730
Highway system acquisition and construction	476,584,247	480,139,711	829,291,391	(349,151,680)
Highway system maintenance	332,871,393	341,332,810	338,174,772	3,158,038
Financial assistance to localities	6,457,945	6,457,945	8,036,298	(1,578,353)
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>841,570,867</u>	<u>855,231,488</u>	<u>1,199,008,266</u>	<u>(343,776,778)</u>
Revenues over (under) expenditures	<u>64,733,388</u>	<u>64,348,924</u>	<u>(14,604,001)</u>	<u>(78,952,925)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	14,604,001	14,604,001
Transfers in	-	-	53,180,705	53,180,705
Transfers out	-	-	(53,180,705)	(53,180,705)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>14,604,001</u>	<u>14,604,001</u>
Revenues and other sources over (under) expenditures and other uses	<u>64,733,388</u>	<u>64,348,924</u>	<u>-</u>	<u>(64,348,924)</u>
Fund balance - July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - June 30	<u>\$ 64,733,388</u>	<u>\$ 64,348,924</u>	<u>\$ -</u>	<u>\$ (64,348,924)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	HIGHWAY MAINTENANCE & OPERATING			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ 950,000	\$ 950,000	\$ 950,000	\$ -
Taxes	1,474,400,000	1,474,400,000	1,505,534,532	31,134,532
Rights and privileges	284,600,000	284,600,000	303,071,160	18,471,160
Sale of property and commodities	-	-	172,735	172,735
Interest, dividends, and rents	-	-	34,000	34,000
Fines, forfeitures, court fees	-	-	6,886,200	6,886,200
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	25,000	25,000	1,928,784	1,903,784
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	24,002,650	24,002,650	23,092,395	(910,255)
Total revenues	<u>1,783,977,650</u>	<u>1,783,977,650</u>	<u>1,841,669,806</u>	<u>57,692,156</u>
Expenditures				
Current				
Administrative and support services	252,995,003	253,532,665	234,615,204	18,917,461
Ground transportation system planning and research	15,371,692	15,378,190	13,353,277	2,024,913
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	1,247,689,473	1,272,998,215	1,128,052,153	144,946,062
Financial assistance to localities	410,689,536	436,278,989	410,683,997	25,594,992
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	27,123,947	27,123,947	26,888,627	235,320
Total expenditures	<u>1,953,869,651</u>	<u>2,005,312,006</u>	<u>1,813,593,258</u>	<u>191,718,748</u>
Revenues over (under) expenditures	<u>(169,892,001)</u>	<u>(221,334,356)</u>	<u>28,076,548</u>	<u>249,410,904</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	(19,605,927)	(19,605,927)	(14,031,390)	5,574,537
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	264,579,408	264,579,408	269,753,778	5,174,370
Transfers out	(100,000,000)	(100,000,000)	(107,824,750)	(7,824,750)
Total other financing sources (uses)	<u>144,973,481</u>	<u>144,973,481</u>	<u>147,897,638</u>	<u>2,924,157</u>
Revenues and other sources over (under) expenditures and other uses	<u>(24,918,520)</u>	<u>(76,360,875)</u>	<u>175,974,186</u>	<u>252,335,061</u>
Fund balance - July 1	<u>158,578,520</u>	<u>158,578,520</u>	<u>158,578,520</u>	<u>-</u>
Fund balance - June 30	<u>\$ 133,660,000</u>	<u>\$ 82,217,645</u>	<u>\$ 334,552,706</u>	<u>\$ 252,335,061</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
BUDGET COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2015

	CONSTRUCTION			VARIANCE FAVORABLE (UNFAVORABLE)
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	693,803,326	693,803,326	742,543,489	48,740,163
Rights and privileges	27,731,770	27,731,770	28,327,743	595,973
Sale of property and commodities	-	-	1,570,702	1,570,702
Interest, dividends, and rents	5,460,235	5,460,235	6,206,622	746,387
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	156,517	156,517
Receipts from localities and private sector	193,994,140	193,994,140	144,323,122	(49,671,018)
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	162,446	162,446
Total revenues	<u>920,989,471</u>	<u>920,989,471</u>	<u>923,290,641</u>	<u>2,301,170</u>
Expenditures				
Current				
Administrative and support services	812,833	812,833	394,321	418,512
Ground transportation system planning and research	34,907,346	34,907,346	30,472,886	4,434,460
Highway system acquisition and construction	566,665,941	577,165,941	666,698,191	(89,532,250)
Highway system maintenance	-	-	-	-
Financial assistance to localities	7,807,243	7,807,243	2,769,391	5,037,852
Environmental monitoring and compliance	13,251,385	14,476,234	11,603,513	2,872,721
Toll facility operations and construction	-	-	-	-
Capital outlay	38,009,317	38,009,317	10,658,822	27,350,495
Transfers to other state agencies	147,501	147,501	143,349	4,152
Total expenditures	<u>661,601,566</u>	<u>673,326,415</u>	<u>722,740,473</u>	<u>(49,414,058)</u>
Revenues over (under) expenditures	<u>259,387,905</u>	<u>247,663,056</u>	<u>200,550,168</u>	<u>(47,112,888)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	(15,985,187)	(185,187)	(68,101,027)	(67,915,840)
Transfers from other state agencies and General Fund	-	-	18,743,141	18,743,141
Transfers in	659,459,977	-	121,458,408	121,458,408
Transfers out	(839,039,385)	(839,039,385)	(300,977,053)	538,062,332
Total other financing sources (uses)	<u>(195,564,595)</u>	<u>(839,224,572)</u>	<u>(228,876,531)</u>	<u>610,348,041</u>
Revenues and other sources over (under) expenditures and other uses	<u>63,823,310</u>	<u>(591,561,516)</u>	<u>(28,326,363)</u>	<u>563,235,153</u>
Fund balance - July 1	<u>215,289,518</u>	<u>215,289,518</u>	<u>215,289,518</u>	<u>-</u>
Fund balance - June 30	<u>\$ 279,112,828</u>	<u>\$ (376,271,998)</u>	<u>\$ 186,963,155</u>	<u>\$ 563,235,153</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	PRIORITY TRANSPORTATION FUND			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	179,200,000	179,200,000	179,607,383	407,383
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	2,889,081	2,889,081	1,162,938	(1,726,143)
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>182,089,081</u>	<u>182,089,081</u>	<u>180,770,321</u>	<u>(1,318,760)</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	27,025,897	27,025,897	27,177,522	(151,625)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>27,025,897</u>	<u>27,025,897</u>	<u>27,177,522</u>	<u>(151,625)</u>
Revenues over (under) expenditures	<u>155,063,184</u>	<u>155,063,184</u>	<u>153,592,799</u>	<u>(1,470,385)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(152,244,404)	(152,244,404)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(152,244,404)</u>	<u>(152,244,404)</u>
Revenues and other sources over (under) expenditures and other uses	<u>155,063,184</u>	<u>155,063,184</u>	<u>1,348,395</u>	<u>(153,714,789)</u>
Fund balance - July 1	<u>103,042,963</u>	<u>103,042,963</u>	<u>103,042,963</u>	<u>-</u>
Fund balance - June 30	<u>\$ 258,106,147</u>	<u>\$ 258,106,147</u>	<u>\$ 104,391,358</u>	<u>\$ (153,714,789)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
BUDGET COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2015

TOLL FACILITIES REVOLVING				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	10,984,704	10,984,704	15,156,459	4,171,755
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	5,131,564	5,131,564	4,703,112	(428,452)
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	1,778,587	1,778,587	2,649,568	870,981
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>17,894,855</u>	<u>17,894,855</u>	<u>22,509,139</u>	<u>4,614,284</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	17,871,726	22,085,828	21,656,553	429,275
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>17,871,726</u>	<u>22,085,828</u>	<u>21,656,553</u>	<u>429,275</u>
Revenues over (under) expenditures	<u>23,129</u>	<u>(4,190,973)</u>	<u>852,586</u>	<u>5,043,559</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	967,756	967,756
Transfers out	-	-	(22,455)	(22,455)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>945,301</u>	<u>945,301</u>
Revenues and other sources over (under) expenditures and other uses	<u>23,129</u>	<u>(4,190,973)</u>	<u>1,797,887</u>	<u>5,988,860</u>
Fund balance - July 1	<u>365,280,578</u>	<u>365,280,578</u>	<u>365,280,578</u>	<u>-</u>
Fund balance - June 30	<u>\$ 365,303,707</u>	<u>\$ 361,089,605</u>	<u>\$ 367,078,465</u>	<u>\$ 5,988,860</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

ARRA PROJECTS				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	-	-
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	7,683,921	7,683,921	23,934,776	16,250,855
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>7,683,921</u>	<u>7,683,921</u>	<u>23,934,776</u>	<u>16,250,855</u>
Expenditures				
Current				
Administrative and support services	-	-	138,757	(138,757)
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	23,763,203	(23,763,203)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>23,901,960</u>	<u>(23,901,960)</u>
Revenues over (under) expenditures	<u>7,683,921</u>	<u>7,683,921</u>	<u>32,816</u>	<u>(7,651,105)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>7,683,921</u>	<u>7,683,921</u>	<u>32,816</u>	<u>(7,651,105)</u>
Fund balance - July 1	<u>(169,985)</u>	<u>(169,985)</u>	<u>(169,985)</u>	<u>-</u>
Fund balance - June 30	<u>\$ 7,513,936</u>	<u>\$ 7,513,936</u>	<u>\$ (137,169)</u>	<u>\$ (7,651,105)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
BUDGET COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2015

CAPITAL PROJECTS REVENUE BONDS				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	2,070,207	2,070,207
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>2,070,207</u>	<u>2,070,207</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	138,678,705	132,068,508	122,988,882	9,079,626
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>138,678,705</u>	<u>132,068,508</u>	<u>122,988,882</u>	<u>9,079,626</u>
Revenues over (under) expenditures	<u>(138,678,705)</u>	<u>(132,068,508)</u>	<u>(120,918,675)</u>	<u>11,149,833</u>
Other financing sources (uses)				
Other financing uses	-	-	(1,551,722)	(1,551,722)
Other financing sources	-	-	-	-
Bond proceeds	-	-	300,298,025	300,298,025
Transfers to other state agencies and General Fund	-	-	(125,267,368)	(125,267,368)
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(330,424)	(330,424)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>173,148,511</u>	<u>173,148,511</u>
Revenues and other sources over (under) expenditures and other uses	<u>(138,678,705)</u>	<u>(132,068,508)</u>	<u>52,229,836</u>	<u>184,298,344</u>
Fund balance - July 1	<u>268,468,345</u>	<u>268,468,345</u>	<u>268,468,345</u>	<u>-</u>
Fund balance - June 30	<u>\$ 129,789,640</u>	<u>\$ 136,399,837</u>	<u>\$ 320,698,181</u>	<u>\$ 184,298,344</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	NONMAJOR FUNDS			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ 61,000,000	\$ 61,000,000	\$ 32,145,564	\$ (28,854,436)
Taxes	478,675,846	478,675,846	488,287,729	9,611,883
Rights and privileges	4,786,250	4,786,250	5,588,260	802,010
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	2,223,293	2,223,293	6,154,698	3,931,405
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	2,316,000	2,316,000	1,832,448	(483,552)
Federal grants and contracts	-	-	7,675,641	7,675,641
Toll revenues	16,000,000	16,000,000	17,209,154	1,209,154
Other	-	-	4,253,514	4,253,514
Total revenues	<u>565,001,389</u>	<u>565,001,389</u>	<u>563,147,008</u>	<u>(1,854,381)</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	3,000,766	3,254,766	54,144,874	(50,890,108)
Highway system maintenance	-	-	-	-
Financial assistance to localities	455,204,467	598,693,029	596,644,239	2,048,790
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	16,000,000	13,708,900	7,039,383	6,669,517
Capital outlay	-	-	781,763	(781,763)
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>474,205,233</u>	<u>615,656,695</u>	<u>658,610,259</u>	<u>(42,953,564)</u>
Revenues over (under) expenditures	<u>90,796,156</u>	<u>(50,655,306)</u>	<u>(95,463,251)</u>	<u>(44,807,945)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	68,217,090	187,785,594	-	(187,785,594)
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	144,123,443	144,123,443
Transfers out	-	-	(228,270,912)	(228,270,912)
Total other financing sources (uses)	<u>68,217,090</u>	<u>187,785,594</u>	<u>(84,147,469)</u>	<u>(271,933,063)</u>
Revenues and other sources over (under) expenditures and other uses	<u>159,013,246</u>	<u>137,130,288</u>	<u>(179,610,720)</u>	<u>(316,741,008)</u>
Fund balance - July 1	<u>932,133,133</u>	<u>932,133,133</u>	<u>932,133,133</u>	<u>-</u>
Fund balance - June 30	<u>\$ 1,091,146,379</u>	<u>\$ 1,069,263,421</u>	<u>\$ 752,522,413</u>	<u>\$ (316,741,008)</u>

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**Nonmajor Governmental Funds
Budget Comparison Schedules
Special Revenue Funds**

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VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

TRANSPORTATION PARTNERSHIP OPPORTUNITY				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	1,109,850	1,109,850	231,216	(878,634)
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>1,109,850</u>	<u>1,109,850</u>	<u>231,216</u>	<u>(878,634)</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	1,038,398	1,038,398	12,291,999	(11,253,601)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>1,038,398</u>	<u>1,038,398</u>	<u>12,291,999</u>	<u>(11,253,601)</u>
Revenues over (under) expenditures	<u>71,452</u>	<u>71,452</u>	<u>(12,060,783)</u>	<u>(12,132,235)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(69,371)	(69,371)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(69,371)</u>	<u>(69,371)</u>
Revenues and other sources over (under) expenditures and other uses	<u>71,452</u>	<u>71,452</u>	<u>(12,130,154)</u>	<u>(12,201,606)</u>
Fund balance - July 1	<u>42,436,207</u>	<u>42,436,207</u>	<u>42,436,207</u>	<u>-</u>
Fund balance - June 30	<u>\$ 42,507,659</u>	<u>\$ 42,507,659</u>	<u>\$ 30,306,053</u>	<u>\$ (12,201,606)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

CONCESSION FUNDS FOR PROJECTS				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	77,788	77,788
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>77,788</u>	<u>77,788</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	1,852,021	(1,852,021)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>1,852,021</u>	<u>(1,852,021)</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(1,774,233)</u>	<u>(1,774,233)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>(1,774,233)</u>	<u>(1,774,233)</u>
Fund balance - July 1	<u>12,551,993</u>	<u>12,551,993</u>	<u>12,551,993</u>	<u>-</u>
Fund balance - June 30	<u>\$ 12,551,993</u>	<u>\$ 12,551,993</u>	<u>\$ 10,777,760</u>	<u>\$ (1,774,233)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

TRANSPORTATION INFRASTRUCTURE BANK				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	3,176,654	3,176,654
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	-	-	3,176,654	3,176,654
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	250,000	83,883	166,117
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	-	250,000	83,883	166,117
Revenues over (under) expenditures	-	(250,000)	3,092,771	3,342,771
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Revenues and other sources over (under) expenditures and other uses	-	(250,000)	3,092,771	3,342,771
Fund balance - July 1	320,639,036	320,639,036	320,639,036	-
Fund balance - June 30	\$ 320,639,036	\$ 320,389,036	\$ 323,731,807	\$ 3,342,771

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

COMMONWEALTH SPACE FLIGHT				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	1,579	1,579
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>1,579</u>	<u>1,579</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	21	(21)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>21</u>	<u>(21)</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>1,558</u>	<u>1,558</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>1,558</u>	<u>1,558</u>
Fund balance - July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,558</u>	<u>\$ 1,558</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	RECYCLABLE MATERIALS			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	-	-
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	156,445	156,445
Total revenues	<u>-</u>	<u>-</u>	<u>156,445</u>	<u>156,445</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>156,445</u>	<u>156,445</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(156,445)	(156,445)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(156,445)</u>	<u>(156,445)</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

SURPLUS PROPERTY				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	-	-
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	4,094,944	4,094,944
Total revenues	<u>-</u>	<u>-</u>	<u>4,094,944</u>	<u>4,094,944</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>4,094,944</u>	<u>4,094,944</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(4,094,944)	(4,094,944)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(4,094,944)</u>	<u>(4,094,944)</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	CAMP 30			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	9,354	9,354
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>9,354</u>	<u>9,354</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	781,763	(781,763)
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>781,763</u>	<u>(781,763)</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(772,409)</u>	<u>(772,409)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	40,905	40,905
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>40,905</u>	<u>40,905</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>(731,504)</u>	<u>(731,504)</u>
Fund balance - July 1	<u>6,770,191</u>	<u>6,770,191</u>	<u>6,770,191</u>	<u>-</u>
Fund balance - June 30	<u>\$ 6,770,191</u>	<u>\$ 6,770,191</u>	<u>\$ 6,038,687</u>	<u>\$ (731,504)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

NORTHERN VIRGINIA TRANSPORTATION DISTRICT				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ 20,000,000	\$ 20,000,000	\$ 19,162,451	\$ (837,549)
Taxes	-	-	-	-
Rights and privileges	4,786,250	4,786,250	5,588,260	802,010
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	806,768	806,768	716,202	(90,566)
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	816,000	816,000	832,448	16,448
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>26,409,018</u>	<u>26,409,018</u>	<u>26,299,361</u>	<u>(109,657)</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	1,107,693	1,107,693	12,447,499	(11,339,806)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>1,107,693</u>	<u>1,107,693</u>	<u>12,447,499</u>	<u>(11,339,806)</u>
Revenues over (under) expenditures	<u>25,301,325</u>	<u>25,301,325</u>	<u>13,851,862</u>	<u>(11,449,463)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(25,302,474)	(25,302,474)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(25,302,474)</u>	<u>(25,302,474)</u>
Revenues and other sources over (under) expenditures and other uses	<u>25,301,325</u>	<u>25,301,325</u>	<u>(11,450,612)</u>	<u>(36,751,937)</u>
Fund balance - July 1	<u>114,721,767</u>	<u>114,721,767</u>	<u>114,721,767</u>	<u>-</u>
Fund balance - June 30	<u>\$ 140,023,092</u>	<u>\$ 140,023,092</u>	<u>\$ 103,271,155</u>	<u>\$ (36,751,937)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

ROUTE 58				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ 40,000,000	\$ 40,000,000	\$ 12,000,000.00	\$ (28,000,000)
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	294,391	294,391	175,198	(119,193)
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>40,294,391</u>	<u>40,294,391</u>	<u>12,175,198</u>	<u>(28,119,193)</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	566,891	566,891	142,960	423,931
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>566,891</u>	<u>566,891</u>	<u>142,960</u>	<u>423,931</u>
Revenues over (under) expenditures	<u>39,727,500</u>	<u>39,727,500</u>	<u>12,032,238</u>	<u>(27,695,262)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(39,727,489)	(39,727,489)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(39,727,489)</u>	<u>(39,727,489)</u>
Revenues and other sources over (under) expenditures and other uses	<u>39,727,500</u>	<u>39,727,500</u>	<u>(27,695,251)</u>	<u>(67,422,751)</u>
Fund balance - July 1	<u>33,460,598</u>	<u>33,460,598</u>	<u>33,460,598</u>	<u>-</u>
Fund balance - June 30	<u>\$ 73,188,098</u>	<u>\$ 73,188,098</u>	<u>\$ 5,765,347</u>	<u>\$ (67,422,751)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

TRANSPORTATION SET ASIDE				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ 1,000,000	\$ 1,000,000	\$ 983,113	\$ (16,887)
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	11,484	11,484	8,739	(2,745)
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	1,500,000	1,500,000	1,000,000	(500,000)
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>2,511,484</u>	<u>2,511,484</u>	<u>1,991,852</u>	<u>(519,632)</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	286,984	286,984	119	286,865
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>286,984</u>	<u>286,984</u>	<u>119</u>	<u>286,865</u>
Revenues over (under) expenditures	<u>2,224,500</u>	<u>2,224,500</u>	<u>1,991,733</u>	<u>(232,767)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(2,224,500)	(2,224,500)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(2,224,500)</u>	<u>(2,224,500)</u>
Revenues and other sources over (under) expenditures and other uses	<u>2,224,500</u>	<u>2,224,500</u>	<u>(232,767)</u>	<u>(2,457,267)</u>
Fund balance - July 1	<u>701,590</u>	<u>701,590</u>	<u>701,590</u>	<u>-</u>
Fund balance - June 30	<u>\$ 2,926,090</u>	<u>\$ 2,926,090</u>	<u>\$ 468,823</u>	<u>\$ (2,457,267)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

ROUTE 28				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	6,502	6,502
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>6,502</u>	<u>6,502</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	2,000	1,835	165
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>2,000</u>	<u>1,835</u>	<u>165</u>
Revenues over (under) expenditures	<u>-</u>	<u>(2,000)</u>	<u>4,667</u>	<u>6,667</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>(2,000)</u>	<u>4,667</u>	<u>6,667</u>
Fund balance - July 1	<u>959,204</u>	<u>959,204</u>	<u>959,204</u>	<u>-</u>
Fund balance - June 30	<u>\$ 959,204</u>	<u>\$ 957,204</u>	<u>\$ 963,871</u>	<u>\$ 6,667</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
BUDGET COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2015

COLEMAN BRIDGE				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	2,388	2,388
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	6,000,000	6,000,000	6,179,116	179,116
Other	-	-	1,265	1,265
Total revenues	<u>6,000,000</u>	<u>6,000,000</u>	<u>6,182,769</u>	<u>182,769</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	6,000,000	3,708,900	3,091,521	617,379
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>6,000,000</u>	<u>3,708,900</u>	<u>3,091,521</u>	<u>617,379</u>
Revenues over (under) expenditures	<u>-</u>	<u>2,291,100</u>	<u>3,091,248</u>	<u>800,148</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	30,236,162	27,945,062	-	(27,945,062)
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(3,305,405)	(3,305,405)
Total other financing sources (uses)	<u>30,236,162</u>	<u>27,945,062</u>	<u>(3,305,405)</u>	<u>(31,250,467)</u>
Revenues and other sources over (under) expenditures and other uses	<u>30,236,162</u>	<u>30,236,162</u>	<u>(214,157)</u>	<u>(30,450,319)</u>
Fund balance - July 1	<u>(30,236,162)</u>	<u>(30,236,162)</u>	<u>(30,236,162)</u>	<u>-</u>
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (30,450,319)</u>	<u>\$ (30,450,319)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

FEDERAL REIMBURSEMENT ANTICIPATION NOTES				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	800	800	1,156	356
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>800</u>	<u>800</u>	<u>1,156</u>	<u>356</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	800	2,800	5,005	(2,205)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>800</u>	<u>2,800</u>	<u>5,005</u>	<u>(2,205)</u>
Revenues over (under) expenditures	<u>-</u>	<u>(2,000)</u>	<u>(3,849)</u>	<u>(1,849)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>(2,000)</u>	<u>(3,849)</u>	<u>(1,849)</u>
Fund balance - July 1	<u>108,981</u>	<u>108,981</u>	<u>108,981</u>	<u>-</u>
Fund balance - June 30	<u>\$ 108,981</u>	<u>\$ 106,981</u>	<u>\$ 105,132</u>	<u>\$ (1,849)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	GARVEE			VARIANCE FAVORABLE (UNFAVORABLE)
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	405,740	405,740
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>405,740</u>	<u>405,740</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	27,319,532	(27,319,532)
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>27,319,532</u>	<u>(27,319,532)</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(26,913,792)</u>	<u>(26,913,792)</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>(26,913,792)</u>	<u>(26,913,792)</u>
Fund balance - July 1	<u>297,678,244</u>	<u>297,678,244</u>	<u>297,678,244</u>	<u>-</u>
Fund balance - June 30	<u>\$ 297,678,244</u>	<u>\$ 297,678,244</u>	<u>\$ 270,764,452</u>	<u>\$ (26,913,792)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

POWHITE PARKWAY EXTENSION				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	-	-
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	10,000,000	10,000,000	11,030,038	1,030,038
Other	-	-	860	860
Total revenues	<u>10,000,000</u>	<u>10,000,000</u>	<u>11,030,898</u>	<u>1,030,898</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	10,000,000	10,000,000	3,947,862	6,052,138
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>10,000,000</u>	<u>10,000,000</u>	<u>3,947,862</u>	<u>6,052,138</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>7,083,036</u>	<u>7,083,036</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	37,980,928	37,980,928	-	(37,980,928)
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(1,632,105)	(1,632,105)
Total other financing sources (uses)	<u>37,980,928</u>	<u>37,980,928</u>	<u>(1,632,105)</u>	<u>(39,613,033)</u>
Revenues and other sources over (under) expenditures and other uses	<u>37,980,928</u>	<u>37,980,928</u>	<u>5,450,931</u>	<u>(32,529,997)</u>
Fund balance - July 1	<u>(37,980,928)</u>	<u>(37,980,928)</u>	<u>(37,980,928)</u>	<u>-</u>
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (32,529,997)</u>	<u>\$ (32,529,997)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

NORTHERN VIRGINIA TRANSPORTATION AUTHORITY				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	301,118,755	301,118,755	317,433,107	16,314,352
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	105,926	105,926
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>301,118,755</u>	<u>301,118,755</u>	<u>317,539,033</u>	<u>16,420,278</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	299,276,334	299,276,334	302,851,715	(3,575,381)
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>299,276,334</u>	<u>299,276,334</u>	<u>302,851,715</u>	<u>(3,575,381)</u>
Revenues over (under) expenditures	<u>1,842,421</u>	<u>1,842,421</u>	<u>14,687,318</u>	<u>12,844,897</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>1,842,421</u>	<u>1,842,421</u>	<u>14,687,318</u>	<u>12,844,897</u>
Fund balance - July 1	<u>26,376,587</u>	<u>26,376,587</u>	<u>26,376,587</u>	<u>-</u>
Fund balance - June 30	<u>\$ 28,219,008</u>	<u>\$ 28,219,008</u>	<u>\$ 41,063,905</u>	<u>\$ 12,844,897</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

HAMPTON ROADS PLANNING ORGANIZATION				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	606,280	606,280
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>606,280</u>	<u>606,280</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	469,567	(469,567)
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>469,567</u>	<u>(469,567)</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>136,713</u>	<u>136,713</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(144,082,538)	(144,082,538)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(144,082,538)</u>	<u>(144,082,538)</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>(143,945,825)</u>	<u>(143,945,825)</u>
Fund balance - July 1	143,945,825	143,945,825	143,945,825	-
Fund balance - June 30	<u>\$ 143,945,825</u>	<u>\$ 143,945,825</u>	<u>\$ -</u>	<u>\$ (143,945,825)</u>

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

HAMPTON ROADS TRANSPORTATION ACCOUNTABILITY COMMISSION				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	177,557,091	177,557,091	170,854,622	(6,702,469)
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	629,976	629,976
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	-	-
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	177,557,091	177,557,091	171,484,598	(6,072,493)
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	155,928,133	299,416,695	293,322,957	6,093,738
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	155,928,133	299,416,695	293,322,957	6,093,738
Revenues over (under) expenditures	21,628,958	(121,859,604)	(121,838,359)	21,245
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	121,859,604	-	(121,859,604)
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	144,082,538	144,082,538
Transfers out	-	-	-	-
Total other financing sources (uses)	-	121,859,604	144,082,538	22,222,934
Revenues and other sources over (under) expenditures and other uses	21,628,958	-	22,244,179	22,244,179
Fund balance - July 1	-	-	-	-
Fund balance - June 30	\$ 21,628,958	\$ -	\$ 22,244,179	\$ 22,244,179

VIRGINIA DEPARTMENT OF TRANSPORTATION
 BUDGET COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	ARRA GRANTS			VARIANCE FAVORABLE (UNFAVORABLE)
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenues				
Revenue provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -	\$ -
Taxes	-	-	-	-
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends, and rents	-	-	-	-
Fines, forfeitures, court fees	-	-	-	-
Penalties, and escheats	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Federal grants and contracts	-	-	7,675,641	7,675,641
Toll revenues	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>7,675,641</u>	<u>7,675,641</u>
Expenditures				
Current				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	-	-	-	-
Environmental monitoring and compliance	-	-	-	-
Toll facility operations and construction	-	-	-	-
Capital outlay	-	-	-	-
Transfers to other state agencies	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>7,675,641</u>	<u>7,675,641</u>
Other financing sources (uses)				
Other financing uses	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Transfers to other state agencies and General Fund	-	-	-	-
Transfers from other state agencies and General Fund	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(7,675,641)	(7,675,641)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(7,675,641)</u>	<u>(7,675,641)</u>
Revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**FINANCIAL
REPORT
JUNE 30, 2015**

**COMBINING AND
INDIVIDUAL FUND
STATEMENTS AND
SCHEDULES**

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**Nonmajor Governmental Funds
Special Revenue**

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Nonmajor Governmental Funds

Special Revenue Funds:

Special Revenue Funds account for specific revenue sources that are restricted to finance particular functions and activities of the Department.

The Transportation Partnership Opportunity Fund is provided by transfers from the Toll Facilities Revolving Fund and the Highway Construction Fund. Disbursements from this fund are mainly in the form of grants and loans to external entities.

The Concession Fund accounts for the outstanding debt owed by the Pocahontas Parkway. As part of the sale, these funds were received to transfer the rights to the purchaser, Transurban LLC. Also accounted for in this fund are amounts provided by private developers for construction work on the I-495 Capital Beltway High Occupancy Toll Lanes.

Virginia Transportation Infrastructure Bank Fund This fund accounts for a special non-reverting or revolving loan appropriated by the General Assembly and deposited to the Bank. The Commonwealth Transportation Board has the right to determine the projects for which loans or other financial assistance may be provided by the bank.

Recyclable Materials Fund accounts for the proceeds from the sale of materials purchased from the highway maintenance and construction funds.

Surplus Property Fund accounts for the proceeds from the sale of property purchased from the Highway Maintenance and Operating Fund.

Commonwealth Space Flight Fund accounts for maintenance and operations payments to the Virginia Commercial Space Flight Authority.

The Camp 30 Fund accounts for the expenditures for the construction of the leased projects in Fairfax, Virginia, known as Camp 30.

The Northern Virginia Transportation District Fund accounts for revenues and expenditures for the construction of an adequate, modern, safe and efficient transportation network in Northern Virginia. The revenues are derived from bond sales and a portion of the state recordation taxes. This fund was classified as major fund in previous years.

Route 58 Fund accounts for the revenues and expenditures for the construction of Route 58. Revenues are derived from bond sales and legislative appropriations.

The Transportation Set Aside Fund accounts for the receipt of interest, recordation taxes, and bond proceeds and the disbursements for construction costs and debt payment

relating to the City of Chesapeake Oak Grove Connector Transportation Set-aside project.

The Route 28 Project Fund accounts for revenues and expenditures for improvement to Route 28 in Fairfax and Loudoun Counties. The revenues are derived from bond sales and a special improvements tax levied by the boards of supervisors of Loudon and Fairfax at the request of the Route 28 Highway Transportation Improvement District.

The Coleman Bridge Fund accounts for the operations and construction of the Coleman Bridge.

Federal Reimbursement Anticipation Notes Fund (FRAN) accounts for the funding of the various capital transportation projects throughout the Commonwealth pursuant to the Virginia Transportation Act of 2000.

GARVEE Fund accounts for the funding of projects supported by proceeds from GARVEE bonds.

The Powhite Parkway Extension Fund accounts for the operations and construction of the Powhite Parkway Extension.

ARRA Grants Fund accounts for Federal revenues received for participation in the Build America bond program.

Northern Virginia Transportation Authority accounts for dedicated revenues collected regionally in Northern Virginia per House Bill 2313 establishing this fund effective for fiscal year 2014.

Hampton Roads Transportation Planning Organization accounts for the moneys to be used solely for new construction projects on new or existing highways, bridges, and tunnels in the localities comprising Planning District 23 as approved by the Hampton Roads Transportation Planning Organization. This fund was established per House Bill 2313 effective for fiscal year 2014.

Hampton Roads Transportation Accountability Commission accounts for management of the Hampton Roads Transportation Fund (HRTF) revenues for the Hampton Roads region funding that was established per House Bill 2313..

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 NON MAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015

	TRANSPORTATION PARTNERSHIP OPPORTUNITY	CONCESSION FUNDS FOR PROJECTS	VA TRANSPORTATION INFRASTRUCTURE BANK
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 30,306,053	\$ 10,777,760	\$ 235,371,298
Cash and cash equivalents with trustees (Note 13)	-	-	-
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for collateral held for securities lending (Note 13)	1,156,604	411,324	8,982,740
Investments for collateral held for securities lending (Note 13)	41,862	14,887	325,121
Advance fund	-	-	-
Receivables: (net)			
Federal government	-	-	-
Cities, counties, and towns	-	-	-
State agencies	-	-	-
Loans & other	-	-	88,360,509
Taxes receivable	-	-	-
Due from other funds (Note 9)	-	-	-
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	-	-	-
Total assets	31,504,519	11,203,971	333,039,668
Deferred Outflows of Resources	157,634	-	-
Total Assets and Deferred Outflows	\$ 31,662,153	\$ 11,203,971	\$ 333,039,668
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ 1,070,783	\$ 493,108	\$ -
Deposits payable	-	-	-
Payable to component unit	-	-	-
Payable for collateral held for securities lending	1,198,466	426,211	9,307,861
Due to other agencies	-	-	-
Due to other funds (Note 9)	-	-	-
Liability for compensated absences	-	-	-
Accrued liabilities	-	-	-
Retainage on contracts	-	-	-
Total liabilities	2,269,249	919,319	9,307,861
Deferred Inflows of Resources	-	-	-
Total Liabilities and Deferred Inflows	\$ 2,269,249	\$ 919,319	\$ 9,307,861
Fund Balances (Note 2)			
Nonspendable	-	-	88,360,509
Restricted	-	-	-
Committed	29,392,904	10,284,652	235,371,298
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	29,392,904	10,284,652	323,731,807
Total liabilities, deferred inflows and fund balances	\$ 31,662,153	\$ 11,203,971	\$ 333,039,668

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 NON MAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015

	COMMONWEALTH SPACE FLIGHT	RECYCLABLE MATERIALS	SURPLUS PROPERTY
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 1,558	\$ -	\$ -
Cash and cash equivalents with trustees (Note 13)	-	-	-
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for collateral held for securities lending (Note 13)	60	-	-
Investments for collateral held for securities lending (Note 13)	2	-	-
Advance fund	-	-	-
Receivables: (net)			
Federal government	-	-	-
Cities, counties, and towns	-	-	-
State agencies	-	-	-
Loans & other	-	-	-
Taxes receivable	-	-	-
Due from other funds (Note 9)	-	-	-
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	-	-	-
Total assets	1,620	-	-
Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows	\$ 1,620	\$ -	\$ -
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ -	\$ -	\$ -
Deposits payable	-	-	-
Payable to component unit	-	-	-
Payable for collateral held for securities lending	62	-	-
Due to other agencies	-	-	-
Due to other funds (Note 9)	-	-	-
Liability for compensated absences	-	-	-
Accrued liabilities	-	-	-
Retainage on contracts	-	-	-
Total liabilities	62	-	-
Deferred Inflows of Resources	-	-	-
Total Liabilities and Deferred Inflows	\$ 62	\$ -	\$ -
Fund Balances (Note 2)			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	1,558	-	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	1,558	-	-
Total liabilities, deferred inflows and fund balances	\$ 1,620	\$ -	\$ -

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 NON MAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015

	NORTHERN VIRGINIA TRANSPORTATION DISTRICT		
	CAMP 30		ROUTE 58
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ -	\$ 103,271,155	\$ 5,201,530
Cash and cash equivalents with trustees (Note 13)	6,038,687	-	563,817
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for collateral held for securities lending (Note 13)	-	3,941,253	198,512
Investments for collateral held for securities lending (Note 13)	-	142,650	7,185
Advance fund	-	-	-
Receivables: (net)			
Federal government	-	-	-
Cities, counties, and towns	-	-	-
State agencies	-	-	-
Loans & other	-	-	-
Taxes receivable	-	-	-
Due from other funds (Note 9)	-	-	-
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	-	-	-
Total assets	6,038,687	107,355,058	5,971,044
Deferred Outflows of Resources	-	-	15,358
Total Assets and Deferred Outflows	\$ 6,038,687	\$ 107,355,058	\$ 5,986,402
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ 430,634	\$ -	\$ 1,979
Deposits payable	-	-	-
Payable to component unit	-	-	-
Payable for collateral held for securities lending	-	4,083,903	205,697
Due to other agencies	-	-	-
Due to other funds (Note 9)	-	-	-
Liability for compensated absences	-	42	2
Accrued liabilities	-	-	-
Retainage on contracts	-	19,302	50,256
Total liabilities	430,634	4,103,247	257,934
Deferred Inflows of Resources	-	-	-
Total Liabilities and Deferred Inflows	\$ 430,634	\$ 4,103,247	\$ 257,934
Fund Balances (Note 2)			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	5,608,053	103,251,811	5,728,468
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	5,608,053	103,251,811	5,728,468
Total liabilities, deferred inflows and fund balances	\$ 6,038,687	\$ 107,355,058	\$ 5,986,402

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 NON MAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015

	TRANSPORTATION SET ASIDE	ROUTE 28	COLEMAN BRIDGE
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 468,823	\$ 963,871	\$ 8,852,546
Cash and cash equivalents with trustees (Note 13)	-	-	-
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for collateral held for securities lending (Note 13)	17,892	36,785	18,657
Investments for collateral held for securities lending (Note 13)	648	1,331	675
Advance fund	-	-	7,500
Receivables: (net)			
Federal government	-	-	-
Cities, counties, and towns	-	-	-
State agencies	-	-	-
Loans & other	-	-	4,960
Taxes receivable	-	-	-
Due from other funds (Note 9)	-	-	-
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	-	-	-
Total assets	487,363	1,001,987	8,884,338
Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows	\$ 487,363	\$ 1,001,987	\$ 8,884,338
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ -	\$ -	\$ 379,032
Deposits payable	-	-	-
Payable to component unit	-	-	-
Payable for collateral held for securities lending	18,540	38,116	19,332
Due to other agencies	-	-	-
Due to other funds (Note 9)	-	-	39,310,365
Liability for compensated absences	-	-	58
Accrued liabilities	-	-	33,821
Retainage on contracts	-	-	-
Total liabilities	18,540	38,116	39,742,608
Deferred Inflows of Resources	-	-	1,120
Total Liabilities and Deferred Inflows	\$ 18,540	\$ 38,116	\$ 39,743,728
Fund Balances (Note 2)			
Nonspendable	-	-	4,960
Restricted	-	-	-
Committed	468,823	963,871	-
Assigned	-	-	-
Unassigned	-	-	(30,864,350)
Total fund balances	468,823	963,871	(30,859,390)
Total liabilities, deferred inflows and fund balances	\$ 487,363	\$ 1,001,987	\$ 8,884,338

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
NON MAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015

	FEDERAL REIMBURSEMENT ANTICIPATION NOTES	GARVEE	POWHITE PARKWAY EXTENSION
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 105,132	\$ -	\$ 16,220,383
Cash and cash equivalents with trustees (Note 13)	-	270,764,452	-
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for collateral held for securities lending (Note 13)	4,012	-	-
Investments for collateral held for securities lending (Note 13)	142	-	-
Advance fund	-	-	11,000
Receivables: (net)			
Federal government	-	-	-
Cities, counties, and towns	-	-	-
State agencies	-	-	-
Loans & other	-	-	-
Taxes receivable	-	-	-
Due from other funds (Note 9)	-	-	-
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	-	-	-
Total assets	109,286	270,764,452	16,231,383
Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows	\$ 109,286	\$ 270,764,452	\$ 16,231,383
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ -	\$ 5,538	\$ 168,355
Deposits payable	-	-	-
Payable to component unit	-	-	-
Payable for collateral held for securities lending	4,154	-	-
Due to other agencies	-	-	-
Due to other funds (Note 9)	-	-	48,761,380
Liability for compensated absences	-	-	120
Accrued liabilities	-	-	70,331
Retainage on contracts	-	-	-
Total liabilities	4,154	5,538	49,000,186
Deferred Inflows of Resources	-	-	-
Total Liabilities and Deferred Inflows	\$ 4,154	\$ 5,538	\$ 49,000,186
Fund Balances (Note 2)			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	105,132	270,758,914	-
Assigned	-	-	-
Unassigned	-	-	(32,768,803)
Total fund balances	105,132	270,758,914	(32,768,803)
Total liabilities, deferred inflows and fund balances	\$ 109,286	\$ 270,764,452	\$ 16,231,383

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 NON MAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015

	NORTHERN VA TRANSPORTATION AUTHORITY	HAMPTON ROADS TRANSP. PLANNING ORG.	HAMPTON ROADS TRANSP. ACCOUNTABILITY COMMISSION
<u>Assets and Deferred Outflows of Resources</u>			
Cash and cash equivalents			
with the Treasurer of Virginia (Note 13)	\$ 41,063,905	\$ -	\$ 22,244,179
Cash and cash equivalents with trustees (Note 13)	-	-	-
Investments with the Treasurer of Virginia (Note 13)	-	-	-
Investments with trustees (Note 13)	-	-	-
Cash and cash equivalents for collateral held for securities lending (Note 13)	1,567,168	-	848,930
Investments for collateral held for securities lending (Note 13)	56,722	-	30,726
Advance fund	-	-	-
Receivables: (net)			
Federal government	-	-	-
Cities, counties, and towns	-	-	-
State agencies	-	-	-
Loans & other	-	-	-
Taxes receivable	-	-	-
Due from other funds (Note 9)	-	-	-
Due from agencies	-	-	-
Prepaid expense	-	-	-
Inventory (Note 1 G)	-	-	-
Total assets	42,687,795	-	23,123,835
Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows	\$ 42,687,795	\$ -	\$ 23,123,835
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>			
Accounts payable	\$ 7,042,889	\$ -	\$ -
Deposits payable	-	-	-
Payable to component unit	-	-	-
Payable for collateral held for securities lending	1,623,890	-	879,656
Due to other agencies	-	-	-
Due to other funds (Note 9)	-	-	-
Liability for compensated absences	-	-	-
Accrued liabilities	-	-	-
Retainage on contracts	-	-	-
Total liabilities	8,666,779	-	879,656
Deferred Inflows of Resources	-	-	-
Total Liabilities and Deferred Inflows	\$ 8,666,779	\$ -	\$ 879,656
Fund Balances (Note 2)			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	34,021,016	-	22,244,179
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	34,021,016	-	22,244,179
Total liabilities, deferred inflows and fund balances	\$ 42,687,795	\$ -	\$ 23,123,835

The accompanying notes are an integral part of this financial statement

VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING BALANCE SHEET GOVERNMENTAL FUNDS
 NON MAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015

ARRA GRANTS

Assets and Deferred Outflows of Resources

Cash and cash equivalents		
with the Treasurer of Virginia (Note 13)	\$	-
Cash and cash equivalents with trustees (Note 13)		
Investments with the Treasurer of Virginia (Note 13)		
Investments with trustees (Note 13)		
Cash and cash equivalents for collateral held for securities lending (Note 13)		
Investments for collateral held for securities lending (Note 13)		-
Advance fund		-
Receivables: (net)		
Federal government		-
Cities, counties, and towns		-
State agencies		-
Loans & other		-
Taxes receivable		-
Due from other funds (Note 9)		-
Due from agencies		-
Prepaid expense		-
Inventory (Note 1 G)		-
Total assets		<u>-</u>

Deferred Outflows of Resources

Total Assets and Deferred Outflows	<u>\$</u>	<u>-</u>
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Liabilities, Deferred Inflows of Resources and Fund Balances

Accounts payable	\$	-
Deposits payable		-
Payable to component unit		
Payable for collateral held for securities lending		-
Due to other agencies		
Due to other funds (Note 9)		-
Liability for compensated absences		-
Accrued liabilities		-
Retainage on contracts		-
Total liabilities		<u>-</u>

Deferred Inflows of Resources

Total Liabilities and Deferred Inflows	<u>\$</u>	<u>-</u>
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Fund Balances (Note 2)

Nonspendable		-
Restricted		-
Committed		-
Assigned		-
Unassigned		-
Total fund balances		<u>-</u>

Total liabilities, deferred inflows and fund balances	<u>\$</u>	<u>-</u>
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The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015**

	TRANSPORTATION PARTNERSHIP OPPORTUNITY	CONCESSION FUNDS FOR PROJECTS	VIRGINIA TRANSPORTATION INFRASTRUCTURE BANK
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -
Taxes	-	-	-
Rights and privileges	-	-	-
Sale of property and commodities	-	-	-
Interest, dividends and rents	231,216	77,788	3,176,654
Fines, forfeitures, court fees, penalties, and escheats	-	-	-
Federal grants and contracts	-	-	-
Receipts from localities and private sector	-	-	-
Toll revenue	-	-	-
Other revenue	-	-	-
Total revenue	<u>231,216</u>	<u>77,788</u>	<u>3,176,654</u>
Expenditures			
Current:			
Administrative and support services	-	-	-
Ground transportation system planning and research	-	-	-
Highway system acquisition and construction	13,129,954	1,737,809	83,883
Highway system maintenance	-	-	-
Financial assistance to localities	-	-	-
Environmental monitoring and compliance	-	-	-
Toll facilities operations and construction	-	-	-
Capital Outlay	-	-	-
Transfers to other state agencies (Note 10)	-	-	-
Total expenditures	<u>13,129,954</u>	<u>1,737,809</u>	<u>83,883</u>
Revenues over (under) expenditures	<u>(12,898,738)</u>	<u>(1,660,021)</u>	<u>3,092,771</u>
Other financing sources (uses)			
Other financing sources (uses)	-	-	-
Bond Proceeds	-	-	-
Insurance recoveries	-	-	-
Transfers to other state agencies and General Fund (Note 10)	-	-	-
Transfers from other state agencies and General Fund (Note 10)	-	-	-
Transfers in (Note 10)	-	-	-
Transfers out (Note 10)	(69,371)	-	-
Total other financing sources (uses)	<u>(69,371)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(12,968,109)	(1,660,021)	3,092,771
Beginning fund balance	42,361,013	11,944,673	320,639,036
Ending fund balance - June 30	<u>\$ 29,392,904</u>	<u>\$ 10,284,652</u>	<u>\$ 323,731,807</u>

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE
 NONMAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015**

	COMMONWEALTH SPACE FLIGHT	RECYCLABLE MATERIALS	SURPLUS PROPERTY
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -
Taxes	-	-	-
Rights and privileges	-	-	-
Sale of property and commodities	-	-	-
Interest, dividends and rents	1,579	-	-
Fines, forfeitures, court fees, penalties, and escheats	-	-	-
Federal grants and contracts	-	-	-
Receipts from localities and private sector	-	-	-
Toll revenue	-	-	-
Other revenue	-	156,445	4,094,944
Total revenue	1,579	156,445	4,094,944
Expenditures			
Current:			
Administrative and support services	-	-	-
Ground transportation system planning and research	-	-	-
Highway system acquisition and construction	21	-	-
Highway system maintenance	-	-	-
Financial assistance to localities	-	-	-
Environmental monitoring and compliance	-	-	-
Toll facilities operations and construction	-	-	-
Capital Outlay	-	-	-
Transfers to other state agencies (Note 10)	-	-	-
Total expenditures	21	-	-
Revenues over (under) expenditures	1,558	156,445	4,094,944
Other financing sources (uses)			
Other financing sources (uses)	-	-	-
Bond Proceeds	-	-	-
Insurance recoveries	-	-	-
Transfers to other state agencies and General Fund (Note 10)	-	-	-
Transfers from other state agencies and General Fund (Note 10)	-	-	-
Transfers in (Note 10)	-	-	-
Transfers out (Note 10)	-	(156,445)	(4,094,944)
Total other financing sources (uses)	-	(156,445)	(4,094,944)
Net Change in Fund Balance	1,558	-	-
Beginning fund balance	-	-	-
Ending fund balance - June 30	\$ 1,558	\$ -	\$ -

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015**

	NORTHERN VIRGINIA TRANSPORTATION DISTRICT		
	CAMP 30		ROUTE 58
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ -	\$ 19,162,451	\$ 12,000,000
Taxes	-	-	-
Rights and privileges	-	5,588,260	-
Sale of property and commodities	-	-	-
Interest, dividends and rents	9,354	716,202	175,198
Fines, forfeitures, court fees, penalties, and escheats	-	-	-
Federal grants and contracts	-	-	-
Receipts from localities and private sector	-	832,448	-
Toll revenue	-	-	-
Other revenue	-	-	-
Total revenue	<u>9,354</u>	<u>26,299,361</u>	<u>12,175,198</u>
Expenditures			
Current:			
Administrative and support services	-	-	-
Ground transportation system planning and research	-	-	-
Highway system acquisition and construction	-	12,237,493	119,775
Highway system maintenance	-	-	-
Financial assistance to localities	-	-	-
Environmental monitoring and compliance	-	-	-
Toll facilities operations and construction	-	-	-
Capital Outlay	1,208,289	-	-
Transfers to other state agencies (Note 10)	-	-	-
Total expenditures	<u>1,208,289</u>	<u>12,237,493</u>	<u>119,775</u>
Revenues over (under) expenditures	<u>(1,198,935)</u>	<u>14,061,868</u>	<u>12,055,423</u>
Other financing sources (uses)			
Other financing sources (uses)	-	-	-
Bond Proceeds	-	-	-
Insurance recoveries	-	-	-
Transfers to other state agencies and General Fund (Note 10)	-	-	-
Transfers from other state agencies and General Fund (Note 10)	-	-	-
Transfers in (Note 10)	40,905	-	-
Transfers out (Note 10)	-	(25,302,474)	(39,727,489)
Total other financing sources (uses)	<u>40,905</u>	<u>(25,302,474)</u>	<u>(39,727,489)</u>
Net Change in Fund Balance	(1,158,030)	(11,240,606)	(27,672,066)
Beginning fund balance	6,766,083	114,492,417	33,400,534
Ending fund balance - June 30	<u>\$ 5,608,053</u>	<u>\$ 103,251,811</u>	<u>\$ 5,728,468</u>

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015**

	TRANSPORTATION SET ASIDE	ROUTE 28	COLEMAN BRIDGE
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ 983,113	\$ -	\$ -
Taxes	-	-	-
Rights and privileges	-	-	-
Sale of property and commodities	-	-	-
Interest, dividends and rents	8,739	6,502	2,388
Fines, forfeitures, court fees, penalties, and escheats	-	-	-
Federal grants and contracts	-	-	-
Receipts from localities and private sector	1,000,000	-	-
Toll revenue	-	-	6,179,116
Other revenue	-	-	2,815
Total revenue	1,991,852	6,502	6,184,319
Expenditures			
Current:			
Administrative and support services	-	-	-
Ground transportation system planning and research	-	-	-
Highway system acquisition and construction	119	1,835	-
Highway system maintenance	-	-	-
Financial assistance to localities	-	-	-
Environmental monitoring and compliance	-	-	-
Toll facilities operations and construction	-	-	3,355,084
Capital Outlay	-	-	-
Transfers to other state agencies (Note 10)	-	-	-
Total expenditures	119	1,835	3,355,084
Revenues over (under) expenditures	1,991,733	4,667	2,829,235
Other financing sources (uses)			
Other financing sources (uses)	-	-	-
Bond Proceeds	-	-	-
Insurance recoveries	-	-	-
Transfers to other state agencies and General Fund (Note 10)	-	-	-
Transfers from other state agencies and General Fund (Note 10)	-	-	-
Transfers in (Note 10)	-	-	-
Transfers out (Note 10)	(2,224,500)	-	(3,305,405)
Total other financing sources (uses)	(2,224,500)	-	(3,305,405)
Net Change in Fund Balance	(232,767)	4,667	(476,170)
Beginning fund balance	701,590	959,204	(30,383,220)
Ending fund balance - June 30	\$ 468,823	\$ 963,871	\$ (30,859,390)

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE
 NONMAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015**

	FEDERAL REIMBURSEMENT ANTICIPATION NOTES	GARVEE	POWHITE PARKWAY EXTENSION
Revenues			
Revenues provided by the General Fund of the Commonwealth	\$ -	\$ -	\$ -
Taxes	-	-	-
Rights and privileges	-	-	-
Sale of property and commodities	-	-	-
Interest, dividends and rents	1,156	405,740	-
Fines, forfeitures, court fees, penalties, and escheats	-	-	-
Federal grants and contracts	-	-	-
Receipts from localities and private sector	-	-	-
Toll revenue	-	-	11,030,038
Other revenue	-	-	626
Total revenue	1,156	405,740	11,030,664
Expenditures			
Current:			
Administrative and support services	-	-	-
Ground transportation system planning and research	-	-	-
Highway system acquisition and construction	5,005	24,353,689	-
Highway system maintenance	-	-	-
Financial assistance to localities	-	-	-
Environmental monitoring and compliance	-	-	-
Toll facilities operations and construction	-	-	3,829,121
Capital Outlay	-	-	-
Transfers to other state agencies (Note 10)	-	-	-
Total expenditures	5,005	24,353,689	3,829,121
Revenues over (under) expenditures	(3,849)	(23,947,949)	7,201,543
Other financing sources (uses)			
Other financing sources (uses)	-	-	-
Bond Proceeds	-	-	-
Insurance recoveries	-	-	-
Transfers to other state agencies and General Fund (Note 10)	-	-	-
Transfers from other state agencies and General Fund (Note 10)	-	-	-
Transfers in (Note 10)	-	-	-
Transfers out (Note 10)	-	-	(1,632,105)
Total other financing sources (uses)	-	-	(1,632,105)
Net Change in Fund Balance	(3,849)	(23,947,949)	5,569,438
Beginning fund balance	108,981	294,706,863	(38,338,241)
Ending fund balance - June 30	\$ 105,132	\$ 270,758,914	\$ (32,768,803)

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
June 30, 2015**

NORTHERN VA TRANSPORTATION AUTHORITY	HAMPTON ROADS TRANSP. PLANNING ORGANIZATION	HAMPTON ROADS TRANSP. ACCOUNTABILITY COMMISSION
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Revenues				
Revenues provided by the General Fund of the Commonwealth	\$	-	\$	-
Taxes	317,433,107	-	-	170,854,622
Rights and privileges	-	-	-	-
Sale of property and commodities	-	-	-	-
Interest, dividends and rents	105,926	606,280	-	629,976
Fines, forfeitures, court fees, penalties, and escheats	-	-	-	-
Federal grants and contracts	-	-	-	-
Receipts from localities and private sector	-	-	-	-
Toll revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenue	<u>317,539,033</u>	<u>606,280</u>	<u>171,484,598</u>	
Expenditures				
Current:				
Administrative and support services	-	-	-	-
Ground transportation system planning and research	-	-	-	-
Highway system acquisition and construction	-	-	-	-
Highway system maintenance	-	-	-	-
Financial assistance to localities	304,214,882	328,544	-	293,322,957
Environmental monitoring and compliance	-	-	-	-
Toll facilities operations and construction	-	-	-	-
Capital Outlay	-	-	-	-
Transfers to other state agencies (Note 10)	-	-	-	-
Total expenditures	<u>304,214,882</u>	<u>328,544</u>	<u>293,322,957</u>	
Revenues over (under) expenditures	<u>13,324,151</u>	<u>277,736</u>	<u>(121,838,359)</u>	
Other financing sources (uses)				
Other financing sources (uses)	-	-	-	-
Bond Proceeds	-	-	-	-
Insurance recoveries	-	-	-	-
Transfers to other state agencies and General Fund (Note 10)	-	-	-	-
Transfers from other state agencies and General Fund (Note 10)	-	-	-	-
Transfers in (Note 10)	-	-	-	144,082,538
Transfers out (Note 10)	-	(144,082,538)	-	-
Total other financing sources (uses)	<u>-</u>	<u>(144,082,538)</u>	<u>144,082,538</u>	
Net Change in Fund Balance	13,324,151	(143,804,802)	22,244,179	
Beginning fund balance	20,696,865	143,804,802	-	
Ending fund balance - June 30	<u>\$ 34,021,016</u>	<u>\$ -</u>	<u>\$ 22,244,179</u>	

The accompanying notes are an integral part of this financial statement

**VIRGINIA DEPARTMENT OF TRANSPORTATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE
 NONMAJOR GOVERNMENTAL FUNDS-SPECIAL REVENUE
 June 30, 2015**

ARRA GRANTS

Revenues	
Revenues provided by the General Fund of the Commonwealth	\$ -
Taxes	-
Rights and privileges	-
Sale of property and commodities	-
Interest, dividends and rents	-
Fines, forfeitures, court fees, penalties, and escheats	-
Federal grants and contracts	7,675,641
Receipts from localities and private sector	-
Toll revenue	-
Other revenue	-
Total revenue	<u>7,675,641</u>
Expenditures	
Current:	
Administrative and support services	-
Ground transportation system planning and research	-
Highway system acquisition and construction	-
Highway system maintenance	-
Financial assistance to localities	-
Environmental monitoring and compliance	-
Toll facilities operations and construction	-
Capital Outlay	-
Transfers to other state agencies (Note 10)	-
Total expenditures	<u>-</u>
Revenues over (under) expenditures	<u>7,675,641</u>
Other financing sources (uses)	
Other financing sources (uses)	-
Bond Proceeds	-
Insurance recoveries	-
Transfers to other state agencies and General Fund (Note 10)	-
Transfers from other state agencies and General Fund (Note 10)	-
Transfers in (Note 10)	-
Transfers out (Note 10)	(7,675,641)
Total other financing sources (uses)	<u>(7,675,641)</u>
Net Change in Fund Balance	-
Beginning fund balance	-
Ending fund balance - June 30	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement

**Schedule of Federal
Assistance**

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VIRGINIA DEPARTMENT OF TRANSPORTATION
 SCHEDULE OF FEDERAL ASSISTANCE
 FISCAL YEAR 2015

Federal/State Grantor Agency	CFDA Number	Federal Program Name	FEDERAL CASH BALANCE	FEDERAL CASH BASIS RECEIPTS	FEDERAL CASH BASIS DISBURSEMENTS	FEDERAL CASH BALANCE
			July 1, 2014			June 30, 2015
United States Dept of Transportation	20.205	Highway Planning and Construction	-	1,184,404,265	1,184,404,265	-
		TOTAL FEDERAL REVENUE:	-	1,184,404,265	1,184,404,265	-
United States Dept of Transportation/DMV	20.607	Alcohol Open Container Requirements		8,353,604	8,353,604	
United States Dept of Transportation/DMV	97.036	Safety Incentive Grant for Use of Seatbelts	-	5,951,731	5,951,731	-
United States Dept of Defense	12.607	Planning and Economic Diversification	-	298,666	298,666	
		TOTAL TRANSFERS FROM OTHER STATE AGENCIES:	-	14,604,001	14,604,001	-
		GRAND TOTAL OF FEDERAL ASSISTANCE	-	1,199,008,266	1,199,008,266	-

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FINANCIAL REPORT

JUNE 30, 2015



The Virginia Department of Transportation (VDOT) is responsible for building, maintaining and operating the state's roads, bridges, tunnels and ferries. Through the Commonwealth Transportation Board, it also provides funding for airports, sea ports, rail and public transportation.

Virginia's Highway System

The 58,537 mile system is divided into the following categories:

Interstate

1,119 miles of four-to-10 lane highways connect states and major cities

Primary

8,111 miles of two-to-six lane roads connect cities and towns with each other and with interstates

Secondary

48,305 miles of local connector or county roads

Frontage

333 miles of frontage roads

A separate system includes 11,789 miles of urban streets, maintained by cities and towns with the help of state funds. Virginia's cities are independent of its counties. Henrico County (1,357 miles) and Arlington County (369 miles) maintain their own roads with state financial assistance. There also an additional 39 miles of toll roads maintained by others.

Other Transportation Services

The transportation system comprises more than roads. VDOT also is responsible for:

- More than 12,603 bridges
- Four underwater crossings in the Hampton Roads area
- Two mountain tunnels on Interstate 77 in Southwest Virginia
- Traffic Operations Centers
- Two toll roads or bridges
- Four ferry services
- Rest areas along major highways
- Commuter parking lots

VDOT Organization

VDOT has about 7,500 employees.

VDOT is divided into nine geographic districts (Bristol, Culpeper, Fredericksburg, Hampton Roads, Lynchburg, Northern Virginia, Richmond, Salem and Staunton) 29 residencies, two district satellite offices responsible for one to four counties each and a central office in Richmond. VDOT also has several traffic operations centers that keep traffic flowing along major travel corridors.

The 17-member Commonwealth Transportation Board allocates highway funding to specific projects, locates routes and provides funding for airports, seaports and public transportation.

The Secretary of Transportation serves as a chairman and the Commissioner of Highways as vice-chairman. Members are appointed by the Governor and approved by the General Assembly. The director of the Department of Rail and Public Transportation serves as a non-voting member of the board.

A limited number of copies of this report are available. For additional copies, contact:

Virginia Department of Transportation . Fiscal Division . 1401 East Broad Street . Richmond, VA 23219 . 804-786-6373