



2012-2013 Biennium Budget

INDOT

Michael B. Cline
Commissioner

December 7, 2010



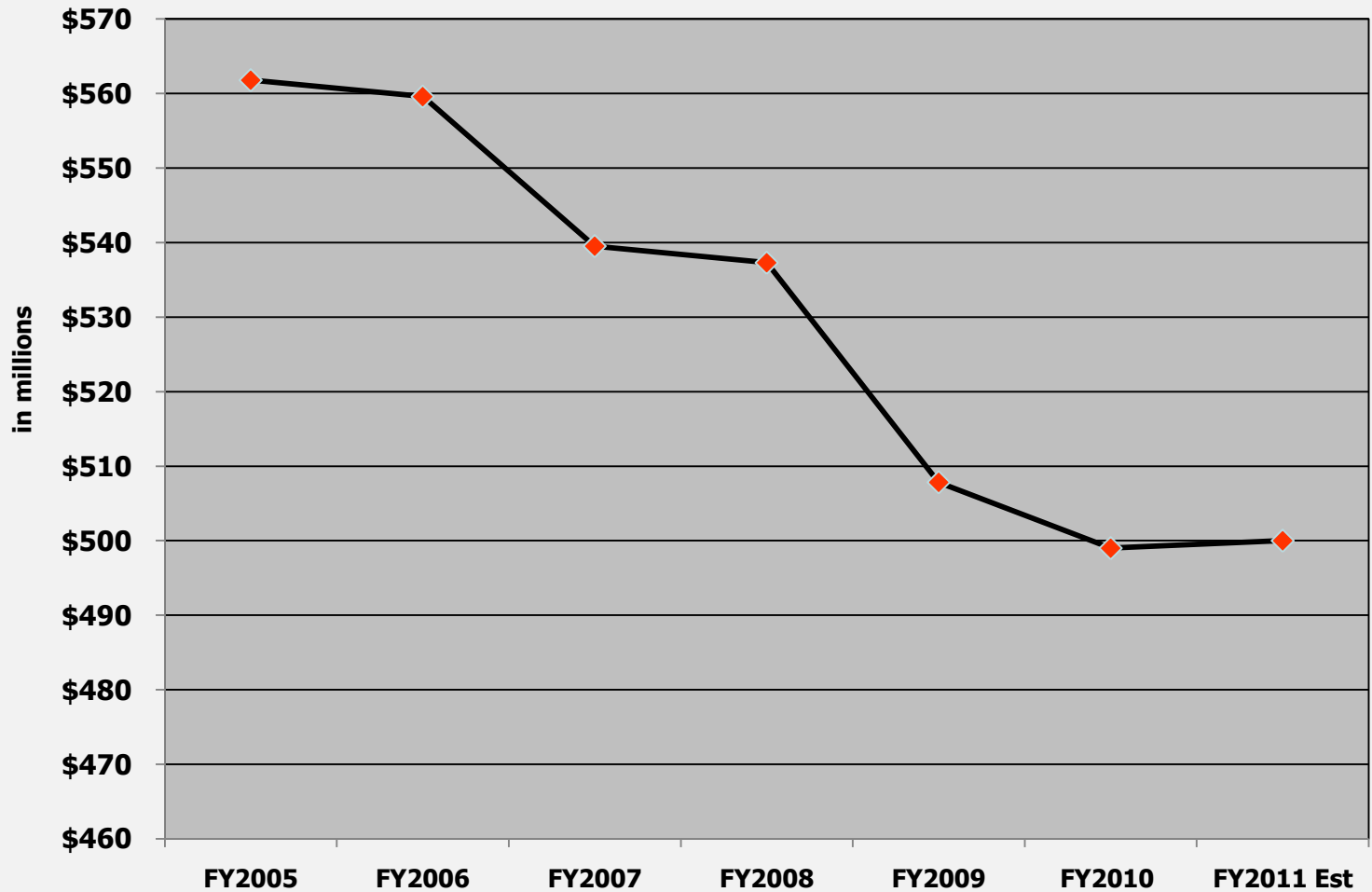
INDOT 2012-13 Biennium Budget Presentation

- **Today's Topics**
 - **Revenue**
 - **Construction Program**
 - **Major Moves Program**
 - **Local Construction Program**
 - **Operating Expenses**
 - **Opportunities**
 - **Performance Measures**



State Highway Fund Revenue

Revenue Decline Since FY2005





Sources of Revenue

	Sources	Projected 2012 Fiscal Year Dollars	Projected 2013 Fiscal Year Dollars	2 Year Change from 10/11 Biennium Percentage	% of Total
State Revenues					
State Highway Fund	Fuel Taxes, Vehicle License Fees, etc	\$487.2	\$494.5	0.2%	28.9%
SHRICF - Debt Service	2 Cent Fuel Tax	\$61.4	\$62.3	2.5%	3.6%
Crossroads - Debt Service	Vehicle License Fees	\$35.7	\$36.2	2.8%	2.1%
Public Mass Transit Fund	Sales Taxes	\$41.7	\$41.7	2.0%	2.5%
Miscellaneous Non-Highway	Sales Taxes, Permits, etc	\$20.4	\$20.4	2.1%	1.2%
Traditional State Income		\$646.4	\$655.1	0.8%	38.3%
Major Moves	Toll Road Lease Proceeds	\$130.0	\$50.0	-88.8%	5.3%
Total State Revenues		\$776.4	\$705.1	-48.2%	43.6%
Federal Revenues:					
Highway Federal Aid (non-earmarks)	Federal Funds	\$687.0	\$728.3	6.6%	41.6%
FHWA Local Highway (non-earmarks)	Federal Funds	\$229.0	\$242.8	6.6%	13.9%
Total Federal Highway Sources		\$916.0	\$971.1	6.6%	55.5%
Total Federal Transit	Federal Funds	\$14.9	\$14.9	9.6%	0.9%
Total Revenues		\$1,707.4	\$1,691.1	-27.6%	100.0%



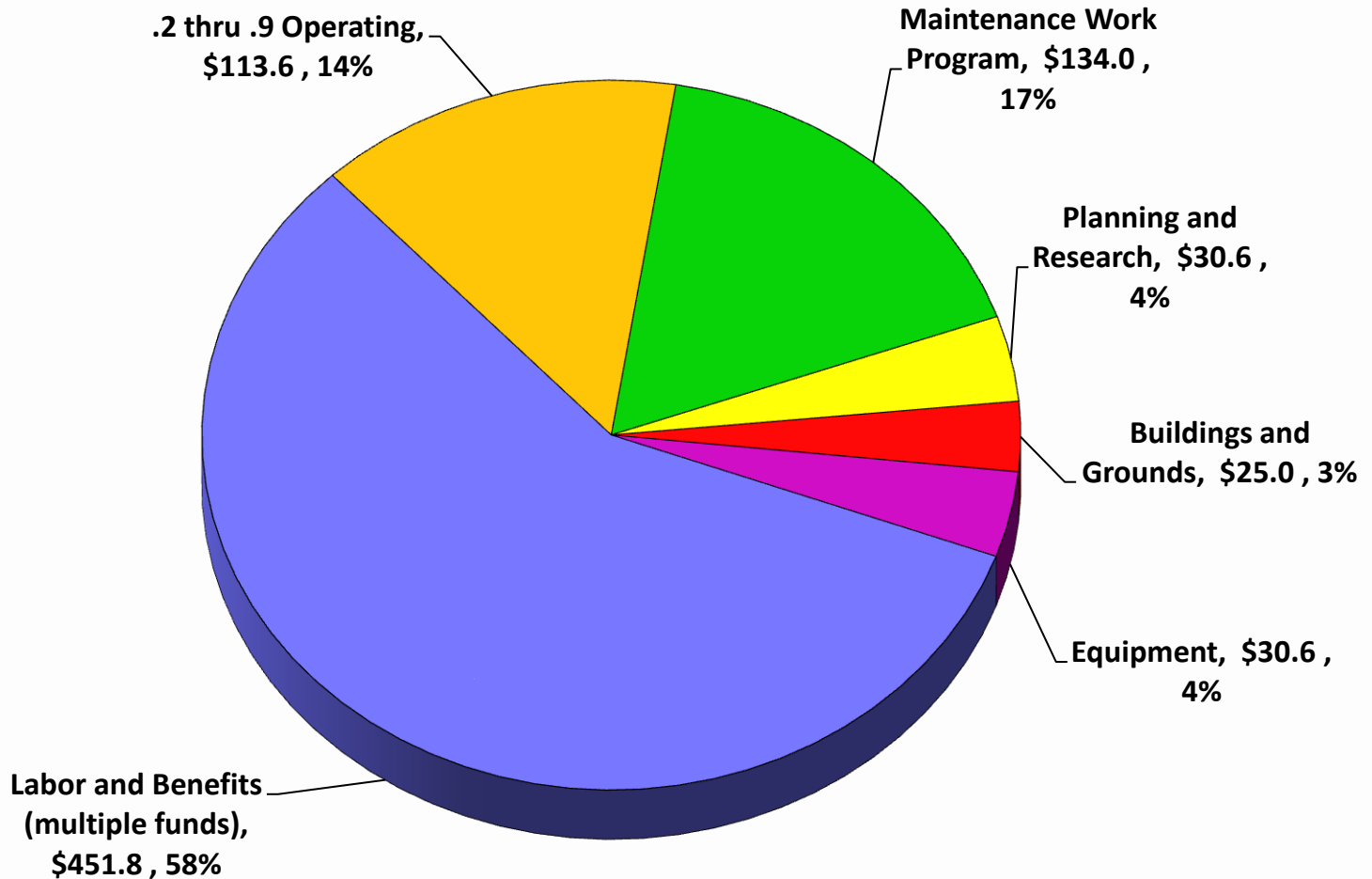
Allocation of Revenue

	Total Revenue Fiscal Year 2012 (in millions)	% of Total	Total Revenue Fiscal Year 2013 (in millions)	% of Total
Total Revenue	\$1,707.4	100.0%	\$1,691.1	100.0%
Total Highway Construction	\$961.1	56.3%	\$1,006.5	59.5%
Total Highway Development	\$171.9	10.1%	\$109.6	6.5%
Total Operating including Maint	\$396.3	23.2%	\$389.3	23.0%
Total Debt Service	\$101.1	5.9%	\$108.8	6.4%
Other - PMTF, Commuter Rail, etc	\$77.0	4.5%	\$77.0	4.6%



Breakdown of INDOT Operational Budgets (\$'s in MM's)

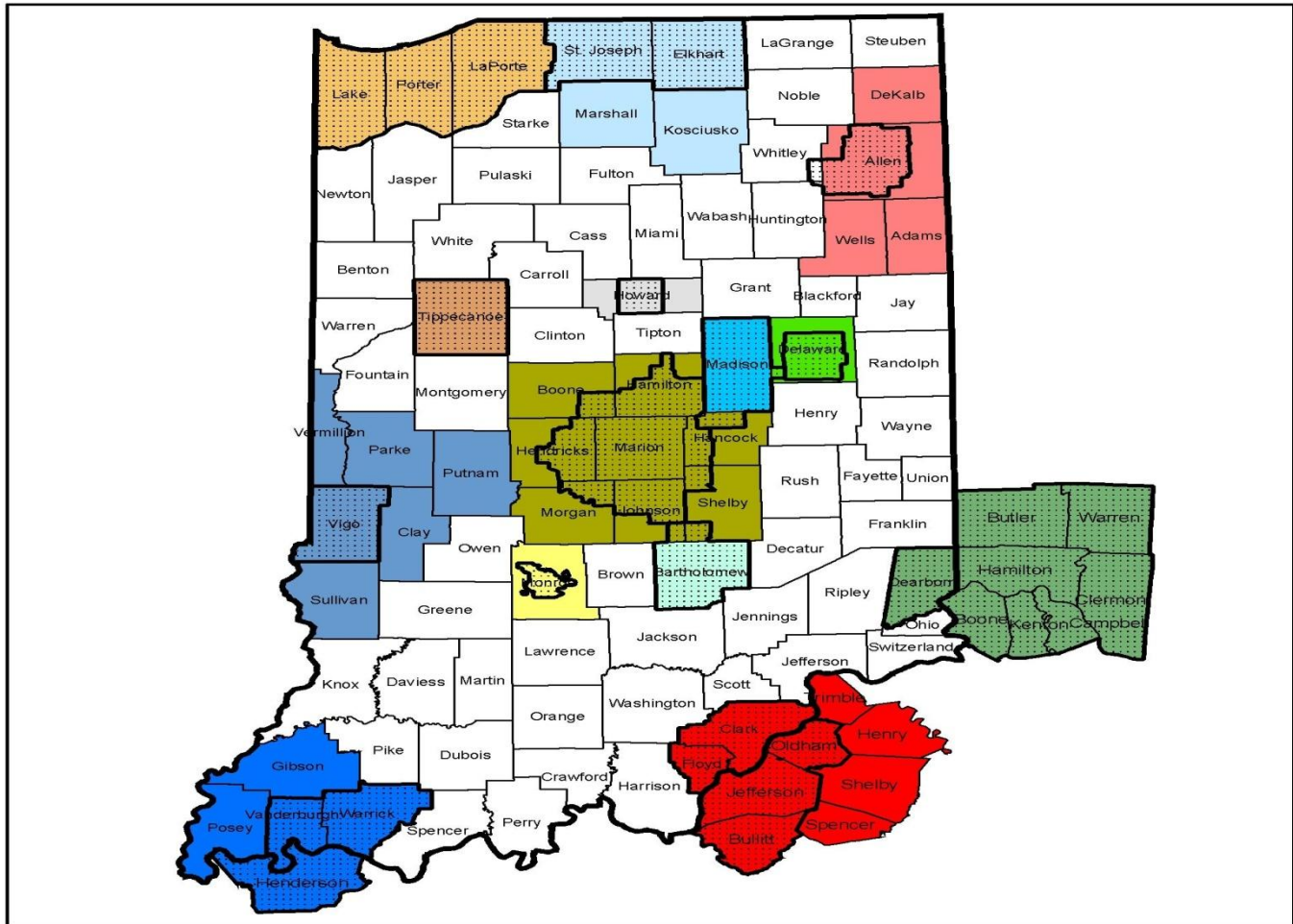
Combined FY12 and FY13





MPO Map

Metropolitan Planning Organizations in Indiana with MPAs





Local Construction Funds (\$'s in MM's)

Actual/Projected Obligation Limitation – Local Federal Projects

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
MPO's	\$ 76.2	\$ 86.5	\$ 90.6	\$ 104.2	\$ 108.5	\$ 112.8	\$ 116.2	\$ 111.0	\$ 117.7	\$ 124.7
Cities/Towns/Counties	\$ 62.6	\$ 69.1	\$ 61.5	\$ 70.8	\$ 73.7	\$ 76.7	\$ 79.0	\$ 75.0	\$ 79.5	\$ 84.3
Other - TE & Safe Rts	\$ 16.2	\$ 18.0	\$ 24.6	\$ 27.9	\$ 29.4	\$ 30.6	\$ 31.5	\$ 30.0	\$ 31.8	\$ 33.7
Total (non-earmarks)	\$ 155.0	\$ 173.7	\$ 176.6	\$ 202.9	\$ 211.6	\$ 220.1	\$ 226.7	\$ 216.0	\$ 229.0	\$ 242.7

- **INDOT has always made available 25% of the total amount of Indiana's Federal Highway allocation to Locals**
- **Record level of obligations expected**



Operating Expenses

- **Decrease of operating budgets in FY 10/11 biennium to meet available resources**
 - **Biennium reduction from current legislative passed operating budget by 8.1% in first year (2012), 9.8% in second year (2013)**

- **We will accomplish this by continuing to:**
 - **Right size employee levels**
 - **Utilize technological innovations**
 - **Implementing cost containment measures**



Fiscal Years' 2012 and 2013 Challenges/Opportunities

- Revenue forecasts for both state fuel tax revenues, vehicle license fees, etc, and federal highway funds paid by federal fuel taxes depends on economic recovery
- Uncertainty of federal spending authority
- Decline in cost favorability/inflation
- Agency headcount



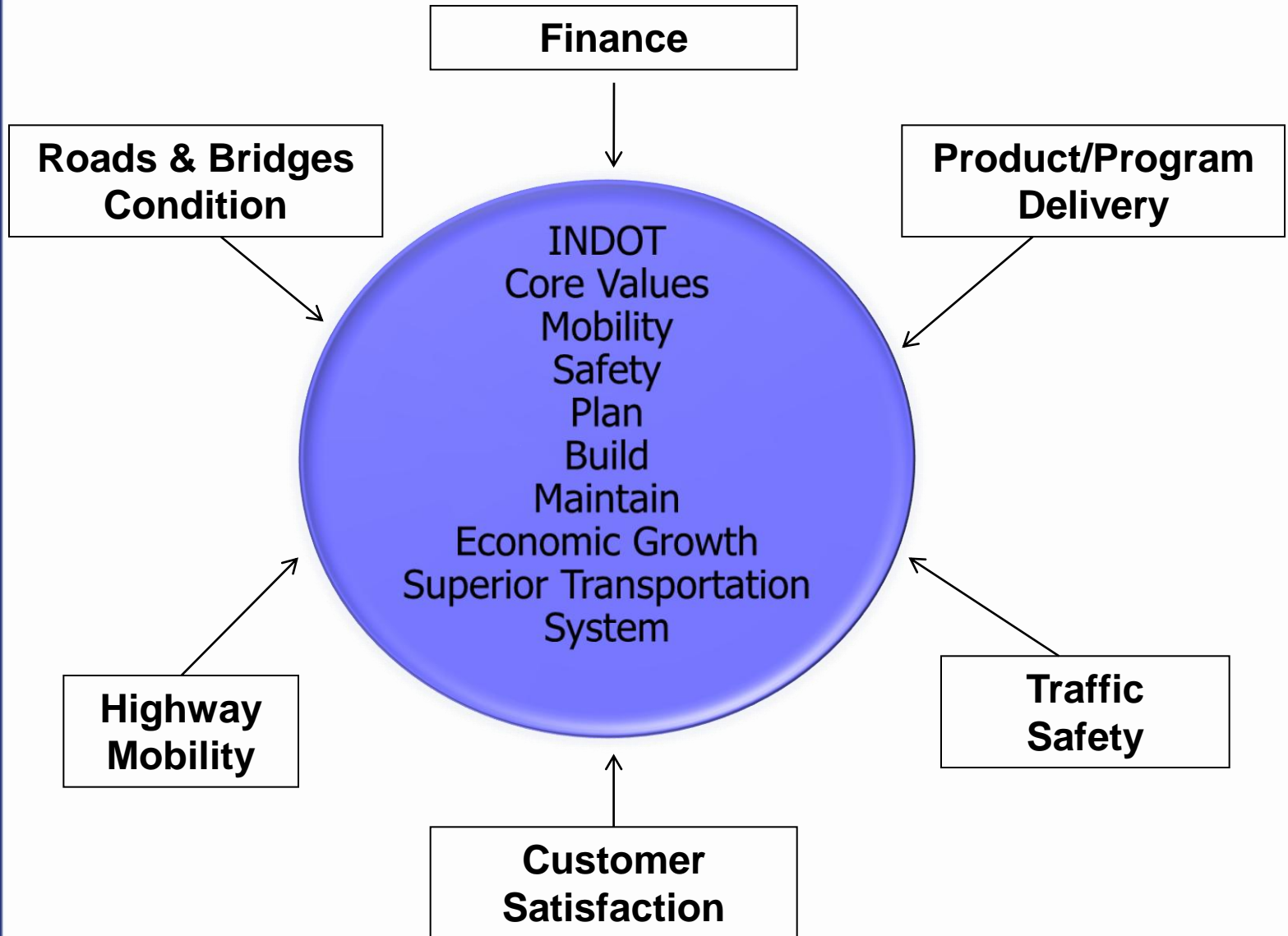
Major Moves – How are we doing w/ Construction Dollars?

- 84% of Major New projects on original schedule 2006 thru 2011 have been completed or under construction now
- Status of Major Projects

	<u>Miles</u>	<u>% Let</u>	<u>Est \$ CN Cost (m)</u>	<u>Open to Traffic</u>
US 24 Fort to Port	11	100%	\$ 81	Sep 2012
I-80/94 Interchange	-	100	187	Jul 2011
Accelerate 465	11	100	423	Dec 2011
Madison-Milton Bridge	1	100	104	Sep 2012
US 31 Plymouth to SB	20	67	233	Dec 2014
US 31 Kokomo	13	55	175	Dec 2013
I69 Evansville to Crane	67	50	700	Dec 2012
SR 25 Hoosier Heartland	36	41	377	Dec 2013
I69 Crane to Bloomington	27	0	400	Dec 2014



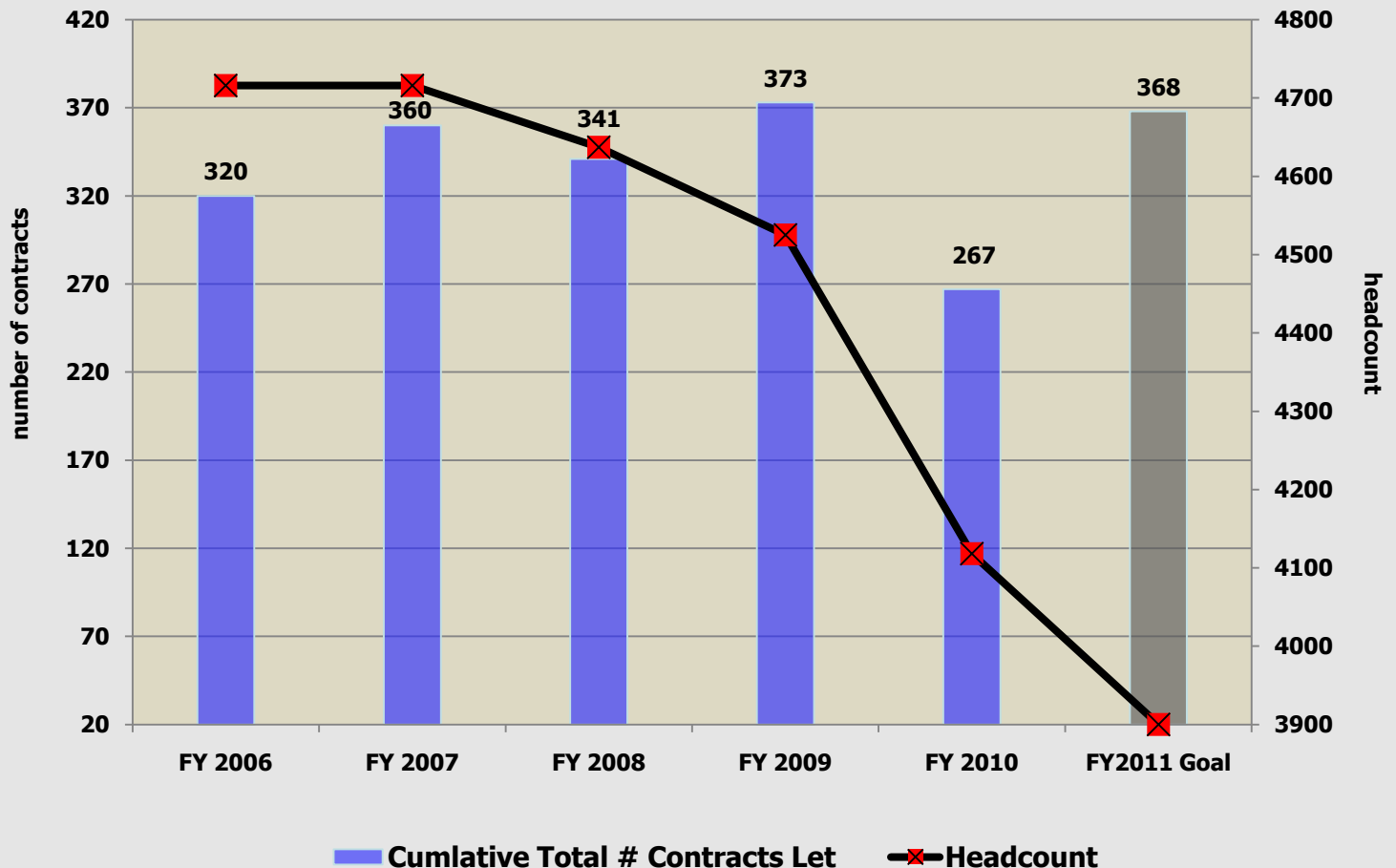
Performance Measures





Program Delivery

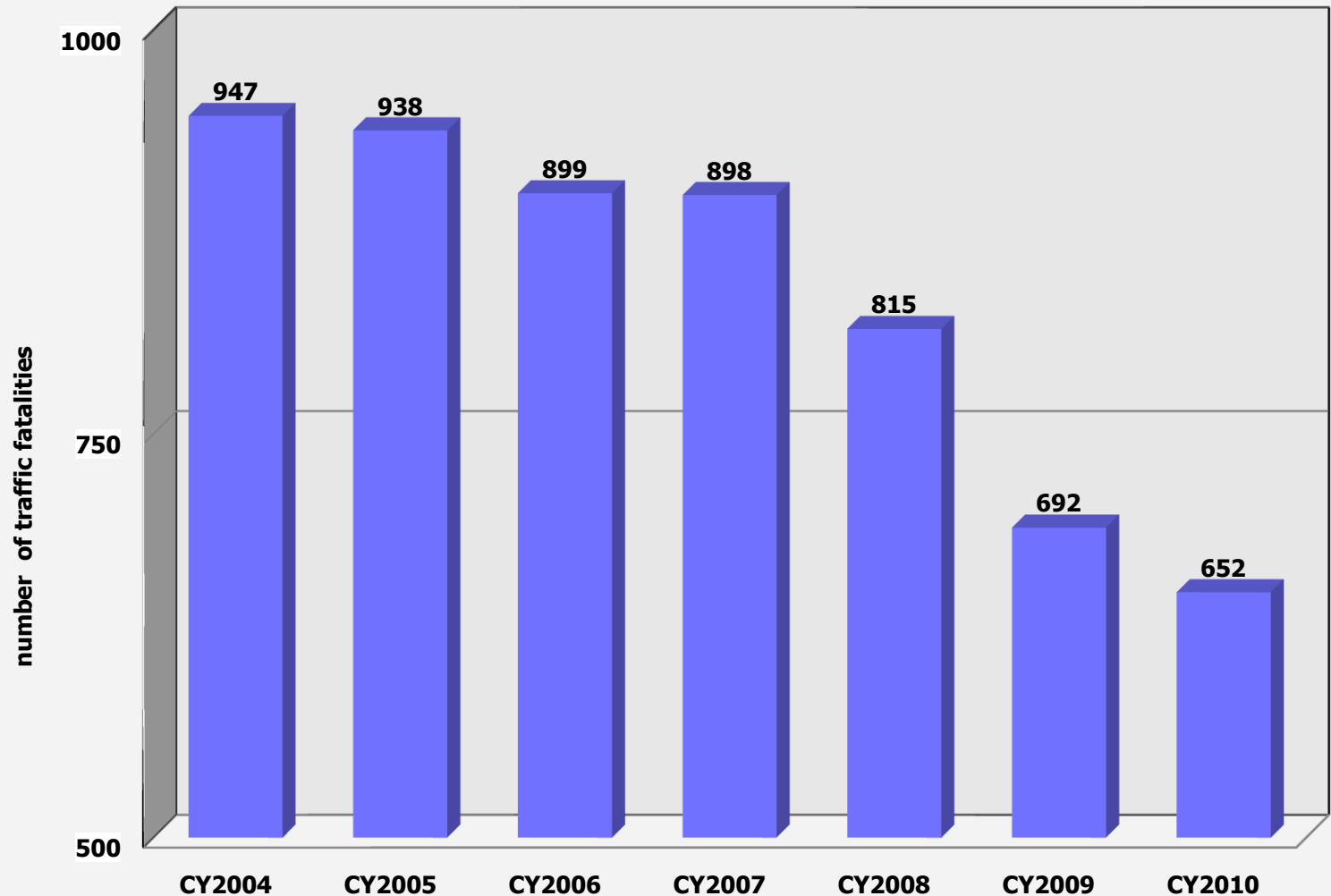
Despite Reduced Headcount, Agency Construction Contract Activity Remains High





Traffic Fatalities – All Indiana Public Roads

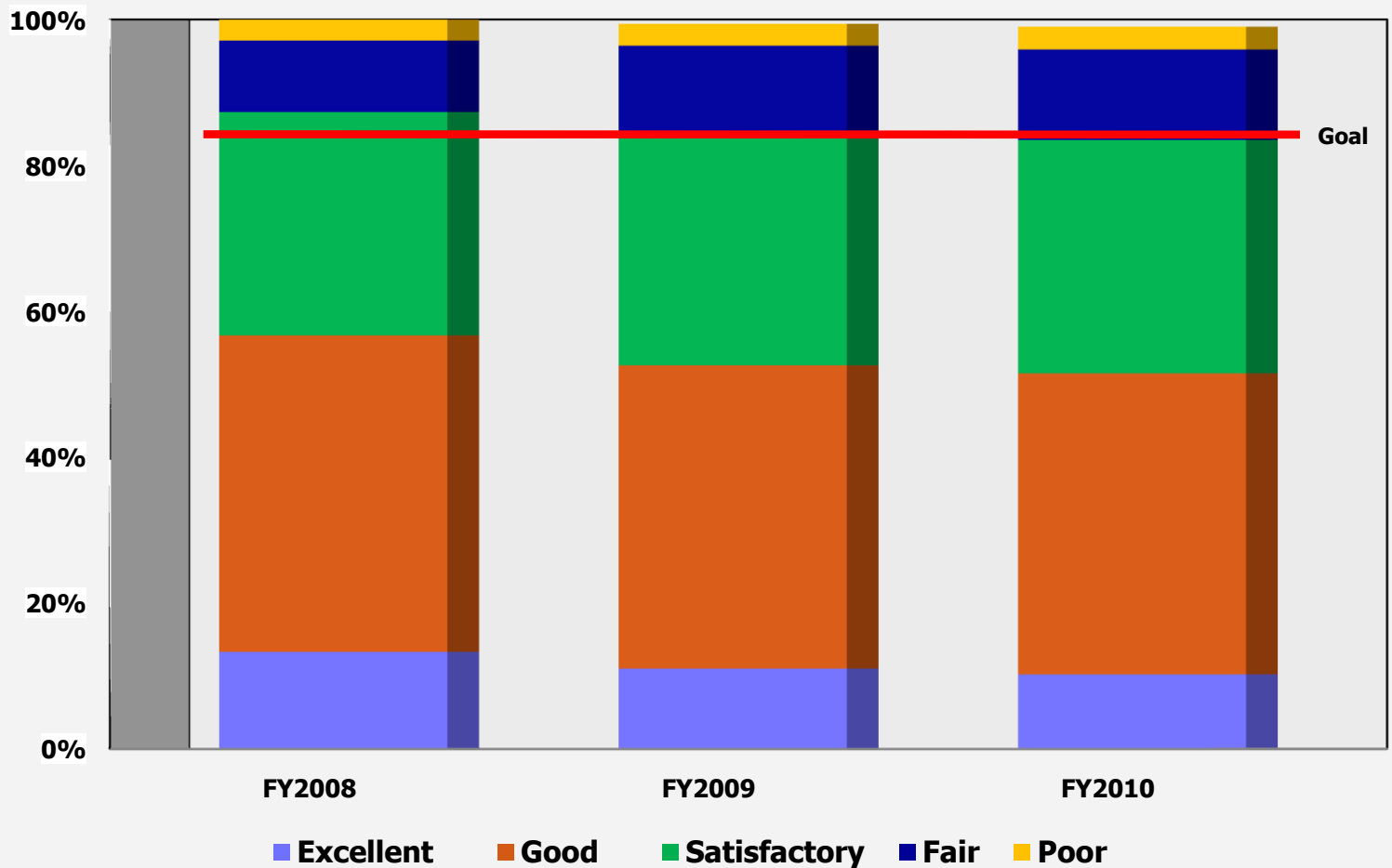
Indiana Roads Have Become Safer Since 2004





Current Bridge Deck Conditions

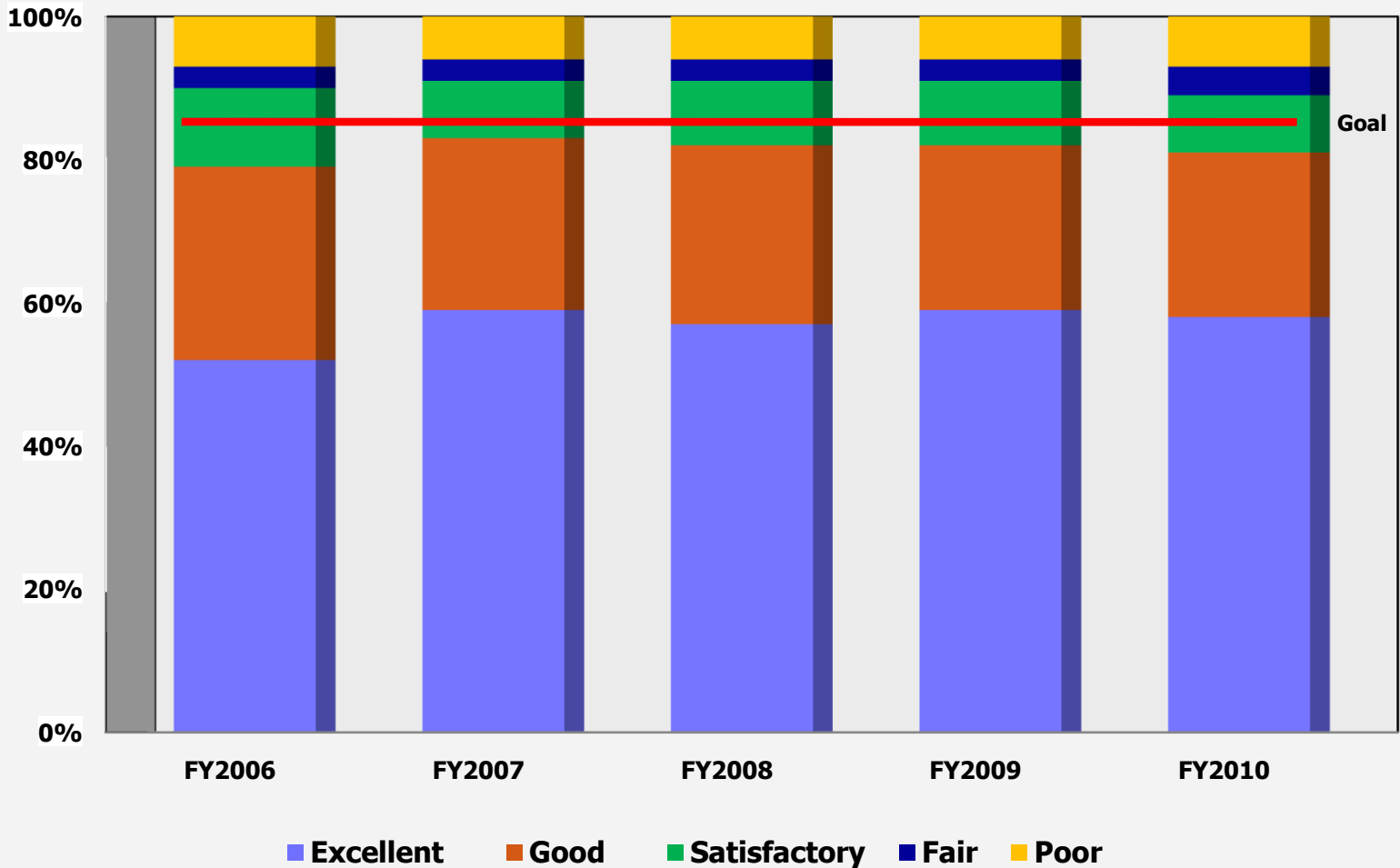
Vast Majority of INDOT's 5,220 Controlled Bridges Rated Satisfactory or Better – goal 85%





Road Conditions - Smoothness

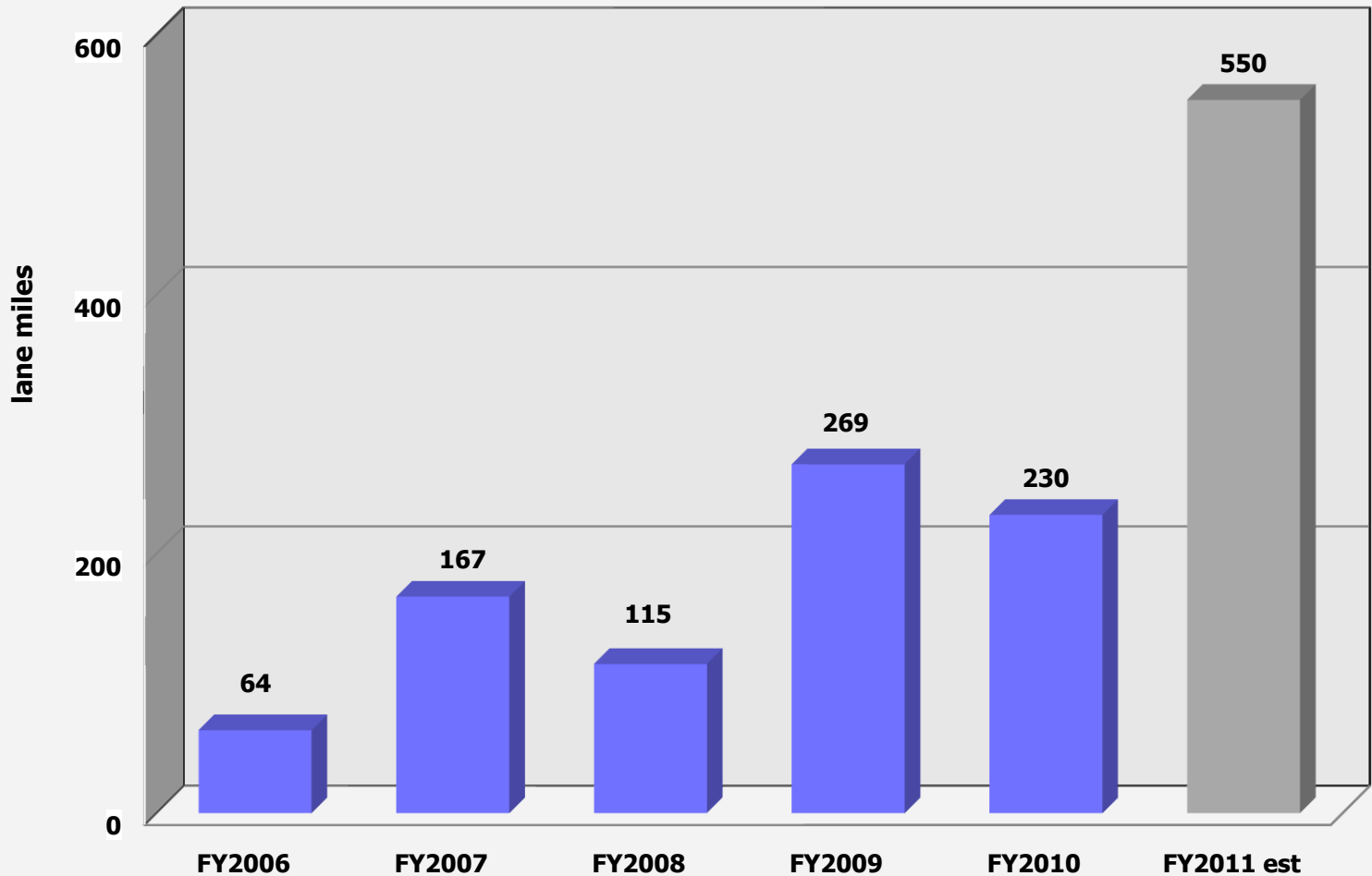
Vast Majority of INDOT Controlled Roads Rated Satisfactory or Better in Smoothness – Goal 85%





New Lane Miles Added

Significant Increase in Lane Miles * - Major Moves

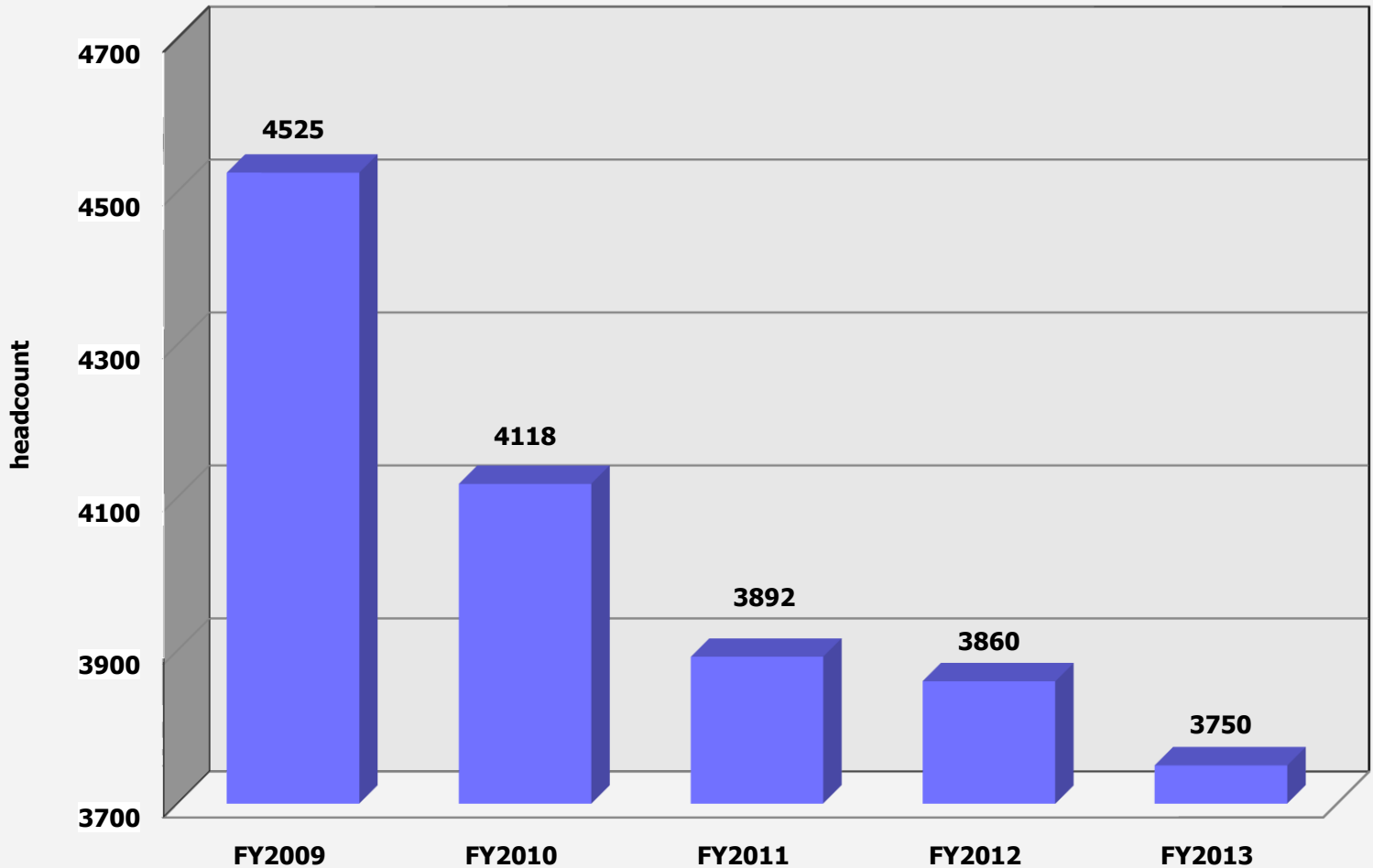


* Based Upon Contract Lettings



INDOT Headcount Totals

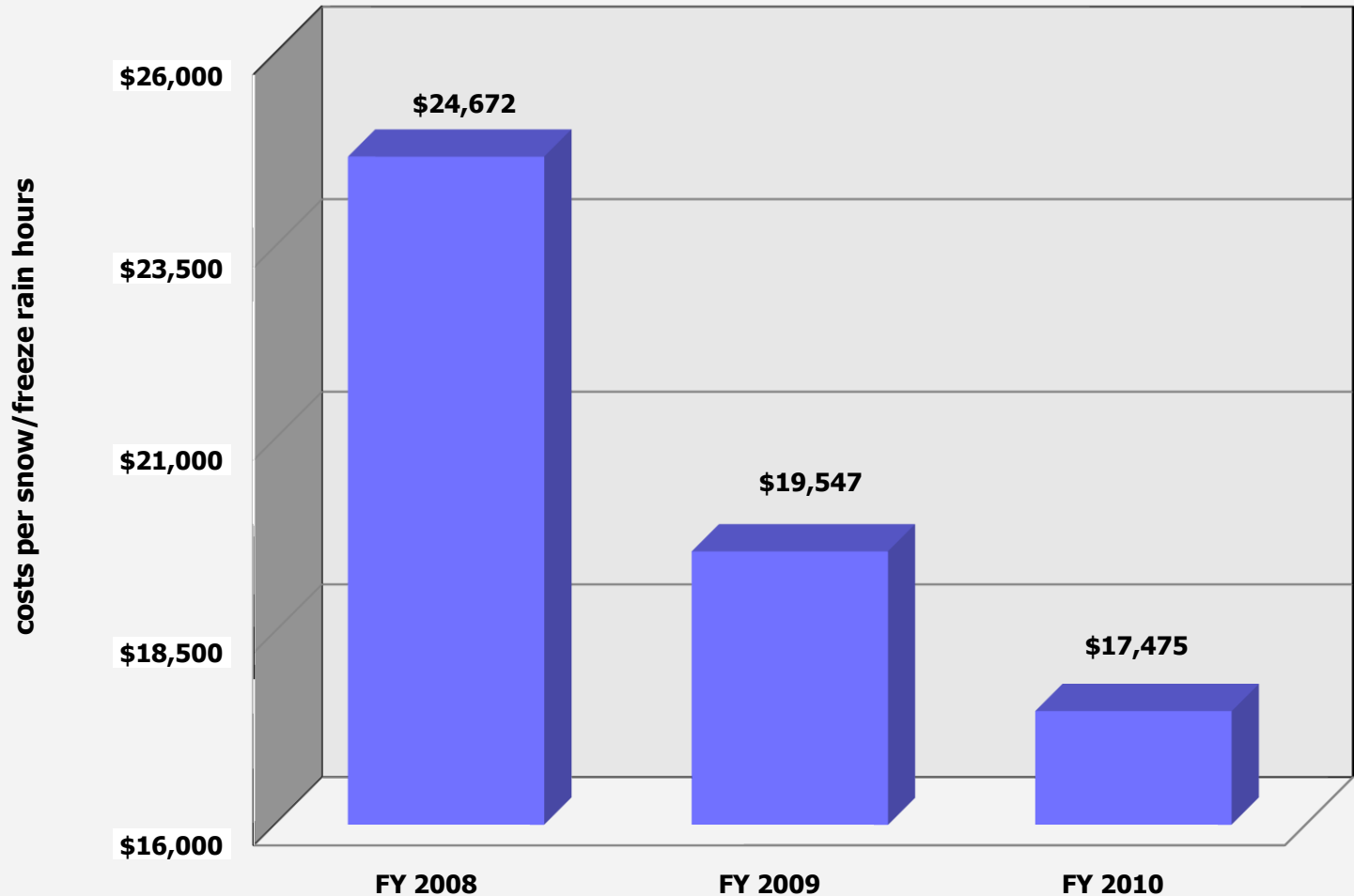
14% Reduction Realized Since FY2009, Largely Through Attrition





Winter Operations (expense per weather hour)

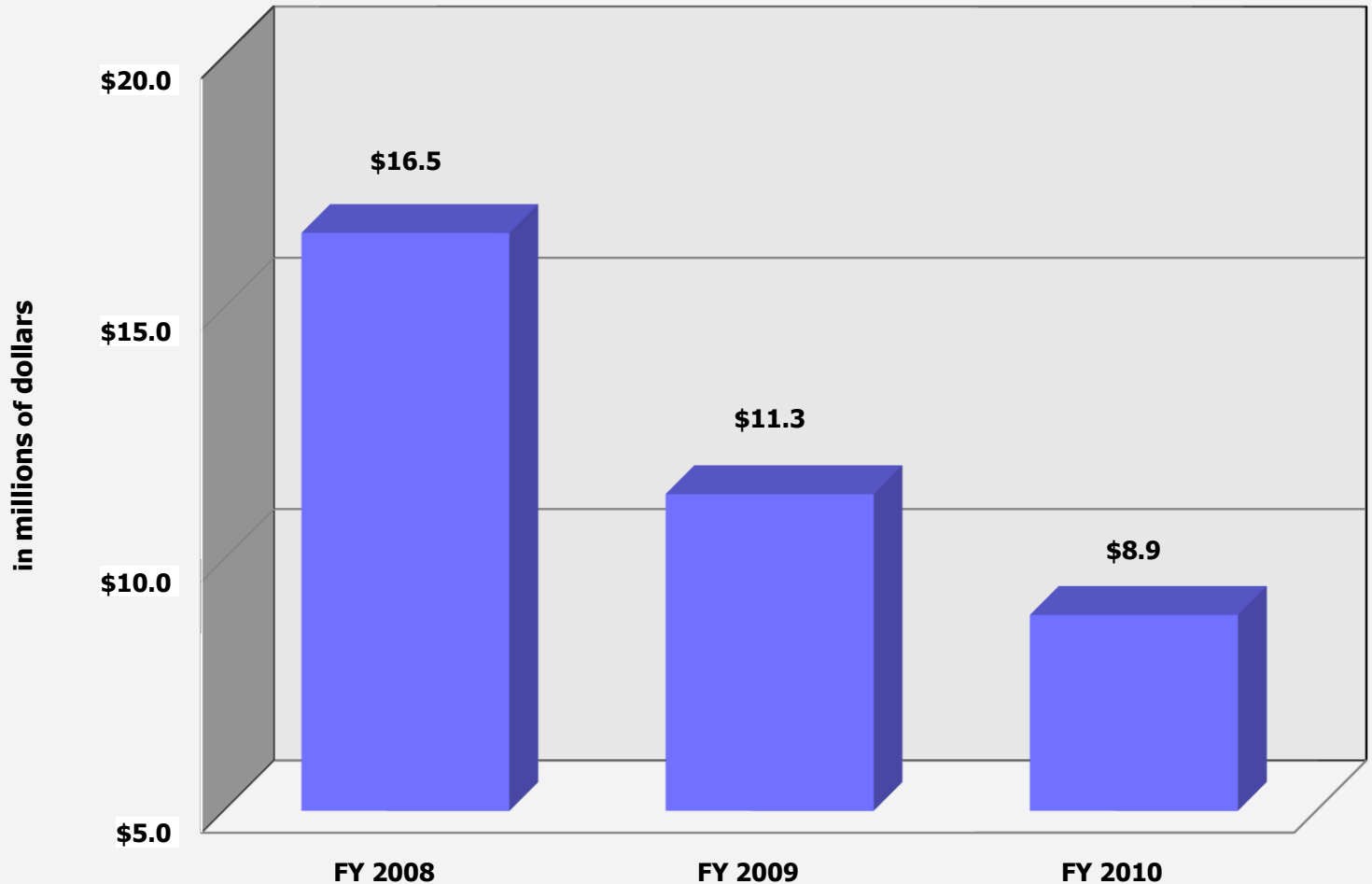
**30% Spending Reduction via Innovation and Technology
– No Increase in Crashes During Winter Months**





INDOT Overtime Dollars

Overtime Expense Reduced 46% Despite Record Levels of Construction Activity





Management of Fuel Usage

11% Reduction in Millions of Gallons of Fuel Consumed

