



ARLINGTON
VIRGINIA

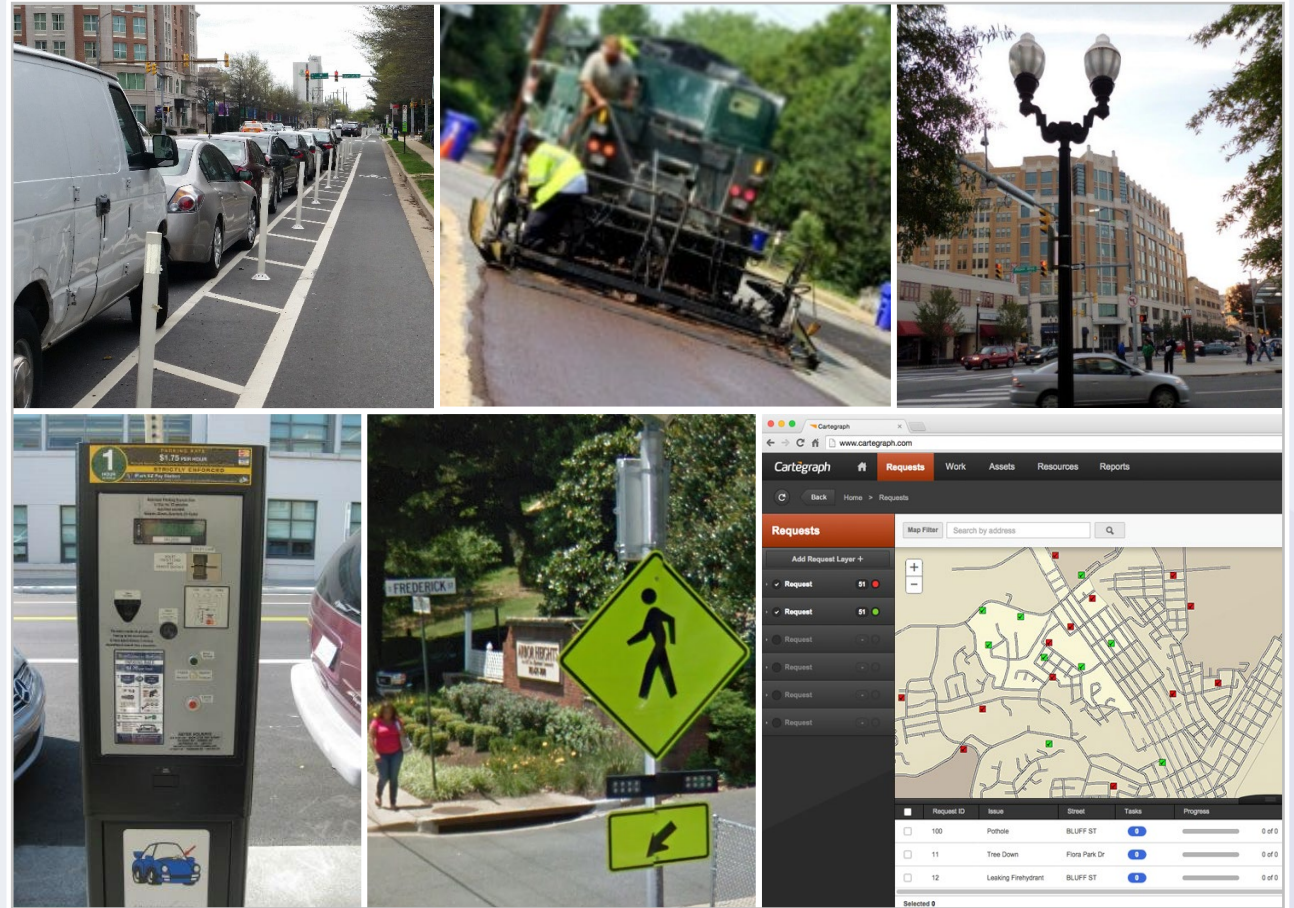
DES Transportation Capital

**COUNTY MANAGER'S
PROPOSED FY 2023 BUDGET**

County Board Work Session
Thursday, March 24, 2022
3:00 p.m.

Pay-As-You-Go Funding Overview

- PAYG supports transportation assets across the County
- Request limited to programs and projects not eligible for TCF or TIF funding



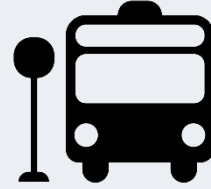
Transportation System Snapshot



1,059 Lane-miles of County maintained and managed roads



11 Metrorail stations



78 ART buses
>1,000 Bus stops
>200 Bus shelters
1 Transitway
1 Bus station
1 Multimodal center



36 County-maintained vehicular and pedestrian bridges



104 (+5) Capital Bikeshare stations
825 (+25) Bicycles
 Micro-mobility
(2,000 scooters* 325 eBikes*)

724 (+8) Multi-space parking meters
718 (+1) Single space meters
298 Signalized intersections

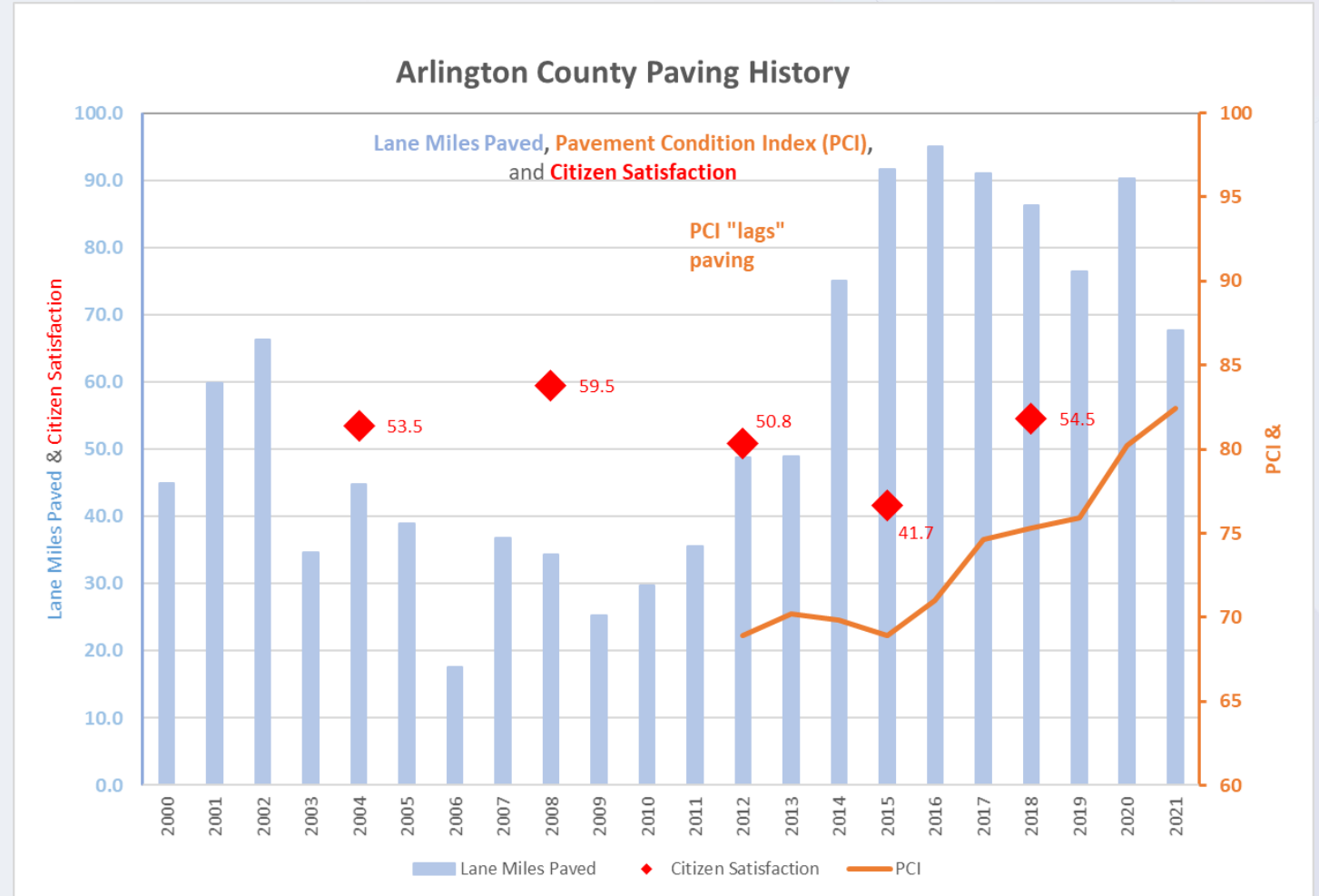
297 (+15) CCTV cameras
36 (+10) Permanent traffic count stations
1 Virginia Railway Express station

173 (+41) Uninterruptible power supply units
31 (+4) Speed indicator signs
8 Variable message signs
109 (+12) School zone flashers

82 (+52) Pedestrian flashing beacons
7,840 (+40) County-owned streetlights
50,338 (+5,638) Street signs

Assets: Paving PCI 82.4 in CY 2021

- PCI 82.1 north of Route 50
- PCI 83.4 in south of Route 50
- Overall PCI of 82.4 indicates “State of Good Repair” near “Excellent”
 - PAYG needed to maintain paved roads with slurry seal and micro-surfacing
 - Harsh winter can undo gains



Funded Projects: Transportation

Project Name (\$ in 000s)	PAYG	Bond Premium	GO Bond	Total
Paving	1,549		10,000	11,549
Bridge Maintenance		767		767
Street Light Repair and Replacement	17	410		427
Street Safety Improvements		378		378
Neighborhood Complete Streets	200			200
Parking Meters Replacement		185		185
Bike Arlington	160			160
Transportation Asset Management	103			103
Trail Lighting	18			18
Walk Arlington	10			10
Total Transportation Capital Program	\$2,057	\$1,740	\$10,000	\$13,797

Transportation Capital Fund (TCF) Components

1. Local Commercial and Industrial (C&I) Tax

- Available for new construction/expansion of roads/transit, including debt service on bonds to support capital costs.
- Served as a basis for leveraging state, regional and federal transportation funds for major capital projects.
- Vacancy rates impact revenues, resulting in tax fluctuations.
- **\$24.7M anticipated in FY23, 1% lower than FY22**

2. NVTa Local (30% local allocation from HB 2313)

- 30 percent of revenues are returned to localities for eligible, locally selected transportation projects.
- Available for new construction, capital improvements that reduce congestion, and public transportation purposes.
- Served as a basis for leveraging state, regional and federal transportation funds for major capital projects.
- **\$9.6M anticipated in FY23, 5% higher than FY22**

TCF-Funded Construction in Calendar Year 2022



Projects in Progress

- Ballston Station Multimodal Improvements
- Washington Boulevard & 13th Street Improvements
- Pershing Drive Complete Streets (Phase 1)
- Pentagon City Metro Station Second Elevator
- Potomac Yard Trail Connection
- Columbia Pike Transit Stations (first 8 stations)

Projects Starting in 2022

- 13th Street South Sidewalk (NCS project)
- ART Operations and Maintenance Facility
- Transitway Extension to Pentagon City (Phase 1)
- Columbia Pike Streets - (Segments F & A)
- Lexington Street and 8th Road North (sidewalk)
- Bluemont Trail at Kensington Street

TCF-Funded Projects



Ballston Station Multimodal (\$8.8m)
Completion anticipated summer 2022

Columbia Pike - Four Mile Run Bridge (\$0.6m)
Completed fall 2021



Langston Blvd / Glebe Rd (\$8.3m)
Intersection completed 2021

Walter Reed Dr / 5th Street S (\$1.1m)
Intersection and bioretention completed fall 2021



TCF-Funded Projects



**NCS – 7th Rd. South /
South Florida (\$0.2m)**
Completed fall 2021



**Pentagon City Metro
Second Elevator
(\$10.5m)**
Completion anticipated
late 2022



**Potomac Yard - Four Mile
Run Trail Connector (\$1.6m)**
Completion anticipated
Summer 2022



**18th Street / Glebe Rd.
SRTS (\$1.0m)**
Intersection, sidewalks
completed fall 2021

FY 2023 Budget Summary - TCF

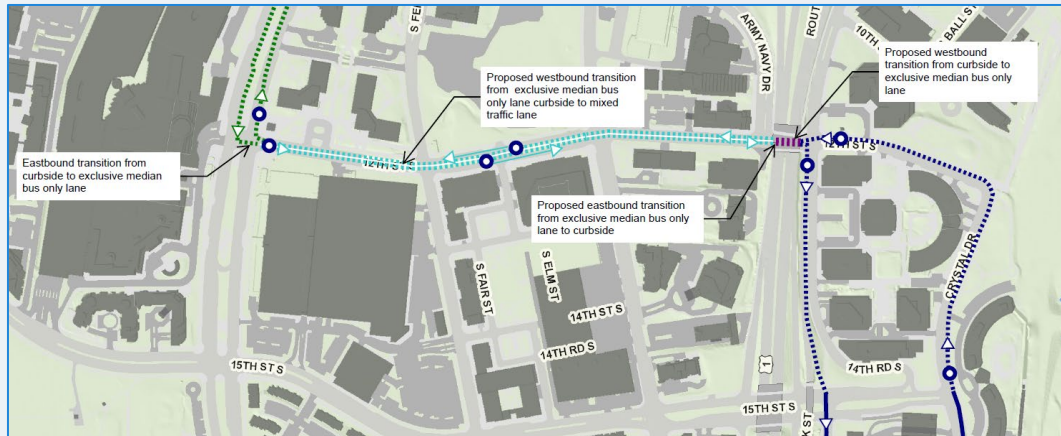
	FY 2022 Adopted*	FY 2023 Proposed	Change	% Change
Expenses	\$74,433,907	\$88,576,000	+\$14,142,093	+19.0%
Revenue	\$33,963,837	\$34,451,267	\$487,430	+1.4%
Staff	41 FTEs	41 FTEs		

- Fund balances and external funding sources will be used to cover a portion of FY 2022 and FY 2023 expenditures
- Percent of TCF revenues directed to operations and program administration is 24% of proposed FY 2023 budget

* Staff count reflects Revised FY22 Budget

Crystal City Tax Increment Financing (TIF)

- TIF fund pays for infrastructure improvements that further the redevelopment of Crystal City, Potomac Yard, and Pentagon City
- Projects funded via the TIF provide critical transportation and open space infrastructure needed to support future redevelopment



Transitway Extension to Pentagon City (\$27.7m)
 Segment 1 construction scheduled to start April 2022 (12-month schedule); Segment 2A at 60% design



Crystal City East Entrance (\$95m)

30% design ongoing; will yield design plans, revised cost estimate, and schedule



18th Street Complete Streets Project (\$3.8m)
 Estimated Completion is summer 2023

FY 2022 Budget Summary - TIF

	FY 2022 Adopted	FY 2023 Proposed	Change	% Change
Expenses	\$8,949,829	\$10,844,500	+\$1,894,671	+21.2%
Revenue	\$4,303,230	\$4,600,160	+\$296,930	+6.9%
Staff	7 FTEs	6.5 FTEs	- 0.5	-7.1%

- FY 2023 proposed revenue reflects TIF at an increment of 25% vs. Calendar Year 2011 (base year)
- TIF revenues are paired with other internal and external funding sources to deliver capital program
- Fund balances are used to cover a portion of FY 2022 and FY 2023 expenditures
- Staff reduction reflects a technical adjustment to align with position control

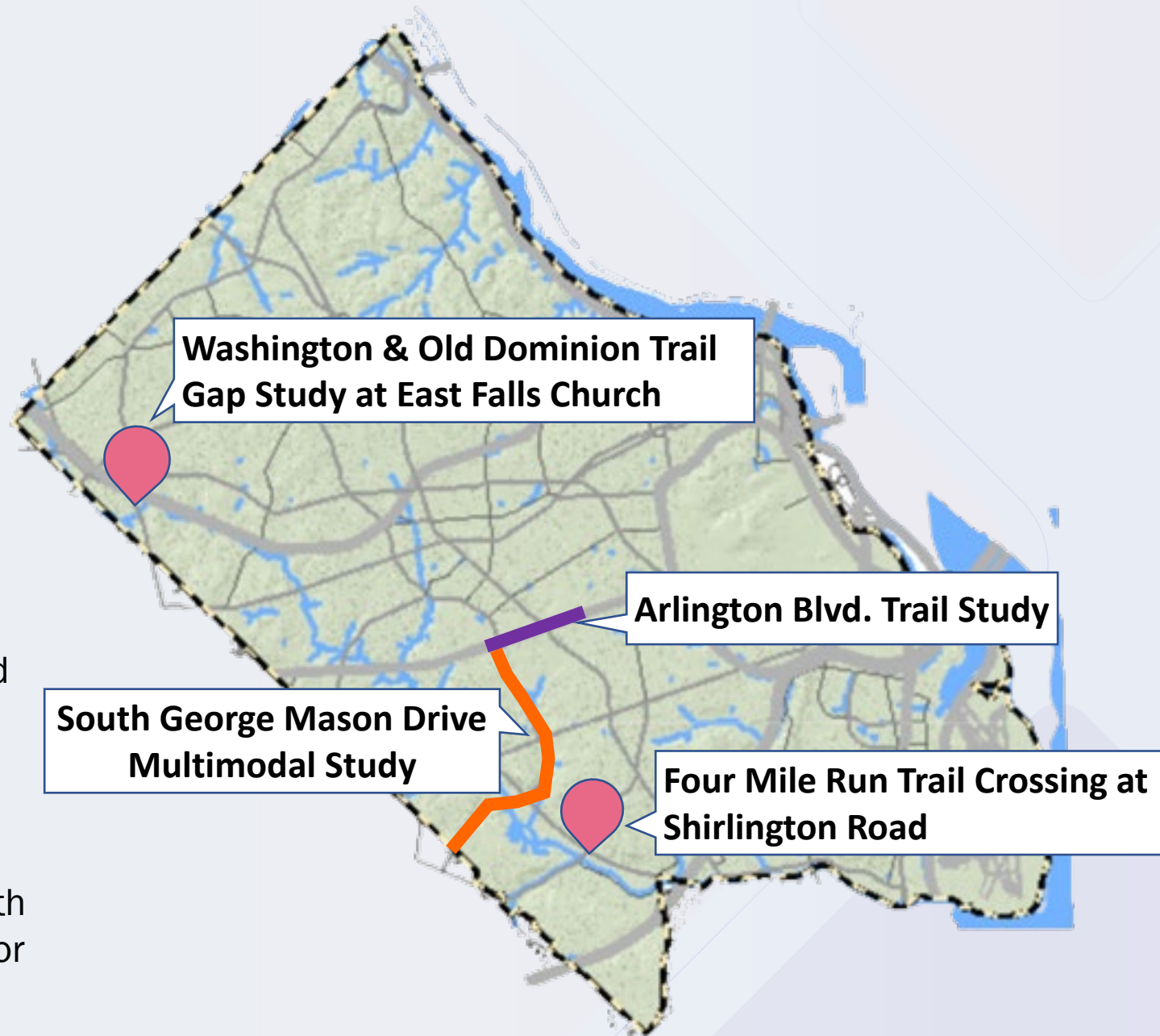
Focus on Equity

Transportation staff will conduct several studies to develop possible concepts to improve multimodal connectivity in the street and trail network.

Studies underway now through the end of FY 2023:

- Arlington Boulevard Trail Study
 - (George Mason Drive to Jackson Street)
- South George Mason Drive Multimodal Study
 - (Arlington Boulevard to County line)
- Four Mile Run Trail Crossing at Shirlington Road
- W&OD Trail Gap Study at East Falls Church Metrorail Station

Three of the studies are located within COG/TPB Equity Emphasis Areas, defined as census tracts with high concentrations of low-income individuals and/or racial and ethnic minorities.



Key Budget Considerations

- PAYG: FY22 PAYG request limited to programs and projects not eligible for TCF or TIF funding.
- Budget / CIP pressures owing to known and potential funding gaps:
 - Arlington Ridge Road/Mount Vernon bridge (if federal funds not be secured)
 - ART O&M for BEB, solar panels, and utility undergrounding
 - Crystal City East Entrance
- TCF: The tax/fee rates and eligible uses for C&I and NVTA Local/Regional are established in the State Code.
- TIF: The County Board sets the annual rate for the CC/PC/PY TIF and has revised it over time due to other County pressures.
 - Initial rate set at 33% - reduced to 30% in FY 2018 and to 25% in FY 2019
 - Recommend maintaining at 25%