



MassDOT
FY23 Revised Operating Budget
September 21, 2022

Proposed Changes to FY23 Operating Budget

- Based on the enactment of the FY23 GAA and updated changes in projected spending, the proposed MassDOT budget makes the following Revenue and Expense updates compared to the Board Approved Budget from June 2022.
 - Revenue \$58.5M increase:
 - \$64.9M Commonwealth Transportation Fund increase of \$50M for Snow & Ice, \$14.9M to appropriately charge operating expenses previously funded out of capital, RTA funding increase, earmarks and RMV Security increase
 - \$1.5M anticipated increase in departmental revenue
 - (\$8M) Federal grant for Knowledge Corridor CRISI
 - Expense \$61.4M increase:
 - \$50M increase for Snow and Ice
 - \$9.5M primarily to appropriately charge operating expenses previously funded out of capital
 - \$3.5M IT primarily related to FAST Contract timing of payment
 - \$2.5M increase in RTA funding
 - \$2M increase in earmarks
 - \$1.9M other misc. primarily adding cleaning service for RMV service centers and police detail for orange line
 - (\$8M) reduction in anticipated Federal Grants award
- This budget does not fully reflect the costs of implementing the Work & Family Mobility Act. The RMV is developing an implementation plan.



Proposed Changes to FY23 Operating Budget Cont.

(\$ in millions)	June Board Approved Budget	Sep Board Revised Budget	Sep Revised vs Jun Approved	Comments
REVENUE:				
Toll Collection	406.0	406.0	(0.0)	
Operating Revenue	85.6	87.1	1.5	Anticipated increase in departmental revenue
				Increase Snow & Ice, appropriately charge operating expenses
Commonwealth Transfers	625.3	690.2	64.9	previously funded out of capital and Earmarks
Federal Grants	31.9	24.0	(8.0)	Reduction in anticipated Federal Grants award
Motor Vehicle Inspection Trust Fund	57.4	57.4	0.0	
Investment Income	4.1	4.1	(0.0)	
Total Revenue	1,210.3	1,268.7	58.5	
EXPENDITURES:				
Employee Compensation and Benefits	417.6	417.6	0.0	
Office and Administrative Expenses	68.8	69.5	0.7	Utilities price increase
				Primarily to appropriately charge operating expenses
Professional Services	94.2	101.6	7.5	previously funded out of capital and orange line police detail
Construction and Maintenance	73.4	116.8	43.5	Primary Snow & Ice and federal grants
IT Services and Equipment	49.6	53.4	3.9	Primarily FAST contract, timing of payment
				Primarily to appropriately charge operating expenses
Materials, Supplies, and Equipment	15.5	16.4	0.9	previously funded out of capital
Grants, Subsidies, and ISA	114.8	120.0	5.1	RTA and earmarks
Debt Service	145.1	145.1	0.0	
Total Expenditures	979.0	1,040.5	61.4	
Excess (deficit) Revenue over Expenditures	231.2	228.2	(3.0)	
Other Financing Sources/Uses (OFSU):				
Interfund Transfer In / (Out)	0.0	0.0	0.0	
Reserves DOT/ANF Non-Toll	38.8	40.7	1.9	Primarily Valley Flyer & Utilities price increase
Transfer Out To Capital	(52.5)	(52.5)	0.0	
Total Other Financing Sources	(13.7)	(11.7)	1.9	
Net Revenue (Expense)/Available for Capital	217.6	216.5	(1.0)	

Proposed Board Vote

WHEREAS the Massachusetts Department of Transportation ("MassDOT") Board of Directors ("Board") approved a Fiscal Year 2023 operating budget on June 22, 2022; and

WHEREAS MassDOT Staff has operated under such approved budget from July 31, 2022 until today's date; and

WHEREAS, since the Board approved such budget, the FY23 General Appropriations Act ("GAA") was enacted and changes in projected spending have been updated; and

WHEREAS, in light of these changes, it is necessary to make Revenue and Expense updates to the MassDOT budget for Fiscal Year 2023;

It is hereby

VOTED: To adopt the revised Fiscal Year 2023 Operating Budget for MassDOT, as presented to the Board on September 21, 2022 and as set out in more detail in the document entitled "Proposed Changes to FY23 Operating Budget," attached hereto.

