



MassDOT
FY24 Revised Operating Budget
September 20, 2023

Proposed Changes to FY24 Operating Budget

- Based on the enactment of the FY24 General Appropriations Act (GAA) and updated changes in projected spending, the proposed MassDOT budget makes the following updates compared to the Board Approved Budget from June 2023
 - Commonwealth Transportation Fund - increase of \$44M including Snow & Ice of \$41.9 (from \$45M to \$86.9M) and \$2.1M earmarks
 - Education and Transportation Fund (Fair Share) for Transportation - increase of \$90.7M (from \$180M to \$270.7M)

\$ in millions	FY 24 Budget Board Approved in June	FY24 Budget Revised based on GAA	\$ Variance
Federal Matching Funds (1596-2401)	0.0	25.0	25.0
Highway Bridge Preservation (1596-2402)	100.0	50.0	(50.0)
Regional Transit Funding and Grants (1596-2406)	70.0	90.0	20.0
Water Transportation (1596-2408)	10.0	5.7	(4.3)
Construction and Reconstruction of Municipal Ways (1596-2428)	0.0	100.0	100.0
TOTAL	180.0	270.7	90.7



Proposed Changes to FY24 Operating Budget Cont.

	FY 24 Budget Board Approved in June	FY24 Budget Revised based on GAA	\$ Inc/Dec	
\$ in millions				Comments
REVENUE:				
Operating Revenue	34.1	34.1	(0.0)	
Commonwealth Transportation Fund	585.6	629.6	44.0	Snow and ice \$41.9M & Earmarks \$2.1M
Education and Transportation Fund	180.0	270.7	90.7	Fair Share
Federal Grants	30.1	30.1	0.0	
Motor Vehicle Inspection Trust Fund	57.3	57.3	0.0	
Investment Income	6.8	6.8	0.0	
Total Revenue	893.8	1,028.4	134.7	
EXPENDITURES:				
Employee Compensation and Benefits	371.9	373.8	1.9	Snow & Ice
Office and Administrative Expenses	39.0	39.0	0.0	
Professional Services	68.4	64.1	(4.3)	Fair Share decrease in water transportation
Construction and Maintenance	56.3	96.3	40.0	Snow & Ice
IT Services and Equipment	39.7	39.7	0.0	
Materials, Supplies, and Equipment	6.4	6.4	0.0	
Grants, Subsidies, and ISA	186.1	208.2	22.1	Fair Share \$20M and Earmark \$2.1M
Total Expenditures	767.8	827.5	59.6	
Excess (deficit) Revenue over Expenditures	125.9	201.0	75.0	
Other Financing Sources/Uses:				
ANF/DOT Reserve	28.0	28.0	0.0	
Transfer out to Capital	(153.9)	(228.9)	(75.0)	Fair Share
Total Other Financing Sources	(126.0)	(201.0)	(75.0)	
Net Revenue (Expense)	(0.0)	0.0	0.0	

FY23 Year End Actual Update Overview

- Non-Toll Operating
 - Revenues are over budget by \$19M or 3%, primarily due to greater investment income received due to higher interest rates and additional funding received for Work and Family Mobility Act (WFMA)
 - Expenses are under budget by \$16M or 2%, due to lower than budgeted Snow and Ice expenses, payroll savings, earmarks and federal grants not spent
 - Not including MRB, with only \$8M drawn down in FY23, we anticipate beginning FY24 available reserve balance of \$27M, \$7M higher than the projection at June Board presentation
- Toll Operating
 - Revenues are trending over budget by \$69M or 12% due to greater than budgeted investment income received due to higher interest rates, additional outstanding toll collected through the Debt Collection Companies and increased rental and lease income
 - Expenses are under budget by \$13M or 4%, mostly due to spending was below budget for transponders, postage, electricity, Transcore and credit card fees

