



**Revenue and Expense Report
Budget Fiscal Year Ended June 30, 2018**

**Legislative Report
M.G.L. Chapter 6C, Section 28**

Prepared By:

MassDOT Fiscal Office

October 31, 2018

Table of Contents

MassDOT Operating Revenue and Expense*	3
Operating Revenue Detail*	4
Operating Expense Detail*	5
Operating Expense Detail by Division*	6
Operating Revenue and Expense by Subfund*	7
Capital Sources and Uses*	8
Capital Uses by Program*	9
Commonwealth Transportation Fund Revenue*	10
Federal Grant Revenue*	11

Addendum**

Massachusetts Bay Transportation Authority Statement of Revenue, Expenses, and Changes in Net Position - Draft Financial Statement

SOURCES:

*Massachusetts Management, Accounting, and Reporting System

**Massachusetts Bay Transportation Authority Unaudited Draft Financial Statements

NOTES:

(1) Totals may not add due to rounding.

(2) BFY2017 Report included Paygo Capital expenses in the Operating Report section.

Paygo Capital expenses are now included in the Capital Sources/Uses section for BFY2018.

Massachusetts Department of Transportation Operating Revenue and Expense - BFY2018

REVENUE	Total
Toll Revenue	477,507,648
Operating Revenue	25,593,414
Commonwealth Transfers	611,635,191
Federal Grants	18,103,829
Motor Vehicle Inspection Trust Fund (MVITF)	57,408,167
Investment Income	11,039,890
Total Revenue	1,201,288,138
OPERATING EXPENSE	
Employee Payroll, Fringe and Other Benefits	331,509,869
Materials, Supplies, Services	120,930,317
Office and Administrative Expenses	92,201,625
Construction and Maintenance	121,229,087
Grants, Subsidies, Contract Assistance	93,476,079
Total Operating Expense	759,346,978
DEBT SERVICE	
Principal	40,542,264
Interest	109,992,820
Total Debt Service	150,535,084
Total Operating Expense and Debt Service	909,882,062
Excess (Deficit) Revenue over Expenditures before OFSU	291,406,077
Other Financing Sources/Uses (OFSU)	
Interfund Transfer In / (Out)	-
Reserves	743,969
Transfer out to Capital	(212,739,349)
Total Other Financing Sources/Uses	(211,995,380)
Net Revenue (Expense)*	79,410,698

*\$40M of Net Revenue legislatively designated for Local Aid (Chapter 90) to Cities and Towns

**Massachusetts Department of Transportation
Operating Revenue Detail - BFY2018**

OPERATING REVENUE	Total
<i>Toll Revenue</i>	
MHS - Toll Collections	219,389,730
MHS - Departmental	9,413,037
MHS - Rental/Lease Income	30,920,011
WT - Toll Collections	143,827,729
WT - Departmental	6,441,306
WT - Rental/Lease Income	27,967,983
Tobin - Unpledged Toll Collections	39,473,695
Tobin - Unpledged Departmental	74,156
Toll - Federal Highway Reimbursement	-
<i>Subtotal Toll Revenue</i>	<i>477,507,648</i>
<i>Operating Revenue</i>	
Departmental	12,314,371
Rental/Lease Income	13,279,043
Federal Highway Reimbursement	-
<i>Subtotal Operating Revenue</i>	<i>25,593,414</i>
<i>Commonwealth Fund Transfer</i>	
MTTF Subsidy (1595-6368)	396,830,624
Merit Rating Board Subsidy (1595-6379)	9,404,567
Regional Transit Authority (RTA) Subsidy (1595-6370)	80,400,000
MHS Bonds & Central Artery Ops/Maintenance (1599-1970)	125,000,000
<i>Subtotal Commonwealth Transfers</i>	<i>611,635,191</i>
<i>Federal Grants</i>	
<i>Motor Vehicle Inspection Trust Fund</i>	<i>57,408,167</i>
<i>Investment Income</i>	
Investment Income Toll Pledged	5,546,520
Investment Income Toll Unpledged	3,905,729
Investment Income Non-Toll	1,329,594
Investment Income MVITF	258,047
<i>Subtotal Investment Income</i>	<i>11,039,890</i>
Total Revenue	1,201,288,138
OTHER FINANCING SOURCES/USES (OFSU)	
Interfund Transfer In / (Out)	-
Reserves	743,969
Transfer out to Capital	(212,739,349)
Total Other Financing Sources	(211,995,380)
TOTAL REVENUE & OTHER FINANCING SOURCES	989,292,758

Massachusetts Department of Transportation Operating Expense Detail - BFY2018

OPERATING EXPENSE	Total
<i>Employee Payroll, Fringe and Other Benefits</i>	
Salaries: Regular, Supplemental and Other	218,763,950
Overtime	26,856,779
Special Employees	1,273,762
Other Employee Benefits	641,424
Workers' Compensation	6,030,194
Fringe	77,943,759
<i>Subtotal Employee Payroll, Fringe and Other Benefits</i>	331,509,869
<i>Materials, Supplies, Services</i>	
Operational Services	77,256,325
Consultant Services	10,730,970
Interdepartmental Service Agreements (ISA)	16,471,583
Benefit Programs	-
Equipment Purchase	8,352,576
Equipment Lease-Maintain/Repair	5,941,987
Facility Operational Expenses	2,176,875
<i>Subtotal Materials, Supplies, Services</i>	120,930,317
<i>Office and Administrative Expenses</i>	
Administrative Expenses	28,263,215
Energy Costs	22,890,678
Space Rental	5,357,925
IT Non-Payroll Expenses	33,488,484
Regular Employee Related Expenses	971,935
Loans and Special Payments	1,229,389
<i>Subtotal Office and Administrative Expenses</i>	92,201,625
<i>Construction and Maintenance</i>	
Construction/Maintenance Services	84,914,648
Construction/Maintenance Materials and Supplies	36,314,439
<i>Subtotal Construction and Maintenance</i>	121,229,087
<i>Grants, Subsidies, Contract Assistance</i>	
State Aid/Subsidies	93,476,079
<i>Subtotal Grants, Subsidies, Contract Assistance</i>	93,476,079
Total Operating Expense	759,346,978
DEBT SERVICE	
Principal	40,542,264
Interest	109,992,820
Total Debt Service	150,535,084
TOTAL OPERATING EXPENSE AND DEBT SERVICE	909,882,062

**Massachusetts Department of Transportation
Operating Expense Detail By Division - BFY2018**

OPERATING EXPENSE	Total
<i>Aeronautics</i>	
Employee Payroll, Fringe and Other Benefits	1,528,966
Materials, Supplies, Services	8,032
Office and Administrative Expenses	556,504
<i>Subtotal Aeronautics</i>	<u>2,093,503</u>
<i>Highway</i>	
Employee Payroll, Fringe and Other Benefits	216,607,345
Materials, Supplies, Services	78,045,129
Office and Administrative Expenses	39,449,899
Construction and Maintenance	113,593,805
Grants, Subsidies, Contract Assistance	70,000
<i>Subtotal Highway</i>	<u>447,766,178</u>
<i>Planning and Enterprise Services</i>	
Employee Payroll, Fringe and Other Benefits	54,779,630
Materials, Supplies, Services	16,119,478
Office and Administrative Expenses	38,639,350
Construction and Maintenance	4,497,617
Grants, Subsidies, Contract Assistance	4,324,865
<i>Subtotal Planning and Enterprise Services</i>	<u>118,360,939</u>
<i>Registry of Motor Vehicles</i>	
Employee Payroll, Fringe and Other Benefits	57,261,052
Materials, Supplies, Services	22,119,291
Office and Administrative Expenses	13,425,221
Construction and Maintenance	1,593,738
<i>Subtotal Registry of Motor Vehicles</i>	<u>94,399,302</u>
<i>Rail and Transit</i>	
Employee Payroll, Fringe and Other Benefits	1,332,876
Materials, Supplies, Services	4,638,387
Office and Administrative Expenses	130,651
Construction and Maintenance	1,543,928
Grants, Subsidies, Contract Assistance	89,081,215
<i>Total Rail and Transit</i>	<u>96,727,056</u>
TOTAL OPERATING EXPENSE BY DIVISION	<u><u>759,346,978</u></u>

Massachusetts Department of Transportation
Operating Revenue and Expense by Subfund - BFY2018

REVENUE	Operating	Western Turnpike	Metro Highway System	Tobin	Federal Grants	MVITF	Total
Toll Revenue	-	178,237,018	259,722,779	39,547,851	-	-	477,507,648
Operating Revenue	25,593,414	-	-	-	-	-	25,593,414
Commonwealth Transfers	486,635,191	-	125,000,000	-	-	-	611,635,191
Federal Grants	-	-	-	-	18,103,829	-	18,103,829
Motor Vehicle Inspection Trust Fund (MVITF)	-	-	-	-	-	57,408,167	57,408,167
Investment Income	1,329,594	2,187,011	5,546,520	1,718,718	-	258,047	11,039,890
Total Revenues	513,558,199	180,424,029	390,269,299	41,266,569	18,103,829	57,666,214	1,201,288,138
OPERATING EXPENSES							
Employee Payroll, Fringe and Other Benefits	255,199,320	30,247,358	39,916,970	1,525,584	769,416	3,851,221	331,509,869
Materials, Supplies, Services	34,779,135	29,600,790	39,184,987	2,611,121	4,826,266	9,928,018	120,930,317
Office and Administrative Expenses	52,016,469	11,975,392	25,472,465	1,870,378	238,775	628,146	92,201,625
Construction and Maintenance	107,228,047	4,045,672	8,268,412	137,597	1,549,359	-	121,229,087
Grants, Subsidies, Contract Assistance	81,020,000	-	1,750,000	-	10,706,079	-	93,476,079
Total Operating Expenses	530,242,971	75,869,212	114,592,834	6,144,680	18,089,896	14,407,385	759,346,978
DEBT SERVICE							
Principal	-	-	40,542,264	-	-	-	40,542,264
Interest	-	-	109,992,820	-	-	-	109,992,820
Total Debt Service	-	-	150,535,084	-	-	-	150,535,084
Total Operating Expenses and Debt Service	530,242,971	75,869,212	265,127,917	6,144,680	18,089,896	14,407,385	909,882,062
Excess (deficit) Revenue over Expense before OFSU	(16,684,773)	104,554,817	125,141,381	35,121,889	13,933	43,258,828	291,406,077
Other Financing Sources/Uses (OFSU)							
Interfund Transfer In / (Out)	64,014,150	-	(20,650,000)	-	-	(43,364,150)	-
Reserves	-	-	638,648	-	-	105,321	743,969
Transfer Out to Capital	-	(79,768,703)	(105,130,029)	(27,840,617)	-	-	(212,739,349)
Total Other Financing Sources/Uses	64,014,150	(79,768,703)	(125,141,381)	(27,840,617)	-	(43,258,829)	(211,995,380)
Net Revenue (Expense)*	47,329,377	24,786,114	-	7,281,272	13,933	-	79,410,697

*\$40M of Net Revenue legislatively designated for Local Aid (Chapter 90) to Cities and Towns

**Massachusetts Department of Transportation
Capital Sources and Uses - BFY2018**

CAPITAL SOURCES	Total
General Obligation (GO) Debt / Special Obligation (SOB) / Grant	
Anticipation Notes (GANS)	1,273,227,164
Federal Reimbursement	507,212,541
Toll Paygo	212,739,349
Transportation Infrastructure & Development Fund (Gaming)	8,106,643
Central Artery Repair and Maintenance Trust	7,728,813
Transportation Infrastructure Fund	24,168
Defeased Debt (Chapter 27 Non-budgetary)	259,247
TOTAL SOURCES	2,009,297,924
CAPITAL USES	
<i>Aeronautics</i>	
Materials, Supplies, Services	1,334,680
Construction and Maintenance	1,516,215
Grants, Subsidies, Contract Assistance	6,908,449
<i>Subtotal Aeronautics</i>	9,759,345
<i>Highway</i>	
Employee Payroll, Fringe and Other Benefits	50,153,965
Materials, Supplies, Services	17,728,342
Office and Administrative Expenses	4,362,579
Construction and Maintenance	1,203,261,078
Grants, Subsidies, Contract Assistance	204,645,975
<i>Subtotal Highway</i>	1,480,151,937
<i>Planning and Enterprise Services</i>	
Employee Payroll, Fringe and Other Benefits	2,560,645
Materials, Supplies, Services	12,624,319
Office and Administrative Expenses	21,220,205
Construction and Maintenance	39,120,815
Grants, Subsidies, Contract Assistance	44,728,113
<i>Subtotal Planning and Enterprise Services</i>	120,254,096
<i>Registry of Motor Vehicles</i>	
Materials, Supplies, Services	633,990
Office and Administrative Expenses	367,853
Construction and Maintenance	442,893
<i>Subtotal Registry of Motor Vehicles</i>	1,444,737
<i>Rail and Transit</i>	
Materials, Supplies, Services	5,588,961
Office and Administrative Expenses	57,720
Construction and Maintenance	201,799,394
Grants, Subsidies, Contract Assistance	190,241,734
<i>Subtotal Rail and Transit</i>	397,687,810
 TOTAL CAPITAL USES BY DIVISION	 2,009,297,924

Massachusetts Department of Transportation Capital Uses by Program - BFY2018

CAPITAL USES BY PROGRAM*:	Total
Accelerated Bridge Program	157,674,883
Central Artery Project	24,168
Central Artery Repair and Maintenance	7,728,813
Chapter 90	196,480,376
Federal Aid Interstate	393,940
Federal Aid Interstate/Non-Interstate	149,782,624
Federal Aid Non-Interstate	465,895,035
Gaming Funded Projects	8,106,643
Intermodal	20,944
Marine	285,280
Non Federally Aided Statewide Road and Bridge	326,327,370
Non-Federally Aided Aeronautics	9,759,345
Non-Federally Aided Mobility Assistance Program	5,791,531
Non-Federally Aided Other	18,020,401
Non-Federally Aided Rail and Transit	347,685,853
Non-Federally Aided Regional Transit Authority Capital Assistance	59,741,480
Non-Federally Aided Registry	2,951,773
Non-Federally Aided Seaport Council	39,282,262
Paygo (Metropolitan Highway System)	105,130,029
Paygo (Tobin Bridge)	27,840,617
Paygo (Western Turnpike)	79,768,703
State Implementation Plan	605,854
TOTAL CAPITAL USES BY PROGRAM	<u><u>2,009,297,924</u></u>

*Please note that certain programmatic expense categories listed above may be used by more than one of the DOT Divisions listed on page 8.

**Massachusetts Department of Transportation
Commonwealth Transportation Fund - BFY2018**

COMMONWEALTH TRANSPORTATION FUND (CTF) REVENUE*	Total
Citable Motor Vehicle Inspections Collections	3,965,553
Diesel Fuel Excise Tax	94,095,619
Driver Vehicle Data/Records Fees	20,656,525
Gasoline Excise Tax	667,865,529
Gasoline License Fee	24,690
Highway Fines	83,450
International Fuel Tax Agreement License Fee	284,832
Jet Fuel Excise Tax	621,291
Merit Rating Board Assessments	9,404,567
Misc. Operating Transfers	40,000,000
Motor Carrier (88.24)	5,558,344
Motor Vehicle Inspection Fees	402,039
Motor Vehicle License Fees	100,915,293
Motor Vehicle Registration Fees	335,699,658
Motor Vehicle Sales Tax	563,631,663
Motor Vehicle Title Fees	98,734,928
Operating Transfers	3,761,966
Parking Ticket Surcharge on Rental Cars	12,798,993
Reducible Load Permits	9,907,549
Registry Fees	33,725,199
Spec/Motor License Fee	24,305
Underground Storage Tank Cleanup Fee	79,951,074
TOTAL CTF REVENUE	2,082,113,068

* Note

The Commonwealth Transportation Fund (Fund 0103) partially funds the Massachusetts Transportation Trust Fund (Fund 0044). This funding is included in the Commonwealth Transfers line in the Operating Revenue and Expense report presented on page 3.

The Commonwealth Transportation Fund (CTF) is not owned by MassDOT and all operations of the CTF are reported in the Commonwealth Comprehensive Annual Financial Report (CAFR). The amount reported above is based on collected earned revenue in the Commonwealth's accounting system (MMARS).

**Massachusetts Department of Transportation
Federal Grant Revenue BFY2018**

	Total
Federal Motor Carrier Safety Administration (FMCSA)	
Commercial Vehicle Info Systems	167,329
Enhancing Information	164,044
Subtotal FMCSA	331,373
Federal Rail Administration (FRA)	
Boston South Station Expansion	812,279
Patriot Corridor	737,080
Subtotal FRA	1,549,359
Federal Transit Administration (FTA)	
Bus Plus Replacement Program	2,160,728
Civil Rights Mass Construction Career Development	19,923
CMAQ Springfield Union Station Intermodal Transportation Center	1
Jobs Access/Reverse Commute	270,854
New Freedom Program	360,366
Section 16B2 Elderly Handicapped	6,281,115
Section 18 Rural Public Transportation	4,085,403
Section 8 Planning Grant	2,758,004
Transit Grant Bus and Bus Facilities	286,703
Subtotal FTA	16,223,097
TOTAL FEDERAL GRANT REVENUE	18,103,829

MASSACHUSETTS BAY TRANSPORTATION AUTHORITY
(A Component Unit of the Massachusetts Department of Transportation)
Statements of Revenue, Expenses, and Changes in Net Position
Years ended June 30, 2018
(Dollars in thousands)

	2018
Operating revenue:	
Revenue from transportation	\$ 661,055
Other	103,366
Total operating revenue	764,421
Operating expenses:	
Wages and related employee benefits:	
Wages	504,128
Medical and dental insurance	58,256
Other postemployment benefits	97,129
Health and welfare expenditures	12,292
Pensions	203,434
Social security taxes	42,473
Workers' compensation	15,157
Other	1,852
Capitalized costs	(13,864)
Total wages and related employee benefits	920,857
Other operating expenses:	
Depreciation and amortization	387,421
Materials, supplies, and services	266,658
Injuries and damages	23,743
Commuter railroad and local subsidy expenses (note 12)	518,329
Other	7,615
Total other operating expenses	1,203,766
Total operating expenses	2,124,623
Operating loss	(1,360,202)
Nonoperating revenue (expense):	
Dedicated sales tax revenue (note 4)	1,006,807
Contract assistance – Commonwealth of Massachusetts	201,898
Dedicated local assessments (note 4)	166,481
Fair value change in investment derivatives	
Other nonoperating income	116,899
Interest income	26,856
Interest expense	(243,722)
Nonoperating revenue, net	1,275,219
Loss before capital grants and contributions	(84,983)
Capital grants and contributions	493,506
Increase in net position	408,523
Beginning of year, net position	2,720,037
Adoption of GASB No. 75 (Note 2(v))	(1,115,072)
End of year, net position	\$ 2,013,488