

WEST VIRGINIA PARKWAYS AUTHORITY
ANNUAL OPERATING BUDGET
For the Fiscal Year Ending June 30, 2027

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For the Fiscal Year Ending June 30, 2027

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** In adopting the Annual Budget, the Authority made the Consulting Engineers' Annual Report, an official part of the Annual Budget, including without limitation the certifications of the Consulting Engineers and their recommended 5-year capital improvement program for the Turnpike, as set forth therein.

WEST VIRGINIA PARKWAYS AUTHORITY

**ANNUAL OPERATING BUDGET - REVENUE BOND COVERAGE
TRUST INDENTURES - SECTION 512**

Years Ending June 30, 2027 and 2026

	<u>2027</u>	<u>2026</u>
Coverage Ratios		
Tolls and other pledged revenues	\$ 199,882,000	\$ 187,039,000
Operating expenses	<u>70,653,000</u>	<u>64,839,000</u>
Net system revenues	<u>\$ 129,229,000</u>	<u>\$ 122,200,000</u>
Debt service requirements	\$ 30,760,000	\$ 30,763,000
Renewal and replacement reserve deposit requirement*	<u>34,919,000</u> <u>\$ 65,679,000</u>	<u>31,971,000</u> <u>\$ 62,734,000</u>
Coverage percentages:		
Times Coverage of Debt Service (125% required)	<u>420.12%</u>	<u>397.23%</u>
Times Coverage of Debt Service and Renewal and Replacement Deposit (100% required)	<u>196.76%</u>	<u>194.79%</u>

* Per recommendation of consulting engineer

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Years Ending June 30, 2027 and 2026

	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Operating revenues:				
Toll revenues	\$ 189,240,000	\$ 181,325,000	\$ 7,915,000	4.4%
Single fee revenue	5,500,000	3,315,000	2,185,000	65.9%
Recoveries - tolls and other	612,000	815,000	(203,000)	-24.9%
Income from investments	<u>4,530,000</u>	<u>1,584,000</u>	<u>2,946,000</u>	<u>186.0%</u>
Total revenues	<u>199,882,000</u>	<u>187,039,000</u>	<u>12,843,000</u>	<u>6.9%</u>
Operating expenses:				
Maintenance	<u>25,459,000</u>	<u>25,166,000</u>	<u>293,000</u>	<u>1.2%</u>
Toll collection:				
Customer Service Center	12,114,000	10,354,000	1,760,000	17.0%
Toll department	<u>12,086,000</u>	<u>11,546,000</u>	<u>540,000</u>	<u>4.7%</u>
Total toll collection	<u>24,200,000</u>	<u>21,900,000</u>	<u>2,300,000</u>	<u>10.5%</u>
Traffic control:				
State police	5,136,000	5,052,000	84,000	1.7%
Communications	<u>1,006,000</u>	<u>999,000</u>	<u>7,000</u>	<u>0.7%</u>
Total traffic control	<u>6,142,000</u>	<u>6,051,000</u>	<u>91,000</u>	<u>1.5%</u>
Administration	<u>5,218,000</u>	<u>3,178,000</u>	<u>2,040,000</u>	<u>64.2%</u>
TIC operations	<u>2,585,000</u>	<u>1,878,000</u>	<u>707,000</u>	<u>37.6%</u>
Non-departmental	<u>6,118,000</u>	<u>5,962,000</u>	<u>156,000</u>	<u>2.6%</u>
Total operating expenses	<u>69,722,000</u>	<u>64,135,000</u>	<u>5,587,000</u>	<u>8.7%</u>
Net operating revenue	<u>130,160,000</u>	<u>122,904,000</u>	<u>7,256,000</u>	<u>5.9%</u>
Debt service: Principal	(10,260,000)	(9,775,000)	(485,000)	
Debt service: Interest	<u>(20,500,000)</u>	<u>(20,988,000)</u>	<u>488,000</u>	
Total Debt Service	<u>(30,760,000)</u>	<u>(30,763,000)</u>	<u>3,000</u>	
Renewal and replacement	(34,919,000)	(31,971,000)	(2,948,000)	
Change in renewal replacement reserve	(2,948,000)	(571,000)	(2,377,000)	
Change in operating expense reserve	<u>(931,000)</u>	<u>(704,000)</u>	<u>(227,000)</u>	
Remaining cash flow after DS & R&R	60,602,000	58,895,000		
Capital fund balance - beginning (est)	66,670,000	11,500,000		
Capital projects (PAYGO)	<u>(69,500,000)</u>	<u>(64,030,000)</u>		
Capital fund balance - ending	<u>\$ 57,772,000</u>	<u>\$ 6,365,000</u>		
Non-toll revenue inc. Caperton Center	<u>\$ 1,175,000</u>	<u>\$ 353,000</u>		

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Years Ending June 30, 2027 and 2026

	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Maintenance Department				
Personnel:				
Salaries	\$ 12,062,000	\$ 11,733,000	\$ 329,000	2.8%
FICA	962,000	898,000	64,000	7.1%
Workers Compensation	590,000	750,000	(160,000)	-21.3%
Retirement	1,093,000	996,000	97,000	9.7%
Health insurance	1,872,000	1,854,000	18,000	1.0%
WVARF	168,000	168,000	-	0.0%
	<u>16,747,000</u>	<u>16,399,000</u>	<u>348,000</u>	<u>2.1%</u>
Equipment:				
Parts for equipment	996,000	1,068,000	(72,000)	-6.7%
VMS maintenance contract	12,000	12,000	-	0.0%
Heavy equipment rental	110,000	126,000	(16,000)	-12.7%
Safety equipment	45,000	72,000	(27,000)	-37.5%
Information technology	403,000	420,000	(17,000)	-4.0%
Equipment maintenance (office)	18,000	18,000	-	0.0%
Motor vehicles fuel and oil	945,000	957,000	(12,000)	-1.3%
Small equipment purchases	194,000	207,000	(13,000)	-6.3%
	<u>2,723,000</u>	<u>2,880,000</u>	<u>(157,000)</u>	<u>-5.5%</u>
Shop supplies and materials				
Mechanic shop	78,000	75,000	3,000	4.0%
Paint shop	31,000	30,000	1,000	3.3%
Welding shop	31,000	30,000	1,000	3.3%
Sign shop	25,000	24,000	1,000	4.2%
Shop tools	161,000	186,000	(25,000)	-13.4%
Carpentry shop	25,000	24,000	1,000	4.2%
Utility shop	25,000	25,000	-	0.0%
Toll maintenance	16,000	15,000	1,000	6.7%
Uniforms	125,000	126,000	(1,000)	-0.8%
Supplies & postage	205,000	200,000	5,000	2.5%
	<u>722,000</u>	<u>735,000</u>	<u>(13,000)</u>	<u>-1.8%</u>

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	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Highway Materials:				
Salt & aggregate	2,179,000	1,635,000	544,000	33.3%
Calcium additive	26,000	27,000	(1,000)	-3.7%
Roadway pavement	710,000	714,000	(4,000)	-0.6%
Roadway lighting	65,000	65,000	-	0.0%
Roadway lighting electricity	114,000	114,000	-	0.0%
Accident repair/guardrail	280,000	480,000	(200,000)	-41.7%
Soil sterilization	48,000	48,000	-	0.0%
Bridge maintenance	403,000	410,000	(7,000)	-1.7%
Hazardous material disposal	72,000	72,000	-	0.0%
	<u>3,897,000</u>	<u>3,565,000</u>	<u>332,000</u>	<u>9.3%</u>
Facilities:				
Service areas maintenance	180,000	255,000	(75,000)	-29.4%
Service areas electric	60,000	60,000	-	0.0%
Water & sewer treatment	8,000	12,000	(4,000)	-33.3%
Environmental (permits, etc.)	3,000	18,000	(15,000)	-83.3%
Landscaping	15,000	36,000	(21,000)	-58.3%
Building maintenance	175,000	276,000	(101,000)	-36.6%
Landfill	74,000	74,000	-	0.0%
Building grounds - toll	80,000	82,000	(2,000)	-2.4%
Utilities	420,000	420,000	-	0.0%
	<u>1,015,000</u>	<u>1,233,000</u>	<u>(218,000)</u>	<u>-17.7%</u>
Other expenses				
Training	63,000	75,000	(12,000)	-16.0%
MMS System	121,000	108,000	13,000	12.0%
Telephone	171,000	171,000	-	0.0%
	<u>355,000</u>	<u>354,000</u>	<u>1,000</u>	<u>0.3%</u>
Total maintenance	<u>\$ 25,459,000</u>	<u>\$ 25,166,000</u>	<u>\$ 293,000</u>	<u>1.2%</u>

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	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Toll collection				
Customer service center				
Salaries	\$ 3,320,000	\$ 2,905,000	\$ 415,000	14.3%
FICA	265,000	222,000	43,000	19.4%
Workers Compensation	163,000	-	163,000	100.0%
Retirement	301,000	261,000	40,000	15.3%
Health insurance	587,000	660,000	(73,000)	-11.1%
Supplies & postage	614,000	540,000	74,000	13.7%
Telephone	222,000	222,000	-	0.0%
Maintenance office equipment	12,000	12,000	-	0.0%
Credit card fees	3,300,000	3,336,000	(36,000)	-1.1%
Contractual services	3,330,000	2,196,000	1,134,000	51.6%
	<u>12,114,000</u>	<u>10,354,000</u>	<u>1,760,000</u>	<u>17.0%</u>
Toll department				
Salaries	7,095,000	6,919,000	176,000	2.5%
FICA	566,000	529,000	37,000	7.0%
Workers Compensation	348,000	360,000	(12,000)	-3.3%
Retirement	643,000	623,000	20,000	3.2%
Health insurance	1,097,000	1,164,000	(67,000)	-5.8%
Accident repair/toll booths	200,000	-	200,000	100.0%
Utilities	471,000	318,000	153,000	48.1%
Uniforms	32,000	65,000	(33,000)	-50.8%
Training & meetings	12,000	12,000	-	0.0%
Janitorial, office supplies & postage	189,000	216,000	(27,000)	-12.5%
Telephone	96,000	96,000	-	0.0%
Maintenance office equipment	71,000	68,000	3,000	4.4%
Credit card fees	324,000	252,000	72,000	28.6%
Motor vehicle expense	40,000	36,000	4,000	11.1%
Security contract	216,000	216,000	-	0.0%
TCS maintenance contract	500,000	504,000	(4,000)	-0.8%
Small equipment	186,000	168,000	18,000	10.7%
	<u>12,086,000</u>	<u>11,546,000</u>	<u>540,000</u>	<u>4.7%</u>
Total toll collection	<u>\$ 24,200,000</u>	<u>\$ 21,900,000</u>	<u>\$ 2,300,000</u>	<u>10.5%</u>

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	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Traffic control				
State police				
Salaries	\$ 4,585,000	\$ 4,406,000	\$ 179,000	4.1%
FICA	11,000	9,000	2,000	22.2%
Workers Compensation	7,000	-	7,000	100.0%
Retirement	12,000	11,000	1,000	9.1%
Health insurance	21,000	18,000	3,000	16.7%
Building maintenance	5,000	6,000	(1,000)	-16.7%
Emergency services	5,000	6,000	(1,000)	-16.7%
Utilities	18,000	39,000	(21,000)	-53.8%
Training & travel	32,000	24,000	8,000	33.3%
Janitorial, office supplies & postage	32,000	36,000	(4,000)	-11.1%
Telephone	26,000	45,000	(19,000)	-42.2%
Maintenance office equipment	12,000	12,000	-	0.0%
Motor vehicle expense	365,000	360,000	5,000	1.4%
Machinery/equipment purchase	5,000	80,000	(75,000)	-93.8%
	<u>5,136,000</u>	<u>5,052,000</u>	<u>84,000</u>	<u>1.7%</u>
Communications				
Salaries	642,000	612,000	30,000	4.9%
FICA	52,000	48,000	4,000	8.3%
Workers Compensation	32,000	6,000	26,000	433.3%
Retirement	59,000	54,000	5,000	9.3%
Health insurance	136,000	117,000	19,000	16.2%
Training	2,000	3,000	(1,000)	-33.3%
Janitorial, office supplies & postage	5,000	12,000	(7,000)	-58.3%
Telephone	15,000	15,000	-	0.0%
Maintenance office equipment	63,000	132,000	(69,000)	-52.3%
	<u>1,006,000</u>	<u>999,000</u>	<u>7,000</u>	<u>0.7%</u>
Total traffic control	<u><u>\$ 6,142,000</u></u>	<u><u>\$ 6,051,000</u></u>	<u><u>\$ 91,000</u></u>	<u><u>1.5%</u></u>

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	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Administration				
Salaries	3,006,000	1,719,000	1,287,000	74.9%
FICA	240,000	132,000	108,000	81.8%
Workers Compensation	148,000	18,000	130,000	722.2%
Retirement	273,000	156,000	117,000	75.0%
Health insurance	493,000	264,000	229,000	86.7%
Unemployment	50,000	-	50,000	100.0%
Building maintenance	80,000	27,000	53,000	196.3%
Administration	141,000	126,000	15,000	11.9%
Advertising and promotion	50,000	99,000	(49,000)	-49.5%
Association dues & subscriptions	123,000	123,000	-	0.0%
Utilities	267,000	180,000	87,000	48.3%
Travel & meetings	53,000	45,000	8,000	17.8%
Janitorial, office supplies & postage	102,000	102,000	-	0.0%
Telephone	111,000	111,000	-	0.0%
Equipment maintenance/rental	15,000	15,000	-	0.0%
Motor vehicle expense	23,000	15,000	8,000	53.3%
Operations, training and safety	43,000	46,000	(3,000)	-6.5%
Total administration	<u>\$ 5,218,000</u>	<u>\$ 3,178,000</u>	<u>\$ 2,040,000</u>	<u>64.2%</u>

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Years Ending June 30, 2027 and 2026

	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Tourist Information Center Operations				
Salaries	\$ 1,349,000	\$ 941,000	\$ 408,000	43.4%
FICA	108,000	72,000	36,000	50.0%
Workers Compensation	66,000	18,000	48,000	266.7%
Retirement	123,000	85,000	38,000	44.7%
Health insurance	265,000	180,000	85,000	47.2%
Building maintenance	247,000	246,000	1,000	0.4%
Advertising and promotion	6,000	6,000	-	0.0%
Utilities	240,000	162,000	78,000	48.1%
Uniforms	10,000	9,000	1,000	11.1%
Travel and meetings	6,000	6,000	-	0.0%
Office supplies & postage	70,000	72,000	(2,000)	-2.8%
Telephone	36,000	36,000	-	0.0%
Maintenance office equipment	40,000	42,000	(2,000)	-4.8%
Motor vehicle expense	19,000	3,000	16,000	533.3%
Total TIC operations	<u>2,585,000</u>	<u>1,878,000</u>	<u>707,000</u>	<u>37.6%</u>
Non-departmental				
Property and liability	1,798,000	1,627,000	171,000	10.5%
Auditing	66,000	66,000	-	0.0%
Trustee & investment manager	129,000	129,000	-	0.0%
Legal	300,000	450,000	(150,000)	-33.3%
Engineering	3,741,000	3,600,000	141,000	3.9%
Property taxes	84,000	90,000	(6,000)	-6.7%
Total non-departmental	<u>\$ 6,118,000</u>	<u>\$ 5,962,000</u>	<u>\$ 156,000</u>	<u>2.6%</u>

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	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Renewal and replacement				
Facilities/Safety	\$ 1,082,000	\$ 1,102,000	\$ (20,000)	-1.8%
Pavement striping and markings	3,950,000	3,572,000	378,000	10.6%
Shot-crete repairs	971,000	891,000	80,000	9.0%
Sign replacement/overlays	4,500,000	3,200,000	1,300,000	40.6%
Roadway lighting	100,000	150,000	(50,000)	-33.3%
Full depth repairs/undersealing	8,228,000	7,796,000	432,000	5.5%
Guardrail replacement	954,000	926,000	28,000	3.0%
Culvert repairs/replacement	2,900,000	4,200,000	(1,300,000)	-31.0%
Bridge/facility retrofit	3,058,000	2,969,000	89,000	3.0%
Bridge painting	2,879,000	2,796,000	83,000	3.0%
High Friction Surface & Overlays	796,000	773,000	23,000	3.0%
Slope reconditioning	760,000	738,000	22,000	3.0%
Tree clearing	849,000	824,000	25,000	3.0%
Vehicle/equipment replacement	3,892,000	2,034,000	1,858,000	91.3%
	<u>\$ 34,919,000</u>	<u>\$ 31,971,000</u>	<u>\$ 2,948,000</u>	<u>9.2%</u>
Capital Projects				
Paving	\$ 14,600,000	\$ 14,200,000		
Facilities	1,400,000	1,330,000		
Bridge deck replacement	20,000,000	4,000,000		
HQ Building and Site	5,000,000	-		
Major bridge painting	-	6,000,000		
Travel plaza replacement	20,000,000	20,000,000		
Bridge lighting	3,000,000	5,000,000		
Bridge deck overlay	3,000,000	-		
Bridge ramp reconstruct/rehab	-	11,000,000		
Barrier wall upgrade	2,500,000	2,500,000		
	<u>\$ 69,500,000</u>	<u>\$ 64,030,000</u>		

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	<u>2027</u>	<u>2026</u>	<u>Change</u>	
Non Toll Revenue including Caperton Center				
Operating Revenues				
Concession revenue	\$ 2,403,000	\$ 2,085,000	\$ 318,000	15.3%
TIC revenue, net	398,000	356,000	42,000	11.8%
Caperton Center, net	<u>4,141,000</u>	<u>3,598,000</u>	<u>543,000</u>	<u>15.1%</u>
Total operating revenues	<u>6,942,000</u>	<u>6,039,000</u>	<u>903,000</u>	<u>15.0%</u>
Operating expenses				
Shipping/freight in	23,000	28,000	(5,000)	-17.9%
Advertising and promotion	101,000	86,000	15,000	17.4%
Administrative costs	73,000	68,000	5,000	0.0%
Utilities	534,000	566,000	(32,000)	-5.7%
Supplies & postage	492,000	406,000	86,000	21.2%
Maintenance office equipment	209,000	252,000	(43,000)	-17.1%
Credit card discounts	160,000	142,000	18,000	12.7%
Contract personnel	4,071,000	4,038,000	33,000	0.8%
Property & liability insurance	<u>4,000</u>	<u>-</u>	<u>4,000</u>	<u>100.0%</u>
Total operating expenses	<u>5,667,000</u>	<u>5,586,000</u>	<u>81,000</u>	<u>1.5%</u>
Net operating revenue	1,275,000	453,000	822,000	181.5%
Capital Projects - Non Toll	<u>100,000</u>	<u>100,000</u>		
Net non-toll revenue	<u><u>\$ 1,175,000</u></u>	<u><u>\$ 353,000</u></u>	<u><u>\$ 822,000</u></u>	<u><u>232.9%</u></u>