

NORTHERN VIRGINIA TRANSPORTATION AUTHORITY**MEMORANDUM**

FOR: Chair Phyllis J. Randall and Members
Northern Virginia Transportation Authority

FROM: Mayor Jeanette Rishell, Finance Committee Chair

DATE: March 2, 2023

SUBJECT: Adoption of FY2024 Local Distribution Fund Budget

- 1. Purpose:** To seek the Northern Virginia Transportation Authority (NVTa) adoption of the proposed FY2024 Local Distribution Fund Budget as recommended by the Finance Committee.
- 2. Suggested Motion:** *I move Authority adoption of the FY2024 Local Distribution Fund Budget as presented below.*
- 3. Background:**
 - a. Local Distribution Fund (30%) revenues are distributed in their entirety to member jurisdictions in accord with HB2313 (2013) with revenues received from the Commonwealth.
 - b. Member jurisdictions receive the amount of Local Distribution Funds they are entitled to which is based on the direct and accredited transactions within their jurisdiction.
 - c. Previous Finance Committee guidance is to conservatively estimate revenues.
 - d. Beginning with FY2020, the Authority has elected to charge the operating budget to the Regional Revenue Fund which in turn resulted in increased 30% distributions to member jurisdictions estimated at \$4 million in FY2024.
- 4. Proposed Budget:** The table below shows the proposed FY2024 Local Distribution Fund Budget. Distributions to jurisdictions are based on the actual transactions conducted within the jurisdiction.
- 5. Assumptions:**
 - a. The Authority will continue to follow the Code of Virginia in the management of the Local Distribution Fund.
 - b. Actual distributions to jurisdictions will be contingent on completion of the annual certification process and will be determined by the actual revenues received based on direct and accredited transactions within the jurisdiction.
 - c. All prior fiscal year accruals and Commonwealth revenue adjustments of Local Distribution Fund revenues will be distributed to the appropriate jurisdiction in FY2024 in accord with the Code of Virginia.

- d. All Local Distribution Fund revenues are distributed each fiscal year. This results in a zero-carryforward balance and a zero-ending fund balance each fiscal year.

Northern Virginia Transportation Authority Proposed FY2024 Local Distribution Budget (30%)		
	Adopted FY2023 Budget	Proposed FY2024 Budget
Carryforward	\$ -	\$ -
<u>Revenue</u>		
Sales Tax	\$ 96,379,680	\$ 97,341,582
Transfer Interstate Operations & Enhancement Program	4,023,600	5,895,949
Grantor's Tax	13,011,480	14,217,463
Commonwealth NVTD Transfer	6,000,000	6,000,000
CoVa Interest	37,500	37,500
Total Revenue	\$ 119,452,260	\$ 123,492,493
<u>Expenditures</u>		
Distribution to Member Jurisdictions	\$ 119,452,260	\$ 123,492,493
Total Expenditures	\$ 119,452,260	\$ 123,492,493
Budget Balance	\$ -	\$ -