

# NORTHERN VIRGINIA TRANSPORTATION AUTHORITY

## MEMORANDUM

**TO:** Chairman Martin E. Nohe and Members  
Northern Virginia Transportation Authority

**FROM:** Mayor Parrish, Chairman – NVTA Finance Committee

**DATE:** May 4, 2018

**SUBJECT:** Finance Committee Report of the May 2, 2018 Meeting

---

1. **Purpose:** To provide the Northern Virginia Transportation Authority (NVTA) with a report of NVTA Finance Committee activities.
2. **Background:** The Finance Committee last met on May 2, 2018. The next meeting is scheduled for May 17, 2018 at 1:00PM. The following summarizes the May 2nd meeting:
3. **Presentation:** The Committee received a 2018 Legislative Update presentation from Ms. Backmon and Mr. Longhi. The presentation reviewed the current revenue scenarios facing the Authority in light of HB 1539. During the Committee discussion the timing of the NVTA revenue reductions (FY2019) and the apparent FY2020 State of Maryland and District of Columbia transfers to the Washington Metropolitan Area Transit Authority (WMATA) was discussed.
4. **Action Items:**
  - a. **Revised FY2019 to FY2023 Revenue Projections** - The Committee received and reviewed proposed revisions to the FY2019 to FY2023 NVTA Revenue Projections. The revisions are necessitated by changes to the NVTA's revenue stream enacted as part of the HB 1539. The Committee discussed the proposed changes and unanimously recommended Authority adoption of the revised revenue projections.
  - b. **Proposed FY2019 Operating Budget** - The Committee received and reviewed the Proposed FY2019 NVTA Operating Budget. The Committee has been providing feedback on the development of the proposed operating budget since January. The Committee reviewed the proposed FY2019 Operating Budget and unanimously recommended Authority adoption.
  - c. **Proposed FY2019 Local Distribution Fund Budget** - The Committee received and reviewed the Proposed FY2019 Local Distribution Fund Budget and unanimously recommended Authority adoption.
  - d. **Proposed FY2019 Local Regional Revenue Fund Budget** - The Committee received and reviewed the Proposed FY2019 Regional Revenue Fund Budget and unanimously recommended Authority adoption.

**5. Discussion Items:**

- a. FY2018-2023 Six Year Program Funding.** The Committee reviewed and discussed an analysis prepared by NVTa staff addressing funding for the upcoming Six Year Program. The discussion focused on maximizing the utilization of the Authority's cash position to advance projects while eliminating or reducing any financing costs.
- b. Investment Portfolio Report:** The Committee received reports and was briefed on the performance of the Authority's investment portfolio. The portfolio is performing within policy requirements and through March is already exceeding original revenue estimates for the fiscal year.
- c. Monthly Revenue Report:** The Committee received a report and was briefed on the Authority's revenue receipts and distributions of 30% funds to member localities.
- d. NVTa Operating Budget:** The Committee received a report and was briefed on the Authority's Operating Budget. All operating revenue has been received for the fiscal year. Expenditures were reported as of March which is 75% of the fiscal year. Expenditures through the same period are at 71% of budget.

**6. Other Finance Items -** The Committee received a verbal update noting:

- a.** The planned June 30 retirement of Mr. Hampton who serves as the Authority's Investment and Debt Manager.
- b.** The FY2018 external audit has started, with the auditors being on-site for field work this week.
- c.** The replacement of four laptops funded through the equipment replacement reserve. The replaced laptops were original to the July 2013 staffing and startup after the passage of HB2313.