

# NORTHERN VIRGINIA TRANSPORTATION AUTHORITY

## MEMORANDUM

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

**FROM:** Michael Longhi, Chief Financial Officer

**DATE:** April 5, 2019

**SUBJECT:** FY2020 Local Distribution Fund Budget (30%)

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1. **Purpose:** To seek the Northern Virginia Transportation Authority (NVTA) adoption of the Proposed FY2020 Local Distribution Fund Budget as recommended by the Finance Committee.
2. **Suggested Motion:** *I move the Authority adoption of the Proposed FY2020 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), as amended.
  - b. Previous Finance Committee guidance is to conservatively estimate revenues.
  - c. Member jurisdictions will receive the amount of Local Distribution Funds they are entitled to in accord with HB2313, as amended based on the transactions within the jurisdiction.
  - d. Many member jurisdictions either net their jurisdictional share of the NVTA Operating Budget from their 30% Local Distribution Funds received, or pay the obligations from those funds once received.
  - e. SB1468, Chief Patron – Senator Black; will permit the Authority to charge the Operating Budget to the Regional Revenue Fund. If the Authority avails itself of this option, it will have the effect of increasing jurisdiction Local Distribution Fund revenues as indicated below:

<b>Member Jurisdiction Operating Budget Support</b>			
	<b>FY2019 Adopted</b>		<b>Proposed FY2020</b>
	<b>Budget</b>		<b>Budget</b>
Arlington County	\$	212,173	\$ 285,413
Fairfax County	\$	1,021,646	\$ 1,374,312
Loudoun County	\$	338,639	\$ 455,535
Prince William County	\$	400,991	\$ 539,410
City of Alexandria	\$	144,313	\$ 194,128
City of Fairfax	\$	20,931	\$ 28,156
City of Falls Church	\$	12,779	\$ 17,190
City of Manassas	\$	37,676	\$ 50,681
City of Manassas Park	\$	14,101	\$ 18,968

4. **Proposed Budget:** The table below shows the proposed FY2020 Local Distribution Fund Budget. Distributions to jurisdictions are based on the actual transactions conducted within the jurisdiction.

<b>Northern Virginia Transportation Authority Proposed FY2020 Local Distribution Budget (30%)</b>			
		<b>Adopted FY2019</b>	<b>Proposed FY2020</b>
Carryforward		\$ -	\$ -
<b><u>Income:</u></b>			
	Sales Tax	\$ 77,677,868	\$ 79,753,918
	VA NVTA Fund Interest	\$ 21,319	\$ 104,552
Total Revenue		\$ 77,699,187	\$ 79,858,470
<b><u>Expenditures:</u></b>			
	Distribution to Member Jurisdictions	\$ 77,699,187	\$ 79,858,470
Total Expenditures		\$ 77,699,187	\$ 79,858,470
Budget Balance		\$ -	\$ -

5. **Assumptions:**

- a. The Authority will continue to follow HB2313 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 transactions within the jurisdiction (as reported by the Commonwealth).
- c. All prior fiscal year accruals and Commonwealth revenue adjustments of Local Distribution Fund revenues will be distributed to the appropriate jurisdiction in FY2020 in accord with HB2313.

***Adopted: April 11, 2019***