

**NORTHERN VIRGINIA TRANSPORTATION
AUTHORITY**

MEMORANDUM

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

FROM: Mayor Rishell, Chair - Finance Committee

DATE: April 1, 2021

SUBJECT: Finance Committee Report

1. **Purpose:** To provide the Northern Virginia Transportation Authority (NVTA) with a report of Finance Committee (Committee) activities.
2. **Background:** The Finance Committee last met on March 18, 2021. The April meeting has been cancelled due to no Action Items, the next scheduled meeting is Thursday, May 20, 2021 at 1:00 PM. The following summarizes the March 18th meeting.
3. **Action Items:** (Finance Committee recommendations on these items were presented at the April 8th Authority meeting.)
 - a. **FY 2022 Budget Recommendations** - The Committee continued the FY2022 budget discussions started in November 2020 and made recommendations to the Authority on the three budgets.
 - i. The Committee reviewed detailed proposed base and proposed base plus new initiative numbers for the Operating Budget. The only new initiative for the FY2022 Operating Budget is enhancements to the Project Information Monitoring and Management System (PIMMS).
 - ii. Proposed Budgets for the Regional Revenue Fund and Local Distribution Fund were reviewed. These Budgets were consistent with the PayGo Analysis and recommendations approved by the Authority in May 2020.
 - iii. Future revenue projections and forward looking PayGo levels will be reviewed by the Finance Committee in Spring of next year, in preparation for recommendations to the Authority.
 - iv. The Finance Committee recommended Authority approval of the proposed budgets, including funding the Operating Budget through a transfer from the Regional Revenue Fund, thereby avoiding jurisdiction reductions in their monthly 30% revenues.
4. **Discussion Items:**
 - a. **Investment Portfolio Report** - The Finance Committee reviewed and discussed the

Authority's Investment Portfolio performance. The Portfolio continues to perform well compared to its benchmarks, noting that performance has declined, although at a slower pace than the overall fixed income market.

- b. Monthly Revenue Report** - The Finance Committee reviewed and discussed the monthly revenue reports. Staff reported that \$50.7 million has been distributed to member jurisdictions for use on their locally determined public transportation purposes.
- c. Monthly Operating Budget** - The Finance Committee received reports and discussed the FY2021 Operating Budget. Through 67% of the fiscal year the Authority has utilized 52% of the operating budget. Much of the 15% variance is attributed to PIMMS enhancements expenses approved in the FY2021 budget not having been incurred.