

NORTHERN VIRGINIA TRANSPORTATION AUTHORITY

MEMORANDUM

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

FROM: Mayor Rishell, Chair - Finance Committee

DATE: April 1, 2021

SUBJECT: FY2022 Local Distribution Fund Budget (30%)

- 1. Purpose:** To seek the Northern Virginia Transportation Authority (NVTA) adoption of the proposed FY2022 Local Distribution Fund Budget as recommended by the Finance Committee.
- 2. Suggested Motion:** *I move the Authority adoption of the proposed FY2022 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 HB 2313 (2013) with revenues received from the Commonwealth.
 - b. Member jurisdictions receive the amount of Local Distribution Funds they are entitled to based on the direct and imputed transactions within their jurisdiction.
 - c. Previous Finance Committee guidance is to conservatively estimate revenues.
 - d. Beginning with FY2020, the Authority elected to charge the operating budget to the Regional Revenue Fund which in turn resulted in increased 30% distributions to member jurisdictions, estimated at \$2.7 million in FY2022
- 4. Proposed Budget:** The table below shows the proposed FY2022 Local Distribution Fund Budget. Distributions to jurisdictions are based on the actual transactions conducted within the jurisdiction.

Northern Virginia Transportation Authority Proposed FY2022 Local Distribution Budget (30%)		
	Adopted FY2021 Budget	Proposed FY2022 Budget
Carryforward	\$ -	\$ -
Revenue		
Sales Tax	\$ 82,224,591	\$ 84,445,351
Transfer Interstate Operations & Enhancement Program	750,000	3,990,000
Grantor's Tax	-	7,650,000
Commonwealth NVTD Transfer	-	6,000,000
CoVa Interest	110,530	43,470
Total Revenue	\$ 83,085,121	\$ 102,128,821
Expenditures		
Distribution to Member Jurisdictions	\$ 83,085,121	\$ 102,128,821
Total Expenditures	\$ 83,085,121	\$ 102,128,821
Budget Balance	\$ -	\$ -

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 imputed 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 FY2022 in accord with the Code of Virginia.