



Revenue Sharing Program Update

January 17, 2017

Julie Brown

Local Assistance Division

Today's Revenue Sharing Program Topics

- **Summary of FY18 Application Submittal**
- **Deallocation Summary for This Year**
- **Continued Discussion on Revenue Sharing Options Presented in December**
- **Update on Feedback Received Regarding Revenue Sharing Options**
- **Next Steps**

FY18 Revenue Sharing Program Update

- **Maximum allocation CTB may make to the Program is \$200M annually**
- **Maximum locality can apply for is \$10M**
 - **Up to \$5M of the \$10M a locality can apply for can be designated for maintenance projects**
- **Priority Tiers**
- **Priority given to construction projects that have previously received Revenue Sharing funding**
 - **Next, priority given to construction projects that meet a transportation need identified in the Statewide Transportation Plan or projects that will be accelerated in a locality's capital plan**
 - **Next, priority given to projects that address deficient pavement resurfacing and bridge rehabilitation.**

FY18 Revenue Sharing Program Update

FY18 Formal Application Process

- Call for applications – August 4, 2016
- Application deadline – November 1, 2016
- 78 Localities submitted applications
 - 8 localities requested maximum \$10M
- Total requests – \$212.9M
 - Priority 1 – Existing Revenue Sharing projects \$99.3M
 - Priority 2 – Meet Statewide Transportation Need or accelerate project in locality capital plan \$72.4M
 - Priority 3 – Address deficient pavement or bridge \$8.8M
 - Priority 4 – All other requests \$32.4M

FY18 Revenue Sharing Program Update

District Breakdown of Requests

DISTRICT	# Localities	Total Request
Bristol	10	\$11,013,517
Culpeper	4	\$8,300,465
Fredericksburg	4	\$2,882,320
Hampton Roads*	9	\$48,728,585
Lynchburg	5	\$9,419,032
NoVA*	14	\$49,307,850
Richmond*	10	\$31,360,893
Salem*	12	\$25,856,851
Staunton	10	\$26,100,335
TOTAL	78	\$212,969,848

*Indicates District has localities applying for \$10M



FY18 Revenue Sharing Program Update

TOTAL PROGRAM VALUE

Priority	FY18 State Match Requests	FY18 Local Match Funding	Previous and Other Funding	Total Value
1	\$99,295,670	\$99,295,670	\$659,344,894	\$857,936,234
2	\$72,395,830	\$72,395,830	\$117,788,008	\$262,579,668
3	\$ 8,813,517	\$ 8,813,517	\$1,040,000	\$18,667,034
4	\$32,464,831	\$32,464,831	\$15,468,167	\$80,397,829
TOTALS	\$212,969,848	\$212,969,848	\$793,641,069	\$1,219,580,765

REVENUE SHARING DE-ALLOCATION

33.2-357 of the *Code of Virginia* establishes a timeframe for expenditure of the Revenue Sharing funds.

Legislation requires a project be initiated within one year of receiving allocations and if not initiated after two subsequent fiscal years allocations can be de-allocated.

Projects completed with allocations remaining that have not had any activity for 2 years will also be potential candidates for de-allocation.

De-allocation process was originally adopted as part of the Revenue Sharing Guidelines by the CTB in April 2011 and updated in July 2015.

REVENUE SHARING DE-ALLOCATION

- **June 2016 – Initiated review of 113 projects statewide as candidates for de-allocation**
- **July 2016 – Preliminary lists provided to each District to review with the locality and provide an action plan**
- **October 2016 – Lists finalized with Districts/Localities**
- **January 2017 – Present proposed recommended de-allocation list to CTB for action**
 - ♦ **14 Projects representing \$1.7M in state allocations**
- **De-allocated funds will be returned to Statewide Revenue Sharing account**

REVENUE SHARING SUMMARY

De-Allocation:

- **14 Projects totaling:** **\$ 1,726,073**
 (Funds to be used towards FY 2018 requests)

Statewide Balance Entry Funds: **\$ 830,530**

FY18 Revenue Sharing Program:

- **FY18 Requests:** **\$212,969,848**
- **Current available allocation for FY18:** **\$102,556,603**
 (\$100M in budget ,de-allocated funds, balance entry funds)

Based on Current Prioritization & Available Allocations:

- **Priority 1 projects = \$99,295,670** **Fund at 100%**
- **Priority 2 projects = \$72,395,830** **No funding provided**
- **Priority 3 projects = \$8,813,517** **No funding provided**
- **Priority 4 projects = \$32,464,831** **No funding provided**

Feedback Received on Options Discussed

- **Summary of all feedback submitted compiled (49 localities responded through survey; 7 submitted written comments; 5 Districts provided comments)**
- **Locality comments received represented 24 Counties, 20 Cities and 12 Towns**
- **Several comments to not make changes mid cycle**
- **Varying opinions; none of options presented will have consensus support**
- **Many support some changes if it means increased likelihood other localities (including theirs) will receive funding**
- **Strongest opposition to reducing funding limits are from those localities that have traditionally requested maximum**
- **Comments to not make overly burdensome**
- **Recommendation for committee to be formed to review options given significant impact of Revenue Sharing Program changes**

Next Steps

Comments received on various options distributed and posted

Committee established to further review options and feedback and offer final recommendations

CTB Policy Change presented and approved in March/April

Notify localities of changes in Policy

Revise Revenue Sharing Program Guidelines as appropriate

CTB approve Revenue Sharing Program Guidelines in July

Notify localities of Guidelines update



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