



FY 2020 Local Programs Approvals

 Russell Dudley, Local Assistance Division

June 19, 2019

FY20 Program Approvals on the action agenda:

- **FY20 Maintenance Payments to Cities and Certain Counties**
- **FY20 Maintenance Payments to Arlington and Henrico Counties**
- **Revenue Sharing Program Approvals**

Urban Maintenance Program Local Maintenance Payments

Eligibility Requirements for Maintenance Payments:

- Urban street acceptance criteria established in Code Section 33.2-319
- CTB approves mileage additions/ deletions

Payment - General

- Payments based on moving lane miles (available to peak-hour traffic)
- CTB approves payment amounts to localities
- Localities annual growth rate is based upon the base rate of growth for VDOT's maintenance program
- Payments to localities made quarterly

Payment Categories – Based on Functional Classifications

1. Principal and Minor Arterial Roads
2. Collector Roads and Local Streets

Proposed FY20 Urban Local Maintenance Payments

- Urban (84 Cities and Towns)
 - Overall Urban Budget ≈ \$ 387M
 - Payment Rates:
 - Principal and Minor Arterial Roads = \$21,689 per lane mile
 - Collector Roads and Local Streets = \$12,735 per lane mile
 - Arterial Lane Miles: 5,968
 - Collector/ Local Miles: 20,184
 - FY20 Overweight Permit Fee Urban Distribution ≈ \$179,780; Equivalent to \$6.87 per lane mile
- Continue \$1M to Chesapeake to address additional costs associated with movable bridges (payments began 2005)

County (Arlington/ Henrico) Maintenance Program

- **Eligibility Requirements**

- Established by Code Section: 33.2-366
- These counties maintain their own systems of local roads
- Annual submission of additions/ deletions provided by county
- Annual arterial inspection not required

- **Payment - General**

- No differential in payment rates based on Functional Classifications
- CTB approves payment amounts to localities
- Annual growth rate is based upon the base rate of growth for VDOT's Maintenance Program
- Payments to localities made quarterly

Proposed FY20 County Local Maintenance Payments

County (Arlington and Henrico)

- Overall Arlington/ Henrico Budget ≈ \$69.3M
 - Arlington = \$20.2M
 - Henrico = \$49.0M
- Payment Rates:
 - Arlington = \$19,125 per lane mile
 - Henrico = \$13,917 per lane mile
- County Lane Miles:
 - Arlington = 1,059.36 lane miles
 - Henrico = 3,525.86 lane miles
- FY20 Overweight Permit Fee County Distribution ≈ \$31,521; Equivalent to \$6.87 per lane mile

Local Maintenance Program Adjustment

- This year's maintenance payment rates are equal to last year's rates
- There have been planned reductions in maintenance funding for the past three years. As is practice, the same growth factor is applied to VDOT Maintenance and Locality Maintenance Payments. The reductions planned in FY 2019 and 2020 were scaled back last year from the original plan.
- Initially presented to the CTB in January 2017, reductions were proposed to the Maintenance Program after applying CPI growth
 - FY 2018 \$25 million one-time
 - FY 2019 \$12 million one-time (reduced to \$2.26M)
 - FY 2020 \$75 million base reduction (reduced to \$67M)
- Adjustments were applied to the VDOT Maintenance Program and to City and County Street Maintenance Payments based on pro rata shares.
- Efforts have been made to lessen the impacts of these reductions which included an additional allocation in FY 2020 of \$2,504,018 to normalize this year's maintenance payment rates

Revenue Sharing FY19 and FY20 Application Re-Cap

Presented last month:

- **June 2018 CTB Approval : Funded Priority 1 requests at 100%**
- **June 2018 CTB Approval : Funded Priority 2 requests up to first \$1M per locality; pro-rated requests over \$1M at ~92%. An additional \$6,898,128 now needed to fully fund Priority 2 request (some projects no longer needed gap covered)**
- **June 2018 CTB Approval : Insufficient funding available for Priority 3 or other requests**

Revenue Sharing FY19 and FY20 Application Re-Cap

CTB requested Data on Priority 3 projects:

- **Verified original requested: \$7,913,605**
 - **12 applications submitted for paving projects in five Districts representing 11 localities**
 - **Some of those projects no longer need funding**
- **Funded by SGR: \$ 289,446**
- **No longer need funds (complete) \$1,904,659**
- **CURRENT NEEDS FOR PRIORITY 3: \$5,719,500**
 - **7 applications in 3 Districts, representing 7 localities**

Revenue Sharing Annual Approval

- **De-Allocated Funds Re-Cap:**

- **January 2019 Deallocation Amount:** **\$16,899,462**
- **Amount to Fund Priority 2 Pro-rated Projects:** **\$ 6,898,128**
- **Amount to Fund all Priority 3 Projects:** **\$ 5,719,500**
- **Revenue Sharing Balance Entry Remaining:** **\$ 4,281,834**

Remaining balance entry funds will be used for re-distribution as part of the FY21/FY22 Revenue Sharing Program.

- **Presenting at June 2019 action meeting- RESOLUTION:**

- **Approve re-distribution of de-allocated funds to fully fund pro-rated Priority 2 Projects**
- **Approve re-distribution of de-allocated funds to fully fund Priority 3 Projects that are still viable and ready (if desired by Board)**
- **Approve funding Programmed for FY20**
- **Attachment showing FY20 Funds Programmed and Re-Distributed Funds from January De-allocation**

**Referenced Programs will be
presented for vote during CTB
Action Meeting**

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