



## Revenue Sharing Program Guide

May 14, 2008

Michael Estes, P. E.

Director, Local Assistance Division

## Timeline

- **March**      **2008 Acts of General Assembly**
- **March**      **Brief overview to CTB**
- **April**        **CTB Approval of Board Policy**
- **May**         **Overview of Program Guide Changes**

## Background

- **50/50 matching program**
- **Up to \$100 Million (\$50 M state funds)**
- **Open to Counties and Cities and Towns (Urban)**
- **Max allocation of \$1 Million per locality**
- **Allocations provided via tiered approach**

## Substantive Changes

- Funds are focused on projects that will: “improve, construct, or reconstruct” the system. Projects classified as “maintenance” are no longer eligible
- The tiers for priority of funding have been modified
- Projects must be initiated within three years of allocation or the CTB may reallocate the funds
- Specifically states that, at the request of the locality, VDOT may provide the locality with engineering, right-of-way acquisition, and/or construction services for a project on a reimbursement basis
- Eliminates the limitation on the use of proffer funds for the local match
- Codifies funding limits of program (min of \$15 M and max of \$50 M)

## New Tier System

- The prior first-tier commitment of more than \$1 million by the locality has been eliminated
- Priority 1 – projects that are Locally-administered\* (previous priority 2)
- Priority 2 – projects for which the locality commits more local funding than the amount of revenue sharing funding requested (no minimum dollar amount is specified)
- Priority 3 – projects that will accelerate an existing project in the Six-Year Plan or in the locality's capital plans (unchanged)
- Priority 4 – all other eligible projects that require an equivalent matching allocation from the locality (unchanged)

\* Enactment clause specifies that the new Tier 1 establishing priority for locally-administered projects will not be effective until July 1, 2009 (FY 2010 program of projects). This was intended to provide localities additional time for assuming project administration.

## Program Guide Revisions

- **Updated to reflect new Code section and CTB Policy**
- **Clarification of eligible work and review by Residencies/Urban Program Managers**
- **New section on timely completion of projects**
- **Prioritization and designation of funds forms modified to match new tiers**
- **Definitions added up front for clarification**

## FY 2009 Application Process (Next Steps)

- New Guide finalized, posted on web
- Letters to localities inviting application based on the revised program
- Applications due (August 1<sup>st</sup>)
- Review of new applications
- CTB approval of allocations (Oct/Nov)