

TJPDC Local Contributions

September 17, 2024



Local Contributions

Background

- In addition to Per Capita funding, the TJPDC receives direct contributions from our local governments for six programs/services
 - RideShare
 - Solid Waste
 - Rivanna River Basin Commission
 - Legislative Services
 - Regional Transit Partnership
 - Regional Housing Partnership

FY26											
7/1/2023			Per Capita	Local Contributions							
			0.68	Local	Local	Local	0.4	Local	Local		
Program Code			110/300	193	303	908	277	181	729	Various	
Program	Pop.	% Pop.	Per Capita	Rideshare	Solid Waste	RRBC	Legislative Liaison	Regional Transit Partnership	Regional Housing Partnership	Total Contribution	
Charlottesville	51,132	18.80%	\$ 34,770	\$ 7,331	\$ 2,540	\$ 1,337	\$ 20,453	\$ 25,000	\$ 9,550	\$ 100,981	
Albemarle	116,148	42.70%	\$ 78,981	\$ 15,876	\$ 5,560	\$ 6,210	\$ 46,459	\$ 25,000	\$ 21,310	\$ 199,396	
Fluvanna	28,214	10.37%	\$ 19,186	\$ 3,999	\$ 1,370	\$ 1,897	\$ 11,286	\$ -	\$ 5,250	\$ 42,987	
Greene	21,370	7.86%	\$ 14,532	\$ 2,997	\$ 1,030	\$ 1,056	\$ 8,548	\$ -	\$ 3,905	\$ 32,068	
Louisa	40,434	14.86%	\$ 27,495	\$ 5,274	\$ -	\$ -	\$ 16,174	\$ -	\$ 7,110	\$ 56,053	
Nelson	14,713	5.41%	\$ 10,005	\$ 2,335	\$ -	\$ -	\$ 5,885	\$ -	\$ 2,875	\$ 21,100	
TOTALS	272,011	100.00%	\$ 184,967	\$ 37,812	\$ 10,500	\$ 10,500	\$ 108,804	\$ 50,000	\$ 50,000	\$ 452,584	

Staff Overview

- ❑ Staff reviewed local contributions in approved TJPDC budgets between 2005 and 2025
- ❑ Staff analyzed locality population trends between 2005 and 2025
- ❑ Staff analyzed inflation rates and Cost of Living Adjustments between 2005 and 2023
- ❑ Staff created and analyzed three (3) potential scenarios for increasing local funding for these six programs
- ❑ Staff developed several recommendations for the Finance/Executive Committee to consider for recommendation to the Commission in their October meeting.

Staff Findings

□ **Finding #1:**

Local Contributions for several programs have not been adjusted since their inception

Staff Recommendations

Staff Recommendation #1: Staff recommends that the Finance/Executive Committee and Commission consider increases in local contributions for several programs beginning for inclusion in the FY26 projected budget.

Staff Findings

□ Finding #2:

Local contributions for these programs have been collected using several different methods over time.

■ *Examples:*

- *Legislative Services has used a flat \$0.40 per capita rate since 2018*
- *Solid Waste has used a flat dollar (\$) amount per participating jurisdiction since 2008 (not adjusted for inflation or proportionate to current population); Rivanna River Basin Commission has used a flat dollar (\$) amount per participating jurisdiction since 2019 (not adjusted for inflation or proportionate to current population)*

Staff Recommendations

Staff Recommendation #2: For consistency, staff recommends converting all local contributions to per-capita rates. This will ensure that contributions are proportionate to population for all programs.

Current Method			0.68	Local	Local	Local	0.4	Local	Local	
Program Code			110/300	193	303	908	277	181	729	Various
Program	Pop.	% Pop.	Per Capita	Rideshare	Solid Waste	RRBC	Legislative Liaison	* Regional Transit Partnership	Regional Housing Partnership	Total Contribution
Charlottesville	51,132	18.80%	\$ 34,770	\$ 7,331	\$ 2,540	\$ 1,337	\$ 20,453	\$ 25,000	\$ 9,550	\$ 100,981
Albemarle	116,148	42.70%	\$ 78,981	\$ 15,876	\$ 5,560	\$ 6,210	\$ 46,459	\$ 25,000	\$ 21,310	\$ 199,396
Fluvanna	28,214	10.37%	\$ 19,186	\$ 3,999	\$ 1,370	\$ 1,897	\$ 11,286	\$ -	\$ 5,250	\$ 42,987
Greene	21,370	7.86%	\$ 14,532	\$ 2,997	\$ 1,030	\$ 1,056	\$ 8,548	\$ -	\$ 3,905	\$ 32,068
Louisa	40,434	14.86%	\$ 27,495	\$ 5,274	\$ -	\$ -	\$ 16,174	\$ -	\$ 7,110	\$ 56,053
Nelson	14,713	5.41%	\$ 10,005	\$ 2,335	\$ -	\$ -	\$ 5,885	\$ -	\$ 2,875	\$ 21,100
TOTALS	272,011	100.00%	\$ 184,967	\$ 37,812	\$ 10,500	\$ 10,500	\$ 108,804	\$ 50,000	\$ 50,000	\$ 452,584

Conversion to Per Capita Rate			0.68	0.1390	0.0484	0.0484	0.4000	0.2989	0.1838	
			0.68	Local	Local	Local	0.4	Local	Local	
Program Code			110/300	193	303	908	277	181	729	Various
Program	Pop.	% Pop.	Per Capita	Rideshare	Solid Waste	RRBC	Legislative Liaison	*Regional Transit Partnership	Regional Housing Partnership	Total Contribution
Charlottesville	51,132	18.80%	\$ 34,770	\$ 7,108	\$ 2,476	\$ 2,476	\$ 20,453	\$ 25,000	\$ 9,399	\$ 101,681
Albemarle	116,148	42.70%	\$ 78,981	\$ 16,146	\$ 5,624	\$ 5,624	\$ 46,459	\$ 25,000	\$ 21,350	\$ 199,183
Fluvanna	28,214	10.37%	\$ 19,186	\$ 3,922	\$ 1,366	\$ 1,366	\$ 11,286	\$ -	\$ 5,186	\$ 42,311
Greene	21,370	7.86%	\$ 14,532	\$ 2,971	\$ 1,035	\$ 1,035	\$ 8,548	\$ -	\$ 3,928	\$ 32,048
Louisa	40,434	14.86%	\$ 27,495	\$ 5,621	\$ -	\$ -	\$ 16,174	\$ -	\$ 7,432	\$ 56,722
Nelson	14,713	5.41%	\$ 10,005	\$ 2,045	\$ -	\$ -	\$ 5,885	\$ -	\$ 2,704	\$ 20,640
TOTALS	272,011	100.00%	\$ 184,967	\$ 37,812	\$ 10,500	\$ 10,500	\$ 108,804	\$ 50,000	\$ 50,000	\$ 452,584

*In FY22, Charlottesville and Albemarle agreed to a 50/50 split for the Regional Transit Partnership

Staff Findings

□ **Finding #3:**

- Local Funding has not kept up with increasing costs of salary, fringe, and indirect costs for local programs
- Impact: Staff have the same, and often increased, workload/requirements in locally-funded programs with significantly less hours available to complete the work.

Staff Analysis

- To make a recommendation to the Commission, staff created and analyzed three different five-year potential scenarios.
 - ▣ **Scenario #1:** A significant one-time percentage (%) increase to all programs for FY26 and a nominal recurring flat rate increase for the following four years (FY27-FY30)
 - ▣ **Scenario #2:** A significant one-time percentage (%) increase to all programs for FY26 and a nominal recurring percentage (%) increase in rate for the following four years (FY27-FY30).
 - ▣ **Scenario #3:** A flat percentage (%) increase in rate for all programs for five years (FY26-FY30).

Staff Analysis

- Staff determined that Scenario #3 offered the following benefits:
 - ▣ Increases to programs would be spread out across five (5) years so that that there is not a one-time large adjustment required. This makes it easier for local governments to budget for the increases over time.
 - ▣ Increases were the same in all programs (7%) except for in Legislative Services (5%), making implementation simple.
 - In Scenarios #1 and #2, the various flat rate increases and percentage increases were different by program and introduced an unnecessary complexity.
 - ▣ What the commission determines for FY26 would not impact/affect the commission's determination for FY27-FY30.

Staff Recommendation

Scenario #3:

	Rideshare		Solid Waste		RRBC		Legislative Liaison		Regional Transit Partnership		Regional Housing Partnership	
Previous Rate	0.1390		0.0484		0.0484		0.4		0.2989		0.18382	
1st Year Percent Increase	7.00%		7.00%		7.00%		5.00%		7.00%		7.00%	
Recurring Percent Increase	0.0700		0.0700		0.0700		0.0500		0.0700		0.0700	
Multiplier	1.0700		1.0700		1.0700		1.0500		1.0700		1.0700	
FY26	0.1487		0.0518		0.0518		0.4200		0.3198		0.1967	
	7.00%		7.00%		7.00%		5.00%		7.00%		7.00%	
	\$	2,646.84	\$	734.90	\$	734.90	\$	5,440.22	\$	3,500.00	\$	3,501.14
Charlottesville	\$	7,605.36	\$	2,648.95	\$	2,648.95	\$	21,475.44	\$	26,750.00	\$	10,057.02
Albemarle	\$	17,275.82	\$	6,017.19	\$	6,017.19	\$	48,782.16	\$	26,750.00	\$	22,844.85
Fluvanna	\$	4,196.54	\$	1,461.66	\$	1,461.66	\$	11,849.88			\$	5,549.34
Greene	\$	3,178.57	\$	1,107.10	\$	1,107.10	\$	8,975.40			\$	4,203.21
Louisa	\$	6,014.14	\$	-	\$	-	\$	16,982.28			\$	7,952.86
Nelson	\$	2,188.41	\$	-	\$	-	\$	6,179.46			\$	2,893.86
	\$	40,458.84	\$	11,234.90	\$	11,234.90	\$	114,244.62	\$	53,500.00	\$	53,501.14

Staff Recommendation #3: Staff recommends that the commission consider a 7% increase in rate for local contributions for all programs except Legislative Services (5%) for inclusion in the FY26 budget.

Impact of Recommended Scenario #3

	Current FY26	Recommended FY26	\$ Increase	% Increase
Charlottesville	\$ 66,210.80	\$ 71,185.73	\$ 4,974.93	7.51%
Albemarle	\$ 120,415.20	\$ 127,687.20	\$ 7,272.00	6.04%
Fluvanna	\$ 23,801.60	\$ 24,519.08	\$ 717.48	3.01%
Greene	\$ 17,536.00	\$ 18,571.37	\$ 1,035.37	5.90%
Louisa	\$ 28,557.60	\$ 30,949.28	\$ 2,391.68	8.37%
Nelson	\$ 11,095.20	\$ 11,261.73	\$ 166.53	1.50%
	\$ 267,616.40	\$ 284,174.39	\$ 16,557.99	6.19%

Staff Findings

□ **Finding #4:**

- ▣ Across time, adjustments have been made to some programs, but not to others.
- ▣ There is no mechanism in place to adjust local contributions as conditions change.

Staff Recommendations

- ***Staff Recommendation #4:** Staff recommends that the commission review and adopt projected local contributions every five years.

(Similar to the process for the Local Per Capita funding in which the Commission voted in September of 2022 to increase the Per Capita rate by \$0.02/year for five years.)

***Note:** Staff is not requesting action from the Finance/Executive Committee on this recommendation. Rather, staff is prepared to provide additional analysis, discussion, and recommendations prior to the final FY26 budget adoption in April/May 2025.

Recommended Action

- At its September 17, 2024 meeting, the Finance/Executive Committee reviewed staff's recommendations and recommends to the full commission
 - 1) Converting all local contributions to per capita rates
 - 2) Increasing local contributions by seven percent (7%) for all local programs, except for Legislative Services (five percent, 5%) for inclusion in the FY26 projected budget.
 - 3) Commission review of a 5-year plan prior to the final FY26 budget in April 2026.

Questions/Discussion

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