

VPRA Decision Brief

VPRA FY27 Budget and Management Reserve Approval May 21, 2026

Issue: VPRA is required to adopt a budget each year by Section 33.2-298 of the Code of Virginia. This process also is dictated by sound financial management practice. In addition, the *VPRA Management Reserve Policy* requires the Board's quarterly approval of the management reserve balance.

Facts: VPRA developed the Recommended FY27 VPRA Capital Budget and presented it to the VPRA Audit and Finance Committee on January 14, 2026. On January 22, 2026, the VPRA Board approved the Recommended FY27 VPRA Capital Budget for submission to the Commonwealth Transportation Board ("CTB"). On April 22, 2026, the CTB approved VPRA's proposed budget for capital projects and capital and operating grants for the fiscal year 2027 as set forth in the Recommended FY27 VPRA Capital Budget. VPRA has developed a final budget for fiscal year 2027 inclusive of the Recommended FY27 VPRA Capital Budget and the annual operations budget, with discrete changes since January 22, 2026 explained to the VPRA Board in a presentation on May 21, 2026.

In addition, in accordance with the *VPRA Management Reserve Policy* adopted August 30, 2023, VPRA staff presented a recommended reserve balance of \$89,000,000 as of [March 31, 2026]. The calculation of the up to 5% goal contained within the *VPRA Management Reserve Policy* as of that date is \$[●].

Recommendation: Adopt the fiscal year 2027 budget as presented on May 21, 2026, and approve the management reserve amount of \$89,000,000.

Action Required by VPRA: Approve and adopt fiscal year 2027 budget as presented on May 21, 2026, and approve the management reserve by majority vote.

Options: Approve. Deny. Defer.