Virginia Department of Rail and Public Transportation

Allocation of Commonwealth Transit Operating Funding

Transit Service Delivery Advisory Committee

Meeting, May 5, 2016

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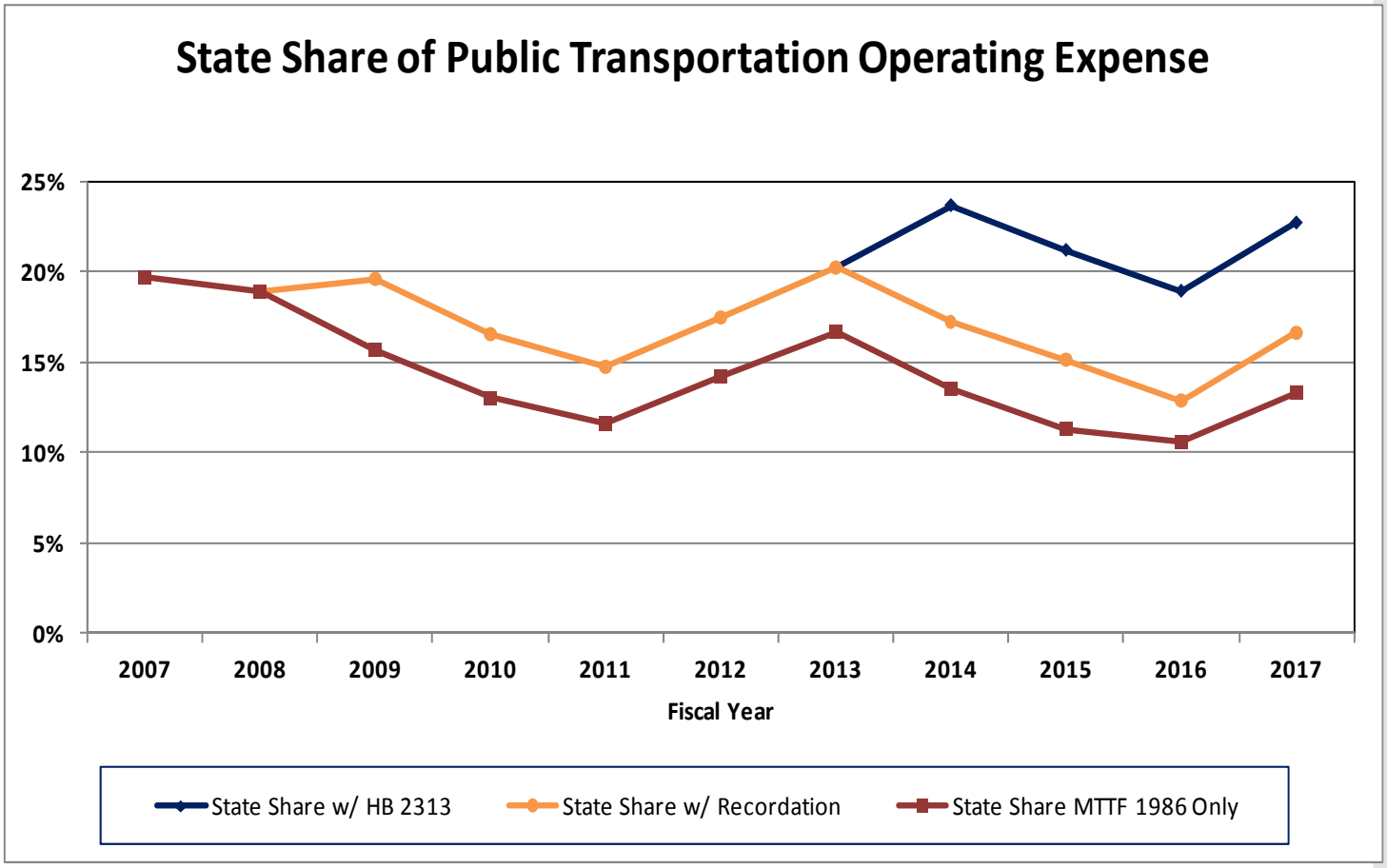
Traditional Operating Allocation Model

- Allocation process used for the first $115.2 million of state transit operating funding
- The amount of operating assistance provided to each grantee is based on the relative share of expenditures for each of the State's various transit providers proportional to all transit providers' expenditures
- The operating assistance formula does not distinguish between transit service type or area in which the service is delivered
- No direct link to the Commonwealth Transportation Board's policy goals

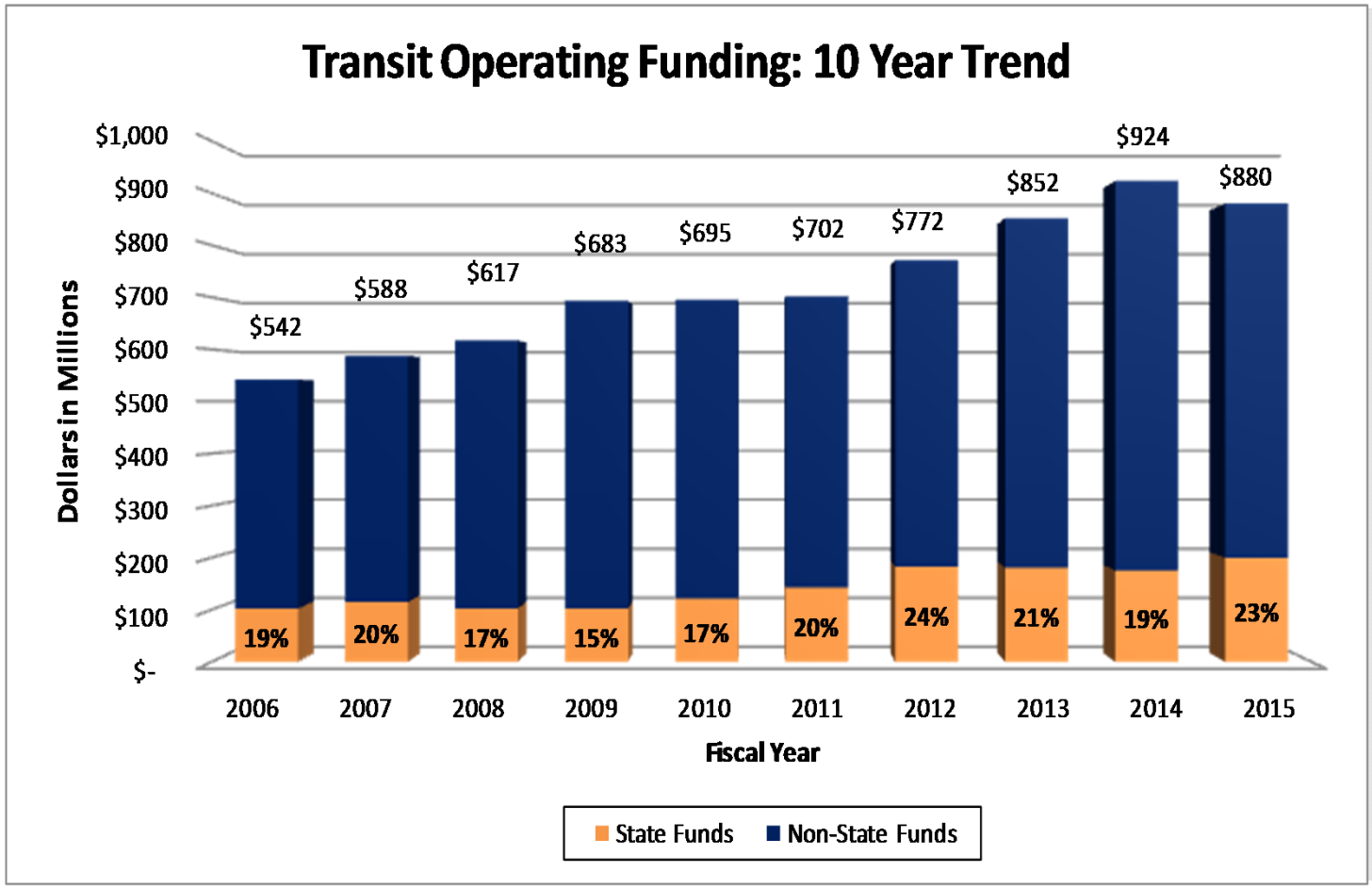
State Transit Operating Funding Share by Revenue Source



Summary of Performance Based Operating Allocation Process

- FY 2017 will be the 4th year of allocation using the new process.
- Performance based funding applied to the state operating funding greater than $115.2 million.
- Systems sized equally based on ridership and operating costs – sized relative to all transit operators eligible for state operating assistance
- Performance Metrics based on:
  - Net cost per rider (50%)
  - Customers per revenue hour (25%)
  - Customers per revenue mile (25%)
- FY 2017 allocation based on a three-year rolling average of performance data – percentage change between FY12 and FY13, FY13 and FY14, and FY14 and FY15.

State Share of Transit Operating Costs



TSDAC Review

- TSDAC to review and evaluate the performance based allocation model at least once every 3 years.
  - Analyze the metrics to determine the metrics' ease, use and effectiveness in accomplishing objectives