

Revenue Sharing De-Allocation Implementation

- The 2008 General Assembly amended the section of the *Code of Virginia* pertaining to revenue sharing funds¹ to establish a timeframe for the expenditure of these funds. This was aimed at ensuring these funds are being utilized in a timely manner.
- A formal de-allocation process was established and approved by the CTB in April 2011.
- The CTB approved the first official de-allocation of funds from Revenue Sharing projects at their January 2012 meeting.
- The de-allocation process will be repeated annually to ensure these limited state funds are being utilized in a timely manner.
- The proposed funds to be de-allocated each fiscal year will be presented to the CTB at their January meeting each year.
- The intent is that de-allocated funds will be returned to the Statewide Revenue Sharing account to be used for future distribution.
- Localities that have paid their local match for funds being de-allocated will receive a refund of those matching funds.
- Localities that have funds de-allocated from a project will receive priority consideration within the parameters of the CTB policy. This applies to future requests to restore funds de-allocated from that specific project if that request is submitted within three (3) years.
- Localities are encouraged to monitor Revenue Sharing projects to ensure projects are progressing and funding is being spent within the established timeframes.

¹ § 33.1-23.05 of the *Code of Virginia* establishes funding under the Revenue Sharing Program. As a result of recodification of Title 33.1 pursuant to Chapter 805 of the 2014 Acts of Assembly, § 33.1-23.05 of the *Code of Virginia* is repealed, effective October 1, 2014 and re-filed as § 33.2-357.