

VPRA Decision Brief
Approval of Management Reserve Balance
January 23, 2024

Issue: The *VPRA Management Reserve Policy* requires the Board's quarterly approval of the management reserve balance.

Facts: In accordance with the *VPRA Management Reserve Policy* adopted August 30, 2023, VPRA staff presented changes to VPRA's funding sources and uses of funding identified through the FY25 capital budget process as approved by the Board on January 23, 2023. This resulted in a recommended reserve balance of \$130,000,000 as of December 31, 2023. The calculation of the up to 5% goal contained within the *VPRA Management Reserve Policy* as of that date is \$286,000,000.

Recommendation: Approve the management reserve balance of \$130,000,000 as of December 31, 2023.

Action Required by VPRA: Approve the management reserve balance by majority vote.

Options: Approve. Deny. Defer.