

Iowa RPA Funding Distribution Formula Proposal

Same *core* formula, but with a simple tweak for fairness in "regional planning needs"



- The current formula approximates "Regional Planning Needs" by an RPA's physical size, taking an RPA's number of counties as a ratio of the total statewide counties.
- Using number of counties as a proxy for an RPA's physical size (and thus, its regional planning need) *has intrinsic inequities*.
- Naturally, these inequities have been a <u>boon to some RPAs' funding</u>, and a <u>detraction from other RPA's funding</u> during the timespan that the current formula has been in use.

Intrinsic inequity #1:

- The size of Iowa's counties may appear somewhat uniform, creating a sense that a county can function as an almost "standardized" unit. In reality, Iowa's counties vary greatly in size, and these variations create disparities when we use the total number of counties as a proxy for physical size/planning needs.
 - Advantage: RPAs with generally more, generally smaller counties
 - **Disadvantage:** RPAs with generally fewer, generally larger counties

<u>**RPA-14**</u> and <u>**RPA-1**</u> both have five counties</u>, but <u>**RPA-1** is larger by 852 square miles</u>; both receive the same amount of "Regional Planning Needs" funding when using number of counties as a proxy for physical size/planning needs.

RPA-14 Total land area:	$ \rangle $	RPA-1 Total land area:		
2,495 sq ml		3,347 sq ml	Decorah	
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<u>**RPA-17 and RPA-1 have similar total land areas</u> in square miles; however, when using number of counties as a proxy for physical size/planning needs, <u>RPA-17 gets "credit" for two additional counties**</u>—seven total, versus five counties in RPA-1.</u>

RPA-17 Total land area:

3,382 sq ml





Intrinsic inequity #2:

- Treating a county as a "whole" or "standard" unit of measure creates additional inequities because some RPAs have counties that are split with an MPO. Those RPAs effectively get "credit" for the MPO planning areas within their county(ies) when using the total number of counties as a proxy for physical size/planning needs.
 - Advantage: RPAs with one or more county split with an MPO
 - **Disadvantage:** RPAs with fully non-MPO counties

<u>**RPA-11 and RPA-2 both have eight counties and similar total land areas</u> (based on whole counties); however, the Des Moines and Ames MPO areas take up 614 square miles of the eight counties of RPA-11. When using number of counties as a proxy for physical size/planning needs, <u>RPA-11 gets "credit" for the 614 square miles** that are not actually part of the RPA planning area.</u></u>



Proposed RPA Funding Distribution Formula

- Since the intent of the current funding methodology is to use an RPA's physical size to approximate regional planning needs, why not eliminate the built-in inequities of using total number of counties, and instead use the <u>actual</u> metric for physical size?
- Total land area (square miles)
- In the case of RPAs, this is inherently the *non-MPO* areas.

Proposed RPA Funding Distribution Formula

Using total land area rather than number of counties to quantify regional planning needs eliminates <u>both</u> built-in inequities in the current formula, making it a truly fair, apples-to-apples assessment of regional planning needs based on RPA planning area size.

Proposed RPA Funding Distribution Formula



SFY 2025 Funding Implications for Iowa RPAs

Current Allocation updated with 2020 Census compared to Proposed Allocation updated with 2020 Census and switching the criteria of "Number of Counties" to "RPA Total Land Area"

	Current Alloc	ation (CA)		Proposed Allocation			
	using 2020 Population			2020 Pop. + Total RPA Land Area			
lowa Non-UZA Planning Area	Est. Amount	Percent of Total Amount	vs.	Est. Amount	Increase / Decrease from CA	Percent of Total Amount	
RPA 1	\$60,058	5.17%		\$63,262	\$3,204	5.45%	
RPA 2	\$75,894	6.54%		\$76,360	\$466	6.58%	
RPA 3	\$81,840	7.05%		\$81,378	(\$462)	7.01%	
RPA 4	\$58,428	5.03%		\$61,398	\$2,970	5.29%	
RPA 5	\$64,864	5.59%		\$65,762	\$898	5.66%	
RPA 6	\$59,196	5.10%		\$60,552	\$1,356	5.21%	
RPA 7	\$66,446	5.72%		\$64,862	(\$1,584)	5.59%	
RPA 8	\$62,826	5.41%		\$63,904	\$1,078	5.50%	
RPA 9	\$49,012	4.22%		\$47,084	(\$1,928)	4.05%	
RPA 10	\$80,234	6.91%		\$80,848	\$614	6.96%	
RPA 11	\$96,480	8.31%		\$95,204	(\$1,276)	8.20%	
RPA 12	\$61,682	5.31%		\$62,614	\$932	5.39%	
RPA 13	\$51,410	4.43%		\$50,580	(\$830)	4.36%	
RPA 14	\$52,476	4.52%		\$51,130	(\$1,346)	4.40%	
RPA 15	\$61,760	5.32%		\$60,526	(\$1,234)	5.21%	
RPA 16	\$61,000	5.25%		\$58,976	(\$2,024)	5.08%	
RPA 17	\$62,872	5.41%		\$60,392	(\$2,480)	5.20%	
RPA 18	\$54,812	4.72%		\$56,458	\$1,646	4.86%	
Total	\$1,161,290	100.00%		\$1,161,290	\$0	100.00%	

Individual RPA totals are rounded to the nearest dollar.