



October 18, 2018

To: Fox Cities Transit Commission  
Finance Committee

From: Ronald C. McDonald  
General Manager

**Subject: Acceptance of Federal Transit Administration Bus and Bus Facilities capital grant of \$4,000,000.**

**Background:**

The Bus & Bus Facilities Infrastructure Investment Program (49 U.S.C. 5339) makes federal resources available to states and direct recipients for bus and bus facility capital projects. Eligible recipients include designated recipients that operate fixed route bus service such as Valley Transit.

Valley Transit applied for funding under this annual program and was awarded \$4,000,000 in federal funds. The FTA provides these funds as an 80/20 grant; 80% grant funded and 20% local match. The local share will be paid out of Valley Transit's depreciation fund. The costs associated with this grant are as follows:

80% funding from FTA:	\$4,000,000
20% local match (depreciation account):	<u>\$1,000,000</u>
Total eligible project cost:	\$5,000,000

**Recommendation:**

Recommend acceptance of the Federal Transit Administration capital grant for \$4,000,000 and to modify Valley Transit's spending authority for 2018 to include new capital funds inclusive of the \$4,000,000 FTA capital grant and \$1,000,000 from Valley Transit's depreciation reserve fund.