

**Metropolitan Transportation Commission
Programming and Allocations Committee**

December 10, 2025

Agenda Item 2e-25-1476

MTC Resolution No. 4737

Subject:

Allocation of \$51.9 million in FY 2025-26 State Transit Assistance (STA) State of Good Repair (SGR) capital funds to 22 transit agencies and MTC.

Background:

The Road Repair and Accountability Act of 2017, Senate Bill (SB) 1 (Chapter 5, Statutes of 2017), created the State of Good Repair Account within the State Transit Assistance Program. The State Controller's Office (SCO) provides an estimate of funding available by operator in accordance with PUC Section 99314 (Revenue-based share) and to the MTC region in accordance with PUC Section 99319 (Population-based share). Approximately \$36.9 million is expected in revenue-based funds, along with \$13.4 million in population-based funds and these amounts are included in the MTC Fund Estimate (MTC Resolution No. 4688, Revised).

MTC compiled and submitted the FY 2025-26 STA-SGR proposed project list for Caltrans' review through MTC Resolution No. 4720 in July 2025 and the CalSMART grant system. MTC proposes to allocate funds to these projects as required by statute.

Funding recipients are responsible for working directly with Caltrans to deliver their projects and meet the program guidelines. Funds will be allocated to a variety of projects to improve the state of good repair of the Bay Area's transit systems – see Attachment A to this resolution for the complete list of projects and allocations.

Most operators will use their revenue-based funds for state of good repair projects of equipment or facilities, to provide local match for projects funded with other state or federal funds, or for the rehabilitation or purchase of public transit vehicles. In accordance with the policy set forth in MTC Resolution No. 4321, the population-based STA-SGR funds are allocated to MTC to assist in the delivery of the Next Generation Clipper® system.

Allocation of Additional FY 2024-25 STA-SGR Revenues

In September 2025, the State Controller's Office provided final FY 2024-25 STA-SGR revenue figures, which exceeded the SCO's original January 2024 estimates. These additional revenues were received by MTC after the close of FY 2024-25, preventing some operators from using the funds on their FY 2024-25 STA-SGR projects. Per Caltrans guidelines, operators may hold STA-SGR funds for a period of up to 4 years prior to making initial expenditures, enabling the use of STA-SGR funds on future year projects. As a result, this action includes the allocation of additional FY 2024-25 revenues to some operators' FY 2025-26 STA-SGR projects.

Issues:

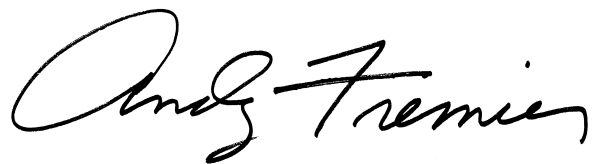
None.

Recommendations:

Refer MTC Resolution No. 4737 to the Commission for approval.

Attachments:

- MTC Resolution No. 4737
 - Attachment A



Andrew B. Fremier