

# COMMISSION AGENDA ITEM 9a

## Metropolitan Transportation Commission Programming and Allocations Committee

June 13, 2018

Agenda Item 3a

### MTC Resolution Nos. 4334, 4335, 4336, and 4337

**Subject:** Allocation of \$339 million in FY2018-19 Transportation Development Act (TDA) funds, State Transit Assistance (STA) funds, Regional Measure 2 (RM2) funds, and AB1107 funds to AC Transit, County Connection (CCCTA), MTC, Transbay Joint Powers Authority (TJPA), Santa Clara Valley Transportation Authority (VTA), and WETA to support transit operations and capital projects in the region.

**Background:** This month's proposed actions begin the annual allocation process of these funds for FY2018-19. Entities requesting TDA, STA, RM2, and AB1107 allocations this month that exceed the \$1 million delegated authority limit are identified in the table below. Allocation requests that are less than \$1 million are approved separately through the Executive Director's Delegated Authority process. The allocation requests are consistent with the adopted MTC Fund Estimate (Resolution 4322 for TDA and STA) and the RM2 Operating Program (MTC Resolution 4333).

Transit Operator/Claimant	TDA Resolution No. 4334	STA Resolution No. 4335	RM2 Op. Resolution No. 4336	AB 1107 Resolution No. 4337	Total
<b>AC Transit</b>	\$ 75,366,665	\$ 22,076,751	\$ 12,578,503	\$43,268,400	<b>\$ 153,290,319</b>
<b>County Connection (CCCTA)</b>	\$ 20,543,695	\$ 3,942,065	\$ -	\$ -	<b>\$ 24,485,760</b>
<b>MTC</b>	\$ -	\$ 8,500,000	\$ 2,000,000	\$ -	<b>\$ 10,500,000</b>
<b>TJPA</b>	\$ -	\$ -	\$ 3,000,000	\$ -	<b>\$ 3,000,000</b>
<b>WETA</b>	\$ -	\$ -	\$19,500,000	\$ -	<b>\$ 19,500,000</b>
<b>VTA</b>	\$ 99,672,540	\$ 28,150,248	\$ -	\$ -	<b>\$ 127,822,788</b>
<b>Total</b>	<b>\$195,582,900</b>	<b>\$ 62,669,064</b>	<b>\$37,078,503</b>	<b>\$43,268,400</b>	<b>\$338,598,867</b>

Information regarding the operating budgets and major initiatives of the above operators is provided in Attachment A. Some highlights are:

- WETA plans to start the Richmond-San Francisco ferry service this Fall. Additional RM2 operating approved as part of the Bay Bridge Forward project will continue to sustain service increases to the Alameda/Oakland and Vallejo services.
- The STA allocation for MTC is to support Clipper® annual operating and capital needs. MTC covers thirty percent of the operating costs while transit agencies contribute the balance.
- The Salesforce Transit Center is expected to open in late summer. Operating costs are expected to be \$32.9 million for FY2019 and includes an eleven percent operating contingency. Bridge Tolls, including RM2 and funds allocated in Agenda Item 2h, will provide \$8 million. AC Transit and SFMTA, the primary tenants, are expected to cover any operating revenue shortfall and are expected to contribute a combined \$1.1 million in FY2018-19.

- VTA will implement a major bus service redesign, named the Next Network, in conjunction with the opening of the BART Berryessa station scheduled for late 2018.

**STA County Block Grant:** In February 2018 the Commission adopted MTC Resolution No. 4321 which established a new STA County Block Grant program to distribute STA Population-Based funds in the region. Congestion Management Agencies (CMAs) are tasked with establishing policies to distribute STA County Block Grant funds within their jurisdictions and are required to report their distribution policies to MTC. Attachment B contains the latest information on the proposed distribution policies of the CMAs for FY 2018-19.

Some highlights of the policies are:

- Six of the nine counties have submitted their approval policies.
- Marin County's policy is pending formal approval at the end of the month while San Francisco and Solano County's policies are still under development.
- One county is funding an affordable pass program.
- Two counties are continuing lifeline programs.
- Two counties are distributing funds based on percentages.

**Issues:**

1. In April 2017, the California Legislature passed SB1, the *Road Repair and Accountability Act of 2017*, consisting of approximately \$5 billion annually of transportation funding including additional funding for the State Transit Assistance (STA) Program. A measure to repeal the law is pending signature verification. Repeal of the law would reduce STA funds in FY2018-19 by approximately one-third.

2. Except for VTA, operating costs are rising much faster than service levels for all the transit agencies subject to these allocations. The primary reasons for this negative trend are increases in labor and benefit costs as well as purchased transportation costs. See Attachment A for details. As a reminder, MTC's Transit Sustainability Project (MTC Resolution No. 4060, Revised) requires the large operators to meet cost effectiveness or cost efficiency metrics, namely a 5% reduction in cost/hour, cost/passenger, or cost/passenger-mile, by FY17 compared to a baseline year, with increases held to the Consumer Price Index (CPI) rate thereafter. The FY17 data should be available this summer and MTC staff will report the results to the Commission in the fall. As of the last evaluation period, all operators were meeting the 5% reduction target on at least one of the metrics, except SFMTA.

**Recommendation:** Refer MTC Resolution Nos. 4334, 4335, 4336, and 4337 to the Commission for approval.

**Attachments:** Attachment A – Transit Operator Budget Summary  
Attachment B – STA County Block Grant Policy Update  
MTC Resolution Nos. 4334, 4335, 4336, and 4337

## Attachment A - Transit Operator Budget Summary

Operator	FY2017-18 Operating Budget	FY2018-19 Operating Budget	% Change	Revenue Vehicle Hours % Increase	FY2018-19 Operating Request <sup>1</sup>	Allocation Request as a % of Operating Budget	Highlight of FY2018-19 Budgets
AC Transit	\$509,902,500	\$534,160,798	4.8%	1.4%	\$155,218,063	29.1%	<ul style="list-style-type: none"> <li>AC Transit has delayed implementation of Phase 2 of the Transbay service changes until the winter due to concerns about the long-term sustainability of the changes.</li> <li>AC Transit adopted a new Transbay fare program which will be implemented in January 2019 after the new Transbay Terminal begins operation.</li> <li>70% of the budget increase is attributed to wage and benefit costs. Wage and benefits also comprise 70% of the operating budget.</li> </ul>
County Connection (CCCTA)	\$ 37,088,928	\$ 39,474,896	6.4%	0%	\$ 25,886,557	65.6%	<ul style="list-style-type: none"> <li>County Connection recently completed a Comprehensive Operational Analysis and is now planning a major service change in Spring 2019. The last time major service changes were made was 2009. County Connection expects that the changes will increase efficiency, improve ridership, and be more fiscally sustainable.</li> <li>County Connection is also starting outreach on a fare program to increase cash fares, eliminate all paper passes, and shift more riders to Clipper.</li> <li>An \$800,000 contingency accounts for one-quarter of the budget increase and labor and fringe benefits costs account for another quarter.</li> </ul>
VTA	\$409,511,032	\$438,214,664	7.0%	12.8%	\$127,845,839	29.2%	<ul style="list-style-type: none"> <li>VTA will implement a service redesign with a high frequency network as well as increased late night, and weekend services. Bus service will increase 19% and changes will occur in conjunction with the BART opening. Added cost of bus service accounts for two-thirds of the budget increase.</li> <li>VTA will conduct an Express Bus Productivity Study to improve the productivity and effectiveness of its long-distance express bus program.</li> <li>VTA adopted Transit Service guidelines which includes a performance monitoring framework and process to develop service change recommendations.</li> </ul>

<sup>1</sup> The allocation request includes funds that will be allocated through Executive Director's Delegated Authority as allowed by MTC Resolution No. 3620, Revised. Allocations made by Delegated Authority are reported to the Commission quarterly.

## Attachment A - Transit Operator Budget Summary

Operator	FY2017-18 Operating Budget	FY2018-19 Operating Budget	% Change	Revenue Vehicle Hours % Increase	FY2018-19 Operating Request <sup>1</sup>	Allocation Request as a % of Operating Budget	Highlight of FY2018-19 Budgets
WETA	\$40,779,500	\$47,756,000	17.1%	7.7%	\$19,500,000	54.8%	<ul style="list-style-type: none"> <li>• The third of seven new ferries will arrive in the Bay Area soon and the fourth will arrive this winter. The new Central Bay Operations and Maintenance Facility will be completed this summer.</li> <li>• Richmond Ferry service is expected to start at the end of 2018 and is expected to cost \$3.25 million and accounts for 80% of the budget increase. Contra Costa Measure J will provide operating funds for this service.</li> <li>• Increase in the cost of purchased transportation accounts for the remaining budget increase due to contract cost increase, additional service on Harbor Bay due to vessel maintenance, and additional maintenance staff.</li> <li>• WETA will conduct a small vessel study to explore the potential role of smaller vessels in supporting the growth and development of WETA's regional ferry service.</li> </ul>

<sup>1</sup> The allocation request includes funds that will be allocated through Executive Director's Delegated Authority as allowed by MTC Resolution No. 3620, Revised. Allocations made by Delegated Authority are reported to the Commission quarterly.

## Attachment B

### State Transit Assistance (STA) Population-Based County Block Grant Fiscal Year 2018-19 Distribution Policy - As of June 6, 2018

County	STA Population-Based County Block Grant Amount Fiscal Year 2018-19	STA Population-Based County Block Grant Framework Fiscal Year 2018-19
Alameda	\$6,649,391	<p>The Alameda County Transportation Commission's (Alameda CTC) adopted framework was approved on 4/26/2018 and includes four main programs:</p> <ul style="list-style-type: none"> <li>-<b>Small Operator (Union City and LAVTA) Guarantee</b> - 24% - \$1,595,854</li> <li>-<b>Paratransit/Mobility Management</b> - 25% - \$1,662,348</li> <li>-<b>Low Income Student Riders on the Affordable Student Transit Pass Program</b> - 25.5% - \$1,695,595</li> <li>-<b>Lifeline Program</b> - 25.5% - \$1,695,595</li> </ul> <p>The breakdown by transit operator for FY 2018-19 is:</p> <ul style="list-style-type: none"> <li>AC Transit - 63.99% - \$4,255,033</li> <li>BART - 6.09% - \$405,138</li> <li>LAVTA - 21.57% - \$1,433,960</li> <li>Union City Transit - 8.53% - \$555,261</li> </ul>
Contra Costa	\$8,344,142	<p>The Contra Costa Transportation Authority's (CCTA) adopted framework was approved on 4/18/2018 and includes specific percentages for each designated transit operator:</p> <ul style="list-style-type: none"> <li>-<b>County Connection</b> - 47.2% - \$3,942,065</li> <li>-<b>Tri Delta Transit</b> - 30.1% - \$2,512,726</li> <li>-<b>WestCAT</b> - 7.6% - \$637,256</li> <li>-<b>AC Transit</b> - 14.4% - \$1,203,390</li> <li>-<b>BART</b> - 0.6% - \$48,704</li> </ul>
Napa	\$2,146,528	<p><b>100% of Napa County's Block Grant will be directed to the Napa Valley Transportation Authority (NVTA).</b></p>

**State Transit Assistance (STA) Population-Based County Block Grant  
Fiscal Year 2018-19 Distribution Policy - As of June 6, 2018**

Marin	\$1,313,035	<p>The Transportation Authority of Marin (TAM) and transit operators serving Marin County have reached a tentative agreement to distribute FY 2018-19 funds accordingly:</p> <ul style="list-style-type: none"> <li>-<b>Golden Gate Transit</b> - \$738,451 - 56.24%</li> <li>-<b>Marin Transit</b> - \$493,307 - 37.57%</li> <li>-<b>SMART</b> - \$81,277 - 6.19%</li> </ul> <p>The above framework is pending approval from the TAM Board on June 28, 2018.</p>
San Francisco	\$3,180,601	Pending development of policy by the San Francisco County Transportation Authority (SFTCA) and transit operators.
San Mateo	\$1,904,308	<b>40% of funds will be allocated to SamTrans' paratransit program and 60% will be held by the City/County Association of Governments (C/CAG) for a county-led Lifeline Program.</b>
Santa Clara	\$5,300,829	<b>100% of Santa Clara County's Block Grant will be directed to Valley Transportation Authority (VTA) paratransit operations.</b>
Solano	\$3,950,403	Solano County's normal annual budget process for the use of STA Population-Based funds is being carried forward and will conclude in June 2018. <b>By late-June 2018 the Solano Transportation Authority will share with MTC their FY 2018-19 Block Grant program.</b>
Sonoma	\$4,826,595	<p>The Sonoma County Transportation Authority (SCTA) prepares a coordinated TDA/STA claim annually on behalf of all transit operators serving Sonoma County. Their FY 2018-19 Coordinated Claim distributed Block Grant funds largely based on the operators population share of Sonoma County:</p> <ul style="list-style-type: none"> <li>-<b>\$25,000 off the top amount to funds a Multi-County Highway 37 Transit Study</b></li> <li>-<b>Petaluma Transit</b> - 12.1% - \$579,296</li> <li>-<b>Santa Rosa CityBus</b> - 35.0% - \$1,680,625</li> <li>-<b>Sonoma County Transit</b> - 52.9% - \$2,541,674</li> <li>-Golden Gate Transit - 0%</li> <li>-SMART - 0%</li> </ul>

Date: June 27, 2018  
W.I.: 1514  
Referred by: PAC

ABSTRACT

Resolution No. 4334

This resolution approves the allocation of fiscal year 2018-19 Transportation Development Act Article 4, Article 4.5 and Article 8 funds to claimants in the MTC region.

This resolution allocates funds to County Connection (CCCTA), AC Transit, and Santa Clara Valley Transportation Authority (VTA).

Discussion of the allocations made under this resolution is contained in the MTC Programming and Allocations Committee Summary Sheets dated June 13, 2018.

Date: June 27, 2018  
W.I.: 1514  
Referred by: PAC

Re: Allocation of Fiscal Year 2018-19 Transportation Development Act Article 4, Article 4.5 and Article 8 Funds to Claimants in the MTC Region

METROPOLITAN TRANSPORTATION COMMISSION  
RESOLUTION NO. 4334

WHEREAS, pursuant to Government Code Section 66500 et seq., the Metropolitan Transportation Commission (“MTC”) is the regional transportation planning agency for the San Francisco Bay Area; and

WHEREAS, the Mills-Alquist-Deddeh Act (“Transportation Development Act” or “TDA”), Public Utilities Code Section 99200 et seq., makes certain retail sales tax revenues available to eligible claimants for public transportation projects and purposes; and

WHEREAS, MTC is responsible for the allocation of TDA funds to eligible claimants within the MTC region; and

WHEREAS, claimants in the MTC region have submitted claims for the allocation of fiscal year 2018-19 TDA funds; and

WHEREAS, Attachment A to this resolution, attached hereto and incorporated herein as though set forth at length, lists the amounts of and purposes for the fiscal year 2018-19 allocations requested by claimants, and is from time-to-time revised; and

WHEREAS, this resolution, including the revisions to Attachment A and the sum of all allocations made under this resolution, are recorded and maintained electronically by MTC; and

WHEREAS, Attachment B to this resolution, attached hereto and incorporated herein as though set forth at length, lists the required findings MTC must make, as the case may be, pertaining to the various claimants to which funds are allocated; and

WHEREAS, the claimants to which funds are allocated under this resolution have certified that the projects and purposes listed and recorded in Attachment A are in compliance with the requirements of the California Environmental Quality Act (Public Resources Code



Section 21000 et seq.), and with the State Environmental Impact Report Guidelines (14 California Code of Regulations Section 15000 et seq.); now, therefore, be it

RESOLVED, that MTC approves the findings set forth in Attachment B to this resolution; and, be it further

RESOLVED, that MTC approves the allocation of fiscal year 2018-19 TDA funds to the claimants, in the amounts, for the purposes, and subject to the conditions, as listed and recorded on Attachment A to this resolution; and, be it further

RESOLVED, that pursuant to 21 California Code of Regulations Sections 6621 and 6659, a certified copy of this resolution, along with written allocation instructions for the disbursement of TDA funds as allocated herein, shall be forwarded to the county auditor of the county in which each claimant is located; and, be it further

RESOLVED, that all TDA allocations are subject to continued compliance with MTC Resolution 3866, Revised, the Transit Coordination Implementation Plan.

METROPOLITAN TRANSPORTATION COMMISSION

---

Jake Mackenzie, Chair

The above resolution was approved by the Metropolitan Transportation Commission at a regular meeting of the Commission held in San Francisco, California, on June 27, 2018.

Date: June 27, 2018  
 Referred by: PAC

Attachment A  
 MTC Resolution No. 4334  
 Page 1 of 1

ALLOCATION OF TRANSPORTATION DEVELOPMENT ACT ARTICLE 4, 4.5 and 8 FUNDS  
 DURING FISCAL YEAR 2018-19

All TDA allocations are subject to continued compliance with MTC Resolution 3866,  
 the Transit Coordination Implementation Plan.

Claimant	Project Description	Allocation Amount	Alloc. Code	Approval Date	Apportionment Area	Note
<b>5801 - 99233.7, 99275 Community Transit Service - Operations</b>						
AC Transit	Transit Operations	3,805,829	01	06/27/18	Alameda County	
	<b>Subtotal</b>	<b>3,805,829</b>				
<b>5802 - 99260A Transit - Operations</b>						
VTA	Transit Operations	94,688,913	02	06/27/18	VTA	
VTA	Transit Operations	4,983,627	03	06/27/18	Santa Clara County	1
CCCTA	Transit Operations	17,985,379	04	06/27/18	CCCTA	
AC Transit	Transit Operations	51,143,012	05	06/27/18	AC Transit Alameda D1	
AC Transit	Transit Operations	13,464,678	06	06/27/18	AC Transit Alameda D2	
AC Transit	Transit Operations	6,953,146	07	06/27/18	AC Transit Contra Costa	
	<b>Subtotal</b>	<b>189,218,755</b>				
<b>5803 - 99260A Transit - Capital</b>						
CCCTA	Transit Capital	2,558,316	08	06/27/18	CCCTA	
	<b>Subtotal</b>	<b>2,558,316</b>				
	<b>TOTAL</b>	<b>195,582,900</b>				

**Note:**

(1) MTC finds that these Article 4.5 funds can be used to better advantage for Article 4 purposes.

Date: June 27, 2018  
Referred by: PAC

Attachment B  
Resolution No. 4334  
Page 1 of 3

ALLOCATION OF FISCAL YEAR 2018-19  
TRANSPORTATION DEVELOPMENT ACT  
ARTICLE 4, ARTICLE 4.5 AND ARTICLE 8  
FUNDS TO CLAIMANTS IN THE MTC REGION

**FINDINGS**

The following findings pertain, as the case may be, to claimants to which Transportation Development Act funds are allocated under this resolution.

**Transportation Development Act Article 4 Funds**

Public Utilities Code § 99268 et seq.

1. That each claimant has submitted, or shall have submitted prior to the disbursement of funds, copies, to MTC and to appropriate agencies, of all required State Controller's reports and fiscal audit reports prepared in accordance with Public Utilities Code §§ 99243 and 99245; and
2. That the projects and purposes for which each claimant has submitted an application for TDA Article 4 funds to MTC are in conformance with MTC's Regional Transportation Plan (21 California Code of Regulations § 6651), and with the applicable state regulations (21 California Code of Regulations § 6600 et seq.), and with the applicable MTC rules and regulations; and
3. That each claimant has submitted to MTC as part of its application for TDA Article 4 funds a budget indicating compliance with the 50% expenditure limitation of Public Utilities Code § 99268, or with the applicable fare or fares-plus-local-support recovery ratio requirement (Public Utilities Code §§ 99268.2, 99268.3, 99268.4, 99268.12, or 99270.5), as so attested to by the claimant's chief financial officer; and
4. That the sum of each claimant's total allocation of Transportation Development Act and State Transit Assistance funds does not exceed the amount that the claimant is eligible to receive, in accordance with the calculations prescribed by 21 California Code of Regulations § 6633.1, or § 6634; and

5. That pursuant to Public Utilities Code § 99233.7 funds available for purposes stated in TDA Article 4.5 can be used to better advantage by a claimant for purposes stated in Article 4 in the development of a balanced transportation system.

### **Transportation Development Act Article 4.5 Funds**

#### Public Utilities Code § 99275

1. That each claimant has submitted, or shall have submitted prior to the disbursement of funds, copies, to MTC and to appropriate agencies, of all required State Controller's reports and fiscal audit reports prepared in accordance with Public Utilities Code §§ 99243 and 99245; and

2. That the projects and purposes for which each claimant has submitted an application for TDA Article 4.5 funds to MTC are in conformance with MTC's Regional Transportation Plan (21 California Code of Regulations § 6651), and with the applicable state regulations (21 California Code of Regulations § 6600 et seq.), and with the applicable MTC rules and regulations, including MTC Resolution No. 1209, Revised; and

3. That in accordance with Public Utilities Code § 99275.5(c), MTC finds that the projects and purposes for which each claimant has submitted an application for TDA Article 4.5 funds to MTC, responds to a transportation need not otherwise met in the community of the claimant; that the services of the claimant are integrated with existing transit services, as warranted; that the claimant has prepared and submitted to MTC an estimate of revenues, operating costs and patronage for the fiscal year in which TDA Article 4.5 funds are allocated; and that the claimant has submitted a budget indicating compliance with the applicable fare or fares-plus-local-match recovery ratio requirement (as set forth, respectively, in Public Utilities Code § 99268.5 or MTC Resolution No. 1209, Revised), as so attested to by the claimant's chief financial officer; and

4. That the sum of each claimant's total allocation of Transportation Development Act and State Transit Assistance funds does not exceed the amount that the claimant is eligible to receive, in accordance with the calculations prescribed by 21 California Code of Regulations § 6634; and

5. That each claimant is in compliance with Public Utilities Code §§ 99155 and 99155.5, regarding user identification cards.

**Transportation Development Act Article 8 Transit Funds**

Public Utilities Code §§ 99400(c), 99400(d) and 99400(e)

1. That each claimant has submitted, or shall have submitted prior to the disbursement of funds, copies, to MTC and to appropriate agencies, of all required State Controller's reports and fiscal audit reports prepared in accordance with Public Utilities Code §§ 99243 and 99245; and
2. That the projects and purposes for which each claimant has submitted an application for TDA Article 8 funds to MTC are in conformance with MTC's Regional Transportation Plan (21 California Code of Regulations § 6651), and with the applicable state regulations (21 California Code of Regulations § 6600 et seq.), and with the applicable MTC rules and regulations, including MTC Resolution No. 1209, Revised; and
3. That each claimant has submitted to MTC as part of its application for TDA Article 8 funds a budget indicating compliance with the applicable fare or fares-plus-local-match recovery ratio requirement (as set forth, respectively, in Public Utilities Code §§ 99268.5, 99268.12, or MTC Resolution No. 1209, Revised), as so attested to by the claimant's chief financial officer; and
4. That the sum of each claimant's total allocation of Transportation Development Act and State Transit Assistance funds does not exceed the amount that the claimant is eligible to receive, in accordance with the calculations prescribed by 21 California Code of Regulations § 6634.

Date: June 27, 2018  
W.I.: 1514  
Referred by: PAC

ABSTRACT  
Resolution No. 4335

This resolution approves the allocation of State Transit Assistance (STA) funds for fiscal year 2018-19.

This resolution allocates funds to AC Transit, County Connection (CCCTA), MTC, and Santa Clara Valley Transportation Authority (VTA).

Discussion of the allocations made under this resolution is contained in the MTC Programming and Allocations Committee Summary Sheets dated June 13, 2018.

Date: June 27, 2018  
W.I.: 1514  
Referred by: PAC

Re: Allocation of Fiscal Year 2018-19 State Transit Assistance to Claimants in the MTC Region

METROPOLITAN TRANSPORTATION COMMISSION  
RESOLUTION NO. 4335

WHEREAS, pursuant to Government Code § 66500 *et seq.*, the Metropolitan Transportation Commission (“MTC”) is the regional transportation planning agency for the San Francisco Bay Area; and

WHEREAS, the Mills-Alquist-Deddeh Act (“Transportation Development Act” or “TDA”), Public Utilities Code Section 99200 *et seq.*, provides that the State Controller shall, pursuant to Public Utilities Code Section 99310, allocate funds in the Public Transportation Account (“PTA”) to the MTC region to be subsequently allocated by MTC to eligible claimants in the region; and

WHEREAS, pursuant to Public Utilities Code Section 99313.6, MTC has created a State Transit Assistance (“STA”) fund which resides with the Alameda County Auditor for the deposit of PTA funds allocated to the MTC region; and

WHEREAS, pursuant to Public Utilities Code Section 99313.6(d), MTC may allocate funds to itself for projects to achieve regional transit coordination objectives; and

WHEREAS, pursuant to Public Utilities Code Sections 99314.5(a) and 99314.5(b), claimants eligible for Transportation Development Act Article 4 and Article 8 funds are eligible claimants for State Transit Assistance funds; and

WHEREAS, eligible claimants have submitted applications to MTC for the allocation of fiscal year 2018-19 STA funds; and

WHEREAS, Attachment A to this resolution, attached hereto and incorporated herein as though set forth at length, lists the amounts of and purposes for the fiscal year 2018-19 allocations requested by claimants, and is from time-to-time revised; and

WHEREAS, this resolution, including the revisions to Attachment A and the sum of all allocations made under this resolution, are recorded and maintained electronically by MTC; and

WHEREAS, pursuant to 21 California Code of Regulations Section 6754, MTC Resolution Nos. 4304 and 4321, and Attachment B to this resolution, attached hereto and incorporated herein as though set forth at length, lists the required findings MTC must make, as the case may be, pertaining to the various claimants to which funds are allocated; and

WHEREAS, the claimants to which funds are allocated under this resolution have certified that the projects and purposes listed and recorded in Attachment A are in compliance with the requirements of the California Environmental Quality Act (Public Resources Code Section 21000 et seq.), and with the State Environmental Impact Report Guidelines (14 California Code of Regulations Section 15000 et seq.); and

WHEREAS, the California State Legislature is currently considering revisions to the TDA, which may change the administration of STA funds; now, therefore, be it

RESOLVED, that MTC approves the findings set forth in Attachment B to this resolution; and, be it further

RESOLVED, that MTC approves the allocation of fiscal year 2018-19 STA funds to the claimants, in the amounts, for the purposes, and subject to the conditions, as listed and recorded on Attachment A to this resolution;

RESOLVED, that, pursuant to 21 Cal. Code of Regs. §§ 6621 and 6753, a certified copy of this resolution, along with written allocation instructions for the disbursement of STA funds as allocated herein, shall be forwarded to the Alameda County Auditor; and, be it further

RESOLVED, that all STA allocations are subject to continued compliance with MTC Resolution 3866, the Transit Coordination Implementation Plan; and, be it further



RESOLVED, this resolution incorporates any revisions to the TDA, either by statute or regulation, made hereafter.

METROPOLITAN TRANSPORTATION COMMISSION

---

Jake Mackenzie, Chair

The above resolution was approved by the Metropolitan Transportation Commission at a regular meeting of the Commission held in San Francisco, California, on June 27, 2018.

Date: June 27, 2018  
Referred by: PAC

Attachment A  
MTC Resolution No. 4335  
Page 1 of 1

ALLOCATION OF STATE TRANSIT ASSISTANCE FUNDS  
DURING FISCAL YEAR 2018-19

All STA allocations are subject to continued compliance with MTC Resolution 3866, Revised,  
the Transit Coordination Implementation Plan.

Claimant	Project Description	Allocation Amount	Alloc. Code	Approval Date	Apportionment Area
<b>5820 - 6730A Operating Costs - Revenue-based</b>					
VTA	Transit Operations	22,849,419	01	06/27/18	VTA
AC Transit	Transit Operations	16,618,328	02	06/27/18	AC Transit
	<b>Subtotal</b>	<b>39,467,747</b>			
<b>5820 - 6730A Operating Costs - Population-based MTC Regional Coordination</b>					
MTC	Clipper Operations	8,500,000	03	06/27/18	MTC
	<b>Subtotal</b>	<b>8,500,000</b>			
<b>5820 - 6730A Operating Costs - County Block Grant</b>					
AC Transit	Transit Operations	4,255,033	04	06/27/18	Alameda County
AC Transit	Transit Operations	1,203,390	05	06/27/18	Contra Costa County
CCCTA	Transit Operations	3,942,065	06	06/27/18	Contra Costa County
	<b>Subtotal</b>	<b>9,400,488</b>			
<b>5822 - 6731C Paratransit - Operating - County Block Grant</b>					
VTA	Transit Operations	5,300,829	07	06/27/18	Santa Clara County
	<b>Subtotal</b>	<b>5,300,829</b>			
	<b>TOTAL</b>	<b>62,669,064</b>			

Date: June 27, 2018  
Referred by: PAC

Attachment B  
Resolution No. 4335  
Page 1 of 2

ALLOCATION OF FISCAL YEAR 2018-19 STATE TRANSIT ASSISTANCE FUNDS  
TO CLAIMANTS IN THE MTC REGION

**FINDINGS**

The following findings pertain, as the case may be, to claimants to which State Transit Assistance funds are allocated under this resolution.

1. That each claimant has submitted, or shall have submitted prior to the disbursement of funds, copies, to MTC and to appropriate agencies, of all required State Controller's reports and fiscal audit reports prepared in accordance with PUC §§ 99243 and 99245; and
2. That the projects and purposes for which each claimant has submitted an application for TDA Article 8 funds to MTC are in conformance with MTC's Regional Transportation Plan (21 Cal. Code of Regs. § 6651), and with the applicable state regulations (21 Cal. Code of Regs. § 6600 et seq.), and with the applicable MTC rules and regulations; and
3. That each claimant has submitted to MTC as part of its application for TDA Article 4 funds a budget indicating compliance with the 50% expenditure limitation of PUC § 99268, or with the applicable fare or fares-plus-local-support recovery ratio requirement (PUC §§ 99268.2, 99268.3, 99268.4, 99268.12, or 99270.5), or with the applicable fare or fares-plus-local-match recovery ratio requirement (as set forth, respectively, in PUC §§ 99268.5, 99268.12, or MTC Resolution No. 1209, Revised), as so attested to by the claimant's chief financial officer; and
4. That each claimant is making full use of federal funds available under the Fixing America's Surface Transportation (FAST) Act, as amended; and
5. That the sum of each claimant's allocation of Transportation Development Act and State Transit Assistance funds does not exceed the amount the claimant is eligible to receive, in accordance with the calculations prescribed by 21 Cal. Code of Regs. § 6633.1 or § 6634; and

6. That MTC has given priority consideration to claims to offset reductions in federal operating assistance and the unanticipated increase in the cost of fuel, to enhance existing public transportation services, and to meet high priority regional, countywide, or area wide public transportation needs; and
7. That each claimant has made a reasonable effort to implement the productivity improvements recommended pursuant to PUC § 99244; and
8. That each claimant has submitted to MTC a copy of a certification from the California Highway Patrol verifying that the claimant is in compliance with Section 1808.1 of the Vehicle Code (“Pull Notice Program”), as required by PUC § 99251; and
9. That each claimant is in compliance with the eligibility requirements of PUC §§ 99314.6 or 99314.7; and
10. That each claimant has certified that it has entered into a joint fare revenue sharing agreement with every connecting transit operator, and that it is in compliance with MTC’s Transit Coordination Implementation Plan, pursuant to Government Code §§ 66516 and 66516.5, PUC §§ 99314.5(c) and §99314.7, and MTC Resolution No. 3866, Revised.

Date: June 27, 2018  
W.I.: 1255  
Referred by: PAC

ABSTRACT

Resolution No. 4336

This resolution approves the allocation of the Regional Measure 2 operating and planning funds for FY 2018-19.

This resolution allocates funds to the AC Transit, MTC, Transbay Joint Powers Authority, Water Emergency Transportation Authority (WETA).

Discussion of the allocations made under this resolution are contained in the MTC Programming and Allocations Committee Summary Sheets dated June 13, 2018.

Date: June 27, 2018  
W.I.: 1255  
Referred by: PAC

Re: Allocation of Regional Measure 2 funds for transit operations and planning for FY 2018-19

METROPOLITAN TRANSPORTATION COMMISSION  
RESOLUTION No. 4336

WHEREAS, pursuant to Government Code Section 66500 et seq., the Metropolitan Transportation Commission (“MTC”) is the regional transportation planning agency for the San Francisco Bay Area; and

WHEREAS, Streets and Highways Code Sections 30950 *et seq.* created the Bay Area Toll Authority (“BATA”) which is a public instrumentality governed by the same board as that governing MTC; and

WHEREAS, on March 2, 2004, voters approved Regional Measure 2, increasing the toll for all vehicles on the seven state-owned toll bridges in the San Francisco Bay Area by \$1.00, with this extra dollar funding various transportation projects within the region that have been determined to reduce congestion or to make improvements to travel in the toll bridge corridors, as identified in SB 916 (Chapter 715, Statutes of 2004), commonly referred as Regional Measure 2 (“RM2”); and

WHEREAS, RM2 establishes the Regional Traffic Relief Plan and programs eligible for RM2 funding for transit operating and planning assistance as identified in Streets and Highways Code Section 30914(d).

WHEREAS, RM2 assigns administrative duties and responsibilities for the implementation of the Regional Traffic Relief Plan to MTC; and

WHEREAS, BATA shall fund the projects of the Regional Traffic Relief Plan by transferring RM2 authorized funds to MTC; and

WHEREAS, MTC adopted policies and procedures for the implementation of the Regional Measure 2 Regional Traffic Relief Plan on June 23, 2004, specifying the allocation criteria and project compliance requirements for RM 2 funding (MTC Resolution No. 3636, Revised); and

WHEREAS, MTC has reviewed the allocation requests submitted for RM2 transit operations and planning funds from the project sponsor(s) listed in Attachment A to this resolution, attached hereto and incorporated herein as though set forth at length funds; and

WHEREAS, project sponsors seeking RM2 funds are required to submit an Operating Assistance Proposal (OAP), pursuant to Streets and Highway Code Section 30914(e) to MTC for review and approval, which demonstrates a fully funded operating plan and consistency with the performance measures, as applicable; and

WHEREAS, Attachment A lists the projects requested by project sponsors for RM2 funding, project specific conditions, and amounts recommended for RM2 allocation by MTC staff; and

RESOLVED, that MTC approves staff's review of the OAP for the projects listed in Attachment A; and be it further

RESOLVED, that MTC approves the allocation of RM2 funds in accordance with Attachment A; and be it further

RESOLVED, that the allocation and reimbursement of RM2 funds as set forth in Attachment A are conditioned upon the project sponsor complying with the provisions of the Regional Measure 2 Regional Traffic Relief Plan Policy and Procedures as set for in length in MTC Resolution 3636, Revised; and be it further

RESOLVED, that the allocation and reimbursement of RM2 funds are further conditioned upon the project specific conditions as set forth in Attachment A; and, be it further

RESOLVED, that a certified copy of this resolution, shall be forwarded to the project sponsors.

METROPOLITAN TRANSPORTATION COMMISSION

---

Jake Mackenzie, Chair

The above resolution was entered into by the Metropolitan Transportation Commission at the regular meeting of the Commission held in San Francisco, California, on June 27, 2018.



FY 2018-19 ALLOCATION OF REGIONAL MEASURE 2 FUNDS  
FOR TRANSIT OPERATIONS AND PLANNING

Funding for each route is limited to the amount identified in the FY2018-19 RM2 Operating Program (MTC Resolution 4333). All routes are required to meet performance standards identified in MTC's RM2 Policies and Procedures (MTC Resolution 3636) except for WETA's South San Francisco Ferry service which was given seven years (until FY 2018-19) to meet RM2 standards when MTC Resolution No. 4228 was adopted on June 22, 2016.

<b>Claimant</b>	<b>Project Description</b>	<b>Allocation Amount</b>	<b>Allocation Code</b>	<b>Approval Date</b>	<b>Project Number</b>	<b>Farebox Requirement</b>
WETA	Planning and Administration	3,000,000	01	06/27/18	11	n.a.
WETA	Ferry Operations	16,500,000	02	06/27/18	6	40% Peak service, 30% All Day Service
TJPA	Transbay Transit Center	3,000,000	03	06/27/18	13	n.a.
AC Transit	Express Bus Service	5,427,904	04	06/27/18	4	30% Peak, 20% All Day
AC Transit	Dumbarton Bus	2,816,976	05	06/27/18	5	20% All Day
AC Transit	Owl Bus Service	1,333,623	06	06/27/18	7	10%
AC Transit	Enhanced/Rapid Bus Service	3,000,000	07	06/27/18	9	n.a.
MTC	Clipper	2,000,000	08	06/27/18	12	n.a.
<b>Total</b>		<b>37,078,503</b>				

Date: June 27, 2018  
WI: 1514  
Referred by: PAC

ABSTRACT

Resolution No. 4337

This resolution approves the allocation of fiscal year 2018-19 AB 1107 half-cent sales tax funds to AC Transit.

Discussion of the allocations made under this resolution is contained in the MTC Programming and Allocations Committee Summary Sheet dated June 13, 2018.

Date: June 27, 2018  
Referred by: PAC

Re: Allocation of Fiscal Year 2018-19 “AB 1107” Half-Cent Sales Tax Funds

METROPOLITAN TRANSPORTATION COMMISSION  
RESOLUTION NO. 4337

WHEREAS, pursuant to Government Code Section 66500 *et seq.*, the Metropolitan Transportation Commission (“MTC”) is the regional transportation planning agency for the San Francisco Bay Area; and

WHEREAS, Public Utilities Code Section 29142.2(b) provides that, after deductions for certain administrative expenses, twenty-five percent (25%) of the proceeds from the one-half cent transactions and use tax collected within the San Francisco Bay Area Rapid Transit District (hereinafter referred as “AB 1107” funds), shall, on the basis of regional priorities established by MTC, be allocated by MTC to the City and County of San Francisco for the San Francisco Municipal Transportation Agency (“SFMTA”) and to the Alameda-Contra Costa Transit District (“AC Transit”), for transit services; and

WHEREAS, SFMTA and/or AC Transit has submitted a request for the allocation of fiscal year 2018-19 AB 1107 funds for transit service projects and purposes in accordance with the regional priorities established by MTC; and

WHEREAS, Attachment A to this resolution, attached hereto and incorporated herein as though set forth at length, lists the amounts of and purposes for the fiscal year 2018-19 allocations requested by SFMTA and/or AC Transit, and is from time-to-time revised; and

WHEREAS, this resolution, including the revisions to Attachment A and the sum of all allocations made under this resolution, are recorded and maintained electronically by MTC; and

WHEREAS, Attachment B to this resolution, attached hereto and incorporated herein as though set forth at length, lists findings pertaining to the allocations made under this resolution to SFMTA and/or AC Transit, as the case may be; and

WHEREAS, SFMTA and/or AC Transit has certified that its projects and purposes listed and recorded in Attachment A are in compliance with the requirements of the California

Environmental Quality Act (Public Resources Code Section 21000 et seq.), and with the State Environmental Impact Report Guidelines (14 California Code of Regulations Section 15000 et seq.); now, therefore, be it

RESOLVED, that MTC finds that the projects and purposes as listed and recorded in Attachment A are in conformance with MTC's Regional Transportation Plan; and, be it further

RESOLVED, that MTC approves the allocation of fiscal year 2018-19 funds under this resolution to SFMTA and/or AC Transit, in the amounts, for the purposes, and subject to the conditions, as listed and recorded on Attachment A.

RESOLVED, that all AB1107 allocations are subject to continued compliance with MTC Resolution 3866, the Transit Coordination Implementation Plan.

METROPOLITAN TRANSPORTATION COMMISSION

---

Jake Mackenzie, Chair

The above resolution was approved by the Metropolitan Transportation Commission at a regular meeting of the Commission held in San Francisco, California, on June 27, 2018.

Date: June 27, 2018  
Referred by: PAC

Attachment A  
MTC Resolution No. 4337  
Page 1 of 1

ALLOCATION OF AB 1107 FUNDS  
DURING FISCAL YEAR 2018-19

All AB 1107 allocations are subject to continued compliance with MTC Resolution 3866,  
the Transit Coordination Implementation Plan.

Claimant	Project Description	Fare Ratio Plus Local Support Percentage		Allocation Amount	Alloc. Code	Approval Date
		FY 16-17	FY 18-19			
AC Transit	Transit Operations	62.8%	62.1%	50% of deposits to MTC's AB 1107 account.	2	06/27/18

ALLOCATION OF FISCAL YEAR 2018-19  
AB 1107 FUNDS

**FINDINGS**

The following findings pertain to the allocation of funds under this resolution to AC Transit and/or SFMTA, as the case may be.

	<i>AC Transit</i>
1. In accordance with Public Utilities Code §29142.4(a), the operator is a participating member of the Clipper Executive Board and the Bay Area Partnership Board, established by MTC and which serve the function of a regional transit coordinating council.	<i>YES</i>
2. In accordance with Public Utilities Code §29142(c), the operator has complied with the transit system standards established by MTC pursuant to Government Code §66517.5.	<i>YES</i>
3. In accordance with Public Utilities Code § 29142.5, MTC may consider local support revenues in excess of the operator's base amount as fare revenues, as long as by doing so it will enable the operator to maintain or improve vital transit service within a coordinated fare structure. The audited financials submitted by the claimant for FY 2015-16 and included in the proposed FY 2017-18 budget demonstrate a fare ratio of greater than 33 percent when considering other local excess revenue.	<i>YES</i>