

**SUBJECT**

*State Transit Assistance State of Good Repair Program Authorizing Resolution*

**RECOMMENDED ACTION**

*To adopt a resolution:*

- 1) Authorizing the President and CEO to submit a funding request to the California Department of Transportation for Senate Bill 1 State Transit Assistance State of Good Repair funds in order to obligate allocated funding for Long Beach Transit's capital projects*
- 2) Certifying that Long Beach Transit will comply with State Transit Assistance State of Good Repair Recipient Certifications and Assurances, and authorize the President and CEO to execute all required documents and any amendments with the California Department of Transportation*

**BACKGROUND**

On April 28, 2017, Governor Brown signed Senate Bill 1 (SB 1), the Road Repair and Accountability Act of 2017, into law. Section 19 of SB 1 modifies the State Transit Assistance (STA) program to provide new funding to transit operators in California for eligible state of good repair (SGR) capital projects. The STASGR is funded from a portion of the new Transportation Improvement Fees on vehicle registrations commencing January 1, 2018.

The State Controller's Office (SCO) estimates the STASGR will provide \$105 million statewide, with more than \$31.6 million allocated to Los Angeles County. Fiscal Year 2019 is projected to be approximately double that amount. The funds will be distributed using the STA formula. Los Angeles County Municipal Operators will receive funding from both the STA program and the STASGR program. While the funding is formula driven, all eligible recipients are required to submit to the California Department of Transportation (Caltrans) a list of capital projects for which they plan to use the funds. These projects must be approved by Caltrans before the SCO will release the funds.

The STASGR program is new. Caltrans issued the formal draft guidelines on October 6, 2017. Guidelines were finalized in mid-December. The program schedule in the formal draft provides a January 31, 2018 deadline for submission of all required documentation in order to be eligible for the first quarterly distribution. Agencies that miss this deadline risk forfeiture of their first quarter funds.

Two of the required documents are standard procedural forms: the Authorized Agent form and the Certifications and Assurances form. A board-adopted resolution accompanying the Certifications and Assurances form is required by Caltrans.



### **ALTERNATIVES CONSIDERED**

The Board could opt to not approve the resolution. However, staff does not recommend this option, as LBT would be unable to apply for these funds, thereby preventing implementation of critical projects aligned with the goals of the agency and the STASGR program.

### **BUDGETARY/FISCAL IMPACT**

Based on the SCO's November 3, 2017 Reissuance of FY 2017–FY 2018 State of Good Repair Program Allocation Estimate, it is estimated that LBT's STASGR allocation will be \$504,501 for FY 2017–FY 2018. Local funds to match the STASGR funds will be identified upon approval of STASGR funding.

A handwritten signature in purple ink, reading "K. McDonald", written over a horizontal line.

Kenneth A. McDonald  
President and Chief Executive Officer

**RESOLUTION OF LONG BEACH TRANSIT**

Resolution authorizing the submittal of a funding request, required certification and assurances and authorized agent form for the Senate Bill 1 State Transit Assistance State of Good Repair Program

**WHEREAS**, Long Beach Transit, is an eligible recipient of Senate Bill 1 (SB 1) State Transit Assistance (STA) State of Good Repair (SGR) funding administered through the California Department of Transportation (Caltrans); and

**WHEREAS**, Caltrans has developed guidelines for the purpose of distributing and administering SGR funds approved under SB 1 through the STA program to eligible transit operators which includes Long Beach Transit; and

**WHEREAS**, the Los Angeles County Metropolitan Transportation Authority (Metro) is the Regional Transportation Planning Agency (RTPA) for Los Angeles County authorized to receive and sub-allocate SGR funds to the transit operators under their jurisdiction based on the amounts published by the State Controller's Office (SCO); and

**WHEREAS**, Caltrans STASGR guidelines require that the funding recipient submit a Board-authorized resolution, certification and assurances and authorized agent form with its list of transit projects by January 31, 2018; and

**WHEREAS**, Long Beach Transit wishes to delegate authorization to submit the required funding request documentation and any amendments thereto to Long Beach Transit President and CEO, or his/her designee;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of Long Beach Transit that the grant recipient agrees to comply with all conditions and requirements set forth in the STASGR program guidance, applicable statutes and regulations pursuant to Caltrans funded transit projects.

**NOW THEREFORE, BE IT FURTHER RESOLVED** that Long Beach Transit President and CEO, or his/her designee, be authorized to execute all required documents of the Caltrans SB 1 STASGR grant program and any amendments thereto with Caltrans.



**CERTIFICATION**

The undersigned duly appointed Secretary/Treasurer of Long Beach Transit certifies that the foregoing is a true and correct copy of a resolution, adopted at a legally convened meeting of the Long Beach Transit Board of Directors held on January 22, 2018.

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Maricela de Rivera  
Secretary/Treasurer, Board of Directors

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Date