

To: Administration & Finance Committee

Date: 08/09/2021

From: Ruby Horta, Director of Planning, Marketing & Innovation

Reviewed by: *Ruby*

SUBJECT: FY21-22 SB1 State of Good Repair Funds

Background:

Senate Bill 1 (SB1) provides over \$100 million annually to transit operators for eligible transit maintenance, rehabilitation and capital projects. These funds are referred to as State of Good Repair (SGR). The SGR Program is funded from a portion of a new Transportation Improvement fee on vehicle registrations. Based on the State Controller's Office (SCO) allocation estimate, County Connection is eligible to receive \$130,808.

Eligible projects for SGR funding include security equipment and systems, as well as preventative maintenance. Our goal is to use SGR funds to support the ongoing maintenance of our onboard technology.

Financial Implications:

Using FY 2021-22 SGR funds to pay for ongoing ITS maintenance expenses will directly offset operating expenses.

Recommendation:

Staff is proposing to apply for a grant amount of \$130,808 in FY 2021-22 SGR funds to pay for the ongoing maintenance expenses related to the ITS systems.

Action Requested:

Staff requests A&F Committee forward this item to the Board for approval. The accompanying resolution will be included in the Board packet.