

To: Administration & Finance

Date: 09/04/2017

From: Ruby Horta, Director of Planning & Marketing

Reviewed by:

SUBJECT: SB1 State of Good Repair Funds

Background:

Senate Bill 1 (SB1) provides approximately \$105 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 \$119,162.

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.

Recommendation:

Staff is proposing to apply for a grant amount of \$119,162 in FY 2018-19 SGR funds to pay for the ongoing maintenance expenses related to the ITS systems.

Financial Implications:

Using FY 2018-19 SGR funds to pay for ongoing ITS maintenance expenses will directly offset operating expenses.