

STAFF REPORT



MEETING DATE:	10/25/11
SUBJECT:	Transportation Development Act (TDA) Funds Paid to the Redding Area Bus Authority (RABA)
AGENDA ITEM:	4-7
STAFF CONTACT:	Sue Crowe

DISCUSSION:

TDA must fund public transit before other projects. RABA is primarily funded from TDA and Federal Transit Administration (FTA) funds. Due to a new claim format, \$750,000 in annual FTA operating funds was unintentionally included in RABA's overall TDA requirement, resulting in an over-distribution of TDA funds. Over and/or under-distribution of funds is typical due to the early preparation of the annual claims budget. Claims are made whole during the annual true-up process.

In early June this over-distribution was identified by the RTPA's staff accountant and a repayment schedule was established with RABA staff. The RTPA's external auditor did not consider this an audit finding as it was discovered prior to year-end.

RABA historically receives FTA operating funds in June of each year, or shortly thereafter. In August, due to delays in the federal budget, RABA had not received these funds and had insufficient funds to pay RABA's contract operator. Staff released the August TDA payment; providing funds for RABA to continue operating.

OTHER AGENCY INVOLVEMENT:

The Technical Advisory Committee (TAC) has accepted this report.

FINANCING:

The \$750,000 was repaid on October 20, 2011.

A handwritten signature in black ink, appearing to read 'D. Little', written over a horizontal line.
Daniel S. Little, AICP, Executive Director