

# STAFF REPORT



|                       |                                                                                                                                         |
|-----------------------|-----------------------------------------------------------------------------------------------------------------------------------------|
| <b>MEETING DATE:</b>  | <b>April 23, 2019</b>                                                                                                                   |
| <b>SUBJECT:</b>       | <b>Approve Allocating Fiscal Year 2018/19 Low Carbon Transit Operations Program Funding to the Sunday Transit Demonstration Project</b> |
| <b>AGENDA ITEM:</b>   | <b>5-5</b>                                                                                                                              |
| <b>STAFF CONTACT:</b> | <b>Sean Tiedgen, AICP, Senior Transportation Planner</b>                                                                                |

## **SUMMARY:**

The fiscal year (FY) 2018/19 allocation of Low Carbon Transit Operations Program (LCTOP) funds to the Shasta Regional Transportation Agency (SRTA) totals \$329,232. The SRTA Board of Directors chose to allocate LCTOP to fully fund the two-year Sunday Transit Demonstration Project at the April 2018 meeting. This includes allocating the FY 2018/19 LCTOP funds to the project.

## **STAFF RECOMMENDATION:**

It is recommended that the board of directors adopt Resolution 19-04, allocating fiscal year (FY) 2018/19 LCTOP funds to the Sunday Transit Demonstration Project – Year 2, and authorizing the executive director to sign the Certifications and Assurances and Authorized Agent forms for the LCTOP application, including any amendments as may be necessary.

## **DISCUSSION:**

LCTOP provides public transportation funding for new or enhanced transit services that reduce greenhouse gas emissions and improve mobility. Projects that serve disadvantaged or low-income communities receive priority. LCTOP funds cannot supplant existing services or funding. Further details regarding the program are described in the attached April 24, 2018, staff report.

The California State Controller issued a letter on January 31, 2019, regarding FY 2018/19 LCTOP funding to all eligible agencies. The allocation to SRTA totals \$329,232. While the funding to SRTA is distributed by formula, SRTA must submit an application to Caltrans and the California Air Resources Board indicating what project(s) the funds will be used toward, for an eligibility determination.

Staff submitted an application on March 28, 2019, requesting the FY 2018/19 LCTOP funds be applied toward the project consistent with previous direction from the board to fully fund the two-year Sunday Transit Demonstration Project. Completion of the application requires a resolution by the SRTA Board of Directors (see attached Resolution 19-04). Confirmation of funds being approved and distributed to SRTA is anticipated by June 30, 2019.

The board of directors may elect to reprioritize any unused FY 2018/19 LCTOP funds to another eligible project through a Corrective Action Plan in the future. Funding beyond the two-year

demonstration project, if continued, will be determined by the board of directors as part of the 2021/22 Unmet Transit Needs review.

**ALTERNATIVES:**

The board of directors may allocate FY 2018/19 LCTOP funds to a different project at a future meeting, so long as the project meets the project eligibility criteria.

**OTHER AGENCY INVOLVEMENT:**

Caltrans and the California Air Resources Board administer the LCTOP funds. Dignity Health Connected Living has partnered with SRTA to operate the Sunday Transit Demonstration Project. *///The Technical Advisory Committee (TAC) concurs with the staff recommendation. ///*

**FISCAL IMPACT:**

Estimated project costs for the Sunday Transit Demonstration Project total \$611,416. Currently, \$231,865 in LCTOP funds (FY 17/18) have been allocated. The FY 2018/19 allocation request provides an additional \$329,232 in LCTOP funding for the project, bringing total funding to \$561,097. Staff plans to submit a request next year to allocate FY 2019/20 LCTOP funds to fully fund the project. To cover transit operations, LCTOP funds would be used like RABA's Crosstown Express service, by providing free fares.

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**Daniel S. Little, AICP, Executive Director**

**Attachments:**

Resolution 19-04

FY 2018/19 LCTOP Authorized Agent Form

April 24, 2018, FY 2017/18 LCTOP Staff Report is available online at:

[https://www.srta.ca.gov/DocumentCenter/View/4068/BOD\\_11\\_LCTOP\\_Sunday\\_Transit\\_042418?bidId=](https://www.srta.ca.gov/DocumentCenter/View/4068/BOD_11_LCTOP_Sunday_Transit_042418?bidId=)

# RESOLUTION



**RESOLUTION NUMBER:** 19-04  
**SUBJECT:** Authorization for the Execution of the Certifications and Assurances and Authorized Agent Forms for the Low Carbon Transit Operations Program for the following Project: Sunday Transit Service Demonstration Project – Year 2, for \$329,232

**WHEREAS**, the Shasta Regional Transportation Agency (SRTA) is an eligible project sponsor and may receive state funding from the Low Carbon Transit Operations Program (LCTOP) for transit projects; and

**WHEREAS**, the statutes related to state-funded transit projects require a local or regional implementing agency to abide by various regulations; and

**WHEREAS**, Senate Bill 862 (2014) named the California Department of Transportation (Caltrans) as the administrative agency for the LCTOP; and

**WHEREAS**, Caltrans has developed guidelines for the purpose of administering and distributing LCTOP funds to eligible project sponsors; and

**WHEREAS**, the SRTA Board of Directors wishes to delegate authorization to execute the fiscal year 2018/19 LCTOP certifications, assurances and authorized agent forms and any amendments thereto to the executive director; and

**WHEREAS**, the SRTA Board of Directors wishes to implement the LCTOP project listed above.

**NOW, THEREFORE, BE IT RESOLVED** that the Shasta Regional Transportation Agency:

1. Agrees to comply with all conditions and requirements set forth in the Certification and Assurances and the Authorized Agent documents and applicable statutes, regulations and guidelines for LCTOP funded transit projects; and
2. Authorizes the Executive Director to execute all required documents of the LCTOP program and any amendments thereto with Caltrans; and
3. Authorizes submittal of the following project nomination and allocation request to Caltrans in FY 2018/19 LCTOP funds:

**Project Name:** Sunday Transit Demonstration Project – Year 2

**Amount of LCTOP funds requested:** \$329,232

**Short description of project:** Provide “free ride” days.

**Benefit to a Priority Population:** Reduced fares and increased access to public transportation

**PASSED AND ADOPTED** this 23rd day of April, 2019, by the Shasta Regional Transportation Agency.

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**Kristen Schreder, Chair**  
Shasta Regional Transportation Agency



**FY 2018-2019 LCTOP  
Authorized Agent**

**AS THE      Executive Director**

(Chief Executive Officer/Director/President/Secretary)

**OF THE      Shasta Regional Transportation Agency (SRTA)**

(Name of County/City/Transit Organization)

I hereby authorize the following individual(s) to execute for and on behalf of the named Regional Entity/Transit Operator, any actions necessary for the purpose of obtaining Low Carbon Transit Operations Program (LCTOP) funds provided by the California Department of Transportation, Division of Rail and Mass Transportation. I understand that if there is a change in the authorized agent, the project sponsor must submit a new form. This form is required even when the authorized agent is the executive authority himself. I understand the Board must provide a resolution approving the Authorized Agent. The Board Resolution appointing the Authorized Agent is attached.

Daniel S. Little, Executive Director

OR

(Name and Title of Authorized Agent)

Click here to enter text.

OR

(Name and Title of Authorized Agent)

Click here to enter text.

OR

(Name and Title of Authorized Agent)

Click here to enter text.

OR

(Name and Title of Authorized Agent)

Daniel S. Little

Executive Director

(Print Name)

(Title)

\_\_\_\_\_  
(Signature)

Approved this 23 day of April, 2019



## FY 2018-2019 LCTOP Certifications and Assurances

**Lead Agency:** Shasta Regional Transportation Agency (SRTA)

**Project Title:** Sunday Transit Demonstration Project – Year 2

**Prepared by:** Sean Tiedgen

The California Department of Transportation (Caltrans) has adopted the following Certifications and Assurances for the Low Carbon Transit Operations Program (LCTOP). As a condition of the receipt of LCTOP funds, Lead Agency must comply with these terms and conditions.

### **A. General**

1. The Lead Agency agrees to abide by the current LCTOP Guidelines and applicable legal requirements.
2. The Lead Agency must submit to Caltrans a signed Authorized Agent form designating the representative who can submit documents on behalf of the project sponsor and a copy of the board resolution appointing the Authorized Agent.

### **B. Project Administration**

1. The Lead Agency certifies that required environmental documentation is complete before requesting an allocation of LCTOP funds. The Lead Agency assures that projects approved for LCTOP funding comply with Public Resources Code § 21100 and § 21150.
2. The Lead Agency certifies that a dedicated bank account for LCTOP funds only will be established within 30 days of receipt of LCTOP funds.
3. The Lead Agency certifies that when LCTOP funds are used for a transit capital project, that the project will be completed and remain in operation for its useful life.
4. The Lead Agency certifies that it has the legal, financial, and technical capacity to carry out the project, including the safety and security aspects of that project.
5. The Lead Agency certifies that they will notify Caltrans of pending litigation, dispute, or negative audit findings related to the project, before receiving an allocation of funds.
6. The Lead Agency must maintain satisfactory continuing control over the use of project equipment and facilities and will adequately maintain project equipment and facilities for the useful life of the project.
7. Any interest the Lead Agency earns on LCTOP funds must be used only on approved LCTOP projects.
8. The Lead Agency must notify Caltrans of any changes to the approved project with a Corrective Action Plan (CAP).



## FY 2018-2019 LCTOP

### Certifications and Assurances

9. Under extraordinary circumstances, a Lead Agency may terminate a project prior to completion. In the event the Lead Agency terminates a project prior to completion, the Lead Agency must (1) contact Caltrans in writing and follow-up with a phone call verifying receipt of such notice; (2) pursuant to verification, submit a final report indicating the reason for the termination and demonstrating the expended funds were used on the intended purpose; (3) submit a request to reassign the funds to a new project within 180 days of termination.

#### C. Reporting

1. The Lead Agency must submit the following LCTOP reports:
  - a. Semi-Annual Progress Reports by May 15th and November 15th each year.
  - b. A Final Report within six months of project completion.
  - c. The annual audit required under the Transportation Development Act (TDA), to verify receipt and appropriate expenditure of LCTOP funds. A copy of the audit report must be submitted to Caltrans within six months of the close of the year (December 31) each year in which LCTOP funds have been received or expended.
  - d. Project Outcome Reporting as defined by CARB Funding Guidelines.
2. Other Reporting Requirements: CARB is developing Funding Guidelines that will include reporting requirements for all State agencies that receive appropriations from the Greenhouse Gas Reduction Fund. Caltrans and project sponsors will need to submit reporting information in accordance with CARB's Funding Guidelines, including reporting on greenhouse gas reductions and benefits to disadvantaged communities.

#### D. Cost Principles

1. The Lead Agency agrees to comply with Title 2 of the Code of Federal Regulations 225 (2 CFR 225), Cost Principles for State and Local Government, and 2 CFR, Part 200, Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments.
2. The Lead Agency agrees, and will assure that its contractors and subcontractors will be obligated to agree, that:
  - a. Contract Cost Principles and Procedures, 48 CFR, Federal Acquisition Regulations System, Chapter 1, Part 31, et seq., shall be used to determine the allow ability of individual project cost items and
  - b. Those parties shall comply with Federal administrative procedures in accordance with 2 CFR, Part 200, Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments. Every sub-recipient receiving LCTOP funds as a contractor or sub-contractor shall comply with

## **Certifications and Assurances**

Federal administrative procedures in accordance with 2 CFR, Part 200, Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments.

3. Any project cost for which the Lead Agency has received funds that are determined by subsequent audit to be unallowable under 2 CFR 225, 48 CFR, Chapter 1, Part 31 or 2 CFR, Part 200, are subject to repayment by the Lead Agency to the State of California (State). All projects must reduce greenhouse gas emissions, as required under Public Resources Code section 75230, and any project that fails to reduce greenhouse gases shall also have its project costs subject to repayment by the Lead Agency to the State. Should the Lead Agency fail to reimburse moneys due to the State within thirty (30) days of demand, or within such other period as may be agreed in writing between the Parties hereto, the State is authorized to intercept and withhold future payments due the Lead Agency from the State or any third-party source, including but not limited to, the State Treasurer and the State Controller.

### **A. Record Retention**

1. The Lead Agency agrees and will assure that its contractors and subcontractors shall establish and maintain an accounting system and records that properly accumulate and segregate incurred project costs and matching funds by line item for the project. The accounting system of the Lead Agency, its contractors and all subcontractors shall conform to Generally Accepted Accounting Principles (GAAP) and enable the determination of incurred costs at interim points of completion. All accounting records and other supporting papers of the Lead Agency, its contractors and subcontractors connected with LCTOP funding shall be maintained for a minimum of three (3) years after the "Project Closeout" report or final Phase 2 report is submitted (per ARB Funding Guidelines, Vol. 3, page 3.A-16), and shall be held open to inspection, copying, and audit by representatives of the State and the California State Auditor. Copies thereof will be furnished by the Lead Agency, its contractors, and subcontractors upon receipt of any request made by the State or its agents. In conducting an audit of the costs claimed, the State will rely to the maximum extent possible on any prior audit of the Lead Agency pursuant to the provisions of federal and State law. In the absence of such an audit, any acceptable audit work performed by the Lead Agency's external and internal auditors may be relied upon and used by the State when planning and conducting additional audits.
2. For the purpose of determining compliance with Title 21, California Code of Regulations, Section 2500 et seq., when applicable, and other matters connected with the performance

## FY 2018-2019 LCTOP

of the Lead Agency's contracts with third parties pursuant to Government Code § 8546.7, the project sponsor, its contractors and subcontractors and the State shall each maintain and make available for inspection all books, documents, papers, accounting records, and other evidence pertaining to the performance of such contracts, including, but not limited to, the costs of administering those various contracts. All of the above referenced parties shall make such materials available at their respective offices at all reasonable times during the entire project period and for three (3) years from the date of final payment. The State, the California State Auditor, or any duly authorized representative of the State, shall each have access to any books, records, and documents that are pertinent to a project for audits, examinations, excerpts, and transactions, and the Lead Agency shall furnish copies thereof if requested.

3. The Lead Agency, its contractors and subcontractors will permit access to all records of employment, employment advertisements, employment application forms, and other pertinent data and records by the State Fair Employment Practices and Housing Commission, or any other agency of the State of California designated by the State, for the purpose of any investigation to ascertain compliance with this document.

## F. Special Situations

Caltrans may perform an audit and/or request detailed project information of the project sponsor's LCTOP funded projects at Caltrans' discretion at any time prior to the completion of the LCTOP.

I certify all of these conditions will be met.

Daniel S. Little  
(Print Authorized Agent)

Executive Director  
(Title)

April 23, 2019

(Signature)

(Date)



## FY 2018-2019 LCTOP

### Allocation

|                       |                                               |
|-----------------------|-----------------------------------------------|
| <b>Lead Agency:</b>   | Shasta Regional Transportation Agency (SRTA)  |
| <b>Project Title:</b> | Sunday Transit Demonstration Project – Year 2 |
| <b>Regional</b>       |                                               |
| <b>Entity:</b>        | Shasta Regional Transportation Agency         |
| <b>County:</b>        | Shasta                                        |

**Lead Agency:** I certify the scope, cost, schedule, and benefits as identified in the attached Allocation Request (Request) and attachments are true and accurate and demonstrate a fully funded operable project. I understand the Request is subject to any additional restrictions, limitations or conditions that may be enacted by the State Legislature, including the State's budgetary process and/or auction receipts. In the event the project cannot be completed as originally scoped, scheduled and estimated, or the project is terminated prior to completion, Lead Agency shall, at its own expense, ensure that the project is in a safe and operable condition for the public. I understand this project will be monitored by the California Department of Transportation - Division of Rail and Mass Transportation.

|                          |                                              |
|--------------------------|----------------------------------------------|
| <b>Authorized Agent:</b> | Daniel S. Little                             |
| <b>Title:</b>            | Executive Director                           |
| <b>Lead Agency:</b>      | Shasta Regional Transportation Agency (SRTA) |

|                        |                 |
|------------------------|-----------------|
| <b>Signature:</b>      |                 |
| <b>PUC Funds Type:</b> | 99313 \$ 329232 |
| <b>PUC Funds Type:</b> | 99314 \$ 0      |

**Contributing Sponsor(s):** The contributing sponsor is an entity that passes funds to the Lead Agency to support a project. The contributing sponsor could be the regional entity (PUC 99313) passing their funds to a recipient agency within their region or a recipient agency (PUC 99314) passing their funds through to either a regional entity or a recipient agency within their region. The contributing sponsor(s) must also sign and state the amount and type of LCTOP funds (PUC Sections 99313 and 99314) they are contributing the project. Sign below or attach a separate officially signed letter providing that information. If there is more than one contributing sponsor, please submit additional page, or a letter from the additional Contributing Sponsors.

|                          |                          |
|--------------------------|--------------------------|
| <b>Authorized Agent:</b> | Authorized Agent         |
| <b>Title:</b>            | Authorized Agent's Title |
| <b>Lead Agency:</b>      | Lead Agency.             |

|                        |                                |
|------------------------|--------------------------------|
| <b>Signature:</b>      |                                |
| <b>PUC Funds Type:</b> | 99313 \$ Amount of 99313 Funds |
| <b>PUC Funds Type:</b> | 99314 \$ Amount of 99314 Funds |



## FY 2018-2019 LCTOP Sample Board Resolution

(The following is sample language that must be included in your Board Resolution, necessary for execution of Certification and Assurances and Authorized Agent forms)

RESOLUTION # \_\_\_\_\_

AUTHORIZATION FOR THE EXECUTION OF THE  
CERTIFICATIONS AND ASSURANCES AND AUTHORIZED AGENT FORMS  
FOR THE LOW CARBON TRANSIT OPERATIONS PROGRAM (LCTOP)  
FOR THE FOLLOWING PROJECT(S):  
(NAME OF PROJECT(S) AND DOLLAR AMOUNT(S))

**WHEREAS**, the (Agency) is an eligible project sponsor and may receive state funding from the Low Carbon Transit Operations Program (LCTOP) for transit projects; and

**WHEREAS**, the statutes related to state-funded transit projects require a local or regional implementing agency to abide by various regulations; and

**WHEREAS**, Senate Bill 862 (2014) named the Department of Transportation (Department) as the administrative agency for the LCTOP; and

**WHEREAS**, the Department has developed guidelines for the purpose of administering and distributing LCTOP funds to eligible project sponsors (local agencies); and

**WHEREAS**, the (Agency) wishes to delegate authorization to execute these documents and any amendments thereto to (Name and title).

**WHEREAS**, the (Agency) wishes to implement the following LCTOP project(s) listed above,

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of the (Agency) that the fund recipient agrees to comply with all conditions and requirements set forth in the Certification and Assurances and the Authorized Agent documents and applicable statutes, regulations and guidelines for all LCTOP funded transit projects.

**NOW THEREFORE, BE IT FURTHER RESOLVED** that (Name and Title) be authorized to execute all required documents of the LCTOP program and any Amendments thereto with the California Department of Transportation.

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of the (Agency) that it hereby authorizes the submittal of the following project nomination(s) and allocation request(s) to the Department in FY 2017-18 LCTOP funds:



## FY 2018-2019 LCTOP

List project(s), including the following information:

Project Name:

Amount of LCTOP funds requested:

Short description of project:

**Benefit to a Priority Populations:**

Contributing Sponsors (if applicable):

AGENCY BOARD DESIGNEE:

BY: \_\_\_\_\_