

**Metropolitan Transportation Commission
Programming and Allocations Committee**

October 11, 2023 Agenda Item 2d - 23-1138

MTC Resolution Nos. 4556, Revised; 4570, Revised; 4571, Revised.

Subject:

The proposed action revises the FY 2023-24 MTC Fund Estimate and allocates \$7.9 million in FY2023-24 Transportation Development Act (TDA) and State Transit Assistance (STA) funds to Western Contra Costa Transit Authority and the San Francisco Bay Area Water Emergency Transportation Authority (WETA) to support transit operations and capital projects in the region.

Background:

Fund Estimate: Reconcile Actual FY 2022-23 STA and State of Good Repair (SGR) Revenues

Overall, final FY 2022-23 STA revenue totaled \$376 million. This represents a 44% increase above FY 2021-22 actuals, and 7% increase above initial estimates for FY 2022-23 from the State Controller’s Office (SCO). This increase is due to higher-than-expected state diesel sales tax revenues collected in California. SGR Program revenue, which is driven by state vehicle registration fees (known formally as the Transportation Improvement Fee), totaled \$44M in FY 2022-23, or approximately \$1.5 million more than in FY 2021-22. A summary of STA and SGR program revenue is included in the table below.

<i>(\$ in millions)</i>	FY2021-22 STA	FY2022-23 STA	FY2021-22 SGR	FY2022-23 SGR
Revenue-Based	\$191	\$276	\$31	\$32
Population-Based	\$70	\$100	\$11	\$12
Total	\$260	\$375	\$43	\$44

Fund Estimate: Updated FY 2023-24 STA and SGR Program Revenue

On August 1, 2023, the SCO issued revised revenue forecasts for FY 2023-24 for the STA and SGR programs. The forecast includes a statewide increase of \$28 million over the original estimate from February 2023, which translates to approximately \$10 million more in STA funding for the Bay Area. Revenue forecasts for the SGR program remain consistent with original forecasts from February 2023.

FY2023-24 Allocations of TDA and STA Funds

This month’s proposed actions continue the allocation process of TDA and STA funds for FY2023-24. Two entities are requesting TDA and STA allocations this month that exceeds the \$1 million Delegated Authority limit. Allocation requests that are less than \$1 million are approved separately through the Executive Directors ‘s Delegated Authority process. These funds comprise a significant share of the revenue for agencies’ operating budgets.

The proposed allocation amounts are based on the programming levels identified in the FY2023-24 Fund Estimate (MTC Resolution 4556). The proposed allocations are summarized below:

Allocation Amounts by Entity¹ (amounts in millions)

Entity	TDA (Res. 4570)	STA (Res. 4571)	Grand Total
WestCAT	\$4.6	\$0	\$4.6
WETA	\$0	\$3.2	\$3.2
Total	\$4.6	\$3.2	\$7.8

Note that amounts may not sum due to rounding

Information regarding the FY 2023-24 operating budgets and current and future operations for WestCAT is provided in Attachment A. WETA’s operating summary was provided in conjunction with an earlier allocation action for that agency.

Issues:

None identified

Recommendations:

Refer MTC Resolution Nos. 4556, Revised; 4570, Revised; 4571, Revised; to the Commission for approval

Attachments:

- Attachment A – Transit Operator Budget Summary
- MTC Resolution Nos. 4556, Revised. 4570, Revised; and 4571, Revised

¹ Includes all allocations to be approved in the resolutions listed above, the details of which are provided in Attachment A, including allocations for transit capital or planning and administration. Not inclusive of allocations approved by Executive Director’s Delegated Authority as allowed by MTC Resolution No. 3620, Revised.

A handwritten signature in black ink, reading "Andrew B. Fremier". The signature is written in a cursive style with a large initial "A" and "F".

Andrew B. Fremier

Date: February 22, 2023
W.I.: 1511
Referred by: PAC
Revised: 7/26/23-C
10/25/23-C

ABSTRACT

MTC Resolution No. 4556, Revised

This resolution approves the FY 2023-24 Fund Estimate, including the distribution and apportionment of Transportation Development Act (TDA), State Transit Assistance (STA), State of Good Repair (SGR) Program, Assembly Bill (AB) 1107 sales tax, Low Carbon Transit Operations (LCTOP) cap-and-trade auction revenues, and transit-related bridge toll funds.

This resolution was revised on July 26, 2023 to reflect actual receipts for TDA and AB 1107 funds in FY 2022-23, and on October 25, 2023 to reflect actual receipts for STA and SGR programs in FY 2022-23 and updated estimates for FY 2023-24.

Further discussion of this action is contained in the MTC Programming and Allocations Summary Sheets dated February 8, 2023, July 12, 2023, and October 11, 2023.

Date: February 22, 2023
W.I.: 1511
Referred by: PAC

RE: Determination of Transportation Development Act (TDA) Area Apportionments and Proposed Distribution of Operating Funds for FY 2023-24

METROPOLITAN TRANSPORTATION COMMISSION
RESOLUTION NO. 4556

WHEREAS, the Metropolitan Transportation Commission (MTC) is the regional transportation planning agency for the San Francisco Bay Area pursuant to Government Code Section 66500 *et seq.*; and

WHEREAS, the Transportation Development Act (TDA), Public Utilities Code (PUC) Sections 99200 *et seq.*, provides that funds are made available from the Local Transportation Fund (LTF) for various transportation purposes; and

WHEREAS, pursuant to 21 California Code of Regulations Section 6620, the County Auditor for each of the nine counties in the Bay Area has submitted the revised and new TDA fund estimates for FY 2022-23 and FY 2023-24 as shown in Attachment A to this resolution, attached hereto and incorporated herein as though set forth at length; and

WHEREAS, MTC is required to determine and advise all prospective claimants, prior to March 1 each year, of all area apportionments from the LTF for the following fiscal year pursuant to 21 California Code of Regulations Section 6644; and

WHEREAS, all area apportionments of TDA funds for the 2023-24 fiscal year are shown in Attachment A to this resolution, attached hereto and incorporated herein as though set forth at length; and

WHEREAS, MTC has prepared a proposed distribution of operating/capital assistance funds, including TDA, State Transit Assistance (STA) pursuant to Public Utilities Code § 99310 *et seq.*, State of Good Repair (SGR) Program pursuant to Public Utilities Code § 99312.1, Low Carbon Transit Operations Program (LCTOP) pursuant to Health and Safety Code § 39719(b)(1)(B), the twenty-five percent (25%) of the one-half cent transaction and use tax collected pursuant to PUC Section 29142.2 (AB 1107), and estimates of certain toll bridge revenues (SHC §§ 30910 *et seq.*), in order to provide financial information to all prospective claimants to assist them in developing budgets in a timely manner; and

WHEREAS, the proposed distribution of such operating assistance funds is also shown in Attachment A; now, therefore, be it

RESOLVED, that MTC approves the area apportionments of TDA funds, and the proposed distribution of operating assistance funds for the 2023-24 fiscal year as shown in Attachment A, subject to the conditions noted therein; and, be it further

RESOLVED, that MTC intends to allocate operating assistance funds for the 2023-24 fiscal year, based on the area apportionments of TDA funds, the proposed distribution of operating assistance funds and upon the receipt of appropriate claims from eligible claimants; and, be it further

RESOLVED, that Attachment A may be revised by the MTC Executive Director or his/her designee to reflect funds returned to the Local Transportation Fund and expired capital allocations or by approval of the MTC Programming and Allocations Committee, except that any significant changes shall be submitted to the full Commission for approval.

METROPOLITAN TRANSPORTATION COMMISSION

Alfredo Pedroza, Chair

The above resolution was approved by the Metropolitan Transportation Commission at a regular meeting of the Commission held in San Francisco, California, and at other remote locations, on February 22, 2023.