

Kentucky Transportation Cabinet Office of Transportation Delivery (OTD)

Budget Review Subcommittee on Transportation

October 21, 2020



Federal Funding used for Public Transit

How KYTC uses Federal Funds for Public Transit

 How Federal Transit Administration (FTA) Funds are authorized

 How FTA Funds are used

 Review of FTA Formula Funds

 Major FTA Grant Program in SFY20

 Volkswagen Settlement Funds

 Effect of CR for the FAST Act on FTA FFY21 Funding





Authorization of FTA Funds – Public Transit



Annually Publishes FTA Apportionments

Federal Formula Funds to KY

for Urban, Small Urban and Rural Areas

- Urban areas apply directly to FTA
- Rural areas and some Small Urban apply via KYTC/OTD








Rural Transit funds are Secured via KYTC/OTD to FTA



OTD posts annual notice of funding opportunities to Rural Agencies (they apply for public transit grants – March/April)



Authorization of FTA Funds – Public Transit – Cont.

-  OTD will review Agency applications and determine needs/local support/justification for funding for the coming year.
-  OTD submits a Statewide Rural Grant application to FTA with the details on how the Apportioned Funds will be spent and how the projects are in accordance with the Program guidelines.
-  After FTA approves
 -  Federal Grant is Awarded, OTD contracts with Agencies
 -  Pays out the federal funds, conducts audits/reviews/inspections





How FTA Funds are used



Operating

 Eligible expenses include Drivers Salaries, Fuel, Maintenance, Insurance, Administrative, Advertising, Cleaning Supplies, training etc.


 **\$21.2 Million in Federal Funds Expended in SFY20**

Capital

 Eligible expenses include Vehicles, IT Software/Hardware, Bus Shelters, Construction/Rehabilitation of Transit Facilities, Cameras,

 **\$12.4 in Federal Funds Expended in SFY20**

Planning

 MPO Planning activities for Transit Systems, Transit Studies, Short/Long Range Plans, etc. – **\$649,000 Expended in Federal Funds in SFY20**





Review of FTA Formula Funds



Federal Transit Administration

Section 5311 – General Public Transit Funds – Rural Areas

 Formula – Capital, Operating, & Planning – [FFY20 Apportionment \\$21.4 Million](#)

 CARES – Capital, Operating, & Planning – [FFY20 Apportionment \\$60.5 Million](#)

Section 5339 – Bus & Bus Facilities– Rural & Small Urban Areas

 Formula – Capital – [FFY20 Apportionment \\$3.5 Million](#)

 Discretionary/Competitive – [Capital – FFY20 Awarded \\$6.1 Million](#)



Section 5310 – Seniors & Individuals w/ Disabilities – Rural & Small Urban Areas

 Formula – Capital & Operating - [\\$3 Million](#)




Major FTA Grant Program in SFY20



Office of Transportation Delivery

Section 5311 – **CARES Apportionment**

 **\$60.5 Million** in Federal Funds in SFY20

 Provided 100% Federal Funding to help transit agencies continue to operate during the pandemic even with huge losses in revenues

 Funds used to purchase:

 PPE, Cleaning Supplies & Barriers to provide safe transit services while abiding by CDC & Governor recommendations

 Purchase 46 Transit Buses & Transit Technology





Major FTA Grant Program in SFY20

Section 5311 – **CARES** - continued

 Construct new Multimodal Transit Center & Parking Garage in Frankfort

 **\$5.5 Million**

 Construct new Transit Hub & Maintenance Bay Facility in Richmond

 **\$3.4 Million**

 Renovate current transit facility in Hopkinsville

 **\$1.5 Million**

 Expand current transit facility in Owensboro


 **\$1.5 Million**





Volkswagen Settlement Funds


Volkswagen Settlement Environmental Mitigation Trust Funds

 TARC - Purchase forty-five (45) 30/40' clean-diesel replacement buses

 \$4.8 Million

 TANK - Purchase Six (6) 40' clean diesel replacement buses

 \$2.1 Million

 LEXTRAN - Purchase four (4) Compressed Natural Gas (CNG) &
two (2) All-Electric Transit Replacement Buses

 \$1.5 Million

 OTS - Purchase one (1) 35' electric bus & express depot charger

 \$156,403





Effect of Continuing Resolution (CR) for the FAST Act on FTA FFY21 Funding



- 🚌 Shortly after midnight, as September 30 shifted into October 1, the President signed a continuing resolution (CR) into law.
- 🚌 Federal Transit Administration (FTA) spending, is continued through December 11, 2020, at the same levels as appropriated in FY 2020's routine appropriations and authorizations; and
- 🚌 All FAST Act surface transportation authorizations and programmatic provisions are continued for a full year, through September 30, 2021.
- 🚌 Given the fairly short duration of this CR, it's unlikely that FTA will be issuing any partial year apportionments of FY 2021



THANK YOU!

