

STAFF REPORT

SUBJECT: Resolution in Support of Application for FY 25-26 Funding through the State Transit Assistance State of Good Repair Program

FROM: Jennifer Yeamans, Senior Grants & Management Specialist

DATE: June 24, 2025

Action Requested

Staff requests the Finance & Administration Committee refer Resolution 23-2025 to the Board of Directors for approval in support of an allocation request for the FY25–26 State Transit Assistance State of Good Repair (SGR) Program.

Background

Senate Bill 1 (SB1), also known as the Road Repair and Accountability Act of 2017, augmented the existing State Transit Assistance program with a new State of Good Repair (SGR) program funded from a portion of a new Transportation Improvement Fee on vehicle registrations due on or after January 1, 2018. Funds are administered by the Department of Transportation (Caltrans) and distributed by formula on a population basis in the region to the Metropolitan Transportation Commission (MTC), and on a revenue basis to eligible transit operators for transit maintenance, rehabilitation, and capital projects. The State Controller's Office (SCO) has estimated that \$73,674 in revenue-based SGR funds will be available for allocation to LAVTA in FY 2025-26.

Caltrans' SGR Program guidelines require regional agencies including MTC to approve transit operators' revenue-based SGR projects and submit a single region-wide list of projects to Caltrans by September 1 of each year. In order for MTC to approve the Regional SGR Program Project List by September 1, transit operators in the Bay Area must submit a governing board–approved project list for all anticipated SGR Program expenditures to MTC no later than July 1. MTC staff has stated they will accept LAVTA's resolution approving the project list following the July 7 Board meeting.

The program guidelines state that transit agencies receiving funds from the SGR Program must submit expenditure proposals listing projects that maintain the public transit system in a state of good repair, which are:

- Transit capital projects or services to maintain or repair a transit operator's existing transit vehicle fleet or transit facilities, including the rehabilitation or modernization of the existing vehicles or facilities.
- The design, acquisition and construction of new vehicles or facilities that improve existing transit services.

- Transit services that complement local efforts for repair and improvement of local transportation infrastructure.

Discussion

Staff proposes to use the FY 25–26 SGR allocation to augment last year’s allocation in support of needed rehabilitation and enhancement of LAVTA’s Rutan facility. This project will address significant existing and emerging maintenance needs as the agency’s 34-year-old main facility continues to age past its original useful life. The total amount available to support facility needs this year and next would be as follows:

SGR Allocation Year	Amount
FY24–25	\$69,100
FY25–26	\$73,674
Total	\$142,774

Attachment 1 is a Board resolution as required by Caltrans and MTC which would authorize the Executive Director or his/her designee to request allocations for specific projects and execute the necessary grant applications, forms, and agreements with Caltrans.

Fiscal Impact

FY 25–26 SGR allocation payments will be received quarterly throughout the coming fiscal year and will be included in the FY 26–27 agency budget. It is anticipated that SCO will announce final revised estimates for FY25–26 in August and the first of four quarterly payments is expected in November. SGR allocations for capital needs will offset expenditures budgeted from more flexible local Transportation Development Act (TDA) funds, enhancing the agency’s near-term operating capacity.

Recommendation

Staff recommends the Finance and Administration Committee refer Resolution 23-2025 to the Board of Directors for approval in support of an allocation request to MTC and Caltrans for the FY25–26 State Transit Assistance State of Good Repair (SGR) Program.

Attachments:

1. Resolution 23-2025

RESOLUTION NO. 23-2025

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE LIVERMORE
AMADOR VALLEY TRANSIT AUTHORITY APPROVING THE PROJECT
LIST FOR THE FISCAL YEAR 2025–2026 STATE TRANSIT ASSISTANCE
STATE OF GOOD REPAIR PROGRAM**

WHEREAS Senate Bill 1 (SB1), the Road Repair and Accountability Act 2017, establishing the State of Good Repair (SGR) program to fund eligible transit maintenance, rehabilitation and capital project activities that maintain the public transit system in a state of good repair; and

WHEREAS the Metropolitan Transportation Commission (MTC) is an eligible project sponsor and may receive and distribute State Transit Assistance – State of Good Repair funds to eligible project sponsors (local agencies) for eligible transit capital projects;

WHEREAS MTC is distributing SGR funds to eligible project sponsors (local agencies) under its regional jurisdiction; and

WHEREAS MTC concurs with and approves the below named project for the State of Good Repair Program funds;

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors hereby approves the SB1 State of Good Repair Project List for FY 2025–2026; and

BE IT FURTHER RESOLVED by the Board of Directors that the fund recipient agrees to comply with all conditions and requirements set forth in the Certification and Assurances document and applicable statutes, regulations, and guidelines for all SGR-funded transit capital projects; and

BE IT FURTHER RESOLVED that the Executive Director or his/her designee is hereby authorized to submit a request for Scheduled Allocation of the SB1 State of Good Repair funds and to execute the related grant applications, forms, and agreements for the following project:

Project Name: Rutan Facility Rehabilitation and Enhancement

Project Description: Repairs, modifications, upgrades, and modernization of LAVTA's Rutan operations & maintenance facility.

SGR Allocation Amount: \$73,674

PASSED AND ADOPTED this 7th day of July 2025.

XXXX, Chair

ATTEST:

Christy Wegener, Executive Director