

RESOLUTION NO. 2020-48

AMENDING BUDGET APPROPRIATIONS FOR THE FY 2020 CAPITAL
IMPROVEMENT FUND BUDGET TO PROVIDE FOR AN INCREASE OF
\$111,977,170

WHEREAS, there is both a legal and a managerial requirement to establish the revenues to be received for the upcoming fiscal year, including all taxes, user fees, and other types of revenues, as well as estimates of all expenditures or outlays for the capital programs of this public transportation system to be paid or met from said revenue during each fiscal year; and

WHEREAS, in order to meet those requirements, a Capital Improvement Fund budget for the Greater Cleveland Regional Transit Authority ("Authority") for Fiscal Year ("FY") 2020, beginning January 1, 2020 and ending December 31, 2020. was prepared and adopted by the Board of Trustees on May 14, 2019 through Resolution No. 2019-55; and

WHEREAS, on March 27, 2020, President Trump signed H.R. 748, the Coronavirus Aid Relief, and Economic Security ("CARES") Act; and

WHEREAS, the CARES Act provides \$2 trillion in aid to individuals, businesses, and hospitals in response to the economic distress caused by the coronavirus ("COVID-19") pandemic; and

WHEREAS, the CARES Act provides \$25 billion in emergency funding for transit agencies to be managed by the Federal Transit Administration ("FTA") through the Transit Award Management System ("TRAMS") and apportioned using FY 2020 formulas; and

WHEREAS, on April 16, 2020, the Northeast Ohio Areawide Coordinating Agency's ("NOACA") Transit Council met and approved the FY 2020 CARES Act allocations for Sections 5307 and 5337 funding to transit agencies operating within the Cleveland Urbanized Area ("CUZA"); and

WHEREAS, the Greater Cleveland Regional Transit Authority will receive \$111,977,170 through the CARES Act to cover operating expenses incurred due to the COVID-19 pandemic; and

WHEREAS, this funding was not included in the FY 2020 Capital Improvement Fund budget and there is a need to increase the FY 2020 Capital Improvement Fund budget appropriation by \$111,977,170.

NOW, THEREFORE BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1. That the appropriation budget set forth in Resolution No. 2019-55, adopted May 14, 2019, be and is hereby amended as follows:

FY 2020 CAPITAL IMPROVEMENT FUND BUDGET APPROPRIATION

Current 2020 Appropriation

\$101,258,321

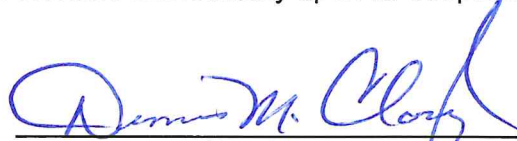
Amended 2020 Appropriation

\$213,235,491

Section 2. That Resolution No. 2019-55 shall remain unchanged in all other respects.

Section 3. That this resolution shall become effective immediately upon its adoption.

Adopted: June 23, 2020



President

Attest: 

Interim Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AMENDING BUDGET APPROPRIATIONS FOR THE FY 2020 CAPITAL IMPROVEMENT FUND BUDGET TO PROVIDE FOR AN INCREASE OF \$111,977,170	Resolution No.: 2020-48
	Date: June 18, 2020
	Initiator: Office of Management & Budget
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

1.0 PURPOSE/SCOPE: This action will authorize an increase in the Fiscal Year (“FY”) 2020 Capital Improvement Fund budget appropriation by \$111,977,170.

2.0 DESCRIPTION/JUSTIFICATION: The proposed amendment to the FY 2020 Capital Improvement Fund budget will increase the overall appropriation by \$111,977,170 in order to establish the proper budget authority to cover funding to be received from the Federal Transit Administration (“FTA”) under the Coronavirus Aid, Relief, and Economic Security (“CARES”) Act.

On March 27, 2020, President Trump signed H.R. 748, the CARES Act. The CARES Act provided \$2 trillion in aid to individuals, businesses, and hospitals in response to the economic distress caused by the coronavirus (“COVID-19”) pandemic, of which \$25 billion was for transit agencies, managed by the Federal Transit Administration (“FTA”) through the Transit Award Management System (“TRAMS”), which is the system managing all federally funded grants, and apportioned using FY 2020 formulas.

On April 16, 2020, the Transit Council of the Northeast Ohio Areawide Coordinating Agency (“NOACA”) met and approved the FY 2020 allocations for the CARES Act for transit agencies operating within the Cleveland Urbanized Area (“CUZA”). The allocation approved for the Greater Cleveland Regional Transit Authority was \$111,977,170.

Because the CARES Act funding was not included in the original FY 2020 Capital Improvement Plan budget, an increase to the FY 2020 Capital Improvement Plan budget is needed.

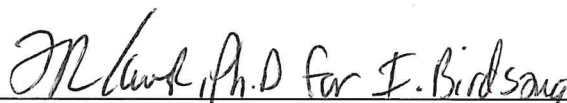
3.0 PROCUREMENT BACKGROUND: Does not apply.

4.0 POLICY IMPACT: The FY 2020 Capital Improvement Fund budget provides for the upkeep of the Authority’s existing infrastructure, facilities, equipment, vehicle replacement programs, and also provides for the implementation of projects included in the Long-Range Plan. This increase in the FY 2020 Capital Improvement Fund budget will enable the Authority to use the CARES Act funding to reimburse the Operating budget for operating expenses incurred due to the COVID-19 pandemic.

5.0 ECONOMIC IMPACT: These revisions will increase the total FY 2020 Capital Improvement Fund budget appropriation established in Resolution No. 2019-55 by \$111,977,170. The funds expensed under this grant will be 100% federally funded, with no local match requirement. The CARES Act funding will increase the FY 2020 Capital Improvement Fund budget to \$213,235,491.

- 6.0 ALTERNATIVES: Not approve the budget revision as proposed. The Authority will either need to find alternative funding sources and/or decrease service to maintain a balanced budget during the coronavirus pandemic.
- 7.0 RECOMMENDATION: The proposed amendment to the FY 2020 Capital Improvement Fund budget appropriation was reviewed by the Board's Operational Planning & Infrastructure Committee on June 23, 2020. It is recommended that the Board adopt the amended FY 2020 Capital Improvement Fund budget appropriation as proposed.
- 8.0 ATTACHMENTS:
- A. 2020 – 2024 Combined Amended Capital Improvement Plan
 - B. 2020 – 2024 Amended RTA Development Fund Capital Improvement Plan
 - C. 2020 – 2024 RTA Capital Fund Capital Improvement Plan

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.



General Manager, Chief Executive Officer

ATTACHMENT A

<p align="center">2020 - 2024 CAPITAL IMPROVEMENT PLAN Combined Budget Authority</p>						
PROJECT CATEGORY	2020	2021	2022	2023	2024	2020-2024
Bus Garages	\$0	\$0	\$700,000	\$4,312,665	\$1,662,800	\$6,675,465
Bus Improvement Program	\$21,305,000	\$21,906,000	\$22,062,000	\$20,960,000	\$20,960,000	\$107,193,000
Equipment & Vehicles	\$1,459,702	\$1,645,418	\$3,065,687	\$1,143,984	\$952,000	\$8,266,791
Facilities Improvements	\$14,779,682	\$13,913,599	\$12,214,094	\$15,002,330	\$15,229,500	\$71,139,205
Other Projects	\$2,459,576	\$2,459,576	\$2,459,576	\$2,459,576	\$2,459,576	\$12,297,880
Preventive Maint./Oper. Reimb.	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$100,000,000
CARES Act	\$111,977,170					\$111,977,170
Rail Projects	\$32,954,361	\$30,030,973	\$29,197,680	\$27,592,286	\$37,689,081	\$157,464,381
Rail Car Replacement Program	\$8,000,000	\$31,250,000	\$31,250,000	\$31,250,000	\$23,250,000	\$125,000,000
Transit Centers	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$1,500,000
TOTALS	\$213,235,491	\$121,505,566	\$121,249,037	\$123,020,841	\$122,502,957	\$701,513,892

ATTACHMENT B

**2020 - 2024 RTA DEVELOPMENT FUND CAPITAL IMPROVEMENT PLAN
AMENDED RTA DEVELOPMENT FUND BUDGET AUTHORITY**

PROJECT CATEGORY	2020 Budget	2021 Plan	2022 Plan	2023 Plan	2024 Plan	2020-2024
Bus Garages	\$0	\$0	\$700,000	\$4,312,665	\$1,662,800	\$6,675,465
Bus Improvement Program	\$21,305,000	\$21,906,000	\$22,062,000	\$20,960,000	\$20,960,000	\$107,193,000
Equipment & Vehicles	\$0	\$340,428	\$1,822,687	\$0	\$0	\$2,163,115
Facilities Improvements	\$13,269,682	\$12,158,599	\$10,504,094	\$13,392,330	\$13,619,500	\$62,944,205
Other Projects	\$2,459,576	\$2,459,576	\$2,459,576	\$2,459,576	\$2,459,576	\$12,297,880
Preventive Maint./Oper. Reimb.	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$20,000,000	\$100,000,000
CARES Act	\$111,977,170	\$0	\$0	\$0	\$0	\$111,977,170
Rail Projects	\$32,954,362	\$30,030,973	\$29,197,680	\$27,592,286	\$37,689,081	\$157,464,382
Rail Car Replacement Program	\$8,000,000	\$31,250,000	\$31,250,000	\$31,250,000	\$23,250,000	\$125,000,000
Transit Centers	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$1,500,000
TOTALS	\$210,265,789	\$118,445,576	\$118,296,037	\$120,266,857	\$119,940,957	\$687,215,216

ATTACHMENT C

<p align="center">2020 - 2024 RTA CAPITAL FUND CAPITAL IMPROVEMENT PLAN RTA CAPITAL FUND BUDGET AUTHORITY</p>						
PROJECT CATEGORY	2020 Budget	2021 Plan	2022 Plan	2023 Plan	2024 Plan	2020-2024
Bus Garages	\$0	\$0	\$0	\$0	\$0	\$0
Bus Improvement Program	\$0	\$0	\$0	\$0	\$0	\$0
Equipment & Vehicles	\$1,459,702	\$1,304,990	\$1,243,000	\$1,143,984	\$952,000	\$6,103,676
Facilities Improvements	\$1,510,000	\$1,755,000	\$1,710,000	\$1,610,000	\$1,610,000	\$8,195,000
Other Projects	\$0	\$0	\$0	\$0	\$0	\$0
Preventive Maint./Oper. Reimb.	\$0	\$0	\$0	\$0	\$0	\$0
Rail Projects	\$0	\$0	\$0	\$0	\$0	\$0
Transit Centers	\$0	\$0	\$0	\$0	\$0	\$0
TOTALS	\$2,969,702	\$3,059,990	\$2,953,000	\$2,753,984	\$2,562,000	\$14,298,676