

Federal Update – Arkansas Transit Association

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THE SWTA NATION

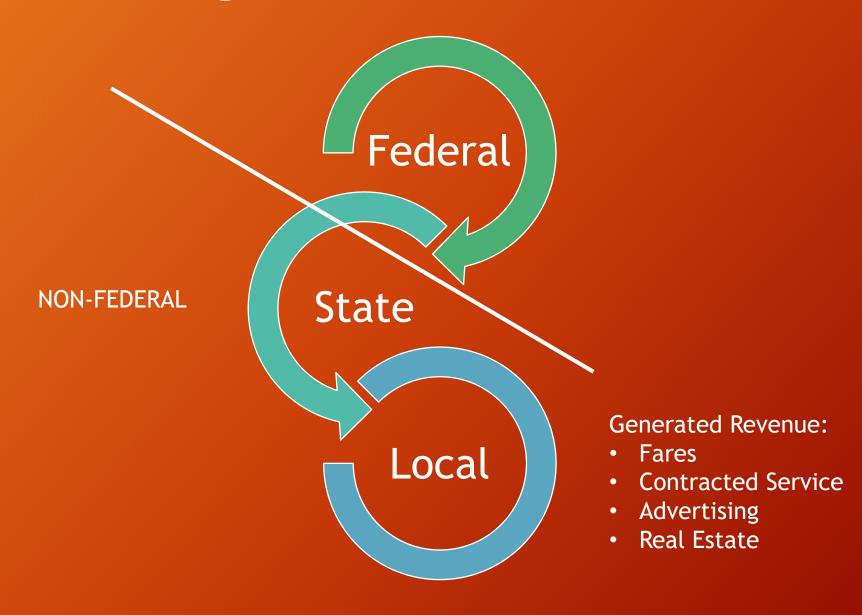


Join As Members Today!

- Transit Agencies in the 8-State Region
- Professional Members: Agencies Outside the Region
- Business Members



Who provides funding? A Partnership



THE 3 A'S OF FEDERAL FUNDING PROGRAMS AUTHORIZATION APPROPRIATION APPORTIONMENT

The level at which Congress sets a specific program is expected to receive over a given period - often multiple years

Congressional approval of a previously-authorized funding level for a given fiscal year, often as part of the federal budget effort

Appropriated funding distributed to specific recipients through formula programs by the federal agency charged with administering that program

Example:

The FAST Act IIJA/BIL

Example:

T-HUD Appropriations

Example:

FTA Section 5311(c)(1)(b) **Tribal Transit Apportionment Tables**

Federal authorization timeline



*BIL/IIJA Expires September 30, 2026

COVID
Relief Acts

USES OF FUNDING



• COMBINED AGENCY BUDGET

PEOPLE

THINGS

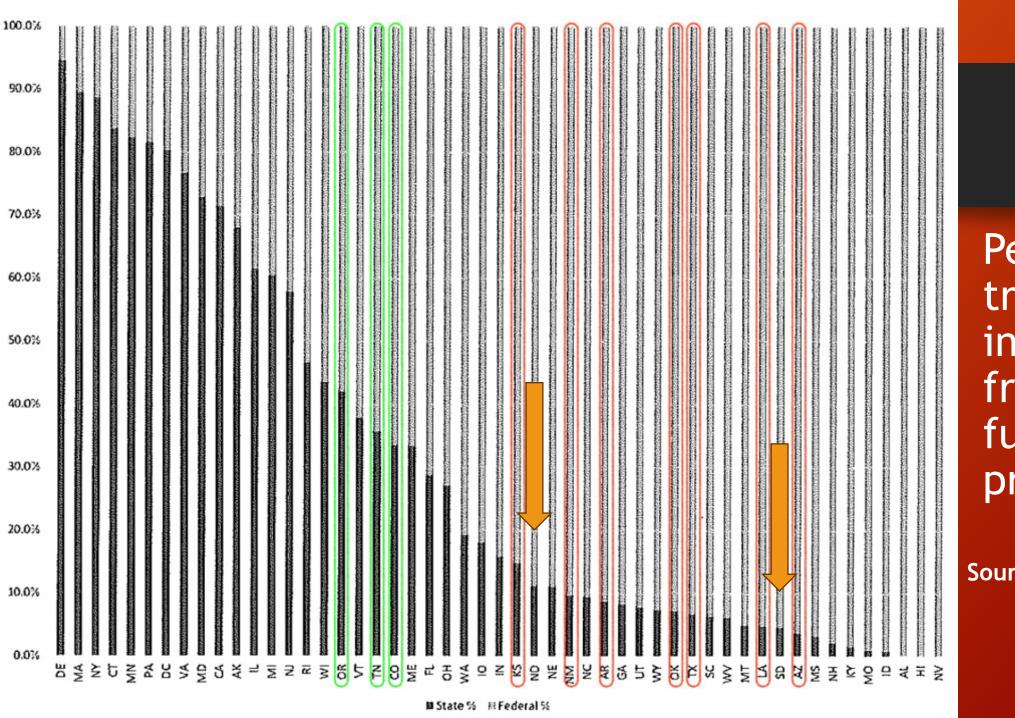


- Labor/Staff
- Fuel
- Maintenance
- Administration
- Technology

Capital

- Vehicles
- **Facilities**
- Equipment
- **Technology**
- Infrastructure

Remember this for later...



Percent of transit investment from state funding programs

Source: AASHTO

SWTA initiative to raise state funding 2024 & 2025



In 2024

FTA Introduced New Priorities

Standardized vehicle procurements and progress payments were prioritized in FY24 by FTA. FTA estimates that two-thirds of all FY24 grants included one (or both) of these priorities.

Learning Curve

CTAA has requested FTA provide examples of winning grants' deployment of these two priorities so future proposers as part of technical assistance for FY25 NOFA.

Significant Oversubscription

FTA reports they received more than \$9b in requests in FY24.



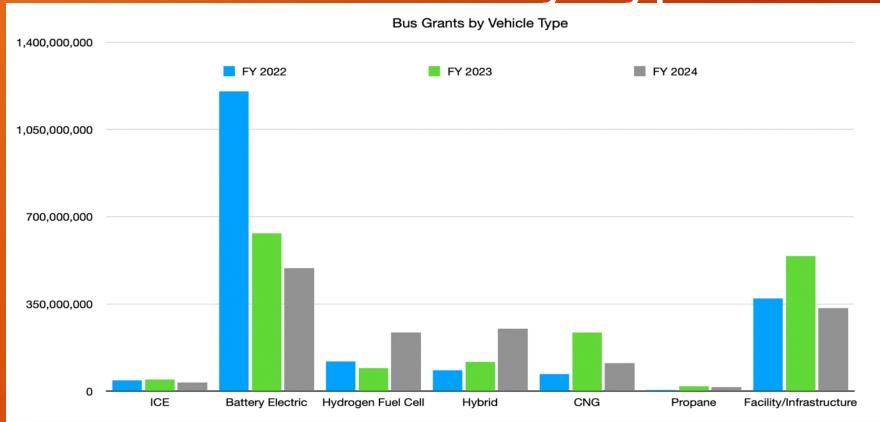


Bus Grants by Type

	FY 2022	FY 2023	FY 2024
ICE	43,900,00	46,100,000	35,200,000
Battery Electric	1,203,600,000	633,500,000	493,900,000
Hydrogen Fuel Cell	120,100,000	92,100,000	235,500,000
Hybrid	83,700,000	117,400,000	250,300,00
CNG	68,790,000	236,200,000	112,100,000
Propane	4,980,000	19,800,000	17,100,000
Facility/Infrastructure	372,500,000	543,200,000	333,900,000



Bus Grants by Type





Takeaways from the past three years of FTA Competitive **Bus Grants**



BEBs

BEB investment has reduced from \$1.2b to \$493.

Fuel Cell & Hybrids

Fastest growing aspects of the program.

Facilities

Every year, second biggest investment category.

Fleet Diversification

What was once a battery electric bus program is becoming a no-low fleet diversification program

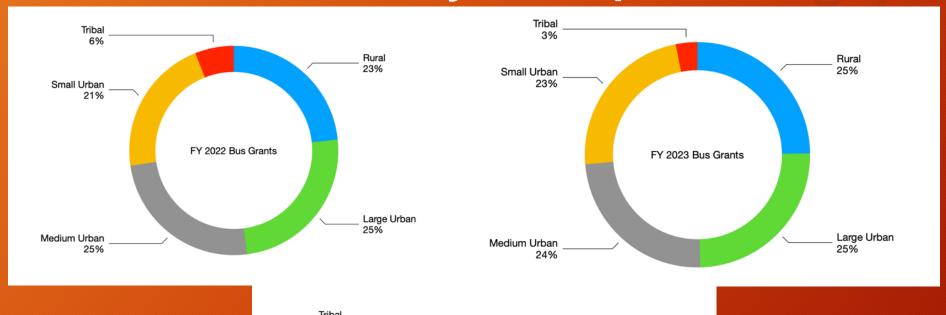


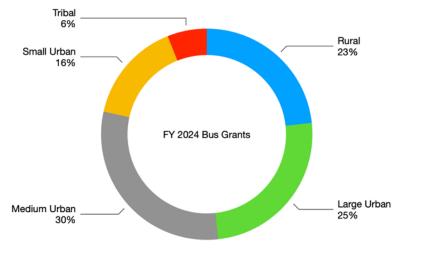
Bus Grants by Recipient

	22 Total Grants	23 Total Grants	24 Total Grants	3-Year Total
Rural	35	32	27	94
Large Urban	37	32	29	98
Medium Urban	37	31	35	103
Small Urban	32	30	18	80
Tribal	9	4	7	20



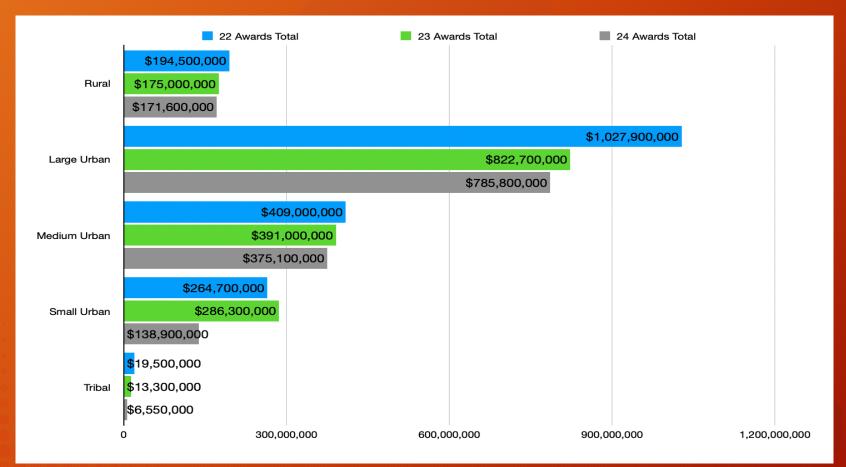
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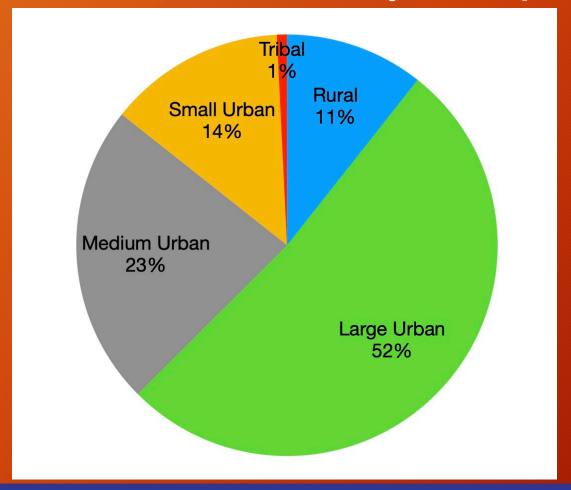


Bus Grants by Recipient





3-Year Bus Grants by Recipient





Takeaways from the FY 2024 FTA Competitive Bus Grants

Medium-Urban

Received the highest share in '24 at 30%

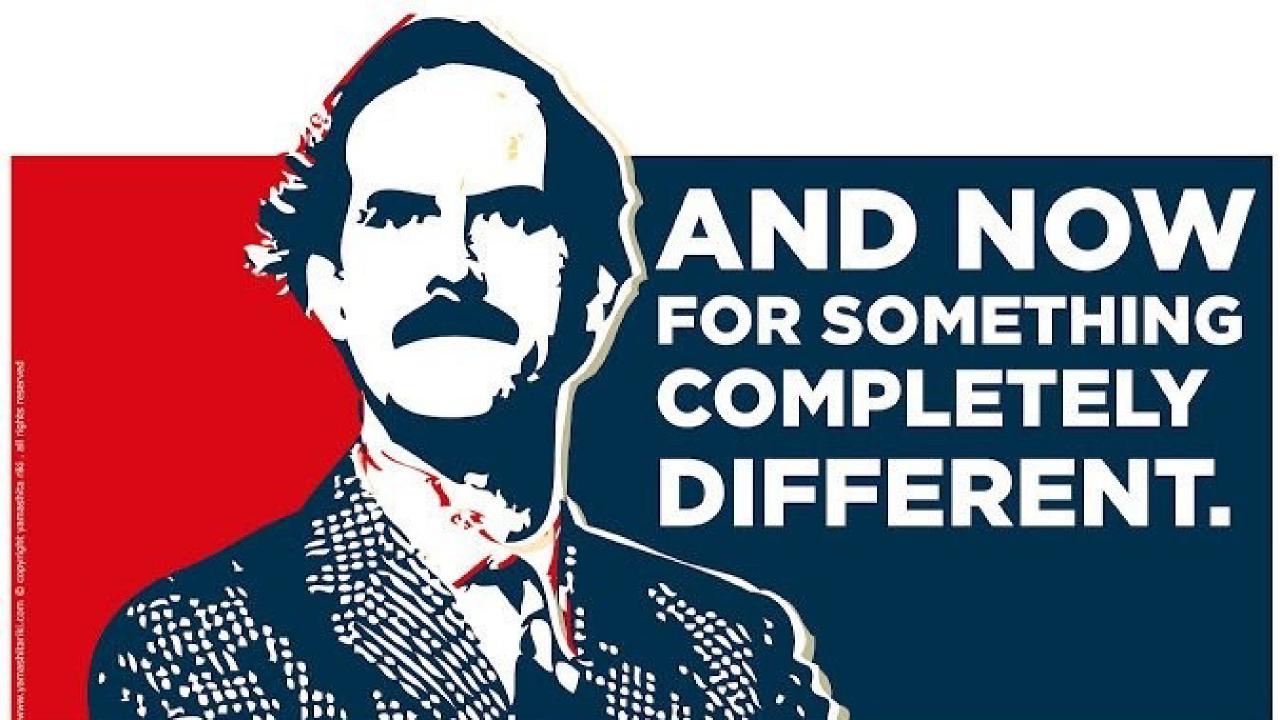
Small-Urban

Concerning drop in 2024 funding. Effect of the new priorities?

Large-Urban

Receive 25% of grants and 52% of funding.





More Money? Not The Problem

Match Flexibility: Boost federal share to at least 80% and allow both capital & operations at same level (Biden Admin wants 100%)

Vehicle Flexibility: less federal insistence on Buy America and 100% battery-electric

Drivers:

- CDL: exemption for Passenger Endorsement & better oversight of Training Provider Registry
- Drug Testing: saliva testing for marijuana + improve testing regime

Other Ideas for Reauthorization

STIC-style incentive program for rural systems

Retain all proceeds from vehicle sales

Tribal set-aside for Bus & Bus Facilities

Milage rate for volunteer drivers same as business rate

No additional data collection requirements unless others are removed

Allow real estate acquisition before environmental process

Technical assistance & incentives for charging infrastructure in small urban & rural communities

2025 T-HUD Appropriations udpate

- House bill (31-26 committee vote) cuts transit investment by \$1.3 billion (10% less than authorized in IIJA/BIL), mostly by 66% cut in Capital Investment Grants
- Senate bill (28-1 committee vote) increases funding by \$440 million & includes 100% federal share for 5310 & 5311 systems

Political forces in play

- Presidential Election
- Who Controls Congress and Which Committees?
- Don't Wait to See Who Wins: Contact Your House & Senate Offices Now!





Nominate champions for transit in your community

 Contact me at <u>rsampson@swta.org</u> for submission link



2025 SWTA ANNUAL CONFERENCE & TRANSIT EXPO

February 18-21, 2025





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