

BEFORE THE COUNCIL OF THE
METROPOLITAN SERVICE DISTRICT

| | | |
|-------------------------------------|---|---------------------------|
| FOR THE PURPOSE OF AMENDING THE |) | RESOLUTION NO. 83-411 |
| TRANSPORTATION IMPROVEMENT PROGRAM |) | |
| (TIP) TO TRANSFER URBAN MASS |) | Introduced by the Joint |
| TRANSPORTATION ADMINISTRATION |) | Policy Advisory Committee |
| (UMTA) SECTION 5 FUNDS FROM CAPITAL |) | on Transportation |
| ASSISTANCE TO OPERATING ASSISTANCE |) | |

WHEREAS, The Surface Transportation Act of 1982 provides a Section 5 allocation to the Portland region in the amount of \$5,154,000 for Operating Assistance and \$2,665,976 for Capital Assistance; and

WHEREAS, The Surface Transportation Act of 1982 allows for the transfer of Capital Assistance to Operating Assistance up to a maximum of \$6,442,000 with a penalty of one dollar transferred back to UMTA for every two dollars increase in Operating Assistance (\$644,000); and

WHEREAS, Tri-Met would like to take advantage of this provision due to declining local revenues; and

WHEREAS, If this were accomplished, C-TRAN would realize a loss of \$75,866 in Section 5 funds; now, therefore,

BE IT RESOLVED,

1. That the Metro Council endorses the following:
 - a. the transfer of \$1,288,000 from Capital Assistance to Operating Assistance for Tri-Met;
 - b. the transfer of \$644,000 of Capital Assistance back to UMTA;
 - c. the transfer of \$75,866 of Section 9A Capital Assistance from Tri-Met to C-TRAN.

2. That the TIP and its Annual Element be amended to reflect these authorizations.

3. That the Metro Council finds the project in accordance with the Regional Transportation Plan and gives affirmative A-95 Review approval.

ADOPTED by the Council of the Metropolitan Service District
this 23rd day of June, 1983.



Presiding Officer

AC/srb
8619B/349
06/10/83

CONSIDERATION OF RESOLUTION NO. 83-411 FOR THE PURPOSE OF AMENDING THE TRANSPORTATION IMPROVEMENT PROGRAM (TIP) TO TRANSFER URBAN MASS TRANSPORTATION ADMINISTRATION (UMTA) SECTION 5 FUNDS FROM CAPITAL ASSISTANCE TO OPERATING ASSISTANCE

Date: May 19, 1983

Presented by: Andrew Cotugno

FACTUAL BACKGROUND AND ANALYSIS

Recommendation

Approve this resolution increasing Tri-Met FY 83 Section 5 Operating Assistance from \$5,154,000 to \$6,442,000 (an increase of \$1,288,000) and decreasing FY 83 Section 5 Capital Assistance by \$1,932,000.

Background

In FY 82, the Section 5 allocation to the region was as follows:

FY 82 Section 5 Allocation

| | <u>Capital</u> | <u>Operating*</u> | <u>Total</u> |
|----------|--------------------|--------------------|--------------------|
| Tri-Met | \$1,927,605 | \$5,826,353 | \$7,753,958 |
| **C-TRAN | 205,203 | 615,647 | 820,850 |
| | <u>\$2,132,808</u> | <u>\$6,442,000</u> | <u>\$8,574,808</u> |

*Allocation can be used for operating or capital.

**Clark County Public Transit Benefit Area.

With the adoption of the Surface Transportation Act of 1982, the Operating Assistance program was continued, but with a 20 percent reduction resulting in a Section 5 allocation as follows:

FY 83 Section 5 Allocation

| | <u>Capital</u> | <u>Operating*</u> | <u>Total</u> |
|---------|--------------------|--------------------|--------------------|
| Tri-Met | \$2,349,052 | \$4,661,082 | \$7,010,134 |
| C-TRAN | 316,924 | 492,918 | 809,842 |
| | <u>\$2,665,976</u> | <u>\$5,154,000</u> | <u>\$7,819,976</u> |

*Allocation can be used for operating or capital.

expenditures which cannot be deferred (including the Banfield LRT and the \$76.8 million Section 3 Letter of Intent program) will place unavoidable local match demands on Tri-Met.

This action to increase federal Operating Assistance by \$1,288,000 plays a small part in relieving this burden. With this increase in federal operating support, an equivalent decrease in payroll tax support for operations will result. Since Tri-Met's critical need is for local funds for both operations and local match, this transfer is essential.

TPAC and JPACT have reviewed and approved this TIP amendment.

EXECUTIVE OFFICER'S RECOMMENDATION

The Executive Officer recommends adoption of the Resolution.

COMMITTEE CONSIDERATION AND RECOMMENDATION

On June 6, 1983, the Regional Development Committee unanimously recommended Council adoption of the attached resolution.

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06/10/83