

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
4	08/26/19	Open	Action	08/19/19

Subject: First Amendment to the Fiscal Year (FY) 2020 Capital Budget

ISSUE

Whether or not to approve the First Amendment to the Fiscal Year (FY) 2020 Capital Budget.

RECOMMENDED ACTION

Adopt Resolution 19-08-____, Approving the First Amendment to the FY20 Capital Budget.

FISCAL IMPACT

Approval of this would increase the FY20 Capital Budget by \$2,050,455 for various capital projects as outlined in Exhibit A. This action does not imply that funding is available for all projects; this decision is based upon available funding. See notes below.

DISCUSSION

SacRT's annual budgeting process includes Board adoption of a budget that reflects SacRT's expected funding at the time of preparation. Periodically, changes to funding sources, funding amounts or District priorities require revisions to the budget. Staff has identified necessary revisions as described below:

- **City of Folsom Preventive Maintenance (Q060)** – Add \$160,575 in budget authority for Folsom preventive maintenance activities that took place in FY19 and were paid for by the City of Folsom when the City was still operating the Folsom Stage Line service. This budget authority will allow the City to be reimbursed for those expenses using Federal Transit Administration (FTA) Section 5307 funds. SacRT will be the FTA Grantee for those funds and will pass them through to the City, which is why they are being added to SacRT's capital budget. An equivalent amount of FTA Section 5307 funds have already been included in SacRT's FY20 Operating Budget for Preventive Maintenance activities that took place after SacRT began operating Folsom bus service. There is available funding for this project.
- **Capital Improvements for Real Estate Development (M018)** - Add \$250,000 in budget authority to allow SacRT to spend up to this amount for capital expenditures or other real estate costs that may help staff in providing opportunities to increase development and/or attract current or future riders to existing transit sites. The funding sources could include proceeds from the sale of surplus property. As of now, no available funding has been set aside.
- **Tamper Refurbishment (R363)** – Add \$89,880 in budget authority to perform major maintenance on the track tamping alignment machine, including replacing the failed alignment computer. Out-dated computer hardware and software is hindering the proper functioning of this equipment. There is available funding for this project.

Approved:



General Manager/CEO

Presented:



VP, Finance

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
4	08/26/19	Open	Action	08/19/19

Subject: First Amendment to the Fiscal Year (FY) 2020 Capital Budget

- **Farebox-Fare Vending Machine (FVM)-Zip Pass Integration (T059)** – Add \$650,000 in budget authority to purchase and install software that will allow QR Codes to be read by the existing fareboxes on SacRT’s bus fleet, and to pay the additional fee required for SacRT’s mobile fare payment app, ZipPass, to use QR Code technology. By doing this, tickets purchased at SacRT’s new Fare Vending Machines (FVMs), which will only issue tickets with QR codes and not magnetic stripes, will be able to be read by fareboxes on the bus. Further, when passengers purchase a ticket using the ZipPass mobile fare payment app, the fare payment can be validated by the farebox on the bus, rather than relying on visual inspection by Transit Ambassadors and Bus Operators. There is available funding for \$612K of the \$650K needed for this project.
- **Bidwell Instrument House (R364)** - Add \$500,000 in budget authority to procure and install a new instrument house at the current intersection of Folsom Boulevard and Bidwell Street to replace the non-repairable instrument house which was damaged in June 2019 when it was hit by a car. SacRT will be seeking insurance proceeds from the driver of the car that damaged the instrument house. Supplemental funding will be identified as needed.
- **Citrus Heights Bus Stop Improvements (B171) and Folsom Bus Stop Improvements (B172)** – Add budget authority to spend up to \$200,000 in Citrus Heights and \$200,000 in Folsom on bus stop improvements. With SacRT’s new initiatives such as SacRT Forward and student pass discounts, there may be instances where bus stops are nonexistent or in need of enhancements. This budget authority would allow SacRT staff to spend up to this maximum amount on these types of activities as needed. Potential revenue sources for Citrus Heights could be additional TDA funds or new grants opportunities. For Folsom, the revenue resources could be prior reserves generated by the City of Folsom’s Transit fund or new grant opportunities.

Staff hereby recommends that the Board approve the First Amendment to the FY20 Capital Budget, making the changes described above and in Exhibit A.

RESOLUTION NO. 19-08- 0097

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

August 26, 2019

APPROVING THE FIRST AMENDMENT TO THE FY20 CAPITAL BUDGET

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Board approves the First Amendment to the Fiscal Year 2020 Capital Budget, as set out in Exhibit A.


PATRICK KENNEDY, Chair

ATTEST:

HENRY LI, Secretary

By: 
for Cindy Brooks, Assistant Secretary

Exhibit A: Summary of Amendment 1 changes to FY20 Capital Budget

ID	Project Name	FY20 Budget	FY20 Budget - with Amend 1	FY20 Capital Budget Change					Fund Source	
				FY19 Capital Budget Change	Federal	State	Local	TBD		
Increased FY20 Budget Request										
008C	City of Folsom Preventive Maintenance	0	160,575	160,575	160,575					FY19 Federal Transit Administration (FTA) Section 5307 funds
M016	Capital Improvements for Royal Estate Development	0	250,000	250,000	250,000			250,000		Seeking budget authority only at this time. Funding sources could include proceeds from the sale of surplus property.
R303	Camper Refurbishment	0	89,880	89,880	89,880					State Transit Assistance (STA) funds.
T059	Freelance-FVM-Zip Pass Integration	0	650,000	650,000	650,000		200,000	416,000	34,000	STA funds and proceeds that SACT recently received from a bus accident settlement.
R364	Blowell Instrument House	0	500,000	500,000	500,000				500,000	Funding source is TBD at this time. SACT will be seeking insurance proceeds from the car accident that damaged the existing instrument house. Supplemental funding will be identified as needed.
B171	Clus Heights Bus Stop Improvements	0	200,000	200,000	200,000				200,000	Seeking budget authority only at this time. Funding sources could include additional TDA funds or new grants opportunities.
B172	Folsom Bus Stop Improvement	0	200,000	200,000	200,000			200,000		Funding sources could be prior reserves generated by the City of Folsom's Transit fund or new grant opportunities.
		\$ -	\$ 2,050,455	\$ 2,050,455	\$ 160,575	\$ 289,880	\$ 616,000	\$ 984,000		

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
5	09/23/19	Open	Action	09/18/19

Subject: Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, Approve the Second Amendment to the Fiscal Year 2020 Capital Budget, and Approve the Use of District 4 Developer Fees.

ISSUE

Whether or not to delegate authority to the General Manager/CEO to award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, approve the Second Amendment to the Fiscal Year 2020, and approve the use of District 4 Developer Fees.

RECOMMENDED ACTION

- A. Adopt Resolution No. 19-09-___, Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services; and
- B. Adopt Resolution No. 19-09-___, Approve the Second Amendment to the Fiscal Year 2020 Capital Budget; and
- C. Adopt Resolution No. 19-09-___, Approve the Use of District 4 Developer Fees for UTDC Light Rail Vehicle Maintenance Support Services

FISCAL IMPACT


Budgeted:	Partially	FY 2020:	\$	726,781.33
Budget Source:	Capital	FY 2021:	\$	1,111,963.20
Funding Source:	District 4 Developer Fees and STA	FY 2022:	\$	1,145,322.10
	funds are anticipated; may change if necessary	FY 2023	\$	385,520.91
Cost Cntr/GL Acct(s) or Capital Project #:	910800 R353	Total Amount:	\$	3,369,576*
Total Budget:	\$5,604,817**			

* Contract is for a six month period with 5 six month options. Only the first six months, up to \$600,000, is to be funded at this time.

**R353 current project budget authority is \$2,235,240. Budget authority to be increased to \$5,604,817 required for the six month contract plus the 5 six month options.

DISCUSSION

The UTDC Light Rail Vehicles (LRVs) are a critical part of the fleet management plan and are needed to free up CAF LRVs to start the mid-life overhaul and for increasing repairs to the

Approved: 
General Manager/CEO

Presented: 
VP, Operations

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
5	09/23/19	Open	Action	09/18/19

Subject: Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, approve the Second Amendment to the Fiscal Year 2020, and approve the use of District 4 Developer Fees.

aging Siemens fleet of U2As. On June 10, 2019, the Board authorized sole source, 4-month term contract with Siemens Mobility, Inc. (Siemens) to provide maintenance support on the UTDC LRVs. That contract was executed on July 8, 2019 and will expire on November 7, 2019. The short-term contract was put in place while the Request For Proposal (RFP) process is taking place to select a vendor to provide longer-term maintenance services. An RFP was released on September 3, 2019 using SacRT's Procurement software, PlanetBids, and proposals are due on September 24, 2019. SacRT intends to award a Contract to the Proposer who offers the proposal, determined by SacRT, as the most advantageous to SacRT. The initial contract term will be for six months, with five six-month options for SacRT to extend. Depending on SacRT staffing levels and vehicle maintenance issues, there may be a need for these services beyond this three-year period, at which point another competitive solicitation would be undertaken.

It is important to have the ability to award a new contract prior to November 7, 2019 to avoid a gap in maintenance services. If a vendor other than Siemens is awarded the contract, time will be needed for mobilization and training. Delaying award by the Board of Directors until proposals are received and the evaluation process is complete could result in a break in services. At this time, because proposals have not yet been received, the dollar value of the 1-year contract is not known. Extrapolating the pricing that was offered by Siemens for the 4-month contract, the estimated cost would be approximately \$545,080 for a six-month term, but could be higher. To account for potentially higher proposals, Staff is recommending that the General Manager have authority to award a contract up to \$600,000.

The current budget authority for Project R353 – UTDC LRV Fleet Improvements is \$2,235,240. An increase of \$3,369,576 is needed to accommodate the execution of the six-month contract and 5 six-month options.

As SacRT's main priority is to provide uninterrupted service to passengers, it is imperative that necessary UTDC LRV fleet improvements are performed. Staff would like to request use of District 4 (South Sacramento/Vineyard) Developer Fees to partially fund the 6-month contract. In March 2017, the Board approved an Memorandum of Understanding between the County of Sacramento, the City of Rancho Cordova and Sacramento Regional Transit that approved the used of \$1,934,853 of District 4 fees for the UTDC Light Rail Vehicle Rehabilitation. There is a current unassigned balance of \$503,373 in District 4 Developer Fees. The MOU states the Board may allocate additional District 4 fees for a project that has "a reasonable nexus between the proposed expenditures and the source of the funds (i.e., Fee District)". Staff requests Board approval to allocate the unassigned \$503,373 balance to Project R353 – UTDC LRV Fleet Improvements, continuing the purpose of the original MOU allocation.

Staff recommends that the Board approve an increase in the budget authority and the use of unassigned District 4 Developer Fees for Project R353 – UTDC LRV Fleet. Staff further recommends that the Board delegate authority to the General Manager/CEO to award a

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
5	09/23/19	Open	Action	09/18/19

Subject: Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, approve the Second Amendment to the Fiscal Year 2020, and approve the use of District 4 Developer Fees.

Contract for UTDC Light Rail Vehicle Maintenance Support Services to the Proposer whose proposal is the most advantageous to SacRT for an amount not to exceed \$600,000.

RESOLUTION NO. 19-09- 0103

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

September 23, 2019

APPROVE THE SECOND AMENDMENT TO THE FISCAL YEAR 2020 CAPITAL BUDGET

BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Board approves the second amendment to the FY 2020 Capital Budget to increase the Capital Budget for Project R353 – UTDC LRV Fleet Improvements by \$3,369,576.


PATRICK KENNEDY, Chair

ATTEST:

HENRY LI, Secretary

By: 
Cindy Brooks, Assistant Secretary

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
6	10/07/19	Open	Action	09/30/19

Subject: Third Amendment to the Fiscal Year (FY) 2020 Capital Budget, Repealing Resolution No. 19-09-0105, and authorizing and directing the General Manager/CEO to provide "Notice of Termination for Convenience" to Paratransit, Inc. regarding the current "ADA Paratransit Service Agreement," and to operate ADA paratransit service in-house effective on or about March 29, 2020.

ISSUE

Whether or not to approve the Third Amendment to the Fiscal Year (FY) 2020 Capital Budget and provide notice of termination for convenience to Paratransit, Inc. and operate the ADA paratransit service in-house effective on or about March 29, 2020.

RECOMMENDED ACTIONS

- A. Adopt Resolution 19-10-____, Approving the Third Amendment to the Fiscal Year 2020 Capital Budget; and
- B. Adopt Resolution No. 19-10-____, Repealing Resolution No. 19-09-0105, and Authorizing the General Manager/CEO to Provide "Notice of Termination for Convenience" to Paratransit, Inc. Regarding the Current "ADA Paratransit Service Agreement", and Operate ADA Paratransit Service In House effective on or about March 29, 2020.


FISCAL IMPACT


Approval of this would increase the FY20 Capital Budget by \$2,074,986 for various capital projects as outlined in Exhibit A. This action simply approves the capital project budget. Funding for project T060 is secured by a Federal Transit Security Grant and project P011 is temporarily funded with FY20 anticipated operating surplus. See notes below.

DISCUSSION

SacRT's annual budgeting process includes Board adoption of a budget that reflects SacRT's expected funding and projects at the time of preparation. Periodically, changes to funding sources, funding amounts or District priorities require revisions to the budget. Staff has identified necessary revisions as described below:

- **Anti-Terrorism Directed Surge Patrols (T060)** – Add \$74,986 for a new grant-funded project in the capital budget. SacRT was awarded \$74,986 from the Federal 2019 Transit Security Grant Program for Anti-Terrorism Directed Surge Patrols (Overtime Patrols). There is no local match requirement, so the available grant funding will fully fund the project.
- **Paratransit Service Start-Up Costs (P011)** – Add \$2,000,000 in budget authority. The amount is an estimate based on an operational needs assessment. If after implementation,

Approved: 
 General Manager/CEO

Presented: 
 VP, Finance/CEO

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
6	10/07/19	Open	Action	09/30/19

Subject: Third Amendment to the Fiscal Year (FY) 2020 Capital Budget, Repealing Resolution No. 19-09-0105, and authorizing and directing the General Manager/CEO to provide "Notice of Termination for Convenience" to Paratransit, Inc. regarding the current "ADA Paratransit Service Agreement," and to operate ADA paratransit service in-house effective on or about March 29, 2020.

the costs come in less, the budget will be reduced. On September 23, 2019, the SacRT Board of Directors approved the termination of the contract with Paratransit Inc. (PI) to provide SacRT's mandatory paratransit/ADA service. SacRT has made the decision to bring that service in house, which means that SacRT will incur start up costs, estimated at \$2 million, to perform the following tasks (list is not exhaustive): Procure dispatching software system, IT systems configuration and integration, fencing, facility procurement, lot repairs, communications systems, bus modifications, and other tasks as deemed necessary by Staff.

ADA Paratransit Service Transition Date – The Board authorized the General Manager/CEO to terminate the ADA paratransit service Agreement with Paratransit, Inc. and operate ADA paratransit service in-house, effective April 1, 2020 at the September 23, 2019 meeting. In subsequent discussions between SacRT and Paratransit, Inc. the parties agreed that it would be in our customer's best interest to transition service on a weekend, rather than in the middle of the week. Transitioning ADA paratransit service on or about March 29th, instead of April 1st, allows more flexibility in not starting out on what is historically the highest ridership/administrative call day of the month, along with allowing both agencies more use of the hours Friday evening and Saturday to work on the transition of assets making the transition smooth and being less impactful on our ADA paratransit clients.

FY 2020 Capital Budget Summary

Action	Total FY20 Budget Request	Amendment Amount	Detail
Adopted FY 2020 Capital Budget – June 10	\$231,386,630		
Amendment 1 – August 26	\$233,437,085	\$2,050,455	Added \$1.4 million for critical maintenance and state of good repair projects (\$0.5 million of which may be reimbursed by insurance proceeds), \$0.4 million in budget authority for bus stop enhancements that may be eligible for new revenue streams, and \$0.2 million in budget authority for potential real estate development projects.
Amendment 2 – September 23	\$236,806,661	\$3,369,576	Increase budget for Maintenance Services for the UTDC Light Rail Vehicle Fleet (one six-month contract plus five six-month options).
Amendment 3 – October 7	\$238,881,647	\$2,074,986	See above and Exhibit A for details.

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
6	10/07/19	Open	Action	09/30/19

Subject: Third Amendment to the Fiscal Year (FY) 2020 Capital Budget, Repealing Resolution No. 19-09-0105, and authorizing and directing the General Manager/CEO to provide "Notice of Termination for Convenience" to Paratransit, Inc. regarding the current "ADA Paratransit Service Agreement," and to operate ADA paratransit service in-house effective on or about March 29, 2020.

Staff hereby recommends that the Board approve the Third Amendment to the FY20 Capital Budget, making the changes described above and in Exhibit A, repealing Resolution No. 19-09-0105, and authorizing and directing the General Manager/CEO to provide "Notice of Termination for Convenience" to Paratransit, Inc. regarding the current "ADA Paratransit Service Agreement," and to operate ADA paratransit service in-house effective on or about March 29, 2020.

RESOLUTION NO. 19-10- 0111

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

October 7, 2019

**APPROVING THE THIRD AMENDMENT TO THE FISCAL YEAR 2020 CAPITAL
BUDGET**

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Board approves the Third Amendment to the Fiscal Year 2020 Capital Budget, as set out in Exhibit A.


PATRICK KENNEDY, Chair

ATTEST:

HENRY LI, Secretary

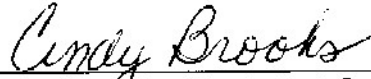
By: 
Cindy Brooks, Assistant Secretary

Exhibit A: Summary of Amendment 3 changes to FY20 Capital Budget

ID	Project Name	FY20 Capital Budget Change						Fund Source	
		FY20 Budget Through Amend 2	FY20 Budget - with Amend 3	FY20 Capital Budget Change	Federal	State	Local		TBD
Increased FY20 Budget Request									
T060	Anti-Terrorism Directed Surge Patrols	0	74,986	74,986	74,986				FY19 Homeland Security Federal Emergency Management Agency (FEMA) Transit Security Grant Program (TSGP)
P011	Paratransit Service Start-Up Costs	0	2,000,000	2,000,000			2,000,000		SacRT will utilize current year operating surplus to fund the project with the expectation that the 4.5% TDA allocation currently going to PI will be redirected to SacRT.
		\$ -	\$ 2,074,986	\$ 2,074,986	\$ 74,986	\$ -	\$ -	\$ 2,000,000	



**Regional
Transit**

STAFF REPORT

DATE: March 9, 2020

TO: Sacramento Regional Transit Board of Directors

FROM: Jason Johnson, Director, OMB

SUBJ: APPROVING THE FOURTH AMENDMENT TO THE FISCAL YEAR (FY) 2020 CAPITAL BUDGET

RECOMMENDATION

Adopt the Attached Resolution.

RESULT OF RECOMMENDED ACTION

Approves Amendment 4 to the FY 2020 Capital Budget.

FISCAL IMPACT

Approval would increase the FY20 Capital Budget by \$2,043,896 for various capital projects as outlined in Exhibit A. This action does not imply that funding is available for all projects; this decision is based upon available funding. See notes below.

DISCUSSION

SacRT's annual budgeting process includes Board adoption of a budget that reflects SacRT's expected funding at the time of preparation. Periodically, changes to funding sources, funding amounts, or District priorities require revisions to the budget. Staff has identified necessary revisions as described below:

- **Light Rail Crossing Enhancements (R010)** – Increase the budget authority on the project by \$193,896 to \$1,236,612 to replace gate mechanisms that are beyond their service life at SacRT's existing grade crossings. Staff has identified funding for some of the gate mechanism replacements, but this budget increase would allow for the replacement of all gate mechanisms that are beyond their useful life. This amount provides budget authority only. Staff will work to identify funding to complete gate mechanism replacements.
- **IT Disaster Recovery (T062)** – Add \$350,000 in budget authority for a new project to help SacRT's Information Technology Department (IT) to maintain service in the event of an emergency. The first phase of this project is to increase runtime on SacRT's Uninterruptable Power Supply (UPS) equipment to prevent critical services from being taken offline in the event of an emergency (e.g., power outage, sustained power fluctuation). This amount provides budget authority only. Staff is working to identify funding for this project. Partial funding may be available using State Transit Assistance (STA) savings from other capital projects.

- **Yolobus Causeway Connection Operations (Q061)** – Add \$1.5 million to support Yolobus' Causeway Connection operations for three years. This is Yolobus' share of the \$3 million in Causeway Connection operations funding that was awarded to SacRT and Yolobus by SACOG in the 2018 Regional Funding Program round. SacRT will be administering the full \$3 million in Congestion Mitigation and Air Quality (CMAQ) funds that were awarded and will be passing through Yolobus' \$1.5 million share via a subrecipient agreement.

Staff hereby recommends that the Board approve the Fourth Amendment to the FY20 Capital Budget, making the changes described above and in Exhibit A.

RESOLUTION NO. 20-03-0009

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

March 9, 2020

**APPROVING THE FOURTH AMENDMENT TO THE FISCAL YEAR (FY) 2020
CAPITAL BUDGET**

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Board hereby approves the Fourth Amendment to the Fiscal Year 2020 Capital Budget, as set out in Exhibit A.



STEVE HANSEN, Chair

ATTEST:

HENRY LI, Secretary

By: 

Cindy Brooks, Assistant Secretary

Exhibit A: Summary of Amendment 4 changes to FY20 Capital Budget

ID	Project Name	FY20 Budget Through Amend 3	FY20 Budget - with Amend 4	FY20 Capital Budget Change					Fund Source
				FY20 Capital Budget Change	Federal	State	Local	TBD	
R010	Light Rail Crossing Enhancements	1,042,716	1,235,512	193,896	0	0	0	193,896	TBD.
T062	IT Disaster Recovery	0	350,000	350,000	0	0	0	350,000	TBD. Partial funding may be available using State Transit Assistance (STA) savings from other capital projects.
Q061	Yolobus Causeway Connection Ops	0	1,500,000	1,500,000	1,500,000	0	0	0	SACOG 2018 Regional Program (CMAQ) funds.
		\$ 1,042,716	\$ 3,086,612	\$ 2,043,896	\$ 1,500,000	\$ -	\$ -	\$ 543,896	



**Regional
Transit**

STAFF REPORT

DATE: May 11, 2020
TO: Sacramento Regional Transit Board of Directors
FROM: Jason Johnson, Director, Office of Management and Budget
SUBJ: APPROVING THE FIFTH AMENDMENT TO THE FISCAL YEAR (FY)
 2020 CAPITAL BUDGET

RECOMMENDATION

Adopt the Attached Resolution.

RESULT OF RECOMMENDED ACTION

Approves Amendment 5 to the FY 2020 Capital Budget.

FISCAL IMPACT

Approval would increase the FY20 Capital Budget by \$5,921,301 for various capital projects as outlined in Exhibit A. This action does not imply that funding is available for all projects; this decision is based upon available funding. See notes below.

DISCUSSION

SacRT's annual budgeting process includes Board adoption of a budget that reflects SacRT's expected funding at the time of preparation. Periodically, changes to funding sources, funding amounts, or District priorities require revisions to the budget. Staff has identified necessary revisions as described below:

- **FY20 5307/5339 El Dorado Transit Preventive Maintenance Commuter Routes (Q062)** – Add \$339,296 in budget authority to allow SacRT to serve as the pass-through entity for El Dorado Transit's "earned share" portion of the region's FY20 FTA Section 5307/5339 funds, as determined by the Sacramento Area Council of Governments (SACOG). SacRT will administer the Federal Transit Administration (FTA) grant and pass the funds through to El Dorado Transit via a subrecipient agreement.
- **El Dorado Transit COVID-19 Related Activities (Q063)** – Add \$950,866 in budget authority to allow SacRT to serve as the pass-through entity for El Dorado Transit's share of the region's federal CARES Act funds, as determined by SACOG. SacRT will administer the FTA grant and will pass the funds through to El Dorado Transit via a subrecipient agreement.
- **Paratransit, Inc. COVID-19 Related Activities (Q064)** – Add \$4,000,000 in budget authority to allow SacRT to serve as the pass-through entity for providing funding to Paratransit Inc. for an agreed upon share of the region's federal

CARES Act transportation funds. SacRT will administer the FTA grant and will pass the funds through to Paratransit, Inc. via a subrecipient agreement.

- **Overtime Patrols** – Add \$231,014 in budget authority to allow SacRT staff to pursue competitive grant funds from FEMA's FY20 Transit Security Grant Program (TSGP) for anti-terrorism directed surge patrols. There is no match requirement for the TSGP grant program, so if awarded, this project will be fully funded by the grant.
- **Cybersecurity Assessment** – Add \$400,125 in budget authority to allow SacRT staff to pursue competitive grant funds from FEMA's FY20 Transit Security Grant Program (TSGP) for a cybersecurity assessment. There is no match requirement for the TSGP grant program, so if awarded, this project will be fully funded by the grant.

Staff hereby recommends that the Board approve the Fifth Amendment to the FY20 Capital Budget, making the changes described above and in Exhibit A.

RESOLUTION NO. 20-05-0033

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

May 11, 2020

APPROVING THE FIFTH AMENDMENT TO THE FISCAL YEAR (FY) 2020 CAPITAL BUDGET

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

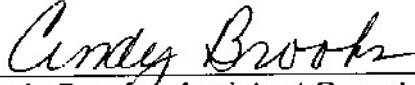
THAT, the Board hereby approves the Fifth Amendment to the Fiscal Year 2020 Capital Budget, as set out in Exhibit A.



STEVE HANSEN, Chair

ATTEST:

HENRY LI, Secretary

By: 

Cindy Brooks, Assistant Secretary

Exhibit A: Summary of Amendment 5 changes to FY20 Capital Budget

ID	Project Name	FY20 Budget Through Amend 4	FY20 Budget with Amend 5	FY20 Capital Budget Change				TBD	Fund Source
				FY20 Capital Budget Change	Federal	State	Local		
Q062	FY20 5307/5339 El Dorado Transit Preventive Maintenance Commuter Routes	0	339,296	339,296	339,296	0	0	0	FY20 FTA Section 5307/5339 funds
Q063	El Dorado Transit COVID-19 Related Activities	0	950,866	950,866	950,866	0	0	0	Federal CARES Act Funds
Q064	Paratransit, Inc COVID-19 Related Activities	0	4,000,000	4,000,000	4,000,000	0	0	0	Federal CARES Act Funds
T064	Overtime Patrols	0	231,014	231,014	231,014	0	0	231,014	Staff will be pursuing competitive grant funds from FEMA's FY20 Transit Security Grant Program (TSGP)
T065	Cybersecurity Assessment	0	400,125	400,125	400,125	0	0	400,125	Staff will be pursuing competitive grant funds from FEMA's FY20 Transit Security Grant Program (TSGP)
		\$ -	\$ 5,921,301	\$ 5,921,301	\$ 5,290,162	\$ -	\$ -	\$ 631,139	

STAFF REPORT

DATE: June 8, 2020
TO: Sacramento Regional Transit Board of Directors
FROM: Jason Johnson, Director, Office of Management and Budget
SUBJ: APPROVING THE SIXTH AMENDMENT TO THE FISCAL YEAR (FY)
2020 CAPITAL BUDGET

RECOMMENDATION

Adopt the Attached Resolution.

RESULT OF RECOMMENDED ACTION

Approves Amendment 6 to the FY 2020 Capital Budget.

Accepts Notification of General Manager (GM)-Authorized Adjustments Made to FY 2020 Capital Budget During Fiscal Year 2020.

FISCAL IMPACT

Approval of Amendment 6 to the FY 2020 Capital Budget would increase the FY 2020 Capital Budget by ~~\$83,062,158~~ 84,440,303 for ~~two~~ three capital projects as detailed in Exhibit A. This action does not imply that funding is available for all projects; this decision is based upon available funding. See notes below.

Any impacts to the FY 2020 Capital Budget that were the result of GM-authorized adjustments have already taken place. This item simply fulfills the requirement to notify the Board of adjustments to the Capital Budget under the GM's authority.

DISCUSSION

Sixth Amendment to FY 2020 Capital Budget

SacRT's annual budgeting process includes Board adoption of a budget that reflects SacRT's expected funding at the time of preparation. Periodically, changes to funding sources, funding amounts, or District priorities require revisions to the budget. Staff has identified necessary revisions as described below:

- **Light Rail Wheel Truing Machine (R362)** – This project currently has a Board-approved budget of \$3.4M for an in-floor wheel truing machine to replace the existing in-floor wheel truing machine that is beyond its useful life and cannot true UTDC tires or the new Siemens S700 tires. This amendment will increase the Wheel Truing Machine budget by \$831,881 to make it a two phased project:

- Phase 1: Above the Ground Machine \$831,881
- Phase 2: In-Floor Wheel Truing Machine \$3.4M

SacRT does not have adequate funding to move forward with the Phase 2 in-floor solution at this time, so is seeking a near-term solution that can be used to true the tires on the new low-floor Siemens S700 vehicles as soon as they arrive, and can be used immediately to true UTDC tires in-house, which will mitigate the cost and time associated with having those tires removed and shipped to an outside contractor for truing. Being able to true more tires in-house will help with mitigation/noise reduction, help maintain more vehicles in service, improve traction and breaking, and improve the quality of the customer ride.

The Above the Ground machine will continue to be used after the Phase 2 In-Floor Wheel Truing project is complete. It can be used as backup and/or used to expand SacRT's wheel truing capacity. Staff will seek permission from the Sacramento Area Council of Governments (SACOG) and Caltrans to use \$832K in previously unused Proposition 1B Public Transportation Modernization, Improvement, and Service Enhancement Account (PTMISEA) funds for the above the ground machine.

- **CAF Fleet Midlife Component Overhaul (R125)** – Numerous major subsystems on the CAF light rail vehicle fleet must be returned to the factory service centers authorized for tear down, inspection and to be repaired, as necessary, at the 450,000 - 500,000-mile interval. This scheduled maintenance will ensure continued service reliability and availability. The 40 CAF vehicles in SacRT's light rail fleet reached midlife beginning in 2018. The actual mileage on the CAF vehicles is greater than anticipated due to increased service demands. The CAF fleet currently averages almost 900,000 miles per LRV. The highest mileage is over 1 million miles.

This project currently has a Board-approved budget of \$24M. This budget was authorized in FY20 to allow SacRT staff to begin to seek funding for this major overhaul project, but it was always known that the cost to overhaul the entire 40-vehicle CAF light rail vehicle fleet would be significantly higher than \$24M. Light Rail staff has performed a thorough analysis of all of the major subsystems of the CAF fleet, and prepared detailed cost estimates for subsystem. The total estimate for all subsystems is as follows:

- Subsystem Cost: \$106,001,189 (for 40 LRVs)
- SacRT Labor: \$229,088
- Total Estimate \$106,230,277

This amendment will increase the budget by \$82,230,277 to \$106,230,277, to allow staff to seek funding for the entire amount needed for the CAF Fleet midlife component overhaul.

- **Folsom Cut-a-Way Vehicle Replacement (B175)** - *The current six cutaways being used in Folsom are over six years old and beyond useful service life. Ownership of these vehicles was transferred from the City of Folsom to SacRT when Folsom annexed in 2019. SacRT needs to replace and increase this fleet to improve service reliability and on-time performance. The service needs have*

increased and justifies the expansion from six to eight cutaways. The two additional vehicles will increase reliability and allow an additional vehicle on the Route 10, which routinely runs behind schedule. The reliability will increase with the replacement of the older Chevrolet E4500 vehicles with Ford F550s. This will standardize the SacRT fleet and decrease the need for additional parts stocking, as SacRT currently uses the Ford F550 in the Community Bus and SmaRT Ride services.

This project currently has no Board approved budget, however SacRT has funding from the City of Folsom to move this project forward and fund the purchase of the (8) new cut-a-way vehicles.

- *Subsystem Cost: \$1,353,145 (for 8 cut-a-ways)*
- *SacRT Labor: \$25,000*
- *Total Estimate: \$1,378,145*

Adjustments to the FY 2020 Capital Budget

Pursuant to Section 6.2.1.3 of Title VI of SacRT's Administrative Code, with this Staff Report, SacRT staff is reporting prior GM-authorized adjustments that have been made to the FY 2020 Capital Budget, as detailed in Attachment 1 – Summary of GM-Authorized Adjustments to FY 2020 Capital Budget.

Staff hereby recommends that the Board approve the Sixth Amendment to the FY20 Capital Budget, making the changes described above and in Exhibit A, and accept Notification of GM-Authorized Adjustments to FY 2020 Capital Budget as detailed in Attachment 1.

Attachment 1 - Summary of GM-Authorized Adjustments to FY 2020 Capital Budget
 Consistent with Section 6.2.1.3 of the SacRT Administrative Code related to Budget Procedures

ID	Project Name	Administrative Adjustment			FY20 Budget with Admin Adjustment
		FY20 Budget without Admin Adjustment	Amount	Percent	
Increase to FY20 Budget Amount					
M011	Cemo Circle Environmental	845,000	16,000	2%	861,000
Increase to FY20 Budget Amount due to Accrual of Interest on State Grant Funds					
H021	Enhancement of Emergency Power Generation	582,298	871	0%	583,169
T018	P/Q Lot Badge Access	144,904	2,510	2%	147,414
T022	Handheld Smart Card Reader	118,726	1,729	1%	120,455
T025	Surveillance and Security Facilities Enhancement	266,127	2,536	1%	268,663
T051	Telephone System Replacement	319,447	756	0%	320,203
T052	Track Warrant Controlled Access System	195,168	3,617	2%	198,785
T054	Upgrade Security/Systems/Comm. Infrastructure	417,900	432	0%	418,332
M009	Radio Communications System Upgrade	2,143,123	5,951	0%	2,149,074
FY20 Budget amount split out from project and/or moved onto another project					
F021	Facilities Maintenance and Improvements	400,000	(88,383)		311,617
F020	HVAC Replacements - Admin & Maint Buildings	40,625	54,700	0%	95,325
B153	BMF1 Remediation	120,000	33,683		153,683
B100	Existing Bus Fleet Replacement (2020 - 2035)	21,999,000	(21,999,000)	0%	0
B170	CNG Tank Replacements - 2006 Orion Buses	0	370,000		370,000
B173	40-ft CNG Bus Replacement (91 Orion Buses)		21,629,000		21,629,000
R400	Light Rail State of Good Repair Maintenance	450,000	(450,000)		0
G238	Biennial Bridge Inspections / Repairs	201,873	50,000	0%	251,873
R010	Light Rail Crossing Enhanc. - 65th Street & Gate Mechanisms	592,716	400,000		992,716
M018	Capital Improvements for Real Estate Development	250,000	(250,000)	0%	0
M011	Cemo Circle Environmental	595,000	250,000		845,000

RESOLUTION NO. 20-06-0050

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

June 8, 2020

APPROVING THE SIXTH AMENDMENT TO THE FISCAL YEAR (FY) 2020 CAPITAL BUDGET

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Board hereby approves the Sixth Amendment to the Fiscal Year 2020 Capital Budget, as set out in Exhibit A.



STEVE HANSEN, Chair

ATTEST:

HENRY LI, Secretary

By: 

Cindy Brooks, Assistant Secretary

Exhibit A: Summary of Amendment 6 changes to FY20 Capital Budget

ID	Project Name	FY20 Budget Through Amend 5	FY20 Budget - with Amend 6	FY20 Capital Budget Change	FY20 Capital Budget Change				TBD	Fund Source
					Federal	State	Local			
B775	Folsom Service Cut-a-Way Replacement	\$0	\$1,378,145	\$1,378,145	\$ -	\$ -	\$ 1,378,145			City of Folsom annexation funding
R362	Light Rail Wheel Truing Machine	\$ 3,400,000	\$ 4,231,881	\$ 831,881	\$ -	\$ -	\$ -	\$ 831,881	\$ 831,881	TBD. Staff is seeking permission from SACOG and Caltrans to use of previously unused Prop 1B PTMISEA funds
R425	CAF Fleet Midlife Component Overhaul	\$ 24,300,000	\$ 166,230,277	\$ 82,230,277	\$ -	\$ -	\$ -	\$ 82,230,277	\$ 82,230,277	TBD. Staff will be pursuing funding opportunities.
		\$ 27,400,000	\$ 111,840,303	\$ 84,440,303	\$ -	\$ -	\$ 1,378,145	\$ 83,062,158	\$ 83,062,158	