

**Metropolitan Transportation Commission  
Programming and Allocations Committee**

**April 13, 2011**

**Item Number 2j**

**Resolution Nos. 3955, Revised and 3956, Revised**

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**Subject:** Revision to Regional Measure 2 (RM2) Operating Assistance Program for FY2010-11 and allocation of \$5.5 million in RM2 funds for Clipper Operations.

**Background:** This action proposes to reprogram RM2 funds that are not anticipated to be spent in FY2010-11. The reprogrammed funds will be allocated to MTC for Clipper operating costs through June 2011 in lieu of a portion of more flexible State Transit Assistance (STA) funds allocated to Clipper in February 2011. This is a strategic decision to take advantage of RM2 operating funding capacity in FY2010-11. With WETA poised to take over existing ferry services and begin service in South San Francisco, it may be more difficult in future years for MTC to access the remaining balance of the \$20 million in RM2 operating funds for Clipper operations without hitting the RM2 statutory operating limit. Staff expects to fully spend the \$5.5 million of RM2 operating; any unspent STA funds will be allowed to expire and return to MTC's Regional Coordination Program for reallocation to Clipper in a future year.

**Issues:** None

**Recommendation:** Refer MTC Resolution Nos. 3955, Revised and 3956, Revised to the Commission for approval.

**Attachments:** MTC Resolution Nos. 3955, Revised and 3956, Revised

Date: May 26, 2010  
W.I.: 1255  
Referred by: PAC  
Revised: 06/23/10-C  
04/27/11-C

ABSTRACT

Resolution No. 3955, Revised

This resolution adopts the Regional Measure 2 (RM2) Operating Assistance Program for FY2010-11.

This resolution was revised on June 23, 2010 to include program set-aside amounts for RM2 Marketing and Clipper Launch activities, totaling \$2,285,000, and to correct for a CCCTA route that was omitted in error as well as the placement of a CCCTA route between the Express Bus South and Express Bus North categories.

This resolution was revised on April 27, 2011 to increase the set-aside funds for Clipper operations by \$5.5 million.

Further discussion of this action is contained in the Programming and Allocations Committee Summary Sheets dated May 12, 2010, June 9, 2010 and April 27, 2011.

**FY 2010-11 RM-2 Operating Assistance Program -- Streets and Highways Code 30914(d)**

| Project #  | Project Name                                       | Operator                 | Route   | Programmed (1)    | Notes |
|--|--|--------------------------|---|-------------------|-------|
| 1  | Richmond Bridge Express Bus                        | Golden Gate Transit      | Route 40  | <b>2,195,925</b>  |       |
| 2  | Napa VINE Service                                  | NCTPA                    | Vallejo Intermodal Express Bus                                    | <b>390,000</b>    |       |
| 3  | Express Bus North                                  | Vallejo                  | Route 78  | 510,226           |       |
|  |  | Vallejo                  | Route 80  | 511,873           |       |
|  |  | Vallejo                  | Route 85  | 201,741           |       |
|  |  | CCCTA(2)                 | Route 980   | 414,090           |       |
|  |  | ECCTA                    | Route 300   | 531,835           |       |
|  |  | Fairfield/Suisun Transit | Route 40  | 184,072           |       |
|  |  | Fairfield/Suisun Transit | Route 90  | 526,963           |       |
|  |  | Golden Gate Transit      | Route 72  | 151,264           |       |
|  |  | Golden Gate Transit      | Route 101   | 145,339           |       |
|  |  | WestCat                  | Route 30Z/JPX   | 249,294           |       |
|  |  |                          | <b>Total</b>  | <b>3,426,698</b>  |       |
| 4  | Express Bus South                                  | AC Transit               | Route F   | 890,865           |       |
|  |  | AC Transit               | Route LA  | 146,761           |       |
|  |  | AC Transit               | Route NL/BA   | 2,678,379         |       |
|  |  | AC Transit               | Route NX1   | 91,779            |       |
|  |  | AC Transit               | Route NX2   | 88,191            |       |
|  |  | AC Transit               | Route O   | 779,077           |       |
|  |  | AC Transit               | Route P   | 385,034           |       |
|  |  | AC Transit               | Route U - Dumbarton Corridor                                      | 311,238           |       |
|  |  | AC Transit               | Route W   | 56,580            |       |
|  |  | CCCTA                    | Route 96X   | 145,339           |       |
|  |  | LAVTA                    | Route 10  | 580,836           |       |
|  |  | LAVTA                    | Route 10  | (190,418)         | (5)   |
|  |  | WestCat                  | Hercules LYNX/JX  | 317,950           |       |
|  |  |                          | <b>Total</b>  | <b>6,281,611</b>  |       |
| 6  | Ferry Service                                      | WETA                     | Operations  | 15,300,000        |       |
|  |  | WETA                     | Operations  | (2,847,019)       | (5)   |
|  |  |                          | <b>Total</b>  | <b>12,452,981</b> |       |
| 7  | Owl Service  | AC Transit               | Route 800   | 665,771           |       |
|  |  | AC Transit               | Route 801   | 667,852           |       |
|  |  | MUNI                     | Route 14  | 187,501           |       |
|  |  | SamTrans                 | Route 397   | 305,876           |       |
|  |  |                          | <b>Total</b>  | <b>1,827,000</b>  |       |
| 8  | MUNI Metro 3rd Street                              | SF MUNI                  | Metro 3rd Street extension  | <b>2,500,000</b>  |       |
| 9  | AC Transit Rapid Bus Corridor                      | AC Transit               | Enhanced Bus Service in the Berkeley/Oakland/San Leandro Corridor | <b>3,000,000</b>  |       |
| 10   | Clipper  | MTC                      | Operations  | 1,400,000         |       |
|  |  | MTC                      | Operations  | 5,525,785         | (5)   |
|  |  |                          | <b>Total</b>  | <b>6,925,785</b>  |       |
| 11   | WETA planning                                      | WETA                     | Planning and operations   | <b>3,000,000</b>  |       |
|  |  |                          | <b>Grand Total</b>  | <b>42,000,000</b> |       |
| <b>RM2 / Clipper® Marketing Assistance Program (3)</b> |  |                          |   |                   |       |
| N/A  | RM2 Marketing                                      | MTC                      | Operating / Capital Projects                                      | <b>550,000</b>    | (4)   |
|  | Clipper® Launch (public outreach, fare incentives) | MTC                      | AC Transit & Other Operators                                      | <b>1,735,000</b>  | (4)   |
|  |  |                          | <b>Total</b>  | <b>2,285,000</b>  |       |

- Notes:
- The amounts listed reflect the RM-2 base subsidy, with certain projects subject to a 1.5% annual escalation rate through FY 2007-08. Escalation was suspended starting in FY 2008-09 until RM2 BATA RM2 receipts surpass the amounts budgeted to fund the legislative operating projects.
  - Funding for Route 980 was granted an extension through FY 2011 after not meeting the RM2 performance standards. CCCTA must report to the Commission on the route's performance in December, 2010.
  - Marketing assistance programs are funded with RM2 toll revenue receipts pursuant to Streets and Highways Code 30914(f) and are outside of the 38% limit on operating funding as described in Streets and Highways Code 30914(d).
  - Added to the program on 6/23/10.
  - Added to the program on 4/27/11.

Date: June 23, 2010  
W.I.: 1255  
Referred by: PAC  
Revised: 07/28/10-C 07/28/10-DA  
01/26/11-C 02/23/11-DA  
03/23/11-C 04/27/11-C

## ABSTRACT

### Resolution No. 3956, Revised

This resolution approves the allocation of the Regional Measure 2 operating and planning funds for FY 2010-11.

This resolution was revised on July 28, 2010 to allocate funds to SFMTA for operation of the Metro 3<sup>rd</sup> St. Extension; to AC Transit for Express, Owl and Enhanced bus service; to Golden Gate for the operation of Route 40; to Vallejo for ferry and bus operations; and to WETA for debt financing. The resolution was also revised on July 28, 2010 under Delegated Authority to partially rescind an allocation made to WETA for marketing and public information.

This resolution was revised on January 26, 2011 to modify the conditions for disbursement of funds to WETA and Vallejo for Ferry service.

This resolution was revised on February 23, 2011 to rescind operating funds from WETA.

This resolution was revised on March 23, 2011 to modify the conditions for disbursement of funds to WETA and Vallejo for Ferry service.

This resolution was revised on April 27, 2011 to allocate additional funds to MTC for Clipper operations.

Additional discussion of these allocations is contained in the Programming & Allocation Committee Summary Sheets contained within MTC Resolution 3939, dated July 14, 2010 and contained within MTC Resolution 3966, Revised, dated January 12, 2011, March 9, 2011 and April 13, 2011.

Date: June 23, 2010  
W.I.: 1255  
Referred by: PAC  
Revised: 07/28/10-C  
07/28/10-DA  
01/26/11-C  
02/23/11-DA  
03/23/11-C  
04/27/11-C

Attachment A  
MTC Resolution No. 3956  
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FY 2010-11 ALLOCATION OF REGIONAL MEASURE 2 FUNDS  
FOR TRANSIT OPERATIONS AND PLANNING

| Claimant     | Project Description              | Allocation Amount | Allocation Code | Approval Date | Project Number | Farebox Requirement | Note |
|--------------|----------------------------------|-------------------|-----------------|---------------|----------------|---------------------|------|
| MTC          | Clipper                          | 1,400,000         | 1               | 06/23/10      | 10             | n.a.                |      |
| WETA         | Operating Expenses               | 950,000           | 2               | 06/23/10      | 6              | n.a.                |      |
| WETA         | Marketing and Public Information | 1,000,000         | 3               | 06/23/10      | 6              | n.a.                |      |
| WETA         | Planning and Admin.              | 3,000,000         | 4               | 06/23/10      | 11             | n.a.                |      |
| WETA         | Marketing and Public Information | (700,000)         | 3               | 07/28/10      | 6              | n.a.                | DA   |
| SFMTA        | Metro 3rd Street Extension       | 2,500,000         | 5               | 07/28/10      | 8              | n.a.                | 1    |
| AC Transit   | Express Bus Service              | 5,143,710         | 6               | 07/28/10      | 4              | 30% (F, LA 20%)     | 1    |
| AC Transit   | Owl Bus Service                  | 1,333,623         | 7               | 07/28/10      | 7              | 10%                 | 1    |
| AC Transit   | Enhanced/Rapid Bus Service       | 3,000,000         | 8               | 07/28/10      | 9              | n.a.                | 1    |
| Golden Gate  | Route 40                         | 2,195,925         | 9               | 07/28/10      | 1              | 20%                 | 1    |
| Vallejo      | Ferry Operations, Augmentation   | 1,583,992         | 10              | 07/28/10      | 6              | 30%                 | 2, 3 |
| Vallejo      | Ferry Operations, Base           | 2,740,500         | 11              | 07/28/10      | 6              | 30%                 | 2, 3 |
| Vallejo      | Enhanced Express Bus             | 1,223,840         | 12              | 07/28/10      | 3              | 20%                 |      |
| WETA         | Debt Financing                   | 4,000,000         | 13              | 07/28/10      | 6              | n.a.                |      |
| WETA         | Operating Expenses               | (300,000)         | 2               | 02/23/11      | 6              | n.a.                |      |
| WETA         | Marketing and Public Information | (150,000)         | 3               | 02/23/11      | 6              | n.a.                |      |
| MTC          | Clipper                          | 5,525,785         | 1               | 04/27/11      | 10             | n.a.                |      |
| <b>Total</b> |                                  | <b>34,447,375</b> |                 |               |                |                     |      |

**Note:**

- (1) Disbursement of 3rd and 4th quarter payments is conditioned on continued compliance with Resolution 3866, specifically, achieving fare media transition milestones.
- (2) Initial disbursement is conditioned on receipt of authorizing Board Resolution and Resolution of Intent from WETA and Vallejo.
- (3) Disbursement of 4th Quarter payment is conditioned on either WETA assuming operation of the ferry services or WETA and the ferry operators developing an MOU to allow WETA to claim and pass through RM2 funds.