



AGENDA ACTION FORM

Consideration of a Resolution Authorizing the Mayor to Execute All Documents Necessary to Apply and Accept a Section 5339A and 5339B Capital Grant from FTA-033 for Transit Vehicles from the U.S. Department of Transportation

To: Board of Mayor and Aldermen
 From: Chris McCartt, City Manager *CM*

Action Form No.: AF-71-2024
 Work Session: March 18, 2024
 First Reading: N/A
 Final Adoption: March 19, 2024
 Staff Work By: Candace Sherer
 Presentation By: Candace Sherer

Recommendation:
 Approve the Resolution.

Executive Summary:
 The BMA approved the resolution authorizing the mayor to execute all documents necessary to enter into a contractual agreement with TDOT (Project No.: 825339-S3-005 Project No. 825339-S3-004)(AF-017-2021) for reimbursement of capital expenses. A portion of 5339A was spent; however, the contract date has expired. KATS will utilize the Federal Transit Administration’s (FTA) Section 5339 funding source to replace transit vehicles on the current fleet. FTA considers this a “multisource” grant because it uses both 5339A and 5339B source codes. The table reflects new funding amounts available. Each code has a different matching requirement as shown below in the table. Funding to fulfill the local match was allotted in the City of Kingsport FY20 budget.

FTA Section 5339 Capital	Local	State	Federal	Total
Section 5339(a) (85%) Federal; (7.5%) Local; (7.5%) State	\$21,126	\$21,126	\$239,428	\$281,680
Section 5339(b) (61%) Federal; (29%) Local; (10%) State	\$12,354	\$35,830	\$75,366	\$123,550
Grand Total	\$33,480	\$56,956	\$314,794	\$405,230

Funding is identified in Project/Account #'s 123-5902-602-90.06 FTA033 and 123-5902-602-90.06 FTA034

Attachments:
 1. Resolution
 2. Contract

	<u>Y</u>	<u>N</u>	<u>O</u>
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Montgomery	—	—	—
Otterman	—	—	—
Phillips	—	—	—
Shull	—	—	—