

STATE OF TENNESSEE DEPARTMENT OF TRANSPORTATION

DIVISION OF MULTIMODAL TRANSPORTATION RESOURCES SUITE 1200, JAMES K. POLK BUILDING 505 DEADERICK STREET NASHVILLE, TENNESSEE 37243-1402 (615) 741-2781

BUTCH ELEY DEPUTY GOVERNOR & COMMISSIONER OF TRANSPORTATION BILL LEE GOVERNOR

March 23, 2023

RE: CORRECTED FTA Section 5307 FFY2020 Program Allocation

Dear Direct Recipients:

TDOT has established its new formula to allocate the Federal Fiscal Year (FFY) 2020 5307 Small Urban apportionment. TDOT is issuing this allocation letter to enable Tennessee's small urban agencies to apply directly to the FTA for these 5307 funds.

TDOT Multimodal is pleased to announce its new formula and the allocation of FTA Section 5307 program funds for FFY2020. Formula factors include the UZA Population, Population Density, and Low Income Population, reported by the 2010 US Census and 2018 Five-year American Community Survey, as well as verified 2018 National Transit Database (NTD) data for Revenue Miles, Unlinked Passenger Trips, Ridership by Ridership per Revenue Miles and Local Investment.

The table below shows the funds allocated to each Direct Recipient:

FTA Section 5307 FFY2020 Allocation			
Direct Recipient	FFY20 Allocation Split Letter 6-29-2020	Correction to add STIC Amounts	FFY2020 Corrected Totals
Bristol Tennessee Transit	\$386,173	-	-
Clarksville Transit System	\$2,428,093	-	-
Cleveland Urban Area Transit System	\$779,270	-	-
Jackson Transit Authority*	\$1,354,843	\$274,458	\$1,629,301
Johnson City Transit	\$1,776,572	-	-
Kingsport Area Transit Service	\$945,522	-	-
Morristown- ETHRA	\$495,971	-	-
Murfreesboro Rover Transit System*	\$1,503,965	\$274,458	\$1,778,424
First Tennessee HRA	\$302,615	-	-
TOTAL	\$9,973,024	\$548,916	\$10,521,940

*Murfreesboro and Jackson each qualify for Small Transit Intensive Cities (STIC) federal funds in the amount of \$274,458 each based on their agency's service performance. The table above represents the full 5307 allocation which includes the additional STIC funds for Murfreesboro and Jackson.

TDOT offers state matching funds on 5307 capital expenses only. TDOT does not match 5307 operating expenses. Contracts will have a three year term period at time of request, unless circumstances exist that require a period beyond three years, which will be reviewed on a case-by-case basis.

TDOT will make the FFY2020 5307 funds available for obligation through May 31, 2023. Funds allocated are subject to redistribution if not obligated by the deadline.

Tennessee 5307 funds are in high demand and TDOT wants to ensure every dollar is utilized for public transit service and that discarding any funds back to the FTA is minimized. Direct Recipients must receive approval from TDOT prior to deobligating funds in their active 5307 grants. In the event that funds are deobligated by a direct recipient without TDOT written approval, funds may be deducted from the agency's future 5307 allocations.

The table below indicates the period of availability for all 5307 funds:

Federal Fiscal Year	Deadline for Obligating Funds in FTA Grants	
FFY18	April 30, 2021	
FFY19	April 30, 2022	
FFY20	May 31, 2023	

As identified in this Split Letter, the Designated Recipient authorizes the assignment/allocation of Section 5307 to the Direct Recipient(s) named herein. The undersigned agree to the Split Letter and the amounts allocated/assigned to each Direct Recipient. Each Direct Recipient is responsible for its application to the Federal Transit Administration to receive Section 5307 funds and assumes the responsibilities associated with any award for these funds.

If you have any questions, please contact Kaitlyn McClanahan, Transit Programs Manager, at <u>kaitlyn.mcclanahan@tn.gov</u> or by phone at (615) 532-5835.

Best regards,

Dan Pallme Interim Multimodal Director

cc: Preston Elliott, Deputy Commissioner/Chief Larry Sanborn, Multimodal Assistant Director Dr. Yvette Taylor, FTA Region IV Administrator Robert Buckley, FTA Region IV Director of Finance & Program Oversight Andres Ramirez, FTA IV Community Planner Jason Spain, TPTA Executive Director Chris Campbell, TPTA President