American Rescue Plan Act of 2021
Signed into Law March 11, 2021

Section 7006. Federal Transit Administration Grants
$30.46 billion for Public Transportation to remain available until September 30, 2024

All funds:
- Available at 100% federal share
- Available for payroll and operations, unless the recipient certifies that it has not furloughed any employees
- Available for:
  - Payroll for public transit providers, including private providers of public transportation
  - Operating costs of public transit during the public health emergency, including the purchase of personal protective equipment
  - Administrative leave for operations or contractor personnel due to reductions in service
- Must be obligated by September 30, 2024, and disbursed by September 30, 2029

$26.1 billion – Urbanized Area Formula (§ 5307)
- Apportioned to provide urbanized areas amounts necessary to receive 132% of 2018 operating expenses when combined with CARES Act and CRRSA Act funds previously received. Urbanized area already exceeding the 132% cap receive an additional 25 percent of the urbanized area’s 2018 operating costs.
- $1,467,770 for FTA oversight expenses.

$317.2 million – Rural Formula Program (§ 5311)
- Includes $30 million for Tribal Formula Program
- Includes $5 million for Tribal Competitive Program
- $6.35 million is available for the Rural Transit Assistance Program
- Funds are apportioned based on amounts received under CARES Act and CRRSA Act with states that received 150% of their 2018 rural operating expenses receiving an additional 5%; states between 140-150% receiving an additional 10%, and states at less than 140% receiving an additional 20%.

$100 million – Intercity Bus (§ 5311(f))
- Funds are apportioned to states and territories using FY 2020 Rural Formula proportions.
- States/territories would provide grants to bus operators that partner with recipients and subrecipients of rural intercity bus services eligible for funding under § 5311(f)

$50 million – Enhanced Mobility of Seniors and Individuals with Disabilities Formula (§ 5310)
- Funds apportioned using the § 5310 formula in the same ratio as allocated for FY20

$1.675 billion – Capital Investment Grants (§ 5309)
- $1.425 billion for New Starts and Core Capacity
  - $1.25 billion to projects with existing Full funding Grant Agreements (FFGAs) that received allocations of FY19 or FY20 funds.
    - Recipients with projects open for revenue service are not eligible
$175 million to projects with existing FFGAs, not yet open for service, that received an allocation only prior to fiscal year 2019 Federal funds provided notwithstanding any calculated limits of federal assistance

- **$250 million for Small Starts (§ 5309(h))**
  - Eligible recipients are any recipient with an allocation under § 5309(h) or with a project in the Small Starts project development phase
  - Federal funds provided notwithstanding any calculated limits of federal assistance

$2.2 billion – Competitive funding for § 5307 and § 5311 recipients and subrecipients that need additional assistance because of COVID

- FTA will publish a Notice of Funding Opportunity
- Project selections will be announced on FTA’s website
- Funds under this program will be available only for operating expenses
- Recipients will be selected based on financial need. Eligible recipients will have expended at least 90% of their CARES Act funding.
- Amounts unobligated on September 30, 2023 will be available for obligation for any purpose eligible under §§ 5307/5311 until September 30, 2024

$25 million – Competitive Planning grants under § 5307

- FTA will publish a Notice of Funding Opportunity
- Funds will be made available for planning of public transportation associated with the restoration of services as the coronavirus public health emergency concludes.