

**Matrix of Changes to Eligible Activities and Formula Apportionments Resulting from the 2020 Census Urban Area Designations**

<b>If you provide transit service:</b>	<b>And after the 2020 Census:</b>	<b>The change in eligible activities will be:</b>	<b>The change in how funds are apportioned to your area will be:</b>
In an Urbanized Area with 1 million or greater in population	Your Urbanized Area falls below 1 million in population (but 200,000 or greater)	No change in the activities that are eligible for FTA funding.	Your Urbanized Area will receive funds from the under 1 million in population portion of the Section 5307 formula’s bus tier and will continue to receive funds from the fixed-guideway tier if your area includes fixed-guideway service. Whether an Urbanized Areas includes commuter rail service and a minimum population of 750,000 also impacts the formula†.
In an Urbanized Area with a population of 200,000 to 999,999	Your Urbanized Area grows to 1 million or more in population	No change in the activities that are eligible for FTA funding.	Your Urbanized Area will receive funds from the 1 million or greater in population portion of the Section 5307 formula’s bus tier and will continue to receive funds from the fixed-guideway tier if your area includes fixed-guideway service. Whether an Urbanized Areas includes commuter rail service and a minimum population of 750,000 also impacts the formula†.

<p>In an Urbanized Area with a population of 200,000 to 999,999</p>	<p>Your Urbanized Area falls below 200,000 in population</p>	<p>You will be able to use Section 5307 formula funds for both capital projects (at 80% Federal/20% local shares) and operating projects (at 50% Federal/50% local shares) with no limitations on the amount of your apportionment that can be used for operating assistance.</p>	<p>Your Urbanized Area's funds will be apportioned to the Governor under the small Urbanized Area portion of the Section 5307 formula, which apportions funds on the basis of overall population, low-income population, and population density for each Urbanized Area. Your Urbanized Area will also be eligible to receive Small Transit Intensive Cities (STIC) funds, if the service provided in your Urbanized Area meets or exceeds the STIC performance criteria.* Your urbanized area will no longer be eligible for the fixed-guideway tier†.</p>
<p>In an Urbanized Area with a population of 50,000 to 199,999</p>	<p>Your Urbanized Area grows to 200,000 or more in population</p>	<p>You will continue to be allowed to use Section 5307 funds for capital projects, including preventive maintenance, at 80% Federal/20% local shares. If you operate more than 100 buses in either fixed-route or demand-response service during peak service hours (excluding ADA complementary paratransit service), you will no longer be able to use Section 5307 funds for operating assistance. If you fall below this threshold, a variable percentage of your apportionment may be used for operating assistance.</p>	<p>Your Section 5307 apportionment will be based on a combination of overall population, low-income population, population density, and service factors for both bus and fixed-guideway service, if applicable (i.e., vehicle revenue miles, fixed-guideway directional miles, passenger miles traveled, and operating costs).</p>

<p>In an Urbanized Area with a population of 50,000 to 199,999</p>	<p>What was previously your Urbanized Area falls below 50,000 in population</p>	<p>You will no longer be eligible for Section 5307 funds. Your area will be eligible for Formula Grants for Rural Areas, Section 5311, which is allocated to states and territories and suballocated by the states to transit agencies. Section 5311 funds are available for capital projects (requiring 20% local share) and operating expenses (requiring 50% local share). Certain planning activities are also eligible (requiring 20% local share).</p>	<p>You will no longer receive funds under the Section 5307 formula. Section 5311 funds will be provided by a grant from your state DOT.</p>
<p>Outside an Urbanized Area (rural or Urban Area less than 50,000 in population)</p>	<p>Your area becomes an Urbanized Area with at least 50,000 but below 200,000 in population</p>	<p>Your Urbanized Area will be eligible to receive and use Section 5307 formula funds for both capital expenses (at 80% Federal/20% local shares) and operating expenses (at 50% Federal/50% local shares).</p>	<p>Your Urbanized Area's funds will be apportioned to the Governor under the small Urbanized Area portion of the Section 5307 formula, which apportions funds on the basis of overall population, low-income population, and population density for each Urbanized Area. Your Urbanized Area will also be eligible to receive STIC funds, if the transit service provided in your Urbanized Area meets or exceeds the STIC performance criteria once the data for these criteria are available.*</p>

<p>Outside an Urbanized Area (rural or Urban Area less than 50,000 in population)</p>	<p>Your area becomes part of an Urbanized Area with 200,000 or more in population</p>	<p>You will be eligible for Section 5307 funds and will be allowed to use them for capital projects, including preventive maintenance, at 80% Federal/20% local shares. If you operate more than 100 buses in either fixed-route or demand-response service during peak service hours (excluding ADA complementary paratransit service), you will not be able to use Section 5307 funds for operating assistance. If you fall below this threshold, a variable percentage of your apportionment may be used for operating assistance.</p>	<p>Funds will be apportioned directly to your Urbanized Area based on a combination of overall population, low-income population, population density, and service factors for both bus and fixed-guideway service, if applicable (i.e., vehicle revenue miles, fixed-guideway directional route miles, passenger miles traveled, and operating costs).</p>
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†A chart of the Urbanized Area Formula is available at: <https://www.transit.dot.gov/sites/fta.dot.gov/files/2022-06/Section-5307-Urbanized-Area-Program-BIL-update.pdf>

*\* Small Transit-Intensive Cities (STICs) are Urbanized Areas with a population between 50,000 and 199,999 with transit activity that meets or exceeds in one or more performance categories the industry average for all Urbanized Areas with a population of 200,000-999,999. The performance categories include passenger miles traveled per vehicle revenue mile, passenger miles traveled per vehicle revenue hour, vehicle revenue miles per capita, vehicle revenue hours per capita, passenger miles traveled per capita, and passengers per capita.*

This document does not have the force and effect of law and is not meant to bind the public in any way. This document is intended only to provide clarity to the public regarding existing requirements under the law or agency policies. Grantees and subgrantees should refer to FTA’s statutes and regulations for applicable requirements.

Last updated: November 2022