

SGR Formula Funding Options Current Thinking

July 21, 2011



Rail & Bus SGR Program Framework

- Replace the Fixed Guideway Modernization and the Bus & Bus Facilities programs.
- Funding formula proposes a two-tier system:
 - One tier for bus systems – 25% of the funds
 - One tier for rail systems – 75% of the funds
- FTA is working with Congress to develop a formula for allocating the funds
- Next slide shows FTA's recommendations for the formula

Rail & Bus SGR Program Framework

- FTA recommends that the formula --
 - Allocate funds based on relative cost to restore assets to a SGR
 - Does not inequitably reward agencies that failed to adequately maintain their assets
 - Assures equitable treatment of relative needs of rail and bus systems, and
 - Provide an incentive for development and implementation of aggressive asset management methods and techniques.

Rail & Bus SGR Program Framework

- Over six years, FTA proposes \$119.2 billion for FTA programs
- Nearly one-third, or \$35.5 billion identified for the proposed Bus and Rail State of Good Repair Program
- Rebuilds the country's infrastructure for the 21st century