City of Norman, OK



Municipal Building Council Chambers 201 West Gray Norman, OK 73069

Master

File Number: R-1819-121

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:	
History of Legislative File								
Entered by:		kristina.bell@normanok.	gov		Effective Date:			
Project Manager:		Kristina Bell, Assistant City Attorney						
Attachments:		Text File, R-1819-121						
					Agenda Number:	32		
					Agenda Date:	06/25/2019	9	
		ACTION TAKEN:						
Notes:		ACTION NEEDED: I	Motion to adop	ot or reject Resolu	ution R-1819-121.			
		ASSISTANCE AU UNITED STATE ADMINISTERED BY	S CODE,	OR OTHE	R FEDERAL	TITLE STATU	23, ITES	
	Title:	APPLICATIONS WOPERATING ADM	/IAN, OKLA /ITH THE	HOMA, AUTHO FEDERAL TRA I OF THE UN	ORIZING THE NSIT ADMINISTI ITED STATES D	FILING RATION,	IENT	
File Name:		Authorization for FTA Application Resolu		ion Final Action:				
	Department:	Legal Department	Cost:		File Created:	06/20/2019	9	
	Version:	2	Reference:	Item 32	In Control:	City Counc	cil	
	File ID:	R-1819-121	Туре:	Resolution	Status:	Consent Ite	em	

Text of Legislative File R-1819-121

Body

BACKGROUND: In August, 2018, University of Oklahoma (University) officials notified City staff of its desire to transfer non-campus bus services in Norman to another operator by the end of the FYE 2019 fiscal year. Since that time, City staff has worked closely with representatives from the University, the Federal Transit Administration (FTA), and the Oklahoma Department of Transportation (ODOT) to determine and work through the process of transitioning these services from the University to the City. In order for the City to be eligible to receive federal grant funding in support of these services, the City must be approved by the FTA as an eligible recipient, which requires a showing that the City has legal, financial, and technical capacity to

provide these services. One of the requirements for establishing legal capacity is for City Council to adopt a resolution authorizing the City Manager to filing applications with the FTA for federal transportation assistance.

DISCUSSION: On August 28, 2018, University officials expressed in a meeting with City staff their desire to transfer non-campus bus services in Norman to another operator by the end of the FYE 2019 fiscal year. Staff relayed this message to City Council during a Study Session shortly thereafter about the concerns the University had regarding its transit service provider, Cleveland Area Rapid Transit (CART), and the short-term funding challenges and long-term operational challenges CART faced. City Council approved Contract K-1819-123 with CART on October 23, 2018, which secured the City's contribution for the current fiscal year. City Council met again in a Study Session on October 30, 2018, to discuss the long-term operational challenges and to develop a strategy for moving forward. City Council focused on three key premises: 1) Ensure there is no interruption or break in service during the transfer; 2) Maintain or improve the current level of service provided by CART; and 3) Although the City would officially be the recipient of federal funds, the City may contract with an independent third-party agency to operate the system.

Since November, 2018, City staff and University staff have worked closely with the officials from the FTA Regional 6 office located in Fort Worth, Texas. According to the FTA, the following steps would need to take place to effectuate a system transfer of operation: 1) Notice of Intent to transfer transmitted from the current operator to the FTA; 2) FTA responds to Notice of Intent; 3) New recipient or operator asks to be designated as a direct recipient; 4) New recipient seeks formal approval of FTA to become an eligible recipient of FTA grant funding; and 5) Transfer of project assets from the University to the new grant recipient.

On December 20, 2018, the University submitted its Notice of Intent to transfer bus service to FTA. Due to the holidays and the partial government shutdown, a response from FTA was not received until February 1, 2019. Since that time, City staff has been working with partners at the University, ODOT, FTA, and the Association of Central Oklahoma Governments (ACOG), to execute the necessary steps in this process.

On May 22, 2019, Governor Stitt designated the City to be the direct recipient of federal funds effective upon the date the FTA formally approves the City eligible to receive federal funds. The next two steps in the process are for the City to apply for formal approval from the FTA to be eligible to receive federal funds and then to work with the University to request that the FTA approve the transfer of project assets purchased with federal funds, including buses and other vehicles as well as open grants. As part of the City's application process, the City must show that it has legal, financial, and technical capacity to be the recipient of federal funds and to provide transit services. One of the requirements for establishing legal capacity is for City Council to adopt a resolution authorizing the City Manager and/or his or her successor or designee to apply for the FTA grant. Resolution R-1819-121 grants the City Manager the authority to execute that application and work with the FTA to execute grant and cooperative agreements.

<u>CONCLUSION</u>: Staff recommends approval of Resolution R-1819-121, authorizing the filing of applications with the Federal Transit Administration, as part of the required legal application process and a key aspect of completing the transfer of operations from the University to the City.