

Finance and Personnel Committee

2/08/2021

Staff Presentation

Michael J. Maierle, Transit and Parking System Manager

Subject: Communication sponsored by Chairman Tate requesting authorization for the Mayor and City Clerk to sign an agreement with the Wisconsin Transit Capital Assistance Grant Program (VW Mitigation Program) to fund up to two buses and agreeing to a reduction of future State shared revenue payments to pay for the local share.

Fiscal Note: Up to \$418,328 in reduced state shared revenue payments amortized over ten annual installments at zero percent interest starting the year that the reimbursement occurs.

Staff recommends approval.

Note 1: The Finance and Personnel Committee approved File Number: Res. 0125-20 (City of Racine Grant Control Number 292) on March 9, 2020, authorizing the application. "4/20/2020 -- Common Council -- Approved – Pass."

Note 2: All related files including the application are attached to Res. 0125-20 and not copied here.

Note 3: The electric bus program is funded by a combination of VW Mitigation Program and FTA Low No grants. It is anticipated that only \$487,062 of this grant will be necessary to fully fund the program, resulting in a local reduction of future State shared revenue payments of \$97,412. Utilizing a combination of the two grants, we will lease batteries for nine buses, saving an estimated \$1,277,000 over the 12-year expected life of the buses.