



## THE CITY OF KEY WEST

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MEMORANDUM

**TO:** Greg Veliz, City Manager  
**FROM:** Rod Delostrinos, Director of Transportation  
**VIA:** Patti McLauchlin, Assistant City Manager  
**DATE:** May 27, 2020

**SUBJECT:** Public Transportation Grant Agreement (PTGA) Contract G1M61 / FM #447463-1-84-01 / CARES Act FTA Section 5311 – Rural Program

### **ACTION STATEMENT:**

Approve execution of the Public Transportation Grant Agreement (PTGA) with the State of Florida Department of Transportation (FDOT) via CARES Act in an amount not to exceed \$1,568,601.

### **BACKGROUND:**

The Coronavirus Aid, Relief, and Economic Security (CARES) Act was signed into law on March 27, 2020. The CARES Act provisions allow for financial assistance supporting critical national infrastructure such as fixed-route transportation.

### **PURPOSE AND JUSTIFICATION:**

The City of Key West has applied and received allocation in the amount of \$1,568,601 for reimbursements under the CARES Act. The PTGA can provide 100% reimbursement of qualified expenses incurred from the response to the COVID-19. Eligible expenses include capital, operating and other expenditures used to prepare, prevent, and operate during this public health emergency. Reimbursements can be available for lost fare-box revenue, cleaning supplies/equipment, department staff salaries/benefits, and other expenses.

### **FINANCIAL IMPACT:**

Reimbursements period allow for pre-award expenses incurred from March 1, 2020 until June 30, 2022.

Typically, PTGA's for capital expenses are cost shared at 80% Federal or State and 20% Local. PTGA's for operating expenses are cost shared at 50% Federal or State and 50% Local. This PTGA removes the Local share.

### **RECOMMENDATION:**

Approve CARES Act PTGA in the amount not to exceed \$1,568,601 as to immediately apply for 100% reimbursements.