Proposed Changes to Capital Programming Policies by Fund Source
May 2017

Funding Source/ Agency	Change to Existing Programming Policies	
	Proposed Policy	Current Policy
State		
California Freight Investment Program (CFIP)	New Program – Use of CFIP funds first for eligible Measure M2 program projects which meet the requirements and goals of the program, then fund other eligible priority Orange County projects.	New Program – no existing policy.
National Highway Freight Program	Currently these funds are administered by the state through the CFIP. See above.	New Program – no existing policy.
Federal Transit Administration (FTA), Section 5307	FTA Section 5307 Formula/FTA Use funds in the following order: (1) preventive maintenance, (2) capital cost of contracting, and (3) bus replacement. Set-Asides: Up to 20 percent for paratransit operating assistance, one percent for transit security (unless funded using local, state, or other federal funds), and percent of funds generated by rail operations to be used for rail <u>operations and</u> capital projects.	FTA Section 5307 Formula/FTA Use funds in the following order: (1) preventive maintenance, (2) capital cost of contracting, and (3) bus replacement. Set-Asides: Up to 20 percent for paratransit operating assistance, one percent for transit security (unless funded using local, state, or other federal funds), percent of funds generated by rail operations to be used for rail capital projects.
FTA Section 5337	Use funds for commuter rail rehabilitation and/or renovation projects, for capital projects that maintain and/or replace equipment and facilities to keep the commuter rail system in a state of good repair <u>and for preventive maintenance</u>. Use funds generated by bus transit for bus transit capital maintenance.	Use funds for commuter rail rehabilitation and/or renovation projects and for capital projects that maintain and/or replace equipment and facilities to keep the commuter rail system in a state of good repair. Use funds generated by bus transit for bus transit capital maintenance.