Transit Authority of River City

MEMORANDUM

To: TARC Board of Directors

From: Ozzy Gibson, Executive Director

Date: June 25, 2025

Re: Resolution 2025 - 21 MATA Request for Transfer of Buses

TARC has been in communication with the Memphis Area Transit Authority (MATA) regarding the potential transfer of twelve (12) Gillig buses that TARC plans to retire from service. The Federal Transit Administration (FTA) permits a recipient to transfer rolling stock that has not yet served its minimum useful life to another FTA recipient, and the federal interest transfers with the asset.

Of the buses that TARC would transfer, only one bus has remaining useful life by the federal standard of 12 years or 500,000 miles. MATA representatives have inspected these buses and have agreed to provide payment for remaining local interest as well as the cost of leased tires on the buses, bike racks that will remain installed, and transfer preparation costs. The total of those costs is $25,281. Following the transfer, TARC's fleet size will be more proportionate to the current system design.

MATA has asked TARC to begin the transfer process defined in FTA Circular 5010.1F. That process requires a letter of request to FTA accompanied by approved board resolutions from both agencies. If the Board approves this transfer, MATA will assume responsibility for the remaining federal interest of $3,715 for these buses.

This Resolution seeks authority from the Board of Directors for the Executive Director request approval from the Federal Transit Administration to execute a transfer of rolling stock and the associated remaining federal interest for twelve (12) buses to the Memphis Area Transit Authority.

Please call me at 561-5100 if you have any questions. Thank you.

Transit Authority of River City

Buses for Transfer to Memphis Area Transit Authority

Item #	Bus #	VIN #	Year/Make/Model	Total Asset Value (based on remaining useful life)	Total Value of Federal Interest	Original federal share %
1	2917	15GGD271791176881	2009 Gillig 40' Std Low-Floor	$ -	$ -	80%
2	2926	15GGD271891176890	2009 Gillig 40' Std Low-Floor	$ -	$ -	80%
3	1303	15GGD2712D1181818	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
4	1304	15GGD2714D1181819	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
5	1305	15GGD2710D1181820	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
6	1306	15GGD2712D1181821	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
7	1308	15GGD2716D1181823	2013 Gillig 40' Std Low-Floor	$ 4,644	$ 3,715	80%
8	1311	15GGD2711D1181826	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
9	1312	15GGD2713D1181827	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
10	1313	15GGD2715D1181828	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
11	1315	15GGD2713D1181830	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
12	1316	15GGD2715D1181831	2013 Gillig 40' Std Low-Floor	$ -	$ -	80%
			Totals:	**$ 4,644**	**$ 3,715**	

Transit Authority of River City

RESOLUTION 2025-21
MATA REQUEST FOR TRANSFER OF BUSES

A Resolution authorizing the Executive Director to request approval from the Federal Transit Administration to execute a transfer of rolling stock and the associated remaining federal interest for twelve (12) buses to the Memphis Area Transit Authority (MATA).

WHEREAS, MATA has requested that TARC transfer twelve (12) buses that have either exceeded or are approaching their minimum expected useful life; and

WHEREAS, MATA has a need for these buses and will place them into revenue service; and

WHEREAS, recent TARC reductions in service have resulted in a fixed-route fleet size that exceeds the federal spare ratio expectation of 20%; and

WHEREAS, the combined remaining federal interest in the vehicles is $3,715; and

WHEREAS, upon approval of the transfer by the Federal Transit Administration, MATA will provide payment of $25,281 to TARC for the remaining local interest and costs associated with equipment;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Transit Authority of River City that:

The Executive Director is hereby authorized to request approval from the Federal Transit Administration to execute a transfer of rolling stock and the associated remaining federal interest for twelve (12) buses to the Memphis Area Transit Authority (MATA).

ADOPTED THIS 25th DAY OF JUNE 2025

_____

Ted Smith, Chair of the TARC Board of Directors