



STAFF REPORT

DATE: December 9, 2019
TO: Sacramento Regional Transit Board of Directors
FROM: Brent Bernegger, VP, Finance/CFO
SUBJ: DELEGATING AUTHORITY TO THE GENERAL MANAGER/CEO TO APPROVE A LICENSE AGREEMENT WITH THE STATE OF CALIFORNIA FRANCHISE TAX BOARD FOR USE OF A PORTION OF THE BUTTERFIELD PARK AND RIDE LOT

RECOMMENDATION

Adopt the Attached Resolution.

RESULT OF RECOMMENDED ACTION

Entering into a License Agreement for a new three-year term will allow Franchise Tax Board (FTB) employees to continue parking in a portion of SacRT's park and ride lot on the southeast corner of Folsom Boulevard and Butterfield Way (APN 068-0580-010) and generate revenue for SacRT.

FISCAL IMPACT

SacRT will receive monthly license fee revenue of \$2,970 for the three-year term. It is possible that the availability of this parking reduces the likelihood that FTB employees purchase SacRT media and use SacRT services as an alternative to driving, but SacRT has no evidence to substantiate potential lost fare revenue.

DISCUSSION

SacRT has had license agreements in place since 2014 with the FTB for use of a portion of the Butterfield Station Park and Ride lot for employee parking (110 spaces). The portion of the lot that is the subject of the License Agreement is across Butterfield Way from the station platform and is not currently needed to serve existing parking demand from SacRT patrons. Because this site has future transit-oriented development potential, Staff does not recommend a surplus property disposition at this time and proposes continuation of the existing relationship with the FTB. The License Agreement has not yet been finally approved by the FTB; therefore, Staff is recommending delegation of authority to the General Manager/CEO to enter into a new license agreement for a three-year term, as the current license agreement will expire on December 31, 2019. Currently the revenue from this incidental use is used to offset other operating expenses, as permitted by federal grant management requirements, and, therefore, it is Staff's recommendation to authorized the General Manager/CEO to enter into a new parking license with the Franchise Tax Board for another three years upon approval by the FTB.

RESOLUTION NO. 19-12-0132

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

December 9, 2019

DELEGATING AUTHORITY TO THE GENERAL MANAGER/CEO TO APPROVE A LICENSE AGREEMENT WITH THE STATE OF CALIFORNIA FRANCHISE TAX BOARD FOR USE OF A PORTION OF THE BUTTERFIELD PARK AND RIDE LOT

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Board of Directors hereby delegates authority to the General Manager/CEO to approve and execute a License Agreement by and between the Sacramento Regional Transit District (therein "SacRT") and the State of California, by and through the Franchise Tax Board (therein "Licensee"), whereby SacRT agrees to permit the use of 110 parking spaces at its Butterfield Park and Ride lot on APN 068-0580-011-0000 by Licensee's employees in consideration for the payment by Licensee of the amount of \$2,970 per month for a three-year term.

PATRICK KENNEDY, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Cindy Brooks, Assistant Secretary