

STAFF REPORT

DATE: May 22, 2023
TO: Sacramento Regional Transit Board of Directors
FROM: Laura Ham, VP, Planning and Engineering
SUBJ: APPROVING THE FIRST AMENDMENT TO THE COST-SHARING AGREEMENT FOR OPERATION OF SMART RIDE SERVICE WITHIN THE COUNTY OF SACRAMENTO COUNTY SERVICE AREA NO. 10, BENEFIT ZONE 3

RECOMMENDATION

Adopt the Attached Resolution.

RESULT OF RECOMMENDED ACTION

The recommended action would secure funding from Sacramento County Community Service No. 10, Benefit Zone 3, to fund the proportionate share of operating costs for Smart Ride service to the Vineyard area, which is part of the Elk Grove Smart Ride zone, and would commit SacRT to continuation of existing service for the two-year term of the extension.

FISCAL IMPACT

The recommended action would provide SacRT with an additional \$51,725 per year over a two-year period beginning July 1, 2023, for a total of \$103,450.

DISCUSSION

On April 26, 2021, the SacRT Board approved a cost-sharing agreement with Sacramento County for operation of Smart Ride service within County Service Area No. 10, Benefit Zone 3 funding the proportionate share of operating costs for Smart Ride microtransit service to the Vineyard area, as part of the Elk Grove Smart Ride zone, for the two-year period ending on June 30, 2023.

The Vineyard area is a rectangular area of 2 square miles bounded by Florin Road, Bradshaw Road, Gerber Road, and Elk Grove Florin Road. The remainder of the Elk Grove Smart Ride zone runs from Gerber Road at Bradshaw Road, to Excelsior Road, to Calvine Road, to Grant Line Road, to Waterman Road, to Calvine Road, to Elk Grove Florin Road, to Gerber Road, where it connects with the Vineyard area. See Attachment 1 for a map.

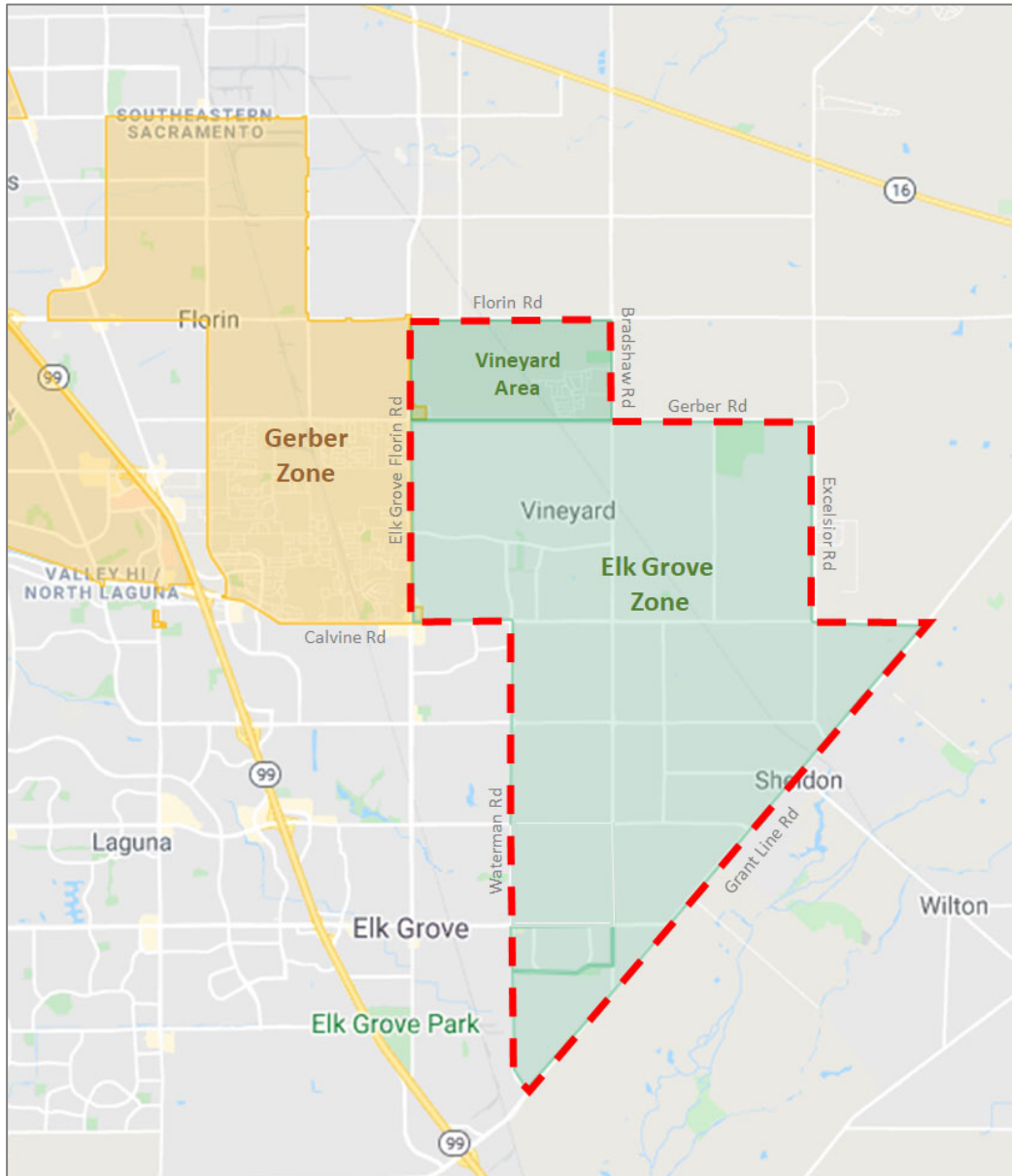
The Vineyard area is located in County Service Area No. 10, Benefit Zone 3 (CSA 10 Zone 3) and property owners in CSA 10 Zone 3 pay service charges to Sacramento County for supplemental transportation-related services. Under the current agreement, Sacramento County pays SacRT \$49,370 per year to cover the proportionate share of costs for SmarT Ride service operated in the Vineyard area, which began on July 1, 2021, as part of the Elk Grove SmarT Ride zone, which also launched on that date. The proposed amendment would increase the annual amount to \$51,725.

Including the Vineyard area, the Elk Grove SmarT Ride zone covers approximately 26.4 square miles and 68,700 residents. Service operates Monday through Friday from 7:00 am to 7:00 pm. As of January 31, 2023, ridership was averaging 40 daily boardings, and over 10,000 per year, for the Elk Grove zone. Approximately 825 passenger trips per year (11 percent) are to, from, or within the Vineyard area, which includes the Walmart on Gerber Road at Elk Grove Florin Road.

The Sacramento County contribution is based on a 7.43 percent share of the estimated \$1,392,330 cost over two years to operate the Elk Grove SmarT Ride zone, including operations, maintenance, and general administration. The 7.43 percent share is the average of the 7.13 percent of the residential population within the Elk Grove zone that resides in the Vineyard area and the 7.72 percent of square mileage in the Elk Grove zone that is in the Vineyard area.

The remaining \$1,288,880 of the cost of the Elk Grove SmarT Ride zone over the two years ending June 30, 2025, is expected to be covered by a number of sources, including Local Transportation Fund, State Transit Assistance, and an expected grant from the Sacramento Transportation Authority under its Neighborhood Shuttle Cycle 2 program.

**Map of Elk Grove Zone
(including Vineyard area)**



RESOLUTION NO. 2023-05-055

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

May 22, 2023

APPROVING THE FIRST AMENDMENT TO THE COST-SHARING AGREEMENT FOR OPERATION OF SMART RIDE SERVICE WITHIN THE COUNTY OF SACRAMENTO COUNTY SERVICE AREA NO. 10, BENEFIT ZONE 3

WHEREAS, on June 15, 2021, the Sacramento Regional Transit District (SacRT) and the County of Sacramento (County) executed a Cost-Sharing Agreement for Operation of Smart Ride Service Within the County of Sacramento Service Area No. 10, Benefit Zone 3 (Agreement); and

WHEREAS, the parties desire to extend the term of the Agreement and adjust the County's annual contribution.

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

THAT, the General Manager/CEO is hereby authorized and directed to execute the First Amendment to the Agreement, extending the term to June 30, 2025 and increasing the annual payment from County to SacRT from \$49,370 to \$51,725, for a total amount of \$103,450 for the two-year term of the extension, in consideration for SacRT continuing Smart Ride service to the Vineyard area, as part of the Elk Grove Smart Ride zone, until June 30, 2025.

PATRICK KENNEDY, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Tabetha Smith, Assistant Secretary