



METROPOLITAN
TRANSPORTATION
COMMISSION

May 1, 2019

Mr. Rihui Zhang, Chief
Division of Local Assistance
Caltrans
P.O. Box 942873
Sacramento, CA 94273-0001

RE: Letter of Understanding between the Tuolumne County Transportation Council and the Metropolitan Transportation Commission for federal apportionment exchange.

Dear Mr. Zhang,

This letter constitutes our understanding of an exchange of federal Congestion Mitigation and Air Quality Improvement (CMAQ) apportionment between the Tuolumne County Transportation Council (TCTC) and the Metropolitan Transportation Commission (MTC).

The TCTC currently has a balance of CMAQ apportionment subject to federal rescission on September 30, 2019 under the Fixing America's Surface Transportation (FAST) Act. To avoid the loss of this apportionment balance, the TCTC requests to exchange its CMAQ fund balance of \$495,556 subject to rescission on September 30, 2019, for an equal amount of CMAQ funds from MTC, to be transferred on October 1, 2019.

This letter is to formalize the exchange of \$495,556 in CMAQ apportionment from TCTC effective May 1, 2019, with an equivalent amount of FFY 2019-20 CMAQ apportionment from MTC effective October 1, 2019.

This exchange is contingent upon execution of this Letter of Understanding in time for the MTC to secure the funds prior to the September 30, 2019 federal rescission. Should the Letter of Understanding not be executed in time for the MTC to secure the funds prior to the rescission or if any other timely use of funds deadlines are not met that would result in the loss of apportionment balance, MTC shall retain its full CMAQ apportionment and the Letter of Understanding is null and void.

This Letter of Understanding sets forth the MTC and TCTC intent for the use of the identified CMAQ apportionment, and requests Caltrans to adjust each region's apportionment balance as appropriate. This exchange benefits TCTC by preventing the region's loss of federal fund apportionments, while providing MTC with additional capacity to deliver CMAQ projects sooner. We are relying on our understanding that this exchange is allowed per Caltrans' Obligation Authority Management Policy.


This Letter of Understanding will be in effect for a one-time exchange of CMAQ funds through October 1, 2019.

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We appreciate this opportunity to exchange federal fund apportionment and support our transportation partners. If you have questions, please contact Darin Grossi, Executive Director TCTC at (209) 533-5603 or Ross McKeown, MTC's Assistant Director of Programming, at (415) 778-5242.

Sincerely,

Sincerely,


Darin Grossi
Executive Director, TCTC


Therese W. McMillan
Executive Director, MTC