

October 17, 2025

## FY 2026 State Transit Assistance Claim Amendment and FY 2025 State Transit Assistance and State of Good Repair Claim Amendments

### Overview

Each year the SANDAG Board of Directors approves the annual claims for the State Transit Assistance (STA) and State of Good Repair (SGR) programs. The STA provides transit funding for transportation planning and mass transportation purposes, derived from statewide sales tax on diesel fuel, as specified by the Legislature.

Senate Bill 1, the Road Repair and Accountability Act of 2017, augmented STA funding and created the SGR program within the STA account. The SGR funds provide transit operators in California a consistent revenue source for repair, upgrade, and improvement of their agency's existing transportation services and infrastructure. Under the SGR guidelines, recipients must submit to Caltrans a list of projects proposed for SGR program funding to be able to receive an allocation from the State Controller's Office (SCO).

The SCO provides estimates in January for STA every year, then updates that estimate based on actuals received and provides updated estimates when needed. In September 2025, the SCO provided final actual FY 2025 allocations for the North County Transit District (NCTD) for both STA and STA SGR funds.

### ***FY 2026 State Transit Assistance Claim***

The SANDAG Board approved the initial claim of \$12,042,825 for NCTD at its meeting on June 27, 2025, ([Agenda Item No. 4](#)), per the recommendation of the Transportation Committee (TC). In August 2025, the SCO revised the STA estimates for FY 2026, reducing the amount of funding from \$12,042,825 to \$11,952,396 (a reduction of \$90,429).

### ***FY 2025 State Transit Assistance and State of Good Repair Claims***

The SANDAG Board approved the claim of \$14,208,695 for NCTD at its meeting on June 28, 2024, ([Agenda Item No. 5](#)), per the recommendation of the TC.

In August 2024, the SCO revised the STA estimates for FY 2025. On October 18, 2024, ([Agenda Item No. 3](#)), the TC adopted the revised STA estimate and approved the claim of \$13,960,445.

Additionally, on September 13, 2024, ([Agenda Item No. 6](#)), the SANDAG Board approved the FY 2025 SGR claim based upon the SCO's August 2024 estimated SGR allocation of \$2,088,577 for FY 2025. The

### Action: **Adopt**

The Transportation Committee is asked to adopt:

1. Resolution No. 2026-03, Approving the Revision to FY 2026 State Transit Assistance Claim for the North County Transit District;
2. Resolution No. 2026-04, Approving the Revision to FY 2025 State Transit Assistance Claim for the North County Transit District; and
3. Resolution No. 2026-05, Approving the Revision to FY 2025 State Transit Assistance, State of Good Repair Program Claim for the North County Transit District.

### **Fiscal Impact:**

The FY 2026 State Transit Assistance (STA) claim for the North County Transit District (NCTD) is decreased by \$90,429 based on revised estimate in August 2025. The FY 2025 STA claim for NCTD is reduced by \$1,871,664 and the FY 2025 STA State of Good Repair claim is reduced by \$29,319 based on final receipts for FY 2025.

### **Schedule/Scope Impact:**

None.

FY 2025 STA claim is reduced by \$1,871,664 and the FY 2025 STA SGR claim is reduced by \$29,319 based on final receipts for FY 2025.

**Key Considerations**

STA and SGR funds are appropriated by SCO to the Metropolitan Transportation System (MTS) and SANDAG. As the Regional Transportation Planning Agency (RTPA) for the San Diego region, SANDAG is responsible for the annual allocation of STA and SGR funds to NCTD. However, per the Public Utilities Code, MTS receives a separate appropriation and applies for and submits amendments directly to the SCO. The revised STA estimates for FY 2026 and the final actual STA and SGR allocations for FY 2025 are different from the currently approved claims, therefore, an amendment is required to update the claims prior to receiving payments.

The NCTD Board of Directors authorized its Executive Director or designee to request amendments to claims. The FY 2026 and FY 2025 STA claims support operating and capital and would decrease as shown in Attachments 1 and 2 respectively.

The FY 2025 SGR amendment would be used to support NCTD preventive maintenance. The SGR claim would be reduced as shown in Attachment 3. A summary of the revisions is shown in the table below.

**Table 1:**

Description	Claim No.	Claimant	Original Allocation	Adjustment +(-)	Revised Allocation
FY 2026 STA Claim Amendment	26041003	NCTD Operating Capital	\$12,042,825	(\$90,429)	\$11,952,396
			\$0	\$0	\$0
		<b>Total</b>	<b>\$12,042,825</b>	<b>(\$90,429)</b>	<b>\$11,952,396</b>
FY 2025 STA Claim Amendment	25041003	NCTD Operating Capital	\$12,232,427	(\$1,871,664)	\$10,360,763
			\$1,728,018	\$0	\$1,728,018
		<b>Total</b>	<b>\$13,960,445</b>	<b>(\$1,871,664)</b>	<b>\$12,088,781</b>
FY 2025 SGR Claim Amendment	25041004	NCTD Preventive Maintenance	\$2,088,577	(\$29,319)	\$2,059,258
		<b>Total</b>	<b>\$2,088,577</b>	<b>(\$29,319)</b>	<b>\$2,059,258</b>

**Next Steps**

Upon TC adoption and the SANDAG Board of Director’s ratification, staff will submit the revised claims to the State Controller for processing the payments.

**Susan Huntington, Director of Financial Planning, Budgets, and Grants**

- Attachments:
1. Resolution No. 2026-03: Approving the Revision to FY 2026 State Transit Assistance Claim for the North County Transit District
  2. Resolution No. 2026-04 Approving the Revision to FY 2025 State Transit Assistance Claim for the North County Transit District
  3. Resolution No. 2026-05: Approving the Revision to FY 2025 State Transit Assistance, State of Good Repair Program Claim for the North County Transit District
  4. NCTD FY 2026 State Transit Assistance Claim Amendment Request
  5. NCTD FY 2025 State Transit Assistance Claim Amendment Request
  6. NCTD FY 2025 State Transit Assistance, State of Good Repair Claim Amendment Request