



**OFFICE OF THE
CHIEF FINANCIAL OFFICER**
Office of Development and Grants

Coleman A. Young Municipal Center
2 Woodward Avenue, Suite 1026
Detroit, Michigan 48226

Phone 313•628•1258
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June 26, 2025

The Honorable Detroit City Council
ATTN: City Clerk Office
200 Coleman A. Young Municipal Center
Detroit MI 48226

RE: Request to Accept and Appropriate the FY 2025 Section 5307 Congestion Mitigation Air Quality (CMAQ) - Bus Replacement Grant

The Federal Transit Administration (FTA) has awarded the City of Detroit Department of Transportation (DDOT) with the FY 2025 Section 5307 Congestion Mitigation Air Quality (CMAQ) - Bus Replacement Grant in the amount of \$6,166,934.00. There is a required State match for the award, from the Michigan Department of Transportation, in the amount of \$1,541,733.00. The total Federal and State award amount is \$7,708,667.00. There is no local match requirement. The total project cost is \$7,708,667.00.

The objective of the grant is to improve DDOT's bus fleet, enhance access and mobility within DDOT's service area, and improve air quality by providing new energy efficient buses. The funding allotted to the department will be utilized to replace up to six (6) buses that have met or exceeded their useful life with newer, less polluting buses to be utilized on DDOT's fixed route service. This is a reimbursement grant.

If approval is granted to accept and appropriate this funding, the appropriation number is 21538.

I respectfully ask your approval to accept and appropriate funding in accordance with the attached resolution.

Sincerely,

DocuSigned by:

4D2BEE23C8D489...
Terri Daniels
Director, Office of Development and Grants

CC:
Sajjiah Parker, Assistant Director, Grants

DocuSigned by:

17E14C346551467...
Office of Budget

DocuSigned by:

B8CAE73E1C57487...
Approved as to Form
By the Law Department



Office of Development and Grants

RESOLUTION

Council Member _____

WHEREAS, the Detroit Department of Transportation (DDOT) is requesting authorization to accept a grant of reimbursement from the Federal Transit Administration, in the amount of \$6,166,934.00, to improve DDOT's bus fleet, enhance access and mobility within DDOT's service area, and improve air quality by providing new energy efficient buses; and

WHEREAS, there is a required State match for the Grant, from the Michigan Department of Transportation, in the amount of \$1,541,733.00; and

WHEREAS, the total Federal and State award amount is \$7,708,667.00; and

WHEREAS, the Law Department has approved this agreement as to form; and

WHEREAS, this request has been approved by the Office of Budget; now

THEREFORE, BE IT RESOLVED that the Director or Head of the Department is authorized to execute the grant agreement on behalf of the City of Detroit, and

BE IT FURTHER RESOLVED, that the Budget Director is authorized to establish Appropriation number 21538, in the amount of \$7,708,667.00, FY 2025 Section 5307 Congestion Mitigation Air Quality (CMAQ) - Bus Replacement Grant

**UNITED STATES OF AMERICA
DEPARTMENT OF TRANSPORTATION
FEDERAL TRANSIT ADMINISTRATION**

**GRANT AGREEMENT
(FTA G-33)**

On the date the authorized U.S. Department of Transportation, Federal Transit Administration (FTA) official signs this Grant Agreement, FTA has obligated and awarded federal assistance as provided below. Upon execution of this Grant Agreement by the Recipient named below, the Recipient affirms this FTA Award, enters into this Grant Agreement with FTA, and binds its compliance with the terms of this Grant Agreement.

The following documents are incorporated by reference and made part of this Grant Agreement:

- (1) "Federal Transit Administration Master Agreement," FTA MA(33), <http://www.transit.dot.gov>,
- (2) The Certifications and Assurances applicable to the FTA Award that the Recipient has selected and provided to FTA, and
- (3) Any Award notification containing special conditions or requirements, if issued.

WHEN THE TERM "FTA AWARD" OR "AWARD" IS USED, EITHER IN THIS GRANT AGREEMENT OR THE APPLICABLE MASTER AGREEMENT, "AWARD" ALSO INCLUDES ALL TERMS AND CONDITIONS SET FORTH IN THIS GRANT AGREEMENT.

FTA OR THE FEDERAL GOVERNMENT MAY WITHDRAW ITS OBLIGATION TO PROVIDE FEDERAL ASSISTANCE IF THE RECIPIENT DOES NOT EXECUTE THIS GRANT AGREEMENT WITHIN 90 DAYS FOLLOWING FTA'S AWARD DATE SET FORTH HEREIN.

FTA AWARD

Federal Transit Administration (FTA) hereby awards a Federal Grant as follows:

Recipient Information

Recipient Name: CITY OF DETROIT

Recipient ID: 2107

UEI: CRWJSGLZ3KX1

DUNS: 021100409

Award Information

Federal Award Identification Number (FAIN): MI-2025-005

Award with Amendment Number: MI-2025-005-00

Award Name: Section 5307 CMAQ Bus Replacement

Award Start Date: 6/23/2025

Original Award End Date: 7/31/2030

Current Award End Date: 7/31/2030

Award Executive Summary: This grant requests FY24 CMAQ Section 5307 flex funds in the amount of FTA \$6,166,934 and \$1,541,733 in State funds (combined \$7,708,667) to replace six (6) model year 2012 buses that have met or surpassed their useful life with newer less polluting buses to be utilized on DDOTs fixed route service. Useful life of a bus is determined by FTA to be 12 years pr 500,000 miles.

This application is to request \$6,166,934 in federal funds for replacement costs. Because replacement of older buses with brand new buses will constitute more efficient and safer buses, it meets the requirement that 0.75 percent of Urbanized Area Formula Program 5307 funds be allocated for safety-related projects.

The supporting documents attached to this application:

1. FY24 Approved STIP Job#215282 approved on May 9, 2024, Pg 116
2. DDOT Request for spare ratio extension April 15, 2024
3. FTA concurrence approval letter for spare ratio waiver approved May 22, 2024
4. 2045 Long Range Transportation Plan FTA approval July 15, 2019
5. DDOT vehicle replacement list with in-service date.
6. FY24 CMAQ/5307 Split Letter
7. FY24 FHWA Transfer Letter

Research and Development: This award does not include research and development activities.

Indirect Costs: This award does not include an indirect cost rate.

Suballocation Funds: Recipient organization is directly allocated these funds and is eligible to apply for and receive these funds directly.

Pre-Award Authority: This award is using Pre-Award Authority.

Award Budget

Total Award Budget: \$7,708,667.00

Amount of Federal Assistance Obligated for This FTA Action (in U.S. Dollars): \$6,166,934.00

Amount of Non-Federal Funds Committed to This FTA Action (in U.S. Dollars): \$1,541,733.00

Total FTA Amount Awarded and Obligated (in U.S. Dollars): \$6,166,934.00

Total Non-Federal Funds Committed to the Overall Award (in U.S. Dollars): \$1,541,733.00

Award Budget Control Totals

(The Budget includes the individual Project Budgets (Scopes and Activity Line Items) or as attached)

Funding Source	Section of Statute	CFDA Number	Amount
FHWA Transfer to 5307 Urbanized Area Formula Grants	5307-3	20507	\$6,166,934
Local			\$0
Local/In-Kind			\$0
State			\$1,541,733
State/In-Kind			\$0
Other Federal			\$0
Transportation Development Credit			\$0
Adjustment			\$0
Total Eligible Cost			\$7,708,667

(The Transportation Development Credits are not added to the amount of the Total Award Budget.)

U.S. Department of Labor Certification of Public Transportation Employee Protective Arrangements:

DOL Decision: DOL Concur - Certified
 DOL Review Date: 6/20/2025
 DOL Certification Date: 6/20/2025

Special Conditions

There are no special conditions.

FINDINGS AND DETERMINATIONS

By signing this Award on behalf of FTA, I am making all the determinations and findings required by federal law and regulations before this Award may be made.

FTA AWARD OF THE GRANT AGREEMENT

Awarded By:
Kelley Brookins
Regional Administrator
FEDERAL TRANSIT ADMINISTRATION
U.S. DEPARTMENT OF TRANSPORTATION
Contact Info: kelley.brookins@dot.gov
Award Date: 6/23/2025

EXECUTION OF THE GRANT AGREEMENT

Upon full execution of this Grant Agreement by the Recipient, the Effective Date will be the date FTA or the Federal Government awarded Federal assistance for this Grant Agreement.

By executing this Grant Agreement, the Recipient intends to enter into a legally binding agreement in which the Recipient:

- (1) Affirms this FTA Award,
- (2) Adopts and ratifies all of the following information it has submitted to FTA:
 - (a) Statements,
 - (b) Representations,
 - (c) Warranties,
 - (d) Covenants, and
 - (e) Materials,
- (3) Consents to comply with the requirements of this FTA Award, and
- (4) Agrees to all terms and conditions set forth in this Grant Agreement.

Executed By:

CITY OF DETROIT