



ITEM ID: 2023-372-0

TRANSMITTAL DATE: November 9, 2023

MEETING DATE: November 17, 2023

TO: Board of Directors

FROM: Arnold Hackett, Chief Financial Officer

SUBJECT: Third Continuing Resolution for FY24 Arrow Service Funding

Issue

San Bernardino County Transportation Authority (SBCTA) has requested that a third continuing resolution be approved to continue funding FY24 Arrow Service.

Recommendation

It is recommended that the Board approve the third continuing resolution for Arrow Service in the amount of \$7,247,746, subject to the SBCTA Board's expected approval of its corresponding item on December 6, 2023.

Strategic Commitment

This report aligns with the Strategic Business Plan commitment of:

- **Modernizing Business Practices:** We will improve our operational efficiency through transparency, objective metrics and streamlined governance, reducing over-reliance on subsidy while bringing our system into a state of good repair and investing in the development of our employees. Deferral of the FY24 Arrow service budget will allow for the gathering of actual data, producing a more accurate budget.

Background

On June 23, 2023, the SCRRA Board of Directors approved a four-month continuing resolution in the amount of \$6,239,915 to provide funding for Arrow service, in lieu of a FY24 Budget. This action was taken at the behest of SBCTA, who requested a four-month deferral

to adoption of the FY24 Arrow operating budget to allow for a budget to be constructed on the actuals experienced over the past nine months.

On October 27, 2023, at the request of SBCTA, the SCRRA Board approved a second continuing resolution in the amount of \$1,512,339, bringing the total amount of funding for Arrow service to \$7,752,254. This action was intended to allow for SBCTA to present a budget item to their Board in November 2023.

Discussion

Staff requests that the third continuing resolution be approved to continue funding Arrow Service until which time the SBCTA Board approves a funding amount for the entirety of FY24. The amount of the third continuing resolution is \$7,247,746 and will bring the total funding amount in-line with the amount of \$15,000,000 to be authorized by the SBCTA Board.

Budget Impact

Approval of this item by the Board will increase the amount of funding for Arrow service by \$7,247,746, bringing the total funding to \$15,000,000. This amount will be funded entirely by SBCTA.

Next Steps

Staff will continue to collaborate with SBCTA to finalize the FY24 budget for Arrow service. At such time as an FY24 budget is approved for Arrow service, the continuing resolution will be replaced by that adopted budget. On November 9, 2023, the SBCTA Transit Committee unanimously approved recommending to the SBCTA Board that a third continuing resolution be approved to increase FY24 Arrow service funding to a total amount of \$15,000,000. The additional funding is intended to allow for the continued operation of Arrow Service until SBCTA is prepared to consider a board item for the remainder of FY24. The SBCTA Board is expected to approve the third continuing resolution at its regularly scheduled meeting on December 6, 2023.

Prepared by: Danny Bueno, Senior Budget Analyst

Approved by: Arnold Hackett, Chief Financial Officer

Attachment(s)

[Presentation - Third Continuing Resolution for Arrow Service](#)