

CAPITAL BUDGET FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:

10/24/24

CONTACT DEPARTMENT:

Transportation and Public Works

SUBJECT: Approve an ordinance amending the Fiscal Year 2024-2025 Transportation and Public Works Department Special Revenue Fund (Ordinance No. 20240814-007) to accept and appropriate grant funds from the U. S. Environmental Protection Agency in the amount of \$47,854,062 and amending the Fiscal Year 2024-2025 Transportation and Public Works Department Capital Budget (Ordinance No. 20240814-007) to transfer in and appropriate \$47,854,062 for Mobility Hub projects and regional mobility education.

CURRENT YEAR IMPACT

Department:	Transportation and Public Works
Project Name:	CPRG Grant
Project Authorization:	2024-2025 Capital Budget
Funding Source(s):	U.S. Environmental Protection Agency
CIP FDU:	8950-2507-NEW
Unencumbered Balance	\$0
This Action	<u>\$47,854,062</u>
Estimated Available	<u>\$47,854,062</u>

ANALYSIS / ADDITIONAL INFORMATION: The City has been awarded an implementation grant application for the 2024 Climate Pollution Reduction Grant (CPRG) discretionary grant program. The CPRG program, created by the Inflation Reduction Act and administered through the U.S. Environmental Protection Agency, (EPA) provides a total of \$5 billion in federal grants to states, local governments, tribes, and territories to develop and implement ambitious plans for reducing greenhouse gas (GHG) emissions and other harmful air pollution.

Funding in the amount of \$47,854,062 is available from the U.S. Environmental Protection Agency, Climate Pollution Reduction Grant. A City funding match is not required.

The award will improve existing infrastructure by enhancing Capital Metropolitan Transportation Authority (CapMetro) Park and Ride facilities (mobility hubs) to provide multimodal transportation options, real-time parking and transit information, better bicycle parking and shelters and other amenities. The grant will also provide for new, smaller neighborhood mobility hubs to connect transit stops with last-mile transportation options like bike share, scooters, rideshare, paratransit or circulators.

Mobility hubs are becoming increasingly critical in urban planning as they offer a central location for transportation services such as public transit, bike share, and ridesharing services. By providing these options in one location, mobility hubs promote sustainable transportation options, which are critical to reducing greenhouse gas emissions and addressing climate change.

The grant application will pair improved infrastructure with TDM information, education, and incentive programs to encourage behavior change and shape regional travel demand by increasing the number of commuters sharing rides using carpool and vanpools, transit, and active transportation options. This portion of the grant consists of a coordinated regional mobility platform and one-stop-shop for accessing transportation options, transportation subsidies and rewards for taking low-GHG trips, marketing, and communications to reach communities impacted by major transportation construction projects, and on-the-ground community engagement to reach communities with personalized travel planning assistance.

The grant will improve transit service throughout the region by providing more funding to both CapMetro and the Capital Area Rural Transportation Service (CARTS) for increasing service reliability and frequency on adjacent routes during construction periods.

The grant will also support improved data collection on transportation choices, including better trip tracking infrastructure for active transportation, and air quality monitoring. This data will be used to better monitor and model where TDM programming is working, and future improvements are needed. Efforts funded by this grant complement efforts by the Capital Area Metropolitan Planning Organization (CAMPO) that is developing other TDM measures across the region.

In 2023, the City's Office of Sustainability was awarded \$1 million by the EPA to develop an Austin-Round Rock-Georgetown Metropolitan Statistical Area regional Priority Climate Action Plan (PCAP). The PCAP consists of projects focused on greenhouse gas reductions. To develop the PCAP, the Office of Sustainability worked with City departments, regional stakeholders, and a Community and Stakeholder Advisory Committee to create a list of near-term, high-priority, and implementation-ready projects. The Office of Sustainability collected approximately 100 proposals project ideas and reduced it down to two that were pursued for competitive CPRG implementation grant funding:

The TDM application was the sole application led by the City of Austin for this 2024 cycle, and the only awarded project in Texas. A city matching fund is not required for this grant opportunity under the terms of the Inflation Reduction Act.