FACT SHEET
FTA Section 5307 Program
Formula Grants for Urbanized Areas

Program Purpose
This program provides annual funding to urbanized areas to assist in public transportation administration, planning, capital, and operating activities.

Eligible Applicants
Public transportation agencies providing general public transportation service in urbanized areas greater than 200,000 in population are eligible for state matching funds only. General public transportation service includes demand response service.

Public transportation agencies providing general public transportation service in urbanized areas less than 200,000 in population are eligible for state and federal program funds.

Eligible Projects
TDOT Multimodal restricts state matching funds for capital program activities only. This includes administration, asset investments, preventative maintenance, and planning. Operating activities are NOT eligible for state match under the 5307 program.

Project Selection
TDOT Multimodal provides state match to direct recipients of federal 5307 program funds for capital activities only.

Annual program funds are apportioned by formula to the State. Multimodal allocates funds apportioned to urbanized areas less than 200,000 in population by formula based on population, general public ridership, general public revenue miles, and local participation funding.

Match Requirements
TDOT is not a pass through entity of federal funds.
TDOT provides for a state match if available in the state annual budget.
Contracts are established with grantees to receive state funds.
Capital - 80% Federal, 10% State, 10% Local
ADA Capital – 85% Federal, 7.5% State, 7.5% Local
Operating – Not Matched

Program Requirements
Program activities must adhere to all state and federal rules and requirements as detailed in the federal program circular as well as meet all grant administration and procurement guidelines.

For urbanized areas less than 200,000 in population, TDOT Multimodal has established deadlines for obligating program funds. Annual funds not obligated by the deadline will be reallocated at the discretion of the Commissioner unless compelling circumstances warrant an exception. Obligation deadlines are available in the most recent Program Allocation Letter and upon request.