

FTA

FEDERAL TRANSIT ADMINISTRATION

5010.1E the Updated Award Management Requirements Circular

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Federal Transit Administration

Today's Discussion

1. Overview of the Proposed 5010 Circular
2. Areas of Significant Change
3. Next Steps

What's in 5010?

Organization of the Document

- ✓ **Award** Management Requirements
- ✓ Chapter 1 - Definitions **and Acronyms**
- ✓ Chapter 2 - Overview of the Circular
- ✓ Chapter 3 – **Administration of the Award**
- ✓ Chapter 4 – **Management of the Award**
- ✓ Chapter 5 - FTA Oversight
- ✓ Chapter 6 - Financial Management
- ✓ Appendices



What's in 5010's Appendices?

- ✓ Appendix A – Table of FTA Circulars
- ✓ Appendix B – Federal Financial Report (FFR)
- ✓ Appendix C – Real Estate Acquisition Management Plan
- ✓ Appendix D – Guide for Preparing an Appraisal Scope of Work
- ✓ Appendix E – Rolling Stock Status Report
- ✓ Appendix F – Indirect Cost Rate Proposals
- ✓ Appendix G – Cost Allocation Plans
- ✓ Appendix H – Request For Advance or Reimbursement (SF-270)
- ✓ Appendix I – Reporting on Real Property Inventory
- ✓ Appendix J – Budget Revision Guidelines
- ✓ Appendix K – References
- ✓ Appendix L – FTA Regional and Metropolitan Contact Information

Chapter 1 – Significant Changes

- ✓ Definitions
- ✓ FAST Act, MAP-21 and 2 CFR 200



Definitions

- Electronic Award and Management System (EAMS): EAMS means a system that recipients and FTA use to manage applications for federal assistance, including the review, approval, and management of all awards.
 - This system is also used by recipients to submit the Federal Financial Report and other financial status reports, Milestone Progress Reports, and requests for modifications to awards.
 - This term includes FTA's Transportation Electronic Award and Management (TEAM), Transit Award Management System (TrAMS) and any subsequent system(s).

Definitions

2 CFR 200

- Award
- Non-Federal Entity
- Cognizant Agency for Indirect Costs

Definitions

FAST Act

- **Associated Transit Improvement** -- formerly referred to as “Transit Enhancements”
- **Low or No Emission Vehicle** -- or a zero emission vehicle used to provide public transportation.

Definitions

Policy Changes

- **Overhaul:** Systematic replacement or upgrade of systems whose useful life is less than the useful life of the entire vehicle in a programmed manner. Overhaul is performed as a planned or concentrated preventive maintenance activity and is intended to enable the vehicle to perform to the end of the original useful life. Rolling stock must have accumulated at least 40 percent of its useful life before FTA will participate in the costs of its overhaul.
- **Rebuild:** Rebuild means a capital activity associated with rolling stock that occurs at, or near, the end of a unit of rolling stock's useful life, and that results in an extended useful life for the unit of rolling stock consistent with the extent of the rebuilding.
- **Remanufactured Vehicles:** Remanufactured vehicles means a previously owned/used vehicle that has undergone or requires substantial structural, mechanical, electrical, and/or cosmetic rebuilding, restoration or updating and that is to be acquired or leased by a new party -- must meet all of the requirements for new bus models (e.g., useful life, bus testing, etc.).

Definitions

Policy Changes

- **Removable Power Source** - A power source that is separately installed in, and removable from a zero emission vehicle and may include a battery, a fuel cell, an ultra-capacitor, or other advance power source.
- **Rolling Stock Repowering** - Rolling stock repowering involves replacing a vehicle's propulsion system with a propulsion system of a different type.

Chapter 2 – Significant Changes

- FAST Act
- MAP-21
- Uniform Guidance or 2 CFR 200
 - 2 CFR 1201

Chapter 3 – Significant Changes

- Risk-Based Milestones Progress and Federal Financial Reporting
- Implementation of MAP-21 provisions on Project Management Oversight
- TVM – Transit Vehicle Manufacturer

Chapter 4 - Significant Changes

- Reorganized Real Property and Equipment Sections
- Real Property Reporting Requirements
- Useful Life - FTA will no longer require its recipients to identify a minimum useful life period for equipment to which FTA does not already establish a minimum useful life
- Zero-Emission Vehicles – seek comment on whether useful life requirements for buses discourages the consideration of this technology

Significant Policy Changes

We are seeking comments on the following policy changes:

- Repowering of Rolling Stock
- Standards for Remanufactured Vehicles

Significant Policy Changes

- Information regarding leases requirements has been updated.
 - FAST Act eliminates FTA's regulatory requirement that FTA may only participate in capital leases that are more cost effective than acquisitions
 - FAST Act also requires recipients to provide a report to FTA within 3 years after the date on which the recipient enters into rolling stock or related equipment leases
 - An evaluation of the overall costs and benefits of leasing rolling stock and
 - a comparison of the expected short-term and long-term maintenance costs of leasing versus buying rolling stock

Significant Policy Changes

- Force Account Work threshold for justification and plans on file raised to \$1 Million
 - Plans over \$10 Million still must be approved by FTA
- Single Audit threshold raised to \$750,000

Changes to Appendices

- Appendix F - Indirect Cost Rate Proposals (IDRP)
- Appendix G - Cost Allocation Plans (CAP)
- Appendix I - Reporting on Real Property
- Appendix J - Award Amendments and Budget Revision Guidelines

For follow up questions or comments, contact:

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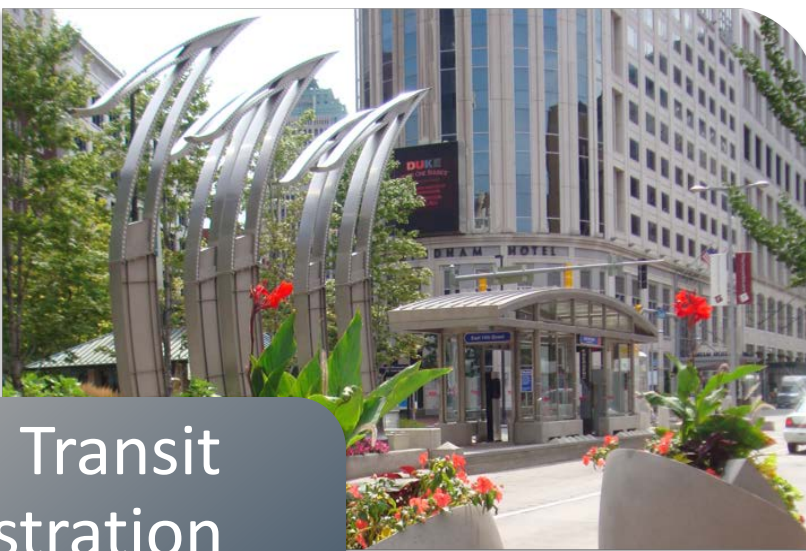
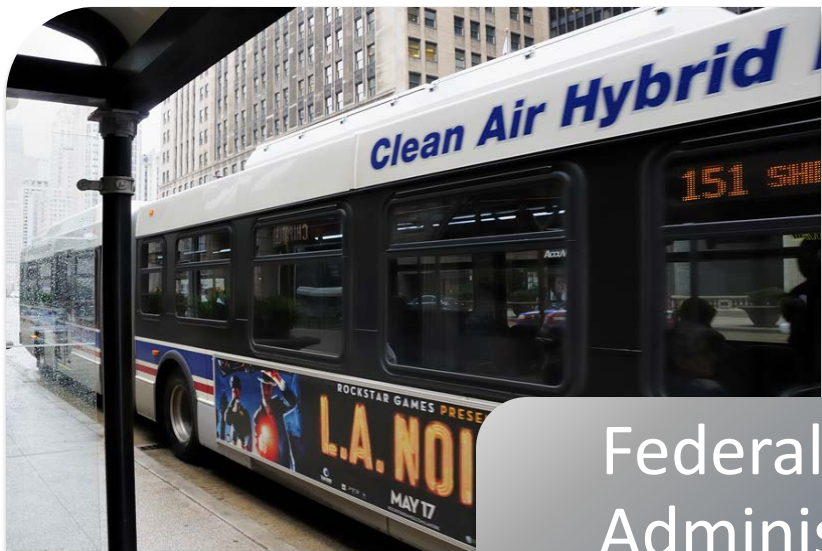
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Questions?





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