

# AGENDA MEETING NOTICE

## Board of Directors Meeting

**DATE:** Wednesday, July 1, 2026  
**TIME:** 8:30 a.m.  
**LOCATION:** Staples Street Center – 2<sup>ND</sup> Floor Pat Eisenhower Boardroom,  
 602 North Staples St., Corpus Christi, TX

**BOARD OF DIRECTORS OFFICERS**  
 Arthur Granado, Chair  
 Lynn Allison, Vice-Chair/Legislative Chair

**BOARD OF DIRECTORS MEMBERS**  
 Beatriz Charo, Rural & Small Cities Chair  
 Aaron Munoz, Administration & Finance Chair  
 Eloy Salazar, Operations & Capital Projects Chair  
 David Berlanga Gabi Canales Beth Owens  
 Jahvid Motaghi Susie Luna Saldaña Susie Sullivan

	TOPIC	SPEAKER	EST.TIME	REFERENCE
1.	<b>Pledge of Allegiance</b>	A. Granado/ U.S. Veteran, TBD	1 min.	-----
2.	<b>Safety Briefing</b>	G. Casas	3 min.	-----
3.	<b>Roll Call and Establish Quorum</b>	M. Montiel	1 min.	-----
4.	<b>Confirm</b> Posting of Meeting's Public Notice in Accordance with Texas Open Meetings Act, Texas Government Code, Chapter 551	A. Granado	1 min.	-----
5.	<b>Public Notice on Executive Session</b>	A. Granado	1 min.	-----
<p><b>Public Notice</b> is given that the Board may elect to go into executive session at any time during the meeting in order to discuss matters listed on the agenda, when authorized by the provisions of the Open Meetings Act, Chapter 551 of the Texas Government Code. In the event the Board elects to go into executive session regarding an agenda item, the section or sections of the Open Meetings Act authorizing the executive session will be publicly announced by the presiding officer</p>				
6.	<b>Receipt of Conflict of Interest Affidavits</b>	A. Granado	1 min.	-----
7.	<b>Opportunity for Public Comment</b> <b>3 min. limit – no discussion</b>	A. Granado	3 min.	-----
<p>Public Comment may be provided in writing, limited to 1,000 characters, by using the <a href="https://www.ccrta.org/meetings/public-comment">Public Comment Form</a> online at <a href="https://www.ccrta.org/meetings/public-comment">https://www.ccrta.org/meetings/public-comment</a> or by regular mail or hand-delivery to the CCRTA at 602 N. Staples St., Corpus Christi, TX 78401, and MUST be submitted no later than 5 minutes after the start of a meeting in order to be provided for consideration and review at the meeting. All Public Comments submitted shall be placed into the record of the meeting.</p>				
8.	<b>Administer</b> the Oath of Office Appointments by the City of Corpus Christi to the CCRTA Board of Directors: a) David Berlanga b) Gabi Canales c) Eloy Salazar d) Susie Luna Saldaña e) Susie Sullivan	J. Bell	5 min.	-----
9.	<b>Awards and Recognition –</b> a) New Hires b) Texas Workforce Commission – “We Hire Vets” Award	D. Majchszak	5 min.	-----
10.	<b>Action</b> to Elect CCRTA Board Secretary	A. Granado	3 min.	-----

# AGENDA MEETING NOTICE

11.	<b>Announcement</b> of Committee Appointments by the Board Chair and <b>Action</b> to Confirm Committee Appointments	A. Granado	3 min.	<b>Pages</b> 1-3 <i>PPT</i>
12.	<b>Discussion and Possible Action</b> to Approve the June 3, 2026, Board of Directors Meeting Minutes	A. Granado	3 min.	<b>Pages</b> 4-12 <i>Attachment</i>
13.	<b>CONSENT ITEMS:</b> The following items are routine or administrative in nature and have been discussed previously by the Board or Committees. The Board has been furnished with support documentation on these items. <ul style="list-style-type: none"> <li>a) <b>Adopt</b> a Resolution to Add the Five Specific Design Plan Changes to the Defined Benefit Plan for New Hires only Effective January 1, 2027</li> <li>b) <b>Authorize</b> an Additional Actuarially Determined Contribution of \$1,849,167 to the CCRTA Employee Defined Benefit Plan and Trust for Plan Year 2026</li> <li>c) <b>Adopt</b> a Resolution Authorizing Participation in the 791 Purchasing Cooperative and Authorize the Chief Executive Officer (CEO), or Designee, to Execute the Master Interlocal Agreement and Any Related Documents Necessary to Facilitate Participation in the Cooperative</li> <li>d) <b>Award</b> a Three (3) Year Hardware Agreement for Current Fleetwatch Equipment Coverage in an Amount not to Exceed \$65,620.00</li> <li>e) <b>Award</b> a three (3) year contract for (2026-SP-07) Fasteners and Miscellaneous Shop Supplies in an amount not to exceed \$289,399.46</li> </ul>		5 min.	<b>Pages</b> 13-26 <i>Attachments</i> <i>PPT</i>
14.	<b>Provision of Information</b> Concerning the Emergency Expenditure to Pay Building Permit Fees to the City of Corpus Christi in the amount of \$155,073.78 for the Bear Lane Maintenance Facility and <b>Action</b> to Confirm or Not Confirm Such Expenditure	D. Majchszak	5 min.	<b>Pages</b> 27-28 <i>PPT</i>
15.	<b>Discussion and Possible Action</b> to Authorize the Payment of Building Permit Fees to City of Corpus Christi for the New Bear Lane Maintenance Facility Not to Exceed \$350,000.00	S. Montez	5 min.	<b>Pages</b> 29-30 <i>PPT</i>
16.	<b>Update</b> on New Maintenance Facility	S. Montez	3 min.	<b>Pages</b> 31-33 <i>PPT</i>
17.	<b>Update</b> on RCAT Committee	S. Montez	3 min.	<i>PPT</i>
18.	<b>Presentations:</b> <ul style="list-style-type: none"> <li>a) Investment Report - 1<sup>st</sup> Quarter 2026</li> <li>b) May 2026 Financial Report</li> <li>c) July 2026 Procurement Update</li> <li>d) May 2026 Operations Report</li> </ul>	R. Saldaña/ David McElwain R. Saldaña R. Saldaña G. Robinson	20 min.	<i>PPT</i> <b>Pages</b> 34-48 <i>PPT</i> <b>Pages</b> 49-50 <i>PPT</i> <b>Pages</b> 51-59 <i>PPT</i>
19.	<b>CEO Report</b>	D. Majchszak	5 min.	<i>PPT</i>
20.	<b>Board Chair Comments and Board Member Comments</b>	Board Chair	5 min.	-----
21.	<b>Adjournment</b>	Board Chair	1 min.	-----

**Total Estimated Time: 1 hr 25 mins**

# AGENDA MEETING NOTICE

On Thursday, June 25, 2026 this Notice was posted by Marisa Montiel at the CCRTA Staples Street Center, 602 N. Staples Street, Corpus Christi, Texas; and sent to the Nueces County and the San Patricio County Clerks for posting at their locations.

**PUBLIC NOTICE** is given that the Board may elect to go into executive session at any time during the meeting in order to discuss matters listed on the agenda, when authorized by the provisions of the Open Meetings Act, Chapter 551 of the Texas Government Code. In the event the Board elects to go into executive session regarding an agenda item, the section or sections of the Open Meetings Act authorizing the executive session will be publicly announced by the presiding officer.

In compliance with the Americans with Disabilities Act, individuals with disabilities who plan to attend this meeting and who may need auxiliary aids or services are requested to contact the Assistant Secretary to the Board at (361) 903-3474 at least 48 hours in advance so that appropriate arrangements can be made. Información en Español: Si usted desea esta información en Español o en otro idioma, por favor llame al teléfono(361) 289-2712.

**Mission Statement**

*To provide our riders with safe, accessible, convenient, and sustainable transportation solutions that unite communities and promotes local economic growth.*

**Vision Statement**

*Provide an integrated system of innovative accessible and efficient public transportation services that increase access to opportunities and contribute to a healthy environment for the people in our service area.*

**Subject:** Announcement of CCRTA Committee Chairs and Appointments by the Board Chair and Action to Confirm Committee Chairs and Appointments

### **Background**

The Authority has four standing Committees; the Administration & Finance Committee, Operations & Capital Projects Committee, the Rural and Small Cities Transit Committee and the Legislative Committee. The Administration & Finance Committee and Operations & Capital Projects Committee meetings are scheduled to meet monthly to discuss and review in detail matters concerning the Authority. The Rural and Small Cities Transit Committee and the Legislative Committee meetings are scheduled to meet quarterly, or as required, to discuss and review in detail matters concerning the Authority.

On May 6, 2026, the Board of Directors established two Ad Hoc Committees; the Contracted Services Committee and the New Maintenance Facility Committee. These Ad Hoc Committees were established to ensure the Board is fully informed as to the decision that will be made by providing the Ad Hoc Committee members with the opportunity to participate in the procurement process of the contract(s). Under the Texas Open Meetings Act, committees of this nature must not include a quorum of the Board or have any authority to act on behalf of the Board in order to maintain the integrity of the procurement(s) and keep meetings of the Committee from being public.

### **Identified Need**

Section 3.07 of the Bylaws states that “The members of all Board committees shall be appointed by the Chair, subject to confirmation by the Board. The Chair shall be a member of all such committees.”

### **Recommendation**

The Board Chair will recommend Board Members, with the respective chairs, to participate in designated Committees.

Respectfully Submitted,

Submitted by: s /s Arthur Granado  
Arthur Granado  
Board Chair

## CURRENT CCRTA COMMITTEE APPOINTMENTS

### Administration & Finance Committee

Aaron Muñoz - Committee Chair  
David Berlanga  
Gabi Canales  
Jahvid Motaghi  
**Jeremy Coleman\***

### Operations & Capital Projects Committee

Eloy Salazar – Committee Chair  
Lynn Allison  
Beatriz Charo  
Beth Owens  
Susie Luna Saldaña

### Rural and Small Cities Transit Committee

Beatriz Charo – Committee Chair  
David Berlanga  
Beth Owens  
Eloy Salazar  
Susie Luna Saldaña

### Legislative Committee

Lynn Allison – Committee Chair  
Gabi Canales  
Jahvid Motaghi  
Aaron Muñoz  
**Jeremy Coleman\***

## Ad-Hoc Committees

### Contracted Services Committee

**Jeremy Coleman, Committee Chair\***  
David Berlanga  
Aaron Muñoz  
Beth Owens  
Susie Luna Saldaña

### New Maintenance Facility Committee

Eloy Salazar – Committee Chair  
Lynn Allison  
Gabi Canales  
Beatriz Charo  
Jahvid Motaghi

## **RECOMMENDED CCRTA COMMITTEE APPOINTMENTS**

### **Administration & Finance Committee**

Aaron Muñoz - Committee Chair  
David Berlanga  
Gabi Canales  
Jahvid Motaghi  
*Susie Sullivan*

### **Operations & Capital Projects Committee**

Eloy Salazar – Committee Chair  
Lynn Allison  
Beatriz Charo  
Beth Owens  
Susie Luna Saldaña

### **Rural and Small Cities Transit Committee**

Beatriz Charo – Committee Chair  
David Berlanga  
Beth Owens  
Eloy Salazar  
Susie Luna Saldaña

### **Legislative Committee**

Lynn Allison – Committee Chair  
Gabi Canales  
Jahvid Motaghi  
Aaron Muñoz  
*Susie Sullivan*

## **Ad-Hoc Committees**

### **Contracted Services Committee**

*David Berlanga– Committee Chair*  
Aaron Muñoz  
Beth Owens  
Susie Luna Saldaña  
*Susie Sullivan*

### **New Maintenance Facility Committee**

Eloy Salazar – Committee Chair  
Lynn Allison  
Gabi Canales  
Beatriz Charo  
Jahvid Motaghi

**CORPUS CHRISTI REGIONAL TRANSPORTATION AUTHORITY  
BOARD OF DIRECTORS' MEETING MINUTES  
WEDNESDAY, June 3, 2026**

**Summary of Actions**

1. Pledge of Allegiance
2. Heard Safety Briefing
3. Roll Call and Established Quorum
4. Confirmed Posting of Meetings Public Notice
5. Gave Public Notice on Executive Session
6. Receipt of Conflict of Interest Affidavits
7. Provided Opportunity for Public Comment
8. Presented Awards and Recognition
  - a) American Public Transportation Association – Certificate of Merit in Bus Safety
9. Approved the May 6, 2026 Board of Directors Meeting Minutes
10. Approved Consent Item
  - a) Award a Two-Year Contract or Bus Parts Supply to Gillig LLC, Mohawk Mfg. and Supply Co., Muncie Transit Supply, Vehicle Maintenance Program, C.C. Freightliner, Kirk's Automotive Inc., Romaine Electric Corporation, South Texas Truck Centers, Thermo King of Corpus Christi and Dartco Transmission Sales and Service for a Not-to-Exceed Amount of \$2,938,127.32
11. Authorized the Chief Executive Officer (CEO) or Designee to extend the Roland Barrera Insurance Contract for Insurance Consultant Services by one year for an amount not to exceed \$60,000.00
12. Heard Update on Port Aransas Services
13. Heard Update on New Maintenance Facility
14. Heard Update on Staples Street Security Guard Building
15. Heard Presentations –
  - a) April 2026 Financial Report
  - b) June 2026 Procurement Update
  - c) April 2026 Operations Report
  - d) January – April 2026 Safety & Security Report
16. Heard CEO Report
17. Heard Board Chair Comments and Board Member Comments
18. Adjournment

The Corpus Christi Regional Transportation Authority Board of Directors met at 8:30 a.m. in the Corpus Christi Regional Transportation Authority Staples Street Center facility located at 602 N. Staples Street, 2<sup>nd</sup> Floor Board Room, Corpus Christi, Texas.

**Pledge of Allegiance**

Board Chair Arthur Granado the meeting to order at 8:30 a.m. He welcomed and gave an introduction for U.S. Veteran, Haven Roberts, to lead the Pledge of Allegiance.

### **Safety Briefing**

Mr. John Esparza, Safety Administrator, presented the safety briefing to the Board and audience. He provided exit instructions in the event of an emergency. Ms. Montiel would account for all Board Members, and he would be the last out to ensure everyone exits safely.

### **Roll Call & Establish Quorum**

Ms. Montiel called roll and noted a quorum was present at this time.

### **Board Members Present**

Lynn Allison, David Berlanga, Gabi Canales (virtual), Beatriz Charo, Jeremy Coleman, Arthur Granado, Jahvid Motaghi, Aaron Muñoz, Beth Owens, Eloy Salazar and Susie Luna Saldaña.

### **Board Members Absent**

None.

### **Staff Present**

David Chapa Angelina Gaitan, Sharon Montez, Rita Patrick, Miguel Rendón, Derrick Majchszak, Marisa Montiel, Gordon Robinson, and Robert Saldaña. Gilbert Casas and Sandra Cisneros.

### **Public Present**

Roland Barrera, Roland Barrera Insurance. Jodie Smith, Turner/Ramirez.

### **Confirm Posting of Meeting's Public Notice in Accordance with Texas Open Meetings Act, Texas Government Code, Chapter 551**

Ms. Montiel confirmed posting of the meeting.

### **Public Notice on Executive Session**

Chair Granado gave notice on Executive Session to the public.

### **Receipt of Conflict of Interest Affidavits**

None

### **Opportunity for Public Comment**

Ms. Montiel reported one online public comment was submitted and a copy was provided to each board member.

*Online submission included as Attachment A.*

### **Awards and Recognitions**

- a. American Public Transportation Association, Certificate of Merit in Bus Safety – Mr. Majchszak, CEO, announced the award noting CCRTA received a Certificate of Merit in Bus Safety at the APTA Bus Safety, Security, & Emergency Management Awards. The organization was recognized for its efforts to reduce accidents, having decreased preventable

accidents by 67% over three years. He noted this is the 5th consecutive year that CCRTA has been recognized for its safety, security, and emergency management efforts. He thanked the Safety & Security team for their efforts. Mr. Miguel Rendón said a few words and recognized the Trainers and his team for all their hard work.

### **Discussion and Possible Action to Approve the May 6, 2026 Board of Directors Meeting Minutes**

**DIRECTOR BEATRIZ CHARO MADE A MOTION TO APPROVE THE MAY 6, 2026 BOARD OF DIRECTORS MEETING MINUTES. DIRECTOR SUSIE SALDAÑA SECONDED THE MOTION. ALLISON, BERLANGA, CHARO, COLEMAN, MOTAGHI, MUÑOZ, OWENS, SALAZAR, AND SALDAÑA VOTING IN FAVOR. OPPOSED NONE. ABSENT CANALES. MOTION PASSED.**

### **Consent Items**

- a. Award a Two-Year Contract or Bus Parts Supply to Gillig LLC, Mohawk Mfg. and Supply Co., Muncie Transit Supply, Vehicle Maintenance Program, C.C. Freightliner, Kirk's Automotive Inc., Romaine Electric Corporation, South Texas Truck Centers, Thermo King of Corpus Christi and Dartco Transmission Sales and Service for a Not-to-Exceed Amount of \$2,938,127.32.

**DIRECTOR AARON MUÑOZ MADE A MOTION TO APPROVE CONSENT ITEM A. DIRECTOR SUSIE SALDAÑA SECONDED THE MOTION. ALLISON, BERLANGA, CHARO, COLEMAN, MOTAGHI, MUÑOZ, OWENS, SALAZAR, AND SALDAÑA VOTING IN FAVOR. OPPOSED NONE. ABSENT CANALES. MOTION PASSED.**

### **Discussion and Possible Action to Authorize the Chief Executive Officer (CEO) or Designee to award a three-year contract to Roland Barrera Insurance for Insurance Consultant Services for an amount not to exceed \$180,000.00**

**DIRECTOR BEATRIZ CHARO MADE A MOTION TO DISCUSS TO AUTHORIZE THE CHIEF EXECUTIVE OFFICER (CEO) OR DESIGNEE TO AWARD A THREE-YEAR CONTRACT TO ROLAND BARRERA INSURANCE FOR INSURANCE CONSULTANT SERVICES FOR AN AMOUNT NOT TO EXCEED \$180,000.00. DIRECTOR AARON MUÑOZ SECONDED THE MOTION.**

Ms. Angelina Gaitan, Director of Human Resources, presented the item, noting a board priority of Transparency. Ms. Gaitan provided background on Roland Barrera Insurance (RBI) has been providing Insurance Consulting Services to CCRTA since 2013. RBI has provided guidance and expertise regarding the variety of insurance coverages offered to CCRTA employees. RBI assists with open enrollment, updates to insurance-related processes, and assists with resolving issues employees face. She continued that over the years, CCRTA has developed a strong working relationship with RBIs representatives

who consistently support the HR team and serve as a liaison between the insurance carriers and the agency. The contract expires on August 19, 2026. Ms. Gaitan discussed the timeline of the proposal, noting two proposals were received, with one deemed responsive. The unresponsive proposal was due to not providing the sufficient information required per the RFP. She discussed the analysis and results of the evaluation. The estimated total costs for the three-year base are \$180,000. She noted that RBI did not increase the monthly rates for these services. There is a flat rate of \$5,000 a month, or \$60,000 annually. Ms. Gaitan added that bringing these services in-house would require the HR department to hire an additional full-time employee with a comparable level of expertise that a consultant provides with an estimated annual salary of \$70,000, excluding employee benefits. Additional costs would be incurred for procuring an enrollment platform, training for the new employee, and to bring in professional and educational resources needed to educate employees.

The Administration and Finance Committee voted to recommend tabling the award for three months to allow time to see additional proposals and under this schedule, it would be brought back for Board approval on September 2, 2026. This timeline would require a short extension to provide continued services due to the RBI contract expiration date of August 19, 2026. Ms. Gaitan explained the risks of rebidding the same project noting the RFP has already been opened and announced, which would allow new proposers to have access to what was previously submitted and potentially mimic the terms previously offered. This can have a negative impact on bidders willing to do business with the RTA.

At 8:50 AM, Chair Granado announced under the Texas Open Meetings Act, Chapter 551.07, the Board of Directors would be going into closed session to confer with legal counsel on item 11- Discussion and Possible Action to Authorize the Chief Executive Officer (CEO) or Designee award a three-year contract to Roland Barrera Insurance for Insurance Consultant Services for an amount not to exceed \$180,000.00.

Chair Granado called the meeting back to order at 9:41 AM. Director Saldaña made a motion to extend the contract of Roland Barrera Insurance for Insurance Consultant Services for an amount not to exceed \$60,000 by one-year. Director Saldaña added this would give the Board the opportunity to learn more about the procurement process and discuss in further detail at a further workshop. Director Salazar discussed the requirement to have a local office, noting there are some contracts that do not have a local office. He noted this may be a material change in the RFP that could produce more participation. He added he feels there should be more than one bid for this procurement after all these years. Director Canales asked what the effect of a one-year extension would be. Mr. Bell noted under the law, the CCRTA would go out with a new RFP when it is time, with any modifications that are agreed upon. He added the RTA could also extend the contract and not go out for bids since it is a service contract. Chair Granado noted this is the first time that this contract has gone out as an RFP, and in the past, the Board has always approved it as a Professional Services Contract per the Board's request.

Director Canales asked for clarification of the local office requirement. Mr. Bell said one of the factors of the contract is to help employees with the open enrollment process in the health benefits program, which requires a local presence to meet with employees. Director Berlanga asked if TML could provide these services and Mr. Bell replied no, TML provides liability and casualty loss coverage. Director Berlanga asked staff to do what they can to make the RFP more attractive so there is more than one bid and they are not in the same position next year. Director Muñoz clarified two bids were received; however, one did not provide all the information and was deemed non-responsive. Director Muñoz asked if there would be any continuity issues with the extension in relation to services and the enrollment process. Mr. Barrera replied no, they would cooperate with any necessary changes. He added that the reason the RFP may be more complex is because they have made themselves as valuable as possible to the agency by providing an array of services. Director Berlanga asked if Mr. Barrera was part of the RFP design process. Mr. Barrera replied no, however, they did advise the agency on exactly which services the agency receives and what they would need should the contract expire. Mr. Bell clarified that the scope of work of an existing contract is usually used as a basis for the RFP, and Mr. Barrera had no impact on the RFP. Mr. Barrera added they recently negotiated technology credits that will go to the owner of the platform on a quarterly basis, which will be issued as a credit on the RTA invoices. Director Salazar asked if he is okay with the one-year extension. Mr. Barrera replied he would be a little disappointed but would be okay with it. Director Berlanga asked if they could teach the staff so they can become more knowledgeable in the area. Mr. Majchszak replied for some items perhaps, but there are certain areas where expertise is needed. He added one mismanagement could end up costing several hundred thousand dollars. Director Berlanga asked for clarification from Mr. Bell, stating at the Administration & Finance Committee Meeting, Director Muñoz abstained, and has now been given consult that he can vote. Secretary Coleman stated this is not pertinent discussion.

**SECRETARY COLEMAN MADE A MOTION TO CALL FOR THE QUESTION. DIRECTOR AARON MUÑOZ SECONDED THE MOTION. ALLISON, BERLANGA, CHARO, COLEMAN, MOTAGHI, MUÑOZ, OWENS, SALAZAR, AND SALDAÑA VOTING IN FAVOR. OPPOSED NONE. ABSENT CANALES. MOTION PASSED. MOTION PASSED.**

**DIRECTOR SUSIE SALDAÑA MADE A MOTION TO EXTEND THE ROLAND BARRERA INSURANCE CONTRACT FOR INSURANCE CONSULTANT SERVICES BY ONE-YEAR FOR AN AMOUNT NOT TO EXCEED \$60,000. DIRECTOR JAHVID MOTAGHI SECONDED THE MOTION. ALLISON, BERLANGA, CANALES, COLEMAN, MOTAGHI, OWENS, SALAZAR, AND SALDAÑA VOTING IN FAVOR. OPPOSED CHARO AND MUÑOZ. ABSENT NONE. MOTION PASSED.**

### **Update on Port Aransas**

Mr. Majchszak presented the item and displayed route maps and service times for Routes 65 (Padre Island Flex), Route 90 (Flexi-B), 94 (Port Aransas Shuttle), and 95 (Port Aransas Express), with the service stops and times for the 90 and 94. He noted there is an Interlocal Agreement between CCRTA and Port Aransas for Route 90 and 94 and services are operated by Port Aransas drivers. Next, he discussed the system-wide Service Standards, adding they are a Federal Transit Administration Requirement. Mr. Majchszak discussed the service standards and performance for Routes 94 & 95. Furthermore, he discussed the service requirements to operate expanded service on both routes. The total current and expansion operating total would be estimated at \$819,540. He announced the Port Aransas Express began on May 22<sup>nd</sup> and displayed the schedule. The total current and expansion operating total would be estimated at \$387,804. Next, the Port Aransas service improvements were discussed such as route and service adjustments and future consideration of a Microtransit on-demand service utilizing smaller vehicles. He said a meeting is scheduled with Port Aransas business community members to better understand the service needs on June 18<sup>th</sup>. Director Salazar requested the Small and Rural Cities Committee also meet to discuss this to provide their recommendations. Director Charo confirmed they would meet once they receive feedback. Director Owens said she appreciated the feedback and she looks forward to the efforts in coming up with solutions.

### **Update on New Maintenance Facility**

Ms. Sharon Montez, Managing Director of Capital Programs and Customer Services, presented the update reporting the background on the New Maintenance Facility that she has previously presented. She introduced Jodie Smith, who is with Turner/Ramirez who was present. Since the previous update, she noted the NEPA is complete, inclusion in TIP and STIP is complete, and that the grant pre-award was received May 29<sup>th</sup>. She provided the May monthly project updates highlighting some of the meetings held. The Request for Proposals for Construction of a New Maintenance Facility was issued on May 12<sup>th</sup>, and pre-proposal was held May 26<sup>th</sup>. Ms. Montez provided a timeline highlighting completed and pending items. The anticipated construction start date is September 7, 2026. Director Salazar asked when the Ad Hoc committee would begin to meet. Mr. Majchszak said generally when the procurement documents come back is when the documents would start to go out and the committee could then be a part of the review process, with legal counsel's guidance to ensure all legal aspects are followed.

### **Update on the Staples Street Security Guard Building**

Ms. Sharon Montez provided the update discussing the tasks completed to date. Ms. Montez discussed the future work for the upcoming month. By mid-June, the building is expected to be set on foundation and anchored into place, followed by electrical tie-in and setting of handrails. Photos of the progress were displayed.

## Presentations

### **a) April 2026 Financial Report**

Mr. Robert Saldaña, Managing Director of Administration, presented the April financials and noted the item aligns with the Board Priority of Public Image & Transparency. Highlights included passenger service was 112.10% of budget baseline and there was a positive variance for five out of eight expense categories. He displayed the April 2026 Income Statement Snapshot. Total revenues for April amounted to \$4,060,399. He displayed the revenue categories. The total operating and non-operating revenues and capital funding were reported at \$17,768,967. The total departmental operating expenses were reported at \$4,087,398. Next, he discussed and displayed a pie chart of where the money went. Mr. Saldaña showed the expenses by object for April. Year-to-date highlights included passenger service was 106.04% of budget baseline, there was a positive variance for five out of eight expense categories and total operating expenses are \$19,635 or 0.13% under budget. The April-end Fare Recovery Ratio was reported at 3.25%. Next, he displayed the sales tax update for March, in which \$4,437,070 was received.

### **b) June 2026 Procurement Update**

Mr. Robert Saldaña presented the update, noting the Board Priority of Public Image & Transparency. The current procurements issued were discussed: Paratransit Services and Small Bus Operations, for a five-year term, with an estimated cost of \$50,260,227, Construction of a New Maintenance Facility, for 716 calendar days, with an estimated cost of \$57,850,000, and Bus Stop Cleaning Services, for a five-year term, with an estimated cost of \$2,645,414. Director Salazar said he wanted to reiterate that he would like to see more than one proposer for these items. These procurements total \$110,755,641. The three-month future procurement outlook was reviewed including: Title VI Program Update FY 2023-2025, Heavy Duty Vehicle Filters, and Lubricants and Fluid Supply. These items have an estimated total of \$592,792. Next, the three-month outlook under the CEO's signature authority was displayed and discussed. All these items are \$75,000 or less. The items totaled \$124,225. Secretary Coleman asked about the commercial custodial services. Mr. Majchszak clarified this is solely for the tenants and common areas. The RTA has its own custodial staff for its own areas and offices.

### **c) April 2026 Operations Update**

Mr. Derrick Majchszak, presented the report. He provided the highlights for the month of April 2026 vs. April 2025. The Passenger Trips were up 2.9%, the Revenue Service Hours were down -4.8%, and a decrease of -2.5% in Revenue Service Miles. He displayed the RTA System Monthly Ridership Trends and the System-Wide Monthly Ridership by Mode. He noted year-to-date, the system overall was up 8.4%. He displayed the Top Ten Route Total Ridership and Bottom Ten Route Ridership numbers for April 2026. Mr. Majchszak reported the Passenger Per Revenue Hour (Weekday) for April 2026. He displayed a pie chart of student ridership for April 2026. Total student ridership came in at 44,570 or 15% of total ridership. He presented the

list of current and upcoming projects impacting fixed route services. Next, he discussed the fixed route bus on-time performance and reported no issues. The B-Line service passengers per hour came below the standard at 2.37 for April. Mr. Majchszak pointed out that the previous software was able to exclude rural trips, but this new software does not, and they are working to fix this, so comparisons are apples to apples. Next, he presented the Fixed route customer assistance and B-Line customer assistance forms. The miles between road calls and the large bus fleet exceeded the standards. Director Muñoz acknowledged the improvement in the on-time performance of the B-line.

#### **d) January – April 2026 Safety and Security Report**

Mr. Rendon presented the report and reported the April 2026 collision rate of 0.46. The year-to-date collision rate from January through April 2026 was reported at 0.69. He discussed the quarterly security statistics noting there were 7,878 reports. Next, Mr. Rendón discussed hurricane preparedness season and provided a preparedness checklist. He announced the Safety and Security Administrators both received their Transit Safety and Security Program (TSSP) Certificates. The Human Trafficking Summit was announced and will be held on August 6<sup>th</sup>. Lastly, he provided updates on the Staples Street Center, Police K-9 Unit, and Security Guard/Police Officers. Chair Granado thanked Mr. Rendón and the RTA for their Human Trafficking efforts noting how essential it is to the community.

#### **CEO Report**

Mr. Majchszak presented the CEO report and went over the operation and project updates, including updates on the New CCRTA Maintenance Facility, Paratransit Services and Small Bus Operations RFP, Beach to Bay Relay Marathon, Port Aransas Express, and fare-free rides to voting centers on Election Day. He displayed photos of the 40<sup>th</sup> Anniversary, 10<sup>th</sup> Anniversary of Staples Street Center, and the naming recognition, thanking those who attended. Next, he discussed the APTA Mobility Conference and International Bus Rodeo in Salt Lake City, announcing Oscar Zamora placed 18<sup>th</sup> out of 80 Bus Operators (40' bus competition). He discussed the monthly meetings and events. He discussed appreciation events and participation in community events. The upcoming calendar of events was displayed.

#### **Reports from Board Chair and Board Members**

Chair Granado recognized the naming event saying it was a great event. Director Muñoz gave Beth Vidaurri congratulations on her retirement. Director Berlanga asked that information be provided more frequently as it pertains to the Paratransit Services Contract to the Ad Hoc Committee. Director Saldaña thanked the staff for all their work.

#### **Adjournment**

There being no further review of items, the meeting was adjourned at 11:28 a.m.

Submitted by: Marisa Montiel

\_\_\_\_\_  
Board Secretary

# #4

**COMPLETE**

**Collector:** Web Link 1 (Web Link)  
**Started:** Tuesday, June 02, 2026 11:04:36 PM  
**Last Modified:** Tuesday, June 02, 2026 11:12:14 PM  
**Time Spent:** 00:07:38  
**IP Address:** 184.93.47.248

Page 1

## Q1

**Board of Directors Meeting**

Name of Meeting

## Q2

Date **06/03/2026**

Date of Meeting

## Q3

Respondent skipped this question

Agenda Item Number  
If no agenda item is specified, then this will be considered a general public comment.

## Q4

Contact Information

Name **Ida Escatiola**  
Address **1502 south staples**  
City **Corpus Christi**  
State **TX**  
Zip Code **78404**  
Country **Nueces**  
Email Address **idamartinez73@gmail.com**  
Phone Number **3619475443**

## Q5

Topic for Discussion

Non stop panhandling, dealing of drugs and prostitution, trash around area ,vandalism and removal of stop from location, bus stop #1080

**Subject:** Adopt a resolution adding five plan design changes to the Defined Benefit Plan for new hires, effective January 1, 2027.

### **Background**

CCRTA evaluated changes to better align retirement benefits with organizational financial goals, stabilize funding costs, and support an evolving workforce, given the volatility of traditional pension obligations during market downturns and interest rate shifts.

Because the Defined Benefit Plan must comply with federal law, CCRTA Legal Counsel John Bell reviewed the proposed changes for compliance.

The primary compliance constraint is the anti-cutback rule under Internal Revenue Code Section 411(d)(6), which protects accrued benefits and early retirement benefits for existing participants. CCRTA is not subject to certain ERISA provisions.

As a result, the DBP will become a tiered pension plan with separate provisions for current participants and new hires. Existing participants' accrued benefits will remain protected, while the new plan design changes will apply to new hires effective January 1, 2027.

Key factors considered included:

- Aligning full retirement age more closely with Social Security
- Providing early retirement options to support work-life balance
- Aligning disability provisions with the Social Security definition
- Updating the vesting schedule to promote workforce stability and long-term financial security
- Revising the service definition to prorate partial years of service based on actual time worked

### **Identified Need**

After compliance clearance, CCRTA engaged USI Group, Inc., its actuarial consultant, to prepare a cost analysis of the proposed plan design changes, including a 20-year fiscal impact projection by option and combined effect.

The five options selected for governing body approval are:

1. Change the Early Retirement Date from age 55 to 62 and Full Retirement Age from 62 to 65.
2. Add unreduced early retirement with at least 35 years of service.
3. Add an unreduced disability benefit for participants with at least 10 years of service at the disability termination date.
4. Implement a new vesting schedule: 50% vested after five years, grading to 100% vested after 10 years of service.
5. Revise the service definition to reflect actual months worked in the year of hire and year of termination.

**Financial Impact**

Three options—the retirement age changes, vesting schedule, and service definition—are projected to reduce liability and the Actuarially Determined Contribution. The unreduced early retirement option is projected to increase both liability and contribution requirements. The disability benefit has a low probability of use and is not expected to materially affect liability or required contributions.

Combined, the five design changes are projected to reduce liability by \$5.9 million by 2045, with Actuarially Determined Contribution savings gradually decreasing beginning in 2035.

**Board Priority**

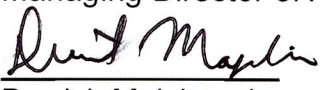
This item aligns with the Board of Directors' priority of Public Image and Transparency.

**Recommendation**

Staff requests that the Board of Directors Adopt a resolution adding the five plan design changes to the Defined Benefit Plan for new hires, effective January 1, 2027.

Submitted by: Sandy Roddel  
Director of Finance

Reviewed by: Robert M. Saldaña  
Managing Director of Administration

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

# Corpus Christi Regional Transportation Authority



## Resolution

### [AUTHORIZING FIVE PLAN DESIGN CHANGES TO THE DEFINED BENEFIT PLAN FOR NEW HIRES EFFECTIVE JANUARY 1, 2027]

**WHEREAS**, the Corpus Christi Regional Transportation Authority (“CCRTA”), located in the City of Corpus Christi, Texas, has adopted and maintains the RTA Employees Defined Benefit Plan and Trust (the “Plan”) in order to provide retirement benefits to its employees; and

**WHEREAS**, the CCRTA desires to amend the Plan to confirm the Board of Directors to provide a separate provision within the same Plan for five plan design changes specifically applicable to new hires effective January 1, 2027, which include:

- Changing the early retirement age from 55 to 62 and the full retirement age from 62 to 65.
- Adding unreduced early retirement with at least 35 years of service.
- Adding an unreduced disability benefit for participants with at least 10 years of service as of the disability termination date.
- Implementing a new vesting schedule: 50% vested after five years of service, grading to 100% vested after 10 years of service; and
- Revising the service definition to reflect actual months worked in the year of hire and the year of termination.

**WHEREAS**, the CCRTA Board of Directors finds that the plan design changes are in the best interest of the Authority and its participants, as they better align retirement benefits with the organization’s financial goals, provide options that support work-life balance, and promote workforce stability and long-term financial security.

### **NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CORPUS CHRISTI REGIONAL TRANSPORTATION AUTHORITY THAT:**

Section 1. The Board of Directors hereby amends the Plan by approving and adopting the Fourth Amendment to the RTA Employees Defined Benefit Plan and Trust, effective January 1, 2027.

Section 2. The Chief Executive Officer (CEO), or designee, is authorized and directed to execute the documents necessary to facilitate and effectuate the amendment to the RTA Employees Defined Benefit Plan and Trust.

**I certify that the foregoing is a true and correct original Resolution duly adopted by the Corpus Christi Regional Transportation Authority Board of Directors and is filed on record in accordance with internal policies and the requirements of respective legal counsel, trustee and administrator, actuarial consultants, and the Texas Pension Review Board (PRB).**

**In witness whereof, I have set my hand and signature this \_\_\_\_ day of \_\_\_\_, 2026.**

**ATTEST:**

**CORPUS CHRISTI REGIONAL  
TRANSPORTATION AUTHORITY**

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Derrick Majchszak  
Chief Executive Officer

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Arthur Granado  
Chairman of the Board

**Subject:** Authorize an additional Actuarially Determined Contribution of **\$1,849,167** to the CCRTA Employee Defined Benefit Plan and Trust for Plan Year 2026.

### **Background**

CCRTA does not participate in Social Security. Instead, it provides two 401(a) retirement plans that meet federal replacement-plan requirements: a Defined Contribution Plan (DCP) and a Defined Benefit Plan (DBP).

The DCP is a mandatory employee-funded plan that requires employees to contribute 7.5% of pre-tax compensation to an investment account in place of the traditional Social Security employee tax. CCRTA remains exempt from the Social Security portion of FICA but participates in Medicare at the required 1.45% employer tax rate.

The DBP is funded by CCRTA through annual pension contributions and trust investment earnings. It provides eligible employees with a predictable monthly retirement benefit based on salary and service and is subject to requirements established by the Internal Revenue Service (IRS), the Texas Pension Review Board (PRB), and the Governmental Accounting Standards Board (GASB).

The DBP annual contribution includes two components:

- 1) **Normal cost** is the annual cost of benefits earned by active participants during the current year.
- 2) **Amortization cost** is the annual amount applied to reduce the plan's unfunded liability over time.

### **Budgeting for Annual Contributions**

Budgeting and actuarial valuations operate on different timelines. Budgeting is based on cash payments, while actuarial valuations reflect long-term assumptions and liabilities measured after the budget is adopted.

Because actuarial valuations are not available when the budget is adopted, annual contributions are estimated as a percentage of systemwide budgeted payroll, averaging approximately 20% over the last two years.

CCRTA has established a financial cushion through the Employee Benefits Reserve Account to help mitigate a portion of future risks. Each year, shortly after the actuarial valuation is presented to the Board, the reserve is adjusted to reallocate funds between the amortized portion of the annual contribution and health insurance costs. Based on the 2026 Actuarial Valuation Report, the reserve is set at **\$2,601,406**, including **\$1,802,434** for annual contributions and **\$798,972** for health insurance costs.

## Funding Policy

CCRTA's funding policy filed with the PRB targets a funded ratio of 100% over the plan's amortization period, which is currently 8 years. If the funded ratio falls below 85%, CCRTA must make additional contributions above the ADC to improve the plan's funded status. Cost-of-living adjustments may be granted only when financially supportable and may not be granted if the funded ratio would fall below 85% after the adjustment.

The funded ratio is the ratio of plan assets to accrued liabilities, expressed as a percentage. The difference between calculating the funded ratio using the Market Value of Assets (MVA) and the Actuarial Value of Assets (AVA) is the timing of recognized investment gains and losses. The AVA is a smoothed value that averages investment gains and losses over a five-year period. The table below illustrates the difference between the two funded-ratio measures.

Funded Ratio	2026	2025	2024	2023	2022
MVA	85.96%	80.69%	80.65%	79.41%	101.88%
AVA	82.74%	82.56%	85.72%	87.35%	94.23%

## What Is Causing the Annual Contribution to Increase

- Amortization period** – This is the timeframe over which a retirement system pays off its Unfunded Actuarial Accrued Liability (UAAL), or the difference between the plan's promised benefits and its current assets. An increase in the UAAL, combined with a shorter amortization period, results in a higher annual amortization expense.
  - The amortization period is currently 8 years, based on the actuarial report dated January 1, 2026.
  - The amortization period was 14 years, based on the actuarial report dated January 1, 2020.
- Discount rate** – This is the interest rate used to convert future pension payments into their present value. It helps determine the plan's funded status and funding requirements and is also used to calculate expected annual investment returns on the plan trust.
  - The discount rate used for 2026 is 6.75%.
  - The discount rate was 7.50% in 2018 and was gradually reduced to 7.00% from 2019 to 2023. The rate was further reduced to 6.75% in 2024.
  - This represents a 75-basis-point, or 10%, reduction from 2019 to 2024.
- Increase in payroll** – Covered payroll is the portion of employee compensation used to calculate the employer's pension contribution.
  - The covered payroll for 2026 is \$15,044,002, representing average annual earnings of \$65,694 for 676 total plan participants.
  - The covered payroll for 2017 was \$9,773,977, representing average annual earnings of \$39,732 for 569 total plan participants.

### Identified Need

An additional contribution of **\$1,849,167** is needed to comply with the funding policy requiring an 85% funded ratio, as summarized below:

Description	Amount	Funded Ratio / Notes
ADC (Actuarial Value)	\$3,253,693	82.74% funded ratio
Additional funding	\$1,570,339	Required to comply with policy
<b>Total ADC to comply with policy</b>	<b>\$4,824,032</b>	<b>85.00% funded ratio</b>
Less January 2026 payment	(\$2,974,865)	Previously paid
<b>Additional contribution needed</b>	<b>\$1,849,167</b>	

Budget Comparison	Amount
2026 ADC	\$4,824,032
2026 budget	(\$2,974,865)
<b>Budget shortfall</b>	<b>\$1,849,167</b>

### Disadvantaged Business Enterprise

This item is not funded with federal funds.

### Financial Impact

The additional contribution of **\$1,849,167** will be funded primarily from current revenues to match current expenses in accordance with GAAP matching principles, to the extent current revenues are sufficient.

The **Employee Benefits Reserve Account** may be used as a secondary funding source, either separately or in combination with current revenues, depending on available funding.

A budget amendment of **\$1,849,167** is required to cover the shortfall.

### Board Priority

This item aligns with the Board Priority of Public Image and Transparency.


**Recommendation**

Staff requests that the Board of Directors authorize an additional Actuarially Determined Contribution of **\$1,849,167** to the CCRTA Employee Defined Benefit Plan and Trust for Plan Year 2026.

Respectfully Submitted,

Submitted by: Sandy Roddel  
Director of Finance

Reviewed by: Robert M. Saldana  
Managing Director of Administration

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

**Subject:** Adoption of Resolution Authorizing Participation in the 791 Purchasing Cooperative

**Background**

The Corpus Christi Regional Transportation Authority (CCRTA) utilizes various procurement methods to acquire goods and services, including participation in purchasing cooperatives. Participation in cooperative purchasing programs provides the CCRTA with additional procurement options that can save time, resources, and administrative costs while ensuring compliance with applicable purchasing laws. The 791 Purchasing Cooperative (791 COOP) offers competitively solicited contracts for goods and services that comply with local and state procurement requirements.

**Identified Need**

Approval of the Resolution authorizing participation in 791 COOP will allow the CCRTA to procure goods and services through competitively awarded contracts, thereby increasing procurement efficiency, reducing administrative burden, and expanding procurement options.

**Financial Impact**

There are no membership fees associated with participation in the 791 Purchasing Cooperative.

**Board Priority**

This Board Priority aligns with Public Image & Transparency.


**Recommendation**

Staff requests that the Board of Directors approve the Resolution authorizing participation in the 791 Purchasing Cooperative and authorize the Chief Executive Officer (CEO), or designee, to execute the Master Interlocal Agreement and any related documents necessary to facilitate participation in the cooperative.

Respectfully Submitted,

Submitted by: Christina A. Perez, CIPM, CPP  
Director of Procurement

Reviewed by: Robert M. Saldaña  
Managing Director of Administration

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

**Corpus Christi  
Regional Transportation Authority**



**Resolution**

**AUTHORIZING PARTICIPATION IN THE 791 PURCHASING  
COOPERATIVE**

**WHEREAS**, the Corpus Christi Regional Transportation Authority (“CCRTA”), located in the City of Corpus Christi, Texas, pursuant to the authority granted by Texas Government Code §791.001 et seq., desires to participate in the 791 Purchasing Cooperative (“791 COOP”); and

**WHEREAS**, participation in 791 COOP provides access to competitively procured contracts for goods and services and is anticipated to provide cost savings, procurement efficiencies, and administrative benefits to the CCRTA and its taxpayers; and

**WHEREAS**, the CCRTA Board of Directors finds that participation in 791 COOP is in the best interest of the Authority and will promote efficient and transparent procurement practices.

**NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE  
CORPUS CHRISTI REGIONAL TRANSPORTATION AUTHORITY THAT:**

Section 1. The CCRTA hereby approves participation in the 791 Purchasing Cooperative.

Section 2. The Chief Executive Officer (CEO), or designee, is authorized and directed to execute the Master Interlocal Agreement and any other documents necessary to facilitate the CCRTA's participation in 791 COOP.

Section 3. The Chief Executive Officer (CEO), or designee, is further authorized to take all actions necessary to implement this Resolution and maintain participation in 791 COOP.

**I certify that the foregoing is a true and correct original Resolution duly adopted by the  
Corpus Christi Regional Transportation Authority Board of Directors and is filed on record at  
the 791 Coop office.**

**DULY PASSED AND ADOPTED** on this \_\_\_\_\_ day of July 2026.

**ATTEST:**

**CORPUS CHRISTI REGIONAL  
TRANSPORTATION AUTHORITY**

\_\_\_\_\_  
Derrick Majchszak  
Chief Executive Officer

By: \_\_\_\_\_  
Arthur Granado  
Chairman of the Board

**Subject:** Award a Three (3) Year Hardware Agreement to S&A Systems, Inc. for Current Fleetwatch Equipment Coverage

### **Background**

The Corpus Christi Regional Transit Authority (CCRTA) currently utilizes Fleetwatch technology to monitor daily mileage, miles per gallon (MPG), fuel consumption, and daily operational data used to project routine maintenance needs for the bus fleet. This equipment plays an essential role tracking maintenance-related data and assisting the Vehicle Maintenance Department in maintaining the bus fleet in a state of good repair in accordance with Federal Transit Administration (FTA) standards.

This hardware service agreement is a single source procurement and can only be provided by S&A Systems, Inc., due to CCRTA's existing use of their proprietary software and equipment. The Vehicle Maintenance Department relies heavily on this equipment to continue operating and functioning properly. This hardware agreement will ensure we continue to receive service and technical support for the next three years.

### **Identified Need**

This Fleetwatch hardware agreement will ensure the Vehicle Maintenance Department can continue collecting accurate data on service mileage, fluid totals, stored fault codes, and historical vehicle information necessary to support fleet maintenance operations.

The current three-year Fleetwatch hardware agreement will expire on August 31, 2026. The new agreement will provide continued coverage and support for the next three (3) years.

### **Financial Impact**

Total expenditures will be determined based on actual usage. Local funds are included in the annual operating budgets. The estimated total amount for the three (3) year agreement award to S&A Systems, Inc. for Fleetwatch hardware coverage is \$65,620.00.

### **Board Priority**

The Board Priority for this item aligns with Ridership.

### **Recommendation**

Staff requests the Board of Directors authorize the Chief Executive Officer (CEO) or designee to award a three (3) year agreement to S&A Systems, Inc. for hardware coverage on current Fleetwatch equipment in an amount not to exceed \$65,620.00.

Respectfully Submitted,

Submitted by: Mario Vega  
Director of Maintenance

Reviewed by: Gordon Robinson  
Managing Director of Operations

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

**Subject:** Award a Three (3) Year Contract to Lawson Products, Inc. for Fasteners and Miscellaneous Shop Supplies

**Background**

The Corpus Christi Regional Transit Authority (CCRTA) maintains a comprehensive inventory of essential fasteners including nuts, bolts, washers, electrical connectors, tie wraps, and rivets to support the maintenance and repair of its bus fleet. Additionally, the CCRTA stocks Maintenance, Repair, and Operations (MRO) supplies, such as aerosols, adhesives, and personal protective equipment. This contract establishes firm, fixed pricing for these items and mandates that the vendor assumes full responsibility for all freight and delivery costs.

**Identified Need**

On August 4, 2021, the Board of Directors approved the award of a three-year base contract with two one (1) year options to L&M Industrial Supply, Inc. The three-year base contract began on August 12, 2021, and ended on August 11, 2024. On August 12, 2024, the Board of Directors approved the award of a one (1) year option contract to L&M Industrial Supply, Inc. The last (1) one-year contract option to L&M Industrial Supply, Inc. began on August 12, 2025.

As the current contract will expire on August 11, 2026, a new contract is required which will allow CCRTA to continue to maintain stock with fasteners and miscellaneous shop supplies. An Invitation for Bid was issued on April 9, 2026. Bids were due on May 21, 2026. CCRTA received four responsive bids from Lawson Products, Inc., Hi-Line Electric Company, Inc., L&M Industrial Supply, Inc. and South Texas Truck Centers.

**Financial Impact**

The table below contains a financial summary of the four responsive bids received. Lawson Products, Inc. was deemed the lowest responsive Bidder. The estimated total amount of the three (3) year contract award to Lawson Products, Inc. is \$289,399.46 for Fasteners and Miscellaneous shop supplies.

**Fasteners and Miscellaneous Shop Supplies Bids Summary**

<b>Bidder</b>	<b>Bid Amount</b>
Lawson Products, Inc.	\$289,399.46
Hi-Line Electric Company, Inc.	\$552,711.30
L&M Industrial Supply, Inc.	\$576,658.86
South Texas Truck Centers	\$616,629.45

Total amount of expenditures will be determined on actual usage. Local funds are accounted for in the annual operating budgets.

**Board Priority**


The Board Priority for this item aligns with Ridership.

**Recommendation**

Staff requests that the Board of Directors authorize the Chief Executive Officer (CEO) or designee to award a three (3) year contract to Lawson Products, Inc. for Fasteners and Miscellaneous Shop Supplies in an amount not to exceed \$289,399.46.

Submitted by: Mario Vega  
Director of Maintenance

Reviewed by: Gordon Robinson  
Managing Director of Operations

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

**Subject:** Provision of Information Concerning the Emergency Expenditure to Pay Building Permit Fees to the City of Corpus Christi in the amount of \$155,073.76 for the Bear Lane Maintenance Facility and Action to Confirm or Not Confirm Such Expenditure.

### **Background**

CCRTA staff, Turner Ramirez Architects, and Ardurra Group, Inc., as the project manager, have been diligently working on completion of all of the preliminary work necessary for award of a construction contract for the new maintenance facility at Bear Lane. The construction plans were completed and provided to contractors with the Request for Proposals on May 12, 2026. Rather than including the requirement for obtaining building permits from the City of Corpus Christi as part of the contractor's duties, the RTA planned to submit the plans and building permit application materials directly to the City prior to the award of the construction contract. Due to a project of this size, the City's review process will be extensive, and starting that prior to the award of the construction contract anticipated in August is critical to saving two to three months in the timeline.

Turner Ramirez Architects prepared the various building permit application documents and completed them for submission on June 3, 2026. The payment of the City's required initial building permit fees for review of the plans was not included specifically as an eligible expense in either of the contracts with Turner Ramirez Architects or Ardurra Group, Inc., as the project manager.

In order to continue maximum transparency with this project and keep the project on schedule, rather than treat the permit fees as a reimbursable expense under an existing contract, the Contracting Policy for an "emergency procurement" was followed. That policy applies under circumstances in which the CEO determines it to be in the RTA's best interests not to defer action on a contract to the next Board meeting, and the Chairperson, or in his absence, the Vice Chairperson, concurs in that decision. The procedure is that after the CEO and the Board Chair concur in making the required expenditure, the CEO shall furnish information to the Board at its next regular meeting of the nature of the emergency, the contracting party and the amount of the expenditure. That information is as follows:

Contracting Party: City of Corpus Christi

Amount of Expenditure: \$155,073.76

Nature of Emergency: In order to file the building permit application materials for the Bear Lane Maintenance Facility as soon as possible to afford additional time for plan review by the City and keep the project on schedule.

The Board Chairperson concurred in the decision to make the expenditure as an emergency item under the Policy, and the required initial building permit fees have been paid with the filing of the building permit application.

The Policy requires that this information be reported to the Board, and the Board may vote to either confirm or not confirm the CEO's actions. The Policy further provides that failure to confirm the action by the Board has no effect on the validity of the contract or the expenditure made. In the event of a non-confirmation vote, that fact could be considered in any future emergency actions or in connection with review of the CEO's performance.

**Identified Need**

The CEO needs to report the emergency procurement pursuant to the CCRTA's Contracting Policy, and the Board may vote to confirm or not confirm the expenditure.

**Financial Impact**

The financial impact of this item is the expenditure above, but the Board's action on confirmation or non-confirmation will not have any financial impact on the CCRTA.

**Board Priority**

The Board Priority is Transparency, Facilities and Public Image.

**Recommendation**

Staff recommends confirmation of the expenditure as an emergency procurement in order to keep the Bear Lane Maintenance Facility on schedule

Respectfully Submitted,

Submitted by: John D. Bell  
General Counsel

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

**Subject:** Authorize the Payment of Building Permit Fees to City of Corpus Christi for the New Bear Lane Maintenance Facility Not to Exceed \$350,000.

**Background**

The City of Corpus Christi’s Building Permit Fees are assessed for plan review, inspections, certificates of occupancy, signs, trade permits and renewals.

Permits fees are assessed based on the valuation of the commercial construction based on per square foot. The base bid net area for the building is 87,208 square feet.

The construction drawings were completed on May 12<sup>th</sup> and provided to the contractors with the Request for Proposals. Rather than including the requirement for obtaining building permits from the City of Corpus Christi as part of the contractor’s duties, the RTA elected to submit the plans and building permit application materials directly to the City prior to the award of the construction contract. Due to a project of this size, the City’s review process will be extensive, and starting that prior to the award of the construction contract anticipated in August is critical to saving two to three months in the timeline.

**Identified Need**

CCRTA received pre-award authority from the FTA on May 29<sup>th</sup>, which meant CCRTA was able to move forward with submitting the completed construction documents to the City of Corpus Christi for review. The cost to the CCRTA at that time was \$155,073.76 and was paid on June 4<sup>th</sup>, the day after the June Board meeting.

Because the CCRTA would have had to delay the review process with the City for over a month the CEO requested emergency concurrence from the Board Chair to provide payment to the City for \$155,073.76 for a portion of the permitting fees to start the review process.

The total anticipated costs for the permit fees are:

No	Fee Description	Fee Amount	Status
1	Plan Review Fee	\$129,907.46	Paid
2	Municipal Solid Waste Commercial Construction	\$4,705.88	Paid
3	Administrative Surcharge Fee	\$20,460.42	Paid
	<b>Total Paid</b>	<b>\$155,073.76</b>	
4	Commercial Permit Fee	\$324,768.65	Pending
	Total for All Fees	\$479,842.41	

The above amount is an estimate, and the final amount will be confirmed upon the City’s completion of the plan review process.

**Board Priority**

The Board Priority for this item is Facilities and Public Image.

**Financial Impact**

The Commercial Permit Fee payment and the remaining balance estimated at \$324,768.65, will be paid from the Low and No Emission Grant 5339(c).

**Recommendation**

The CEO requests that the Board of Directors Authorize the Payment of the Commercial Permit Fees to City of Corpus Christi for the New Bear Lane Maintenance Facility Not to Exceed \$350,000.

Respectfully Submitted,

Submitted and Reviewed by: Sharon Montez  
Managing Director of Capital Projects, Customer Service and Eligibility

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

**Subject: June Update – Bear Lane Maintenance Facility**

**Monthly Update**

**June Monthly Milestones/Meetings for New Bear Lane Maintenance Facility**

- June 24<sup>th</sup> – Ardurra Project Management Services Kick-off Meeting
  - Purpose of a Project Management Plan (PMP)
    - Framework established for governance, controls, risk management, quality controls, communication and mobilization oversight.
    - Living document updated with contractor inputs, CCRTA systems and field conditions.
  - Project Governance: Authority, Technical Review, Independent Oversight
    - Roles and responsibilities for each core function such as pay applications, change orders, and other contract administration and project control functions further defined within the PMP.
      - CCRTA serves as project owner.
      - Turner/Ramirez serves as the architect and engineer of record.
      - Ardurra serves as CCRTA's representative providing independent oversight.
  - Controls, Change, Quality & Communications
    - Reporting dashboard that provides an executive summary, trends and warning indicators.
    - Establish a process including reporting format that best supports CCRTA leadership and Board needs.
  - Risk and Issue Management: Proactive Tracking and Escalation
    - Identify potential future events that may affect cost, schedule, scope, quality, safety, compliance or public perception.
    - Brainstorm with Project Team to build initial risk register.
    - Weekly: review active risks/issues during coordination.
  - Mobilization Priorities and Decisions Needed
    - Confirm CCRTA approval path for PMP updates and working templates.
    - Schedule CCRTA and Architect alignment session.
    - Develop initial project logs and meeting minute templates.
    - Prepare risk brainstorming agenda and draft starter risk register.
    - Define contractor kickoff/pre-construction meeting requirements.

**Below please find milestone dates for the new Bear Lane Maintenance Facility:**

<b>Key Milestone Dates for New Bear Lane Maintenance Facility</b>	
<b>Description</b>	<b>Dates</b>
Board Approved Turner Ramirez Design Contract for \$4,855,404.55 and a Notice to Proceed for Schematic and Design Development for \$1,699,391.59	6-Nov-2024

Completion of Environmental Phase I Site Assessment	13-Jan-2024
Completion of Schematic Design	7-Feb-2025
Completion of Design Development	15-May-2025
Completion of Archaeological Survey	18-Nov-2025
Board Approval for Issuance of Notice to Proceed for Construction Documents for \$1,943,000, to Turner Ramirez	3-Dec-2025
FTA Approves NEPA Categorical Exclusion	16-Dec-2025
Issue Request for Qualifications for Project Management Service (added)	30-Dec-2025
Received FTA's Letter of No Prejudice to proceed with the Notice to Proceed for A/E construction design plans and specifications	28-Jan-2026
Issuance of Notice to Proceed to Turner/Ramirez for design of construction documents	February 2nd, 2026
Metropolitan Planning Organization (MPO) Technical Policy Committee (TPC) – release the TIP Amendment document for a one-month public comment period	5-Feb-2026
Request for Qualification for Project Management Services Due	10-Feb-2026
MPO TPC – Approve the MTP Amendment.	5-Mar-2026
Groundbreaking for New Bear Lane Maintenance Facility	23-Mar-2026
Project Management Services – Recommendation to the March Operations and Capital Committee	25-Mar-2026
CCRTA Outreach Meeting with Various Construction Companies to Inform of New Bear Lane Maintenance Shop	26-Mar-2026
Project Management Services – Recommendation to the April Board Meeting	1-Apr-2026
MPO TPC – April 2 <sup>nd</sup> - Approve minutes of the March 5 <sup>th</sup> meeting for uploading to the eSTIP Portal as last item required for the April 3 <sup>rd</sup> deadline.	2-Apr-2026
The required public comment period for this STIP Revision is April 17- May 17 <sup>th</sup>	04/17/2026 - 05/17/2026
Issue Request for Proposals (RFP) for Construction of New Bear Lane Maintenance Facility (Qualify the Contractors)	12-May-2026
FHWA and FTA earliest approval date for the May 2026 STIP Revision is May 19, 2026.	19-May-2026
Request for Proposals for New Bear Lane Maintenance Shop Due	26-Jun-2026

RFP Interviews (if needed)/Re-evaluations (if needed);	July 1 -July 14, 2026
July Committee Meeting for Recommendation for Award of a Contract for the Construction of a New Bear Lane Facility	22-Jul-2026
Present a Recommendation to a Award a Contract for the Construction of a New Bear Lane Facility to Board of Directors	5-Aug-2026
Execute the Contract	12-Aug-2026
Issue the Notice to Proceed for the Construction of a new Bear Lane Facility	28-Aug-2026
Start Construction	7-Sep-2026
Complete Construction	14-Aug-2028

Respectfully Submitted,

Submitted & Reviewed by: Sharon Montez  
Managing Director of Capital Programs and Customer Services

Final Approval by   
Derrick Majchszak  
Chief Executive Officer

**Subject: May 2026 Financial Report**

**Overview:** The **May Operating Budget** ended the month with expenses exceeding revenues by **\$530,345**. **Operating Revenue** totaled **\$3,731,824**, while **Operating Expenses** totaled **\$4,262,169**.

Four revenue sources fell short of budget expectations:

- Bus advertising revenue of **\$14,443** reached 73.44% of budget, or **\$5,224** below budget.
- No federal operating grant revenue was reported for May. This category is expected to improve when a new preventive maintenance grant of **\$3 million** is awarded, which is projected to bridge the current funding gap by August 2026.
- Lease revenue from tenants totaled **\$41,377**, reaching **90.87%** of budget, or **\$4,159** below budget, due to a vacancy.
- Investment income of **\$112,519** fell short of expectations by **5.68%**, or **\$6,779**, due to external factors. The unfavorable variance is expected to improve over time as short-term returns from new investments are realized.

**Meanwhile, the year-to-date Operating Budget** produced a deficit of **\$621,558**. Total revenues of **\$20,593,094** reached **100.14% of baseline**, while expenses of **\$21,214,652** finished at **100.16%** of baseline.

**The CIP budget for the month** resulted in expenditures exceeding revenues by **\$17,847**, with total funding sources of **\$75,241** and expenses of **\$93,088**. Funding sources consisted of grant revenues totaling **\$75,241** for capital expenses related to the SSC Security Guard Building project.

Expenditures of **\$75,241** included the federal share of the SSC Security Guard Building project, along with depreciation expense of **\$17,847**, resulting in expenses exceeding funding sources by **\$17,847**.

**Year-to-date** CIP funding sources totaled **\$863,854**, while total expenditures finished at **\$953,090**, resulting in expenditures exceeding funding sources by **\$89,236**.

For the month, overall performance resulted in a **\$548,192** decrease to the fund balance, with **\$530,345** attributable to the operating budget and **\$17,847** related to the CIP budget.

Year-to-date overall performance resulted in a **\$710,794** decrease to the fund balance, with a **\$621,558** decrease from the operating budget and a **\$89,236** decrease related to the CIP budget.

**SUMMARY: Results from all Activities Compared to Budget**

**Total Revenues and funding sources** for the month of **May** closed at **\$3,807,065**, of which **\$3,731,824** is attributable to the **Operating Budget (Table 4 and PPT Slides 3 and 4)** and **\$75,241** to the capital budget. The performance of the revenue categories from the Operating Budget is discussed as follows.

**Operating Revenues**, which include only resources generated from transit operations, **totaled \$143,000** or 3.47% more than forecasted (**Table 4.1**) & (**PPT Slide 5**). **Fare Revenues** ended the month at \$128,557, or 8.45% more than the baseline expectation and includes **\$22,849** from **Go-Pass Mobile App Pass Sales**.

Meanwhile, commissions from both **Bus and Bench Advertising** ended the month at **\$14,443**, of which **\$4,380** came from **Bus Bench Advertising commissions** while **\$10,063** came from **On-Board Bus Advertising commissions**. The combined revenue reached 73.44% of baseline.

No **Other Operating Revenues** were reported for May.

**Non-Operating Revenues**, which include sales tax, investment income, lease income from tenants, and federal assistance grants totaled **\$3,588,824** reaching **88.68%** of the **\$4,046,847** budget expectation, generating **\$458,023** less than forecasted (**Table 4.1**).

No **Federal Operating Grants** revenue was recorded for May. The new preventive maintenance grant is expected to be awarded by August and will improve the performance of this category.

**Investment Income** for the month totaled \$112,519, as the performance of the investment portfolio fell short of the baseline expectation by \$6,779, or 5.68%.

Meanwhile, **Staples Street Center leases** reached \$41,377 or 90.87% of baseline because of the vacancy left by Nueces County.

For clarification, please keep in mind that all revenues reported are **actual** revenues received or earned except for the sales tax revenue. The Sales Tax Revenue has been **estimated** since the amount will not be determined until payment is received on **July 10, 2026**. Out of the seven (7) sources included in this revenue category, 92.04% of total revenue came from the sales tax revenue estimate as indicated in the following table:

**May 2026 Revenue Composition – Table 1**

<b>Line #</b>	<b>Revenue Source</b>	<b>Actual</b>	<b>%</b>
1	Sales Tax Revenue Estimate	\$3,434,928	92.04%
2	Passenger Service	128,557	3.44%
3	SSC Lease Income	41,377	1.11%
4	Bus Advertising	14,443	0.39%
5	Investment Income	112,519	3.02%
6	Grant Assistance Revenue	0	0.00%
7	Other Revenue	0	0.00%
	<b>Total (excluding capital)</b>	<b>\$3,731,824</b>	<b>100.00%</b>

The **Investment Portfolio** closed the month of May 2026 with a market value of **\$35,565,831**, an increase of **\$298,192** from the balance at the end of April 2026 of **\$35,267,640**.

The composition of the May portfolio market value includes **\$15,490,185** in securities consisting of **\$2,507,301** in Federal Treasury Securities, **\$10,981,574** in Federal Agency Coupon Securities, and **\$2,001,310** in Municipal Bonds. A callable Federal Agency investment of \$2 million was purchased during May as part of the continued effort to extend maturities and reduce interest rate risk. The interest rate on this investment is 4.40% and matures in May 2029.

Additionally, **\$17,805,035** was held in TexPool Prime and **\$2,270,612** in bank accounts at Frost Bank. For the month of **May**, the interest income earned was recorded at **\$112,519**.

***This investment portfolio does not include any assets from pension plans but only assets from operations.***

The **Sales Tax** allocation for May 2026 is **estimated** at **\$3,434,928** and is in line with the actual allocation received for May 2025. The estimate is necessary since allocations lag two months behind and will not be received until July 10, 2026.

The Sales Tax revenue payment of **\$3,375,463** for April 2026 was received June 12, 2026, and fell short of the same period for 2025 by \$119,082 or 3.41% and was **\$119,081**, or **3.41% less** than the **estimate** of \$3,494,544 reported for April.

The April payment included the allocation from internet sales of **\$49,023**, a decrease of \$15,382 or 23.88% from the prior month. RTA started receiving internet sales tax revenue in December 2019, and to date have received **\$2,708,567**. Retailers started collecting sales tax on internet sales on October 1, 2019.

The sales tax revenue over the last five years averages 71.66% of total income. In 2025, Sales Tax Revenue represented 70.43% of total revenues. Sales tax typically represents the largest component of CCRTA's total income but may vary from year to year when alternative revenue streams such as grant funding become significant.

Although sales tax revenue is related to economic conditions, other factors such as the amount of revenue from other sources and capital improvement plans do help lower the Agency's reliance on sales tax revenue.

During this reporting period sales tax represented 92.04% of total operating revenues. **Table 2** illustrates the sales tax revenue trend from the beginning of the year, while **Table 2.1** illustrates the comparison between the sales tax received versus the sales tax budgeted.

## Sales Tax Growth – Table 2

<b>Month Revenue was Recognized</b>	<b>2026 Actual</b>	<b>2025 Actual</b>	<b>\$ Growth</b>	<b>% Growth</b>
January (actual)	3,342,867	\$ 3,054,316	288,551	9.45%
February (actual)	3,600,494	2,996,327	604,167	20.16%
March (actual)	4,437,070	3,830,459	606,611	15.84%
April (actual)	3,375,463	3,494,545	(119,082)	-3.41%
May (estimate)	3,434,928	3,434,929	(1)	0.00%
	<b>\$ 18,190,822</b>	<b>\$ 16,810,576</b>	<b>\$ 1,380,246</b>	<b>8.21%</b>

## Sales Tax – Actual vs Budget – Table 2.1

<b>Month Revenue was Recognized</b>	<b>2026 Actual</b>	<b>2026 Budget</b>	<b>\$ Variance</b>	<b>% Variance</b>
January (actual)	3,342,867	\$ 3,054,316	288,551	9.45%
February (actual)	3,600,494	2,996,326	604,168	20.16%
March (actual)	4,437,070	3,830,459	606,611	15.84%
April (actual)	3,375,463	3,494,544	(119,081)	-3.41%
May (estimate)	3,434,928	3,434,928	-	0.00%
	<b>\$ 18,190,822</b>	<b>\$ 16,810,573</b>	<b>\$ 1,380,249</b>	<b>8.21%</b>

The detail of all revenue and expense categories is presented in the following tables, along with the fare recovery ratio for May 2026:

## Revenue – May 2026 – Revenue Composition (Includes Operating and Capital Funding) – Table 3

<b>Revenue Source</b>	<b>May 2026</b>	<b>%</b>	<b>YTD</b>	<b>%</b>
Passenger Service	\$ 128,557	3.38%	\$ 631,347	2.94%
Bus Advertising	14,443	0.38%	75,578	0.35%
Other Revenue	-	0.00%	115,349	0.54%
Sales Tax Revenue	3,434,928	90.23%	18,190,823	84.78%
Grants - Operating	-	0.00%	845,608	3.94%
Grants - Capital	75,241	1.98%	863,854	4.03%
Investment Income	112,519	2.96%	528,208	2.46%
SSC Lease Income	41,377	1.09%	206,181	0.96%
<b>Total Revenue</b>	<b>\$ 3,807,065</b>	<b>100.00%</b>	<b>\$ 21,456,949</b>	<b>100.00%</b>

## Revenue – May 2026 Operating Revenue and Capital Funding – Table 4

	05/2026				
	2026 Approved Budget	May 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
<b>Revenues</b>					
Passenger service	\$ 1,422,516	\$ 128,557	\$ 118,543	9.04%	108.45%
Bus advertising	236,000	14,443	19,667	6.12%	73.44%
Other operating revenues	7,555	-	-	0.00%	0.00%
Sales Tax Revenue	43,011,601	3,434,928	3,434,928	7.99%	100.00%
Federal, state and local grant assistance	5,365,031	-	447,086	0.00%	0.00%
Investment Income	1,431,566	112,519	119,297	7.86%	94.32%
Staples Street Center leases	546,426	41,377	45,536	7.57%	90.87%
<b>Total Operating &amp; Non-Operating Revenues</b>	<b>52,020,695</b>	<b>3,731,824</b>	<b>4,185,057</b>	<b>7.17%</b>	<b>89.17%</b>
Capital Grants & Donations	550,309	75,241	75,241	13.67%	100.00%
<b>Total Operating &amp; Non-Operating Revenues and Capital Funding</b>	<b>\$ 52,571,004</b>	<b>\$ 3,807,065</b>	<b>\$ 4,260,298</b>	<b>7.24%</b>	<b>89.36%</b>

	05/2026				
	2026 Approved Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
<b>Revenues</b>					
Passenger service	\$ 1,422,516	\$ 631,347	\$ 592,715	44.38%	106.52%
Bus advertising	236,000	75,578	98,333	32.02%	76.86%
Other operating revenues	7,555	115,349	3,148	1526.79%	3664.29%
Sales Tax Revenue	43,011,601	18,190,823	16,810,573	42.29%	108.21%
Federal, state and local grant assistance	5,365,031	845,608	2,235,430	15.76%	37.83%
Investment Income	1,431,566	528,208	596,486	36.90%	88.55%
Staples Street Center leases	546,426	206,181	227,678	37.73%	90.56%
<b>Total Operating &amp; Non-Operating Revenues</b>	<b>52,020,695</b>	<b>20,593,094</b>	<b>20,564,363</b>	<b>39.59%</b>	<b>100.14%</b>
Capital Grants & Donations	550,309	863,854	863,854	156.98%	100.00%
<b>Total Operating &amp; Non-Operating Revenues and Capital Funding</b>	<b>\$ 52,571,004</b>	<b>\$ 21,456,948</b>	<b>\$ 21,428,217</b>	<b>40.82%</b>	<b>100.13%</b>

## Revenue – May 2026 from Operations – Table 4.1

	05/2026				
	2026 Approved Budget	May 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
<b>Revenues</b>					
Passenger service	\$ 1,422,516	\$ 128,557	\$ 118,543	9.04%	108.45%
Bus advertising	236,000	14,443	19,667	6.12%	73.44%
Other operating revenues	7,555	-	-	0.00%	0.00%
<b>Total Operating Revenues</b>	<b>1,666,071</b>	<b>143,000</b>	<b>138,210</b>	<b>8.58%</b>	<b>103.47%</b>
Sales Tax Revenue	43,011,601	3,434,928	3,434,928	7.99%	100.00%
Federal, state and local grant assistance	5,365,031	-	447,086	0.00%	0.00%
Investment Income	1,431,566	112,519	119,297	7.86%	94.32%
Staples Street Center leases	546,426	41,377	45,536	7.57%	90.87%
<b>Total Non-Operating Revenues</b>	<b>50,354,624</b>	<b>3,588,824</b>	<b>4,046,847</b>	<b>7.13%</b>	<b>88.68%</b>
<b>Total Revenues</b>	<b>\$ 52,020,695</b>	<b>\$ 3,731,824</b>	<b>\$ 4,185,057</b>	<b>7.17%</b>	<b>89.17%</b>

## May 2026 Expenses

The results of all expenditure activities, including capital, are presented below. Overall, total expenditures of **\$4,355,257** came in **\$62,487** over the anticipated baseline of **\$4,292,769**. Departmental expenses of **\$3,943,825** came in **\$68,676** over the anticipated baseline of **\$3,875,149** or 1.77%. Meanwhile, Street Improvement Program expense of **\$302,086** is a fixed amount that represents one-twelve of the annual amount budgeted for all member cities, resulting in 100% baseline. Debt service expense of **\$16,258** is comprised of the monthly amortization of debt issuance costs resulting from the 2019 bond refunding.

## May 2026 Total Expenses & Capital Expenditures – Table 6

	05/2026				
	2026 Approved Budget	May 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
<b>Expenditures</b>					
Departmental Operating Expenses	\$ 46,501,805	\$ 3,943,825	\$ 3,875,149	8.48%	101.77%
Debt Service	1,605,436	16,258	16,258	1.01%	100.00%
Street Improvements	3,625,032	302,086	302,086	8.33%	100.00%
Subrecipient Grant Agreements	74,256	-	6,188	0.00%	0.00%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>51,806,529</b>	<b>4,262,169</b>	<b>4,199,681</b>	<b>8.23%</b>	<b>101.49%</b>
Grant Eligible Costs	550,309	75,241	75,241	13.67%	100.00%
Depreciation Expenses	214,166	17,847	17,847	8.33%	100.00%
<b>Total Operating &amp; Non-Operating Expenses and Capital Expenditures</b>	<b>\$ 52,571,004</b>	<b>\$ 4,355,257</b>	<b>\$ 4,292,769</b>	<b>8.28%</b>	<b>101.46%</b>

## Year to Date as of May 2026 Total Expenses & Capital Expenditures – Table 6.1

For the year to date, total expenditures including capital were **\$22,167,742**, coming in **\$33,802** over the anticipated baseline of **\$22,133,940**. Departmental expenses of **\$19,430,040** came in **\$54,289** over the anticipated baseline of **\$19,375,751** or 0.28%. Meanwhile, Street Improvement Program expense is a fixed amount that represents one-twelve of the annual amount budgeted for all member cities, resulting in 100% of baseline and as of May the year-to-date expense represents 41.67% of the annual budget. Debt service represents the semiannual interest payment on the Series 2019 Refunding Bonds and the monthly amortization of debt issuance costs.

	05/2026				
	2026 Approved Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
<b>Expenditures</b>					
Departmental Operating Expenses	\$ 46,501,805	\$ 19,430,040	\$ 19,375,751	41.78%	100.28%
Debt Service	1,605,436	263,729	263,729	16.43%	100.00%
Street Improvements	3,625,032	1,510,430	1,510,430	41.67%	100.00%
Subrecipient Grant Agreements	74,256	10,453	30,940	14.08%	33.78%
<b>Total Operating &amp; Non-Operating Expenses</b>	<b>51,806,529</b>	<b>21,214,652</b>	<b>21,180,850</b>	<b>40.95%</b>	<b>100.16%</b>
Grant Eligible Costs	550,309	863,854	863,854	156.98%	100.00%
Depreciation Expenses	214,166	89,236	89,236	41.67%	100.00%
<b>Total Operating &amp; Non-Operating Expenses and Capital Expenditures</b>	<b>\$ 52,571,004</b>	<b>\$ 22,167,742</b>	<b>\$ 22,133,940</b>	<b>42.17%</b>	<b>100.15%</b>

## EXPENSES – REPORTED BY EXPENSE OBJECT CATEGORY

The **Financial Accounting Standards Board (FASB)** requires expenses to be reported by object category which include expenses that can be traced back to a specific department and or activity. It excludes depreciation expenses, expenses associated with the Street Improvement Program, debt service expenses, and pass-through activities (Sub-recipients).

Accordingly, for the month of May 2026, total departmental operating expenses realized favorable variances against the baseline expectation for categories including Salaries & Wages, Services, Utilities, and Miscellaneous. Meanwhile, unfavorable variance was identified with the categories of Benefits, Materials & Supplies, Insurance, and Purchased Transportation.

**Benefits** reported a negative variance of 26.35% or \$224,327 as growth in health insurance claims continued and was not offset by significant stop loss reimbursements or other credits.

**Materials & Supplies** reported a negative variance of 4.45% or \$14,556 driven by higher repair parts for the revenue vehicle fleet.

**Insurance** reported a negative variance of 4.53% or \$3,492 due to higher property and casualty premiums for 2026.

**Purchased Transportation** reported a negative variance of 5.31% or \$41,817 due to two factors.

- First, the cost of transportation services provided for Buc Days totaled \$18,463.
- Second, persistent higher costs for unleaded fuel have led to an unfavorable variance. The cost of fuel for B-Line service has more than doubled since January, rising from \$28,882 to \$61,554 in May.

### May 2026 Departmental Expense Breakdown – Table 7

	05/2026				
	2026 Approved Budget	May 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
<b>Departmental Operating Expenses:</b>					
<u>Object Category</u>					
Salaries & Wages	\$ 14,457,881	\$ 1,148,729	\$ 1,204,823	7.95%	95.34%
Benefits	10,217,093	1,075,752	851,424	10.53%	126.35%
Services	5,479,505	341,143	456,625	6.23%	74.71%
Materials & Supplies	3,922,084	341,396	326,840	8.70%	104.45%
Utilities	985,074	64,211	82,090	6.52%	78.22%
Insurance	925,368	80,606	77,114	8.71%	104.53%
Purchased Transportation	9,444,024	828,819	787,002	8.78%	105.31%
Miscellaneous	1,070,776	63,169	89,231	5.90%	70.79%
<b>Total Departmental Operating Expenses</b>	<b>\$ 46,501,805</b>	<b>\$ 3,943,825</b>	<b>\$ 3,875,149</b>	<b>8.48%</b>	<b>101.77%</b>

**Year to Date as of May 2026 Departmental Operating Expense Breakdown – Table 8**

	05/2026				
	2026 Approved Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
<b>Departmental Operating Expenses:</b>					
<b>Object Category</b>					
Salaries & Wages	\$ 14,457,881	\$ 5,911,536	\$ 6,024,115	40.89%	98.13%
Benefits	10,217,093	5,189,595	4,257,122	50.79%	121.90%
Services	5,479,505	1,818,467	2,283,127	33.19%	79.65%
Materials & Supplies	3,922,084	1,437,197	1,634,202	36.64%	87.94%
Utilities	985,074	348,545	410,448	35.38%	84.92%
Insurance	925,368	428,299	385,570	46.28%	111.08%
Purchased Transportation	9,444,024	4,012,891	3,935,010	42.49%	101.98%
Miscellaneous	1,070,776	283,510	446,157	26.48%	63.54%
<b>Total Departmental Operating Expenses</b>	<b>\$ 46,501,805</b>	<b>\$ 19,430,040</b>	<b>\$ 19,375,751</b>	<b>41.78%</b>	<b>100.28%</b>

**2026 Self-Insurance Claims, Medical & Vision and Dental Reported at Gross which does not factor in the stop loss reimbursements – Table 9\***

Month	Medical & Vision	Dental	Total
January	\$ 311,239	\$ 9,637	\$ 320,876
February	474,444	18,687	493,131
March	456,451	12,322	468,773
April	644,120	14,275	658,395
May	375,262	8,322	383,584
	<b>\$ 2,261,516</b>	<b>\$ 63,242</b>	<b>\$ 2,324,758</b>

\* There were stop loss reimbursements and other credits totaling \$5,188 received in May. To date, the amount of **\$353,137** has been received in reimbursements.

**Fare Recovery Ratio – Table 10**

Description	5/31/2026	Year to Date
Fare Revenue or Passenger Revenue	\$ 128,557	\$ 631,347
Operating Expenses	3,943,826	19,430,040
Fare Recovery Ratio	3.26%	3.25%
*Excluding Depreciation		

Note: Same period last year (May 2025) the FRR was 2.58%

The passenger fares are pledged revenues secured by the bond covenant associated with the construction of the Staples Street Center Building. The bond contract requires the Authority to establish and maintain rates and charges for facilities and services afforded by the CCRTA transit system to produce **gross operating revenues** in each fiscal year by anticipating sufficient passenger revenues to pay for maintenance and operating expenses and produce net operating revenues at least 1.10 times the annual debt service requirements. The debt service coverage ratio is a different ratio from the Fare Recovery Ratio. CCRTA has maintained since the inception of the bond covenant a coverage ratio of at least 1.10.

**May 2026 – Table 11**

For the month of May, total Expenditures exceeded Revenue by \$548,192. A greater detail of the financial results is explained in the accompanied Power Point presentation.

	05/2026				
	2026 Approved Budget	May 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
Operating Revenues	\$ 52,020,695	\$ 3,731,824	\$ 4,185,057	7.17%	89.17%
Operating Expenses	51,806,529	4,262,169	4,199,681	8.23%	101.49%
<b>Revenue over Expenses</b>	<b>214,166</b>	<b>(530,345)</b>	<b>(14,624)</b>	<b>-247.63%</b>	<b>3626.56%</b>
Capital Funding	550,309	75,241	75,241	13.67%	100.00%
Capital Expenditures	764,475	93,088	93,088	12.18%	100.00%
<b>Revenue over Expenses</b>	<b>(214,166)</b>	<b>(17,847)</b>	<b>(17,847)</b>	<b>8.33%</b>	<b>100.00%</b>
<b>Revenue over Expenditures</b>	<b>\$ 0</b>	<b>\$ (548,192)</b>	<b>\$ (32,471)</b>		

**NET POSITION**

The Total Net Position at the end of the month was **\$107,130,117**, an increase of **\$153,061** from December 2025 which closed at **\$106,977,056**.

The Total Net Position is made up of three (3) components: Net Investment in Capital Assets, Funds Restricted for the FTA’s Interest, and Unrestricted which represents the residual amount of the net position that is available for spending.

Of the Total Net Position of **\$107,130,117**, the portion of the fund balance that is not restricted in accordance with GASB Concepts Statement No 4 is **\$27,769,695** but unrestricted reserves are currently in deficit due to the amount of **\$29,008,631** in Board-designated reserves aimed at mitigating the fluctuations in sales tax revenue. As you can see from the fund balance breakdown below, **104.46%** of the unrestricted portion is assigned by the Board to fund reserves that are earmarked to meet certain unexpected demands.

**FUND BALANCE AS OF MAY 31, 2026:**

<b>FUND BALANCE</b>		
Net Invested in Capital Assets		\$ 78,785,114
Restricted for FTA Interest		575,308
Unrestricted		<u>27,769,695</u>
<b>TOTAL FUND BALANCE</b>		<b><u>107,130,117</u></b>
<b>RESERVES</b>		
Designated for Operating Reserve		9,313,719
Designated for Capital Reserve		3,593,506
Designated for Employee Benefits Reserve		2,601,406
Designated for Emergency/Disaster Reserve		1,900,000
Designated for New Bear Lane Maint. Bldg.		<u>11,600,000</u>
<b>Total Designated Reserves</b>	<b>104.46%</b>	<b>29,008,631</b>
Plus:		
Unrestricted	- 4.46%	(1,238,936)
<b>TOTAL DESIGNATED AND UNRESTRICTED</b>		<b>\$ 27,769,695</b>

**NOTE:**


As of May 31, 2026, the spendable portion of the fund balance reflects a negative balance of \$1,238,936, which is currently being supported by the operating reserve account. This position is expected to improve by approximately by \$10,413,607 once CCRTA grant funding is made available. This amount includes \$3.3 million for preventive maintenance, \$5,142,970 for the seven Gillig buses purchased last year, \$1,9 million in THUD-eligible expenses, and \$70,637 in additional eligible funding.

Please refer to the following pages for the detailed financial statements.

Respectfully Submitted,

Submitted by: Marie Sandra Roddel  
Director of Finance

Reviewed by: Robert M. Saldaña  
Managing Director of Administration

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

Corpus Christi Regional Transportation Authority  
 Operating and Capital Budget Report  
 For the month ended May 2026

OPERATING BUDGET	05/2026				
	2026 Approved Budget	May 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
	A	B	C = A / 12 ***	B / A	C vs B
<b>Revenues</b>					
Passenger service	\$ 1,422,516	\$ 128,557	\$ 118,543	9.04%	108.45%
Bus advertising	236,000	14,443	19,667	6.12%	73.44%
Other operating revenues	7,555	-	-	0.00%	0.00%
Sales Tax Revenue	43,011,601	3,434,928	3,434,928	7.99%	100.00%
Federal, state and local grant assistance	5,365,031	-	447,086	0.00%	0.00%
Investment Income	1,431,566	112,519	119,297	7.86%	94.32%
Staples Street Center leases	546,426	41,377	45,536	7.57%	90.87%
<b>Total Revenues</b>	<b>52,020,695</b>	<b>3,731,824</b>	<b>4,185,057</b>	<b>7.17%</b>	<b>89.17%</b>
<b>Expenses</b>					
Transportation	11,947,755	1,132,238	995,646	9.48%	113.72%
Customer Programs	755,946	59,055	62,995	7.81%	93.74%
Purchased Transportation	9,444,024	828,819	787,002	8.78%	105.31%
Service Development	675,418	36,623	56,285	5.42%	65.07%
MIS	2,166,144	168,775	180,512	7.79%	93.50%
Vehicle Maintenance	7,581,055	647,195	631,755	8.54%	102.44%
Facilities Maintenance	3,572,168	280,806	297,681	7.86%	94.33%
Contracts and Procurements	538,566	43,441	44,880	8.07%	96.79%
CEO's Office	1,024,151	77,516	85,346	7.57%	90.83%
Finance and Accounting	997,044	68,663	83,087	6.89%	82.64%
Materials Management	378,830	32,403	31,569	8.55%	102.64%
Human Resources	965,829	76,731	80,486	7.94%	95.34%
General Administration	514,301	35,940	42,858	6.99%	83.86%
Capital Project Management	449,509	29,303	37,459	6.52%	78.23%
Marketing & Communications	1,155,107	84,325	96,259	7.30%	87.60%
Safety & Security	2,954,034	240,659	246,169	8.15%	97.76%
Staples Street Center	1,281,925	101,333	106,827	7.90%	94.86%
Debt Service	1,605,436	16,258	16,258	1.01%	100.00%
Special Projects	100,000	-	8,333	0.00%	0.00%
Subrecipient Grant Agreements	74,256	-	6,188	0.00%	0.00%
Street Improvements Program for CCRTA Regional Entities	3,625,032	302,086	302,086	8.33%	100.00%
<b>Total Expenses</b>	<b>51,806,529</b>	<b>4,262,169</b>	<b>4,199,681</b>	<b>8.23%</b>	<b>101.49%</b>
<b>Revenues Over Expenses - Operating Budget</b>	<b>214,166</b>	<b>(530,345)</b>	<b>(14,624)</b>		
<b>CIP BUDGET</b>					
	2026 Approved Budget	May 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
	A	B	C = A / 12	B / A	
<b>Funding Sources</b>					
Grant Revenue	550,309	75,241	75,241	13.67%	0.00%
<b>Total Funding Sources</b>	<b>550,309</b>	<b>75,241</b>	<b>75,241</b>	<b>13.67%</b>	<b>100.00%</b>
<b>Capital Expenditures</b>					
Grant Eligible Costs	550,309	75,241	75,241	13.67%	0.00%
Depreciation Expenses	214,166	17,847	17,847	8.33%	100.00%
<b>Total Expenditures</b>	<b>764,475</b>	<b>93,088</b>	<b>93,088</b>	<b>12.18%</b>	<b>100.00%</b>
<b>Funding Sources Over Expenditures</b>	<b>(214,166)</b>	<b>(17,847)</b>	<b>(17,847)</b>	<b>8.33%</b>	<b>100.00%</b>
<b>Revenues Over Expenses - Operating Budget</b>	<b>214,166</b>	<b>(530,345)</b>	<b>(14,624)</b>		
<b>Revenues Over Expenses - CIP Budget</b>	<b>(214,166)</b>	<b>(17,847)</b>	<b>(17,847)</b>		
<b>Revenues Over Expenses (including rounding)</b>	<b>\$ 0</b>	<b>\$ (548,192)</b>	<b>\$ (32,471)</b>		

Corpus Christi Regional Transportation Authority  
 Operating and Capital Budget Report  
 For the month ended May 2026

OPERATING BUDGET	05/2026				
	2026 Approved Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
	A	B	C = A / 12 * 5	B / A	C vs B
<b>Revenues</b>					
Passenger service	\$ 1,422,516	\$ 631,347	\$ 592,715	44.38%	106.52%
Bus advertising	236,000	75,578	98,333	32.02%	76.86%
Other operating revenues	7,555	115,349	3,148	1526.79%	3664.29%
Sales Tax Revenue	43,011,601	18,190,823	16,810,573	42.29%	108.21%
Federal, state and local grant assistance	5,365,031	845,608	2,235,430	15.76%	37.83%
Investment Income	1,431,566	528,208	596,486	36.90%	88.55%
Staples Street Center leases	546,426	206,181	227,678	37.73%	90.56%
<b>Total Revenues</b>	<b>52,020,695</b>	<b>20,593,094</b>	<b>20,564,363</b>	<b>39.59%</b>	<b>100.14%</b>
<b>Expenses</b>					
Transportation	11,947,755	5,622,987	4,978,231	47.06%	112.95%
Customer Programs	755,946	342,201	314,977	45.27%	108.64%
Purchased Transportation	9,444,024	4,012,891	3,935,010	42.49%	101.98%
Service Development	675,418	238,951	281,424	35.38%	84.91%
MIS	2,166,144	818,156	902,560	37.77%	90.65%
Vehicle Maintenance	7,581,055	2,970,667	3,158,773	39.19%	94.04%
Facilities Maintenance	3,572,168	1,400,597	1,488,403	39.21%	94.10%
Contracts and Procurements	538,566	222,216	224,402	41.26%	99.03%
CEO's Office	1,024,151	398,514	426,729	38.91%	93.39%
Finance and Accounting	997,044	391,939	415,435	39.31%	94.34%
Materials Management	378,830	166,727	157,846	44.01%	105.63%
Human Resources	965,829	386,479	402,429	40.02%	96.04%
General Administration	514,301	183,793	214,292	35.74%	85.77%
Capital Project Management	449,509	166,765	187,295	37.10%	89.04%
Marketing & Communications	1,155,107	416,202	481,295	36.03%	86.48%
Safety & Security	2,954,034	1,198,138	1,230,847	40.56%	97.34%
Staples Street Center	1,281,925	488,943	534,136	38.14%	91.54%
Debt Service	1,605,436	263,729	263,729	16.43%	100.00%
Special Projects	100,000	3,874	41,667	3.87%	9.30%
Subrecipient Grant Agreements	74,256	10,453	30,940	14.08%	33.78%
Street Improvements Program for CCRTA Regional Entities	3,625,032	1,510,430	1,510,430	41.67%	100.00%
<b>Total Expenses</b>	<b>51,806,529</b>	<b>21,214,652</b>	<b>21,180,850</b>	<b>40.95%</b>	<b>100.16%</b>
<b>Revenues Over Expenses - Operating Budget</b>	<b>214,166</b>	<b>(621,558)</b>	<b>(616,487)</b>		
<b>CIP BUDGET</b>					
	2026 Approved Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
	A	B	C = A / 12 * 5	B / A	C vs B
<b>Funding Sources</b>					
Grant Revenue	550,309	863,854	863,854	156.98%	0.00%
<b>Total Funding Sources</b>	<b>550,309</b>	<b>863,854</b>	<b>863,854</b>	<b>156.98%</b>	<b>100.00%</b>
<b>Capital Expenditures</b>					
Grant Eligible Costs	550,309	863,854	863,854	156.98%	0.00%
Depreciation Expenses	214,166	89,236	89,236	41.67%	100.00%
<b>Total Expenditures</b>	<b>764,475</b>	<b>953,090</b>	<b>953,090</b>	<b>124.67%</b>	<b>100.00%</b>
<b>Funding Sources Over Expenditures</b>	<b>(214,166)</b>	<b>(89,236)</b>	<b>(89,236)</b>	<b>41.67%</b>	<b>100.00%</b>
<b>Revenues Over Expenses - Operating Budget</b>	<b>214,166</b>	<b>(621,558)</b>	<b>(616,487)</b>		
<b>Revenues Over Expenses - CIP Budget</b>	<b>(214,166)</b>	<b>(89,236)</b>	<b>(89,236)</b>		
<b>Revenues Over Expenses (including rounding)</b>	<b>\$ 0</b>	<b>\$ (710,794)</b>	<b>\$ (705,723)</b>		

**CORPUS CHRISTI REGIONAL TRANSPORTATION AUTHORITY**  
**Statement of Net Position**  
**Month ended May 31, 2026, and year ended December 31, 2025**

	<b>Unaudited May 31 2026</b>	<b>Unaudited December 31 2025</b>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Cash Equivalents	\$ 19,265,236	\$ 29,108,299
Short Term Investments	13,013,337	5,016,461
Receivables:		
Sales and Use Taxes	6,810,391	8,415,349
Federal Government	76,089	363,812
Other	535,424	524,764
Inventories	817,322	873,832
Prepaid Expenses	3,083,460	661,991
<b>Total Current Assets</b>	<b>43,601,259</b>	<b>44,964,508</b>
<b>Non-Current Assets:</b>		
Restricted Cash and Cash Equivalents	575,308	575,308
Long Term Investments	2,517,310	2,503,806
Lease Receivable	1,037,385	1,037,385
Capital Assets:		
Land	5,201,197	5,201,197
Buildings	53,127,477	53,127,477
Transit Stations, Stops and Pads	41,364,416	41,364,416
Other Improvements	5,579,552	5,579,552
Vehicles and Equipment	80,227,698	80,227,698
Right-To-Use Leased Equipment	1,379,774	1,379,774
Right-To-Use Software Subscriptions	1,801,421	1,801,421
Construction in Progress	3,522,031	3,522,031
Current Year Additions	3,175,669	-
Total Capital Assets	195,379,236	192,203,567
Less: Accumulated Depreciation	(102,845,511)	(102,756,275)
Net Capital Assets	92,533,725	89,447,292
<b>Total Non-Current Assets</b>	<b>96,663,728</b>	<b>93,563,791</b>
<b>TOTAL ASSETS</b>	<b>140,264,987</b>	<b>138,528,299</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflow related to pensions	3,626,625	3,626,625
Deferred outflow related to OPEB	298,259	298,259
Deferred outflow on extinguishment of debt	2,309,945	2,386,433
<b>Total Deferred Outflows</b>	<b>6,234,829</b>	<b>6,311,317</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<b>146,499,816</b>	<b>144,839,616</b>

**CORPUS CHRISTI REGIONAL TRANSPORTATION AUTHORITY**  
**Statement of Net Position**  
**Month ended May 31, 2026, and year ended December 31, 2025 (continued)**

	<b>Unaudited May 31 2026</b>	<b>Unaudited December 31 2025</b>
<b>LIABILITIES AND NET POSITION</b>		
<b>Current Liabilities:</b>		
Accounts Payable	1,810,472	1,530,418
Current Portion of Long-Term Liabilities:		
Long-Term Debt	970,000	970,000
Compensated Absences	396,012	396,012
Net OPEB Liability - Current Portion	142,384	142,384
Software Subscription Liability	69,730	69,730
Lease Liability	125,855	125,855
Distributions to Regional Entities Payable	3,091,596	1,590,302
Other Accrued Liabilities	1,220,887	1,495,096
<b>Total Current Liabilities</b>	<b>7,826,938</b>	<b>6,319,798</b>
<b>Non-Current Liabilities:</b>		
Long-Term Liabilities, Net of Current Portion:		
Long-Term Debt	13,935,000	13,935,000
Compensated Absences	901,368	901,368
Software Subscription Liability	100,978	100,978
Lease Liability	764,370	764,370
Net Pension Liability	9,434,015	9,434,015
Net OPEB Obligation	946,694	946,694
<b>Total Non-Current Liabilities</b>	<b>26,082,426</b>	<b>26,082,426</b>
<b>TOTAL LIABILITIES</b>	<b>33,909,363</b>	<b>32,402,223</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflow related to pensions	4,375,073	4,375,073
Deferred inflow related to OPEB	47,879	47,879
Deferred inflow related to leases	1,037,385	1,037,385
<b>Total Deferred Inflows</b>	<b>5,460,337</b>	<b>5,460,337</b>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS</b>	<b>39,369,699</b>	<b>37,862,560</b>
<b>Net Position:</b>		
Net Invested in Capital Assets	78,785,114	75,772,103
Restricted for FTA Interest	575,308	575,308
Unrestricted	27,769,695	30,629,646
<b>TOTAL NET POSITION</b>	<b>\$ 107,130,117</b>	<b>\$ 106,977,056</b>

**Corpus Christi Regional Transportation Authority**  
**Statement of Cash Flows (Unaudited)**  
**For the month ended May 31, 2026**

	<u>5/31/2026</u>
<b>Cash Flows From Operating Activities:</b>	
Cash Received from Customers	\$ 114,450
Cash Received from Bus Advertising and Other Ancillary	167,528
Cash Payments to Suppliers for Goods and Services	(1,581,255)
Cash Payments to Employees for Services	(1,265,406)
Cash Payments for Employee Benefits	(596,751)
<b>Net Cash Used for Operating Activities</b>	<u><b>(3,161,434)</b></u>
<b>Cash Flows from Non-Capital Financing Activities:</b>	
Sales and Use Taxes Received	4,437,070
Grants and Other Reimbursements	162,713
Distributions to Subrecipient Programs	-
Distributions to Region Entities	-
<b>Net Cash Provided by Non-Capital Financing Activities</b>	<u><b>4,599,783</b></u>
<b>Cash Flows from Capital and Related Financing Activities:</b>	
Federal and Other Grant Assistance	-
Proceeds/Loss from Sale of Capital Assets	-
Proceeds from Bonds	-
Repayment of Long-Term Debt	-
Interest and Fiscal Charges	(219,772)
Purchase and Construction of Capital Assets	(1,068,189)
<b>Net Cash Used by Capital and Related Financing Activities</b>	<u><b>(1,287,961)</b></u>
<b>Cash Flows from Investing Activities:</b>	
Investment Income	58,823
Purchases of Investments	(2,000,000)
Maturities and Redemptions of Investments	-
Premiums/Discounts on Investments	-
<b>Net Cash Used by Investing Activities</b>	<u><b>(1,941,177)</b></u>
<b>Net decrease in Cash and Cash Equivalents</b>	<b>(1,790,788)</b>
<b>Cash and Cash Equivalents (Including Restricted Accounts), May 1, 2026</b>	<b>21,631,332</b>
<b>Cash and Cash Equivalents (Including Restricted Accounts), May 31, 2026</b>	<b>\$ <u><u>19,840,544</u></u></b>

**Subject:** July 2026 Procurement Update

**Overview:**

The purpose of this memorandum is to provide the Board of Directors with a monthly update on procurement activities at the Corpus Christi Regional Transportation Authority (CCRTA). This report includes an overview of current procurements issued and a three-month outlook on agreements falling under the CEO's signature authority.

**Board Priority**

This item aligns with the Board Priority – **Public Image and Transparency**

**Current Procurements Issued**

The following solicitations are currently active:

- **Description:** Title VI Program Update FY 2023-2025
  - **Term:** Four-Month Term
  - **Issuance Date:** June 17, 2026
  - **Due Date:** July 29, 2026
  - **Estimated Cost:** \$65,000
  - **Committee Review:** August 26, 2026

**Three-Month Future Procurement Outlook**

The following solicitation is scheduled to be issued:

- **Description:** Heavy-Duty Vehicle Filters
  - **Term:** Two Years
  - **Issuance Date:** July 9, 2026
  - **Due Date:** August 13, 2026
  - Estimated Cost:** \$167,581
  
- **Description:** Lubricants and Fluid Supply
  - **Term:** Two Years
  - **Issuance Date:** August 27, 2026
  - **Due Date:** October 1, 2026
  - Estimated Cost:** \$360,211

**CEO's Signature Authority – Three-Month Outlook**

The following table outlines future agreements scheduled to commence within the next three months:

Description of Future Agreement	Agreement Start Date	Current Agreement Amount
Marketing and Consulting Services	8/18/26	\$40,000 (One-Year Term)
FLEETWATCH Hardware	9/01/26	\$38,630 (3-YR Term)
Del Mar College Bus Pass ID Authorization*	9/01/26	\$23,122* (One-Year Term; Revenue)
Pest Control Services	9/22/26	\$37,785 (2-YR Term)
Solid Waste Collection and Disposal Services	9/22/26	\$36,360 (2YR-Term)
Everbridge Mass Notification Software	9/26/26	\$39,867 (3-YR Term)
IT Server Support Services	10/01/26	\$29,600 (One-Year Term)
Elevator Maintenance Services	10/01/26	\$34,383 (3-YR Term)
Generator Services	10/03/26	\$40,095 (One-Year Term)
Commercial Lease Consulting Services	10/11/26	\$25,000 (3-YR Term)
<b>ESTIMATED TOTAL</b>		<b>\$321,693*</b>

\* Does Not Include Revenue Generating Agreement

### Recommendation

For informational purposes

Respectfully Submitted,

Submitted by: Christina Perez  
Director of Procurement

Reviewed by: Robert M. Saldaña  
Managing Director of Administration

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer

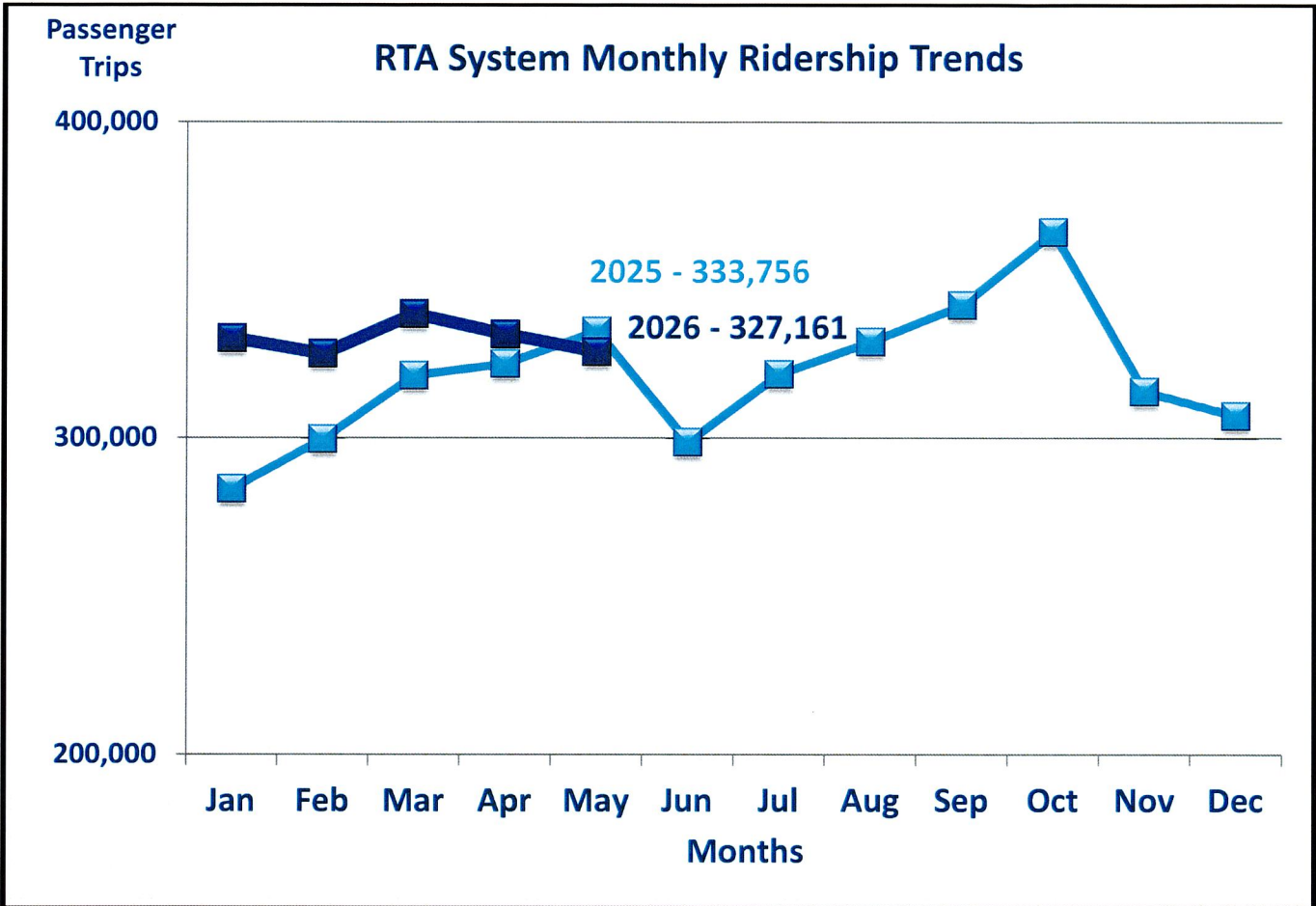
**Subject:** May 2026 Operations Report

The system-wide monthly operations performance report is included below for your information and review. This report contains monthly and Year-to-Date (YTD) operating statistics and performance measurement summaries containing ridership, performance metrics by service type, miles between road calls and customer service feedback.



**System-wide Ridership and Service Performance Results**

May 2026 system-wide passenger trips totaled 327,161, which represents a 2.0% decrease, compared to 333,756 passenger trips in May 2025 with 6,595 fewer trips provided this month.

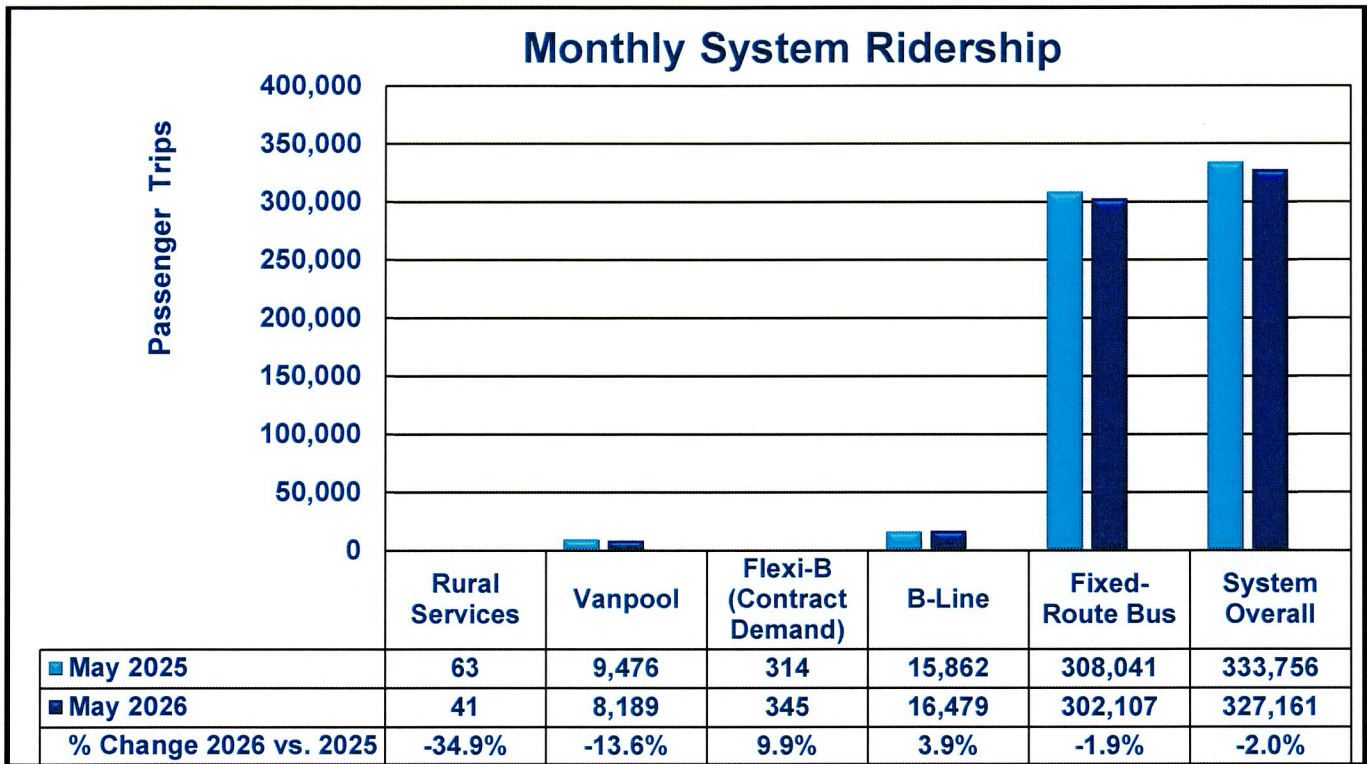


May 2026	May 2025	Variance
20 Weekdays	21 Weekdays	-1
5 Saturdays	5 Saturdays	-
6 Sundays	5 Sundays	+1
31 Days	31 Days	-

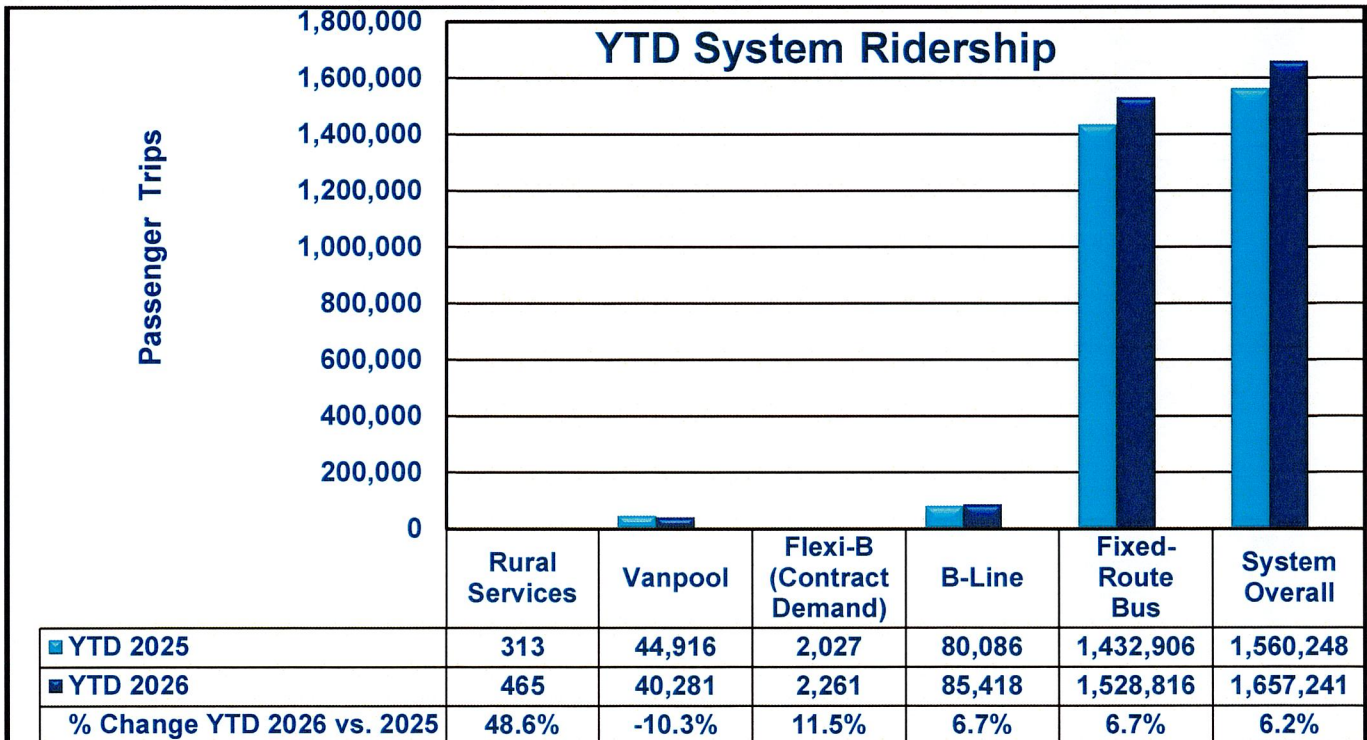
The average retail price for unleaded gas in Corpus Christi was \$3.95 per gallon compared to \$2.65 per gallon in May 2025<sup>1</sup>. May 2026 received 7.88 inches of rain. This amount of rain is significantly higher than the monthly May average of 3.38 inches with a difference of 4.5 inches. Ten weekdays and four weekend days recorded rain amounts. One less weekday this month along with the amount of rainfall had an adverse impact on ridership.

1. GasBuddy.com historical data at <http://www.gasbuddy.com>  
 2. Weather.gov at <http://www.weather.gov>

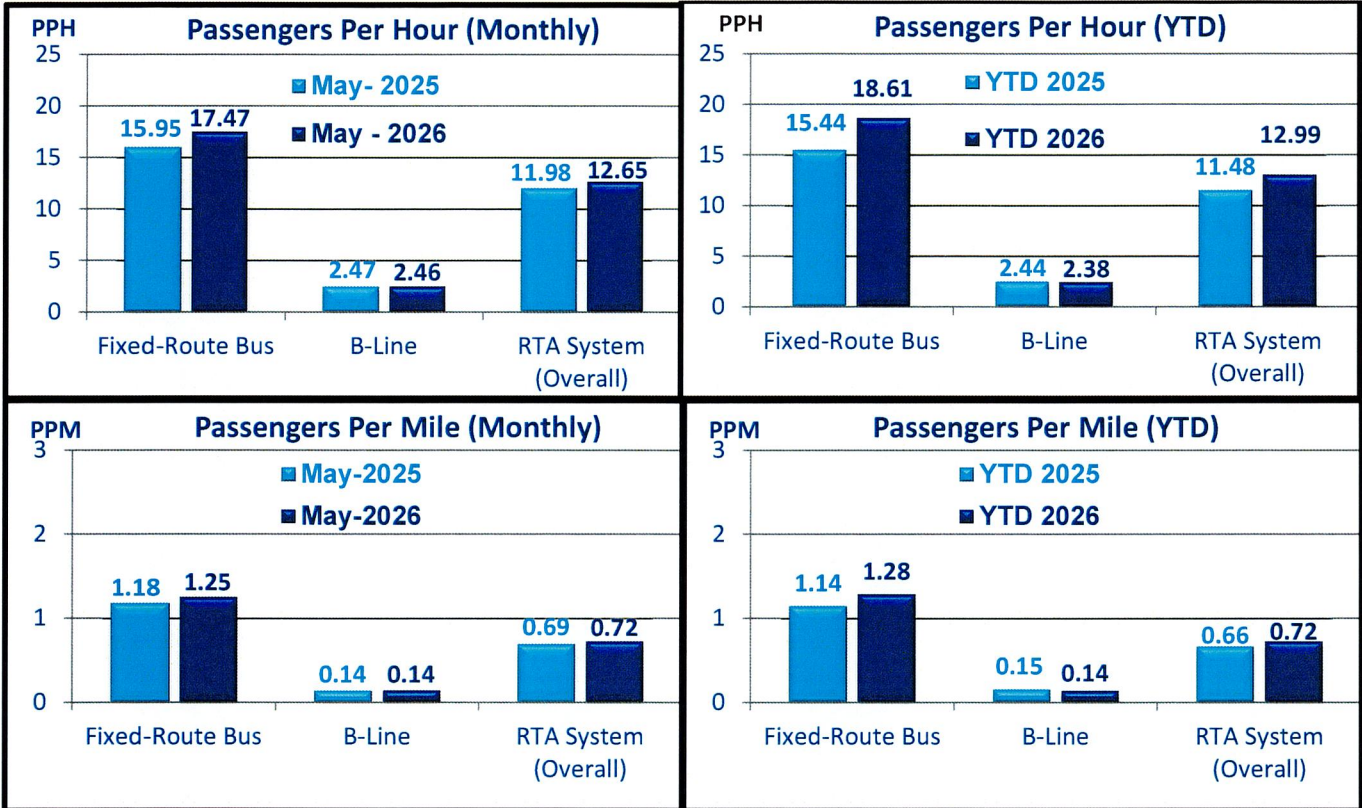
The chart below shows monthly ridership results for all services. CCRTA recorded 6,595 fewer passenger trips in May 2026 resulting in a 2.0% decrease compared to May 2025.



The chart below shows YTD ridership results for all services. 96,993 more trips compared to 2025.

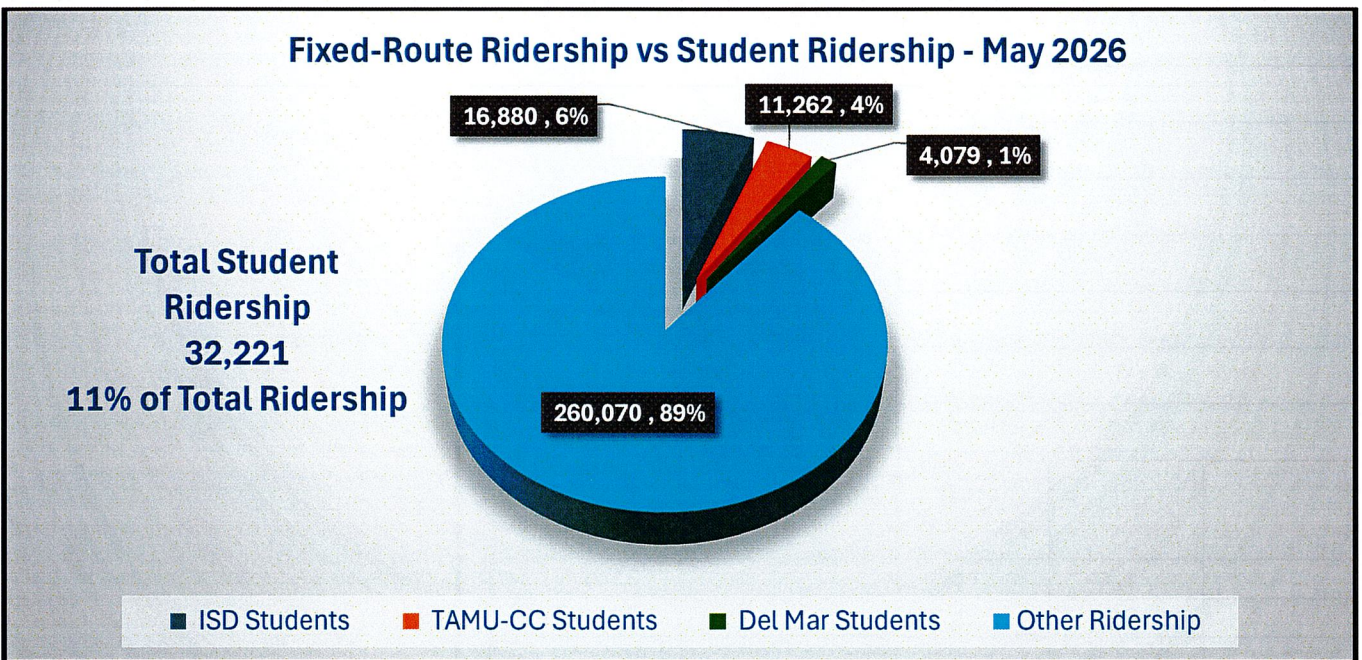


The following four charts contain system-wide productivity metrics for the month of May 2026 vs. May 2025 and YTD figures.



**Student Ridership**

The following chart illustrates total fixed route ridership vs student ridership for May 2026.



**Bus Routes and Bus Stops Impacted by City of Corpus Christi and TxDOT Construction Projects**

**Upcoming Projects**

- **S. Alameda (Everhart to Airline):** Project scheduled to begin July 2026.
  - Route 5 (10 to 12 stops temporarily closed for 18 months of construction).
- **Carroll Ln. (SH-358 to Holly):** Project scheduled to begin July 2026.
  - Routes 15 & 17 (No detours, no stops impacted at release of this document).
- **Upper/Mid./Lower Broadway:** Project in design (30%).
  - Routes 6, 76 (2 stops could be impacted).
- **West Surfside (Breakwater to Elm):** Project to begin September 2026.
  - Route 78 (a select number of stops may be temporarily impacted).

For May 2026 report, none of the 32 fixed route services in operation experienced any adverse impacts due to construction activities.

**The following table shows on-time performance of fixed route services.**

Schedule Adherence	Standard	Feb-26	Mar-26	Apr-26	May-26	4-Month Average
Early Departure	<1%	0.0%	0.0%	0.0%	0.0%	0.0%
Departures within 0-5 minutes	>85%	90.5%	94.8%	93.2%	94.6%	93.3%
Monthly Wheelchair Boardings	No standard	3,385	3,617	3,647	3,860	3,627
Monthly Bicycle Boardings	No standard	6,743	7,093	7,491	7,201	7,132

**Purchased Transportation Department Report: B-Line Service Contract Standards & Ridership Statistics**

Metric	Standard	Feb-26	Mar-26	Apr-26	May-26	(4) Month-Ave.
Passengers per Hour	2.50	2.36	2.43	2.40	2.46	2.41
On-time Performance	95.0%	95.4%	94.5%	96.9%	92.8%	94.9%
Denials	0.00%	0.00%	0.00%	0.00%	0.00%	0.0%
Miles Between Road Calls	12,250	37,026	50,687	24,538	18,668	32,730
Monthly Wheelchair Boardings	No standard	3,231	3,791	3,765	3,507	3,574

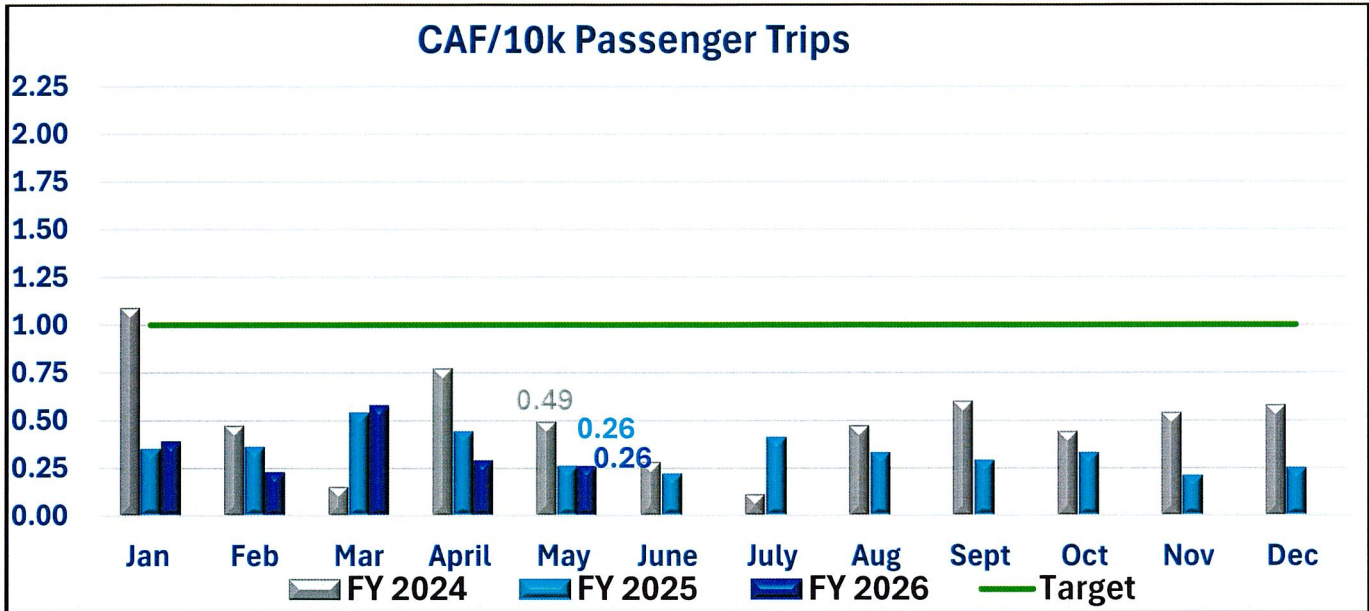
In May 2026, B-Line service performance metrics are listed below.

- Productivity: **2.46** Passengers per hour did not meet the 2.50 PPH contract standard.
- On-time Performance: **92.8%** did not meet the contract standard of 95.0%.
- Denials: 0 denials or **0.0%** met the contract standard of 0.0%.
- Miles between Road Calls (MBRC): **18,668** met the contract standard of 12,250 miles.
- Ridership Statistics: **10,724** ambulatory boardings; **3,507** wheelchair boardings

**Customer Programs Monthly Customer Assistance Form (CAF) Report**

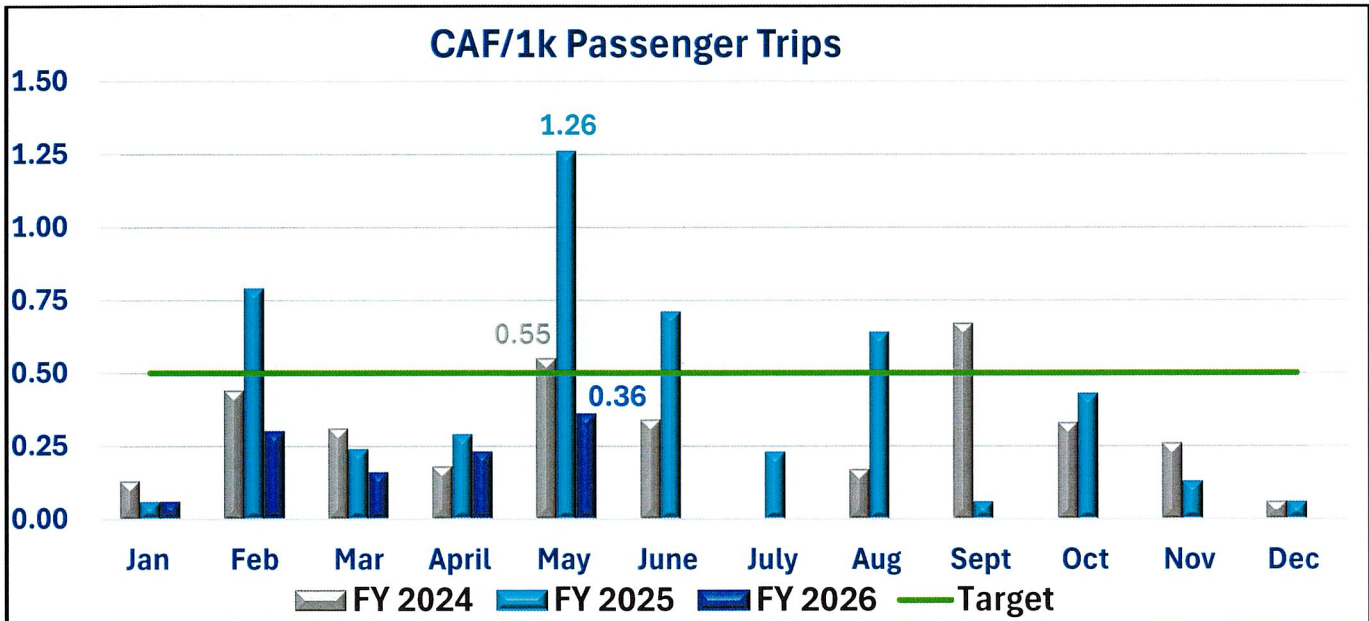
For the month of May 2026, CCRTA received and processed **48** Customer Assistance Forms (CAF's). A total of **42** or 88% were for Fixed Route Services, of which **eight** or 19% were valid. This equates to approximately **0.26** CAFs **per 10,000** passenger trips. Fixed Route Services received two commendations.

**Number of CAFs/10k for Fixed Route Services**



For the month of May 2026, CCRTA received and processed **48** Customer Assistance Forms (CAF's). A total of **6** or 12% were for B-Line Services, of which all **six** or 100% were valid. This equates to approximately **0.36** CAFs **per 1,000** passenger trips. B-Line Services received no commendations.

**Number of CAFs/1k for B-Line Services**



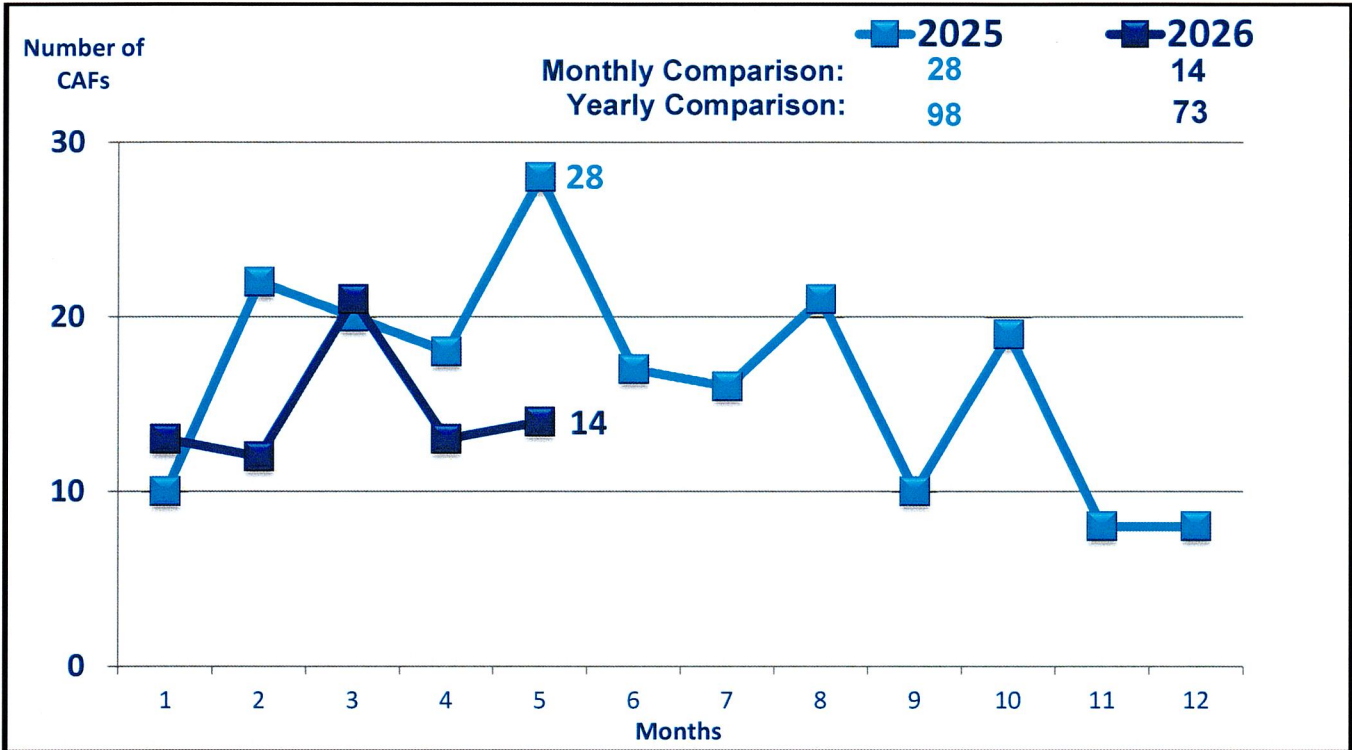
**Route Summary Report:**

Route	# of CAFs	Route	# of CAFs
#3 NAS Shuttle	1	#50 Calallen/Robstown NAS Ex (P&R)	
#4 Flour Bluff		#51 Gregory/NAS Ex (P&R)	
#5 Alameda	1	#54 Gregory/Downtown Express	
#6 Santa Fe/Malls		#60 Momentum Shuttle	
#12 Hillcrest/Baldwin	2	#65 Padre Island Connection (Flex)	1
#15 Kostoryz/Carroll HS	1	#76 Downtown Shuttle	
#16 Morgan/Port	1	#78 North Beach Shuttle	2
#17 Carroll/Southside	1	#83 Advanced Industries	
#19 Ayers	2	#90 Flexi-B Port Aransas	
#21 Arboleda		#93 Flex	
#23 Molina		#94 Port Aransas Shuttle	
#24 Airline/Yorktown	2	#95 Port Aransas Express	
#25 Gollihar/Greenwood		B-Line (Paratransit) Services	6
#26 Airline/Lipes		Transportation	
#27 Leopard	2	Service Development	1
#28 Leopard /Navigation	1	Facilities/Bus Stop Needs Attention	8
#29 Staples	5	IT/Electronics	1
#32 Southside	2	Safety & Security	3
#34 Robstown North Circulator		Vehicle Maintenance	
#35 Robstown South Circulator	2	COMMENDATIONS	2
#37 Crosstown/TAMUCC	1		
		<b>TOTAL CAF's</b>	<b>48</b>

**Processed CAF Breakdown by Service Type:**

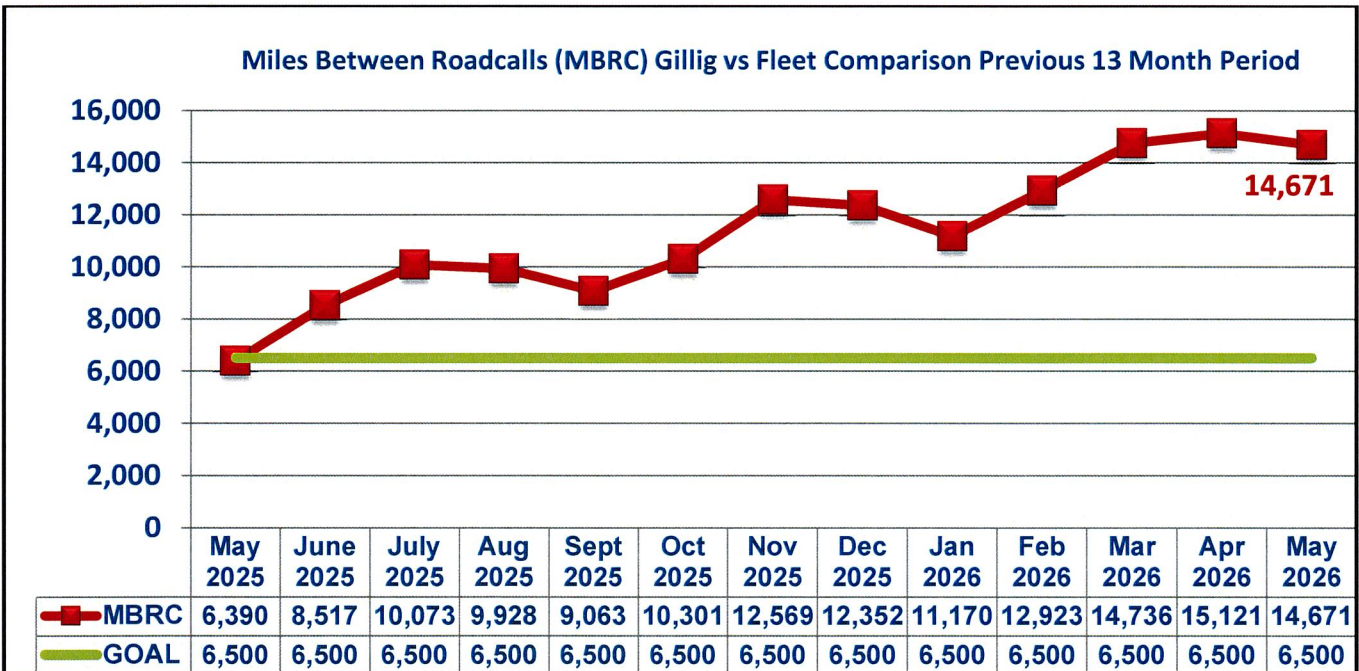
CAF Category	RTA Fixed Route	B-Line Paratransit	Purchased Transportation	Totals
Driving Issues	5	2	1	8
Late/Early – No Show	4		2	6
Fare/Transfer Dispute	1			1
Rude	3			3
Left Behind/Passed Up	5		1	6
Inappropriate Behavior		3	1	4
Scheduling Issue		1		1
Tie Down Issue	1			1
Safety and Security	3		1	4
Facility Maintenance	8			8
IT Issue	1			1
Service Development	1			1
Vehicle Maintenance			2	2
Commendations	2			2
<b>TOTAL CAFs</b>	<b>34</b>	<b>6</b>	<b>8</b>	<b>48</b>

**Customer Programs Validated (CAF's) Count**



**Vehicle Maintenance Department: Miles Between Road Calls Report**

In May 2026, 14,671 miles between road calls (MBRC) were recorded as compared to 6,390 MBRC in May 2025. A standard of 6,500 miles between road calls is used based on the fleet size, age and condition of CCRTA vehicles. The thirteen-month average is 11,370.



**Board Priority**

The Board Priority is Ridership.

Respectfully Submitted,

Reviewed by: Gordon Robinson  
Managing Director of Operations

Submitted by: Fred Worthen  
Director of Planning

Final Approval by:   
Derrick Majchszak  
Chief Executive Officer