



AGENDA MEETING NOTICE

Amended

Board of Directors Meeting

DATE: Wednesday, October 14, 2026

TIME: 8:30 a.m.

LOCATION: Staples Street Center – 2ND Floor Pat Eisenhower Boardroom,
602 North Staples St., Corpus Christi, TX

BOARD OF DIRECTORS OFFICERS

Arthur Granado, Chair
Lynn Allison, Vice-Chair/Legislative Chair
Susie Luna Saldaña, Secretary

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 Sullivan

	TOPIC	SPEAKER	EST.TIME	REFERENCE
1.	Pledge of Allegiance	A. Granado/ U.S. Veteran, TBD	1 min.	-----
2.	Safety Briefing	G. Casas	3 min.	-----
3.	Roll Call and Establish Quorum	M. Montiel	1 min.	-----
4.	Confirm Posting of Meeting's Public Notice in Accordance with Texas Open Meetings Act, Texas Government Code, Chapter 551	A. Granado	1 min.	-----
5.	Public Notice on Executive Session	A. Granado	1 min.	-----
	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			
6.	Receipt of Conflict of Interest Affidavits	A. Granado	1 min.	-----
7.	Opportunity for Public Comment 3 min. limit – no discussion	A. Granado	3 min.	-----
	Public Comment may be provided in writing, limited to 1,000 characters, by using the Public Comment Form online at https://www.ccrta.org/meetings/public-comment 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.			
8.	Awards and Recognition – a) New Hires	D. Majchszak	5 min.	-----
9.	Discussion and Possible Action to Approve the September 2, 2026, Board of Directors Meeting Minutes	A. Granado	3 min.	Pages 1-8
10.	CONSENT ITEMS: 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. a) Award a contract to Genfare, a Division of SPX Corporation, for the replacement of 14 bus fareboxes and related equipment, in an amount not to exceed \$377,396.89		5 min.	Page 9 PPT
11.	Update on RCAT	S. Montez	3 min.	PPT



AGENDA MEETING NOTICE

12.	Update on New Maintenance Facility	S. Montez	3 min.	Pages 10-12 <i>PPT</i>
13.	Presentations: a) 2026 Triennial Presentation b) August 2026 Financial Report c) October 2026 Procurement Update d) August 2026 Operations Report e) May-August 2026 Safety & Security Report	R. Saldaña R. Saldaña R. Saldaña F. Worthen M. Rendon	30 min.	Pages 13-39 <i>PPT</i> Pages 40-54 <i>PPT</i> Pages 55-56 <i>PPT</i> Pages 57-65 <i>PPT</i>
14.	CEO Report	D. Majchszak	5 min.	<i>PPT</i>
15.	Board Chair Comments and Board Member Comments	A. Granado	5 min.	-----
16.	Adjournment	A. Granado	1 min.	-----

Total Estimated Time: 1 hr 6 mins

BOARD OF DIRECTORS BUDGET WORKSHOP #3

	TOPIC	SPEAKER	EST.TIME	REFERENCE
1.	2027 Budget Workshop #3 1. Operations - Transportation, Purchase Transportation, Service Development, Vehicle Maintenance & Materials Management 2. Overview - 5-Year Service Plan, 5-Year CIP, 5-Year Financial Plan & FY 2027 Operating & Capital Budget	R. Saldaña	20 min.	<i>PPT</i>

Total Estimated Time: 20 min.

On **Thursday, October 8, 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.

**CORPUS CHRISTI REGIONAL TRANSPORTATION AUTHORITY
BOARD OF DIRECTORS' MEETING MINUTES
WEDNESDAY, September 2, 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) New Hires**
 - b) CCRTA Security Administrator Appointment to U.S. Department of Transportation Human Trafficking Subcommittee**
- 9. Approved the August 5, 2026 Board of Directors Meeting Minutes**
- 10. Approved Consent Item**
 - a) Approved the TxDOT Certification of Signature Authority for FY2027-2031**
 - b) Awarded a Three (3) Year Contract to Spare Labs Inc. for Paratransit Software Services not to exceed \$1,121,842.50**
 - c) Awarded a Two (2) Year Contract to Cummins Inc. for Heavy-Duty Vehicle Filters in an Amount Not to Exceed \$184,653.92**
 - d) Approved the Legislative Program for the 90th Legislature**
- 11. Adopted a Resolution to Apply for FTA Funding for Eight New 40' CNG Buses by Authorizing the Chief Executive Officer or Designee to Execute and Submit Applications**
- 12. Confirmed One (1) Appointment Recommended by the Chief Executive Officer (CEO) and Appointed by the Board Chair to RTA's Committee on Accessible Transportation (RCAT) for a Two-Year Term Heard Update on New Maintenance Facility**
- 13. Heard Update on RCAT**
- 14. Heard Update on New Maintenance Facility**
- 15. Heard Presentations –**
 - a) July 2026 Financial Report**
 - b) September 2026 Procurement Update**
 - c) July 2026 Operations 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, 2nd 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, Blaze Preston Glocar, 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, Beatriz Charo, Arthur Granado, Jahvid Motaghi, Aaron Muñoz, Beth Owens, Eloy Salazar, Susie Luna Saldaña, and Susie Sullivan.

Board Members Absent

None.

Staff Present

David Chapa, Angelina Gaitan, John Esparza, Derrick Majchszak, Sharon Montez, Marisa Montiel, Rita Patrick, Miguel Rendón, Gordon Robinson, and Robert Saldaña. Fred Worthen, Maurice Gonzalez, and Virginia O. John Bell, Legal Counsel.

Public Present

Dr. Scott, Dale Henderson, Vonette Aasland, Thor Aasland, Terri Longoria, David Longoria, Terry Mills, Blaze Gelocar, Jafet Flores, Rebecca Jones, Robert Box, and Cathy Gorena. Gabriel Hasser (virtual). Tris Castaneda (virtual).

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

- a. Terry Mills – Their Day Foundation – Mr. Mills presented the RTA with a certificate of recognition and a medallion on behalf of Their Day Foundation for continuous support

of their health fares. He added that the RTA does not get enough recognition for what they do for the community and he wanted to say thank you.

- b. Dr. Scott – Choice Living Community – Dr. Scott expressed B-Line transportation issues and challenges they have been experiencing for the past three years. She discussed late pick-ups and drop-offs. These challenges have caused their staff to stay late on several occasions along with their clients being picked up after business hours. She described an instance where a driver was 45 minutes late picking up a client after hours. She discussed issues she has had with customer service, dispatch, and the drivers.
- c. Dale Henderson – Parent of Choice Living attendee – He discussed the challenges his family has experienced with the B-Line services. He asked this be look into since his son has experienced several delays and issues being left at the facility after hours.
- d. Vonette Aasland – Parent of Choice Living attendee – She discussed the challenges her family has experienced with the B-Line services. She discussed instances of when her son has been on the bus for several hours both ways, which cuts into his time at the center.
- e. David Longoria – Pan American Golf Association – Hosted 68th Annual Golf Conventions. He expressed his gratitude to the RTA for their assistance with providing transportation for the group and he presented a plaque to the RTA.
- f. Jafet Flores – Corpus Christi MPO – Invited everyone and discussed upcoming community meetings and public outreach events to be held by the Corpus Christi Metropolitan Planning Organization. These meetings and community events are being held to discuss transportation needs in the area and the 2050 Metropolitan Transportation Plan. He passed out the public notice where additional information could be found.
- g. Cathy Gorena - Parent of Choice Living attendee – She discussed how her daughter informed her of another rider reaching into her bag to grab a personal item and grabbing her arm. She said it was reported to the operator who then reported it to dispatch. She discussed instances where her daughter was not picked up, and the negative experiences she had with the Uber service.

Ms. Montiel noted there were four public comments submitted online. She noted these public comments have been provided to the board members and would be reflected in the minutes. *See attachment.*

Awards and Recognitions

- a. Mr. Derrick Majchszak, CEO, noted there were no new hires for the month.
- b. Mr. Majchszak recognized Mr. Gilbert Casas, Security Administrator, for being appointed to the U.S. Department of Transportation Human Trafficking Subcommittee. Chair Granado said it was an honor to see the appointment actually signed in person by the Secretary of Transportation.

Discussion and Possible Action to Approve the August 5, 2026 Board of Directors Meeting Minutes

Director Salazar noted for the record regarding the landscape contract with Evergreen that was awarded five years ago, the Board did not receive any information regarding a payment schedule in either the Committee Meeting packet or the Board Meeting packet at that time. Also, after reviewing the video recordings of both meetings, he confirmed this information was also not presented. He wanted to clarify since comments were previously made that the Board could have and should have caught this error. He continued there was absolutely no way the Board could have caught this error as no information provided reflected this information.

SECRETARY SUSIE SALDANA MADE A MOTION TO APPROVE THE AUGUST 5, 2026 BOARD OF DIRECTORS MEETING MINUTES. DIRECTOR JAHVID MOTAGHI SECONDED THE MOTION. ALLISON, BERLANGA, CANALES, CHARO, MOTAGHI, MUNOZ, OWENS, SALAZAR, SALDAÑA, AND SULLIVAN VOTING IN FAVOR. OPPOSED NONE. ABSENT NONE. MOTION PASSED.

Consent Items

- a. Approve the TxDOT Certification of Signature Authority for FY2027-2031
- b. Award a Three (3) Year Contract to Spare Labs Inc. for Paratransit Software Services not to exceed \$1,121,842.50
- c. Award a Two (2) Year Contract to Cummins Inc. for Heavy-Duty Vehicle Filters in an Amount Not to Exceed \$184,653.92
- d. Approve the Legislative Program for the 90th Legislature

Vice Chair Allison acknowledged that Tris Castaneda, Longbow and Associates, was present virtually to answer any questions regarding the Legislative Program if needed.

VICE CHAIR LYNN ALLISON MADE A MOTION TO APPROVE CONSENT ITEMS A, B, C, and D. DIRECTOR BEATRIZ CHARO SECONDED THE MOTION. ALLISON, BERLANGA, CANALES, CHARO, MOTAGHI, MUNOZ, OWENS, SALAZAR, SALDAÑA, AND SULLIVAN VOTING IN FAVOR. OPPOSED NONE. ABSENT NONE. MOTION PASSED.

Discussion and Possible Action to Adopt a Resolution to Apply for FTA Funding for Eight New 40' CNG Buses by Authorizing the Chief Executive Officer or Designee to Execute and Submit Applications

Ms. Rita Patrick, Managing Director of Public Relations, presented the item noting the Grants for Buses and Bus Facilities, 5339(b) and the Low or No Emission Program, 5339(c), has \$610 million in FY 2026 funds available. The eligible projects include acquisition, construction, and Leasing of Required Supporting Facilities and related Equipment, as well as the purchase or lease of Zero/Low Emission Buses. She added that CCRTA is seeking federal funding to acquire eight OEM-certified 40' low-emission CNG buses and that the agency has identified Gillig as its manufacturing partner. The

estimated total cost for eight 40' low-emission CNG buses is \$7.37 million. She discussed the project estimate, cost breakdown of federal (85%) and local dollars (15%). At this time, staff answered questions from the Board.

DIRECTOR AARON MUNOZ MADE A MOTION TO ADOPT A RESOLUTION TO APPLY FOR FTA FUNDING FOR EIGHT NEW 40' CNG BUSES BY AUTHORIZING THE CHIEF EXECUTIVE OFFICER OR DESIGNEE TO EXECUTE AND SUBMIT APPLICATIONS. DIRECTOR BEATRIZ CHARO SECONDED THE MOTION. *ALLISON, BERLANGA, CANALES, CHARO, MOTAGHI, MUNOZ, OWENS, SALAZAR, SALDAÑA, AND SULLIVAN VOTING IN FAVOR. OPPOSED NONE. ABSENT NONE. MOTION PASSED.*

Discussion and Possible Action to Confirm One (1) Appointment Recommended by the Chief Executive Officer (CEO) and Appointed by the Board Chair to RTA's Committee on Accessible Transportation (RCAT) for a Two-Year Term Heard Update on New Maintenance Facility

Ms. Sharon Montez, Managing Director of Capital Programs and Customer Services, presented the item and provided background on the RCAT Committee appointment structure. She also introduced Mr. Robert Box, RCAT Committee Chair, and Ms. Rebecca Jones, who was also present. Ms. Montez provided background on Ms. Jones along with her qualifications. Vice Chair Allison thanked Ms. Jones and the RCAT Committee members for their service, as this is a volunteer role.

DIRECTOR JAHVID MOTAGHI MADE A MOTION TO CONFIRM ONE (1) APPOINTMENT RECOMMENDED BY THE CHIEF EXECUTIVE OFFICER (CEO) AND APPOINTED BY THE BOARD CHAIR TO RTA'S COMMITTEE ON ACCESSIBLE TRANSPORTATION (RCAT) FOR A TWO-YEAR TERM HEARD UPDATE ON NEW MAINTENANCE FACILITY. DIRECTOR BEATRIZ CHARO SECONDED THE MOTION. *ALLISON, BERLANGA, CANALES, CHARO, MOTAGHI, MUNOZ, OWENS, SALAZAR, SALDAÑA, AND SULLIVAN VOTING IN FAVOR. OPPOSED NONE. ABSENT NONE. MOTION PASSED.*

RCAT Committee Update

Ms. Montez provided an update on information provided to RCAT members at the August 20, 2026 meeting. The Committee presented the Unsung Hero Award for Quarter 1 to Julia Trevino (B-Line) and gave a recap of the items presented at the September Board of Directors Meeting. Ms. Montez discussed the B-Line application volume. The next meeting will be held September 17th.

Update on New Maintenance Facility

Ms. Sharon Montez presented the update and introduced Mr. Frank Benavidez with Ardurra who would be co-presenting the item with her and in the audience were Eric Villarreal with Ardurra and Jodie Smith with Turner/Ramirez for additional support. Ms. Montez displayed an updated Key Milestone Dates for the new facility completed and

pending chart. The construction is expected to begin around September 7, 2026, and estimated completion around August 14, 2028. Chair Granado asked clarification about the construction timeline. Director Salazar requested any potential changes and cost differences be shared with the Operations Committee so they are informed and may inform the full board. Chair Granado asked that staff keep Director Salazar in the loop as the Operations Committee Chair so he may update the Board.

Presentations

a) July 2026 Financial Report

Mr. Robert Saldaña, Managing Director of Administration, presented the July financials and noted the item aligns with the Board Priority of Public Image & Transparency. Highlights included passenger service was 97.03% of budget baseline, investment income was 93.37% of budget baseline, and there was a \$1.5 million in THUD-funded federal reimbursement received. He displayed the July 2026 Income Statement Snapshot. Total revenues for July amounted to \$3,914,088. He displayed the revenue categories. The total departmental operating expenses were reported at \$4,266,713. Next, he discussed and displayed a pie chart of where the money went. Mr. Saldaña showed the expenses by object for July. Year-to-date highlights included passenger service was 104.15% of budget baseline, total operating revenue 97.57% of baseline, and there was a positive variance for five out of eight expense categories. The July-end Fare Recovery Ratio was reported at 2.70%. Next, he displayed the sales tax update for June, in which \$4,121,564 was received. At this time the Board had a few questions. Director Charo asked for clarification on the grant reimbursement process and timeline. Mr. Saldana clarified with the exception of this year and the delays related to the MPO process, typically the reimbursement requests are submitted during the January/February timeframe, and they are approved later in the year. Director Charo wanted to ensure there was not anything else the agency could be doing to expedite the process. Director Berlanga asked for clarification on the stop-loss coverage.

b) September 2026 Procurement Update

Mr. Robert Saldaña presented the update, noting the Board Priority of Public Image & Transparency. The current procurements issued were discussed: Transportation Uniform Supply with an estimated amount of \$118,974, for a three-year term, Lubricants and Fluid Supply for \$360,211, for a two-year term for a total of \$479,185. For the three-month outlook, Rebuilt Transmission Supply for a total of \$195,716. 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 \$229,751..

c) July 2026 Operations Update

Mr. Fred Worthen, Director of Operations, presented the report. He provided the highlights for the month of July 2026 vs. July 2025. The Passenger Trips were up 4.0%, the Revenue Service Hours were down -4.3%, and a decrease of -1.1% 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 5.7%. He displayed the Top Ten Route Total Ridership and Bottom Ten Route Ridership numbers for July 2026. Mr. Worthen reported the Passenger

Per Revenue Hour (Weekday) for July 2026. He displayed a pie chart of student ridership for July 2026. Total student ridership came in at 25,98 or 9% 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 met the standard at 2.58 for June but did not meet the on-time performance. 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.

At this time questions were answered from the Board. A discussion was held on the Customer Assistance Forms and how they are completed and verified. Director Saldana expressed concern and asked if staff have got in touch with riders as she has personally seen delays in service from their perspective. She asked that staff get in touch with the riders personally and to remember they are priority. A discussion was held on the earlier public comments regarding the B-line services and Choice Living. Mr. Majchszak added that prior to meeting, staff has been in touch with Choice Living as they do have a unique situation and have been working through these issues behind the scene, some of which they are not able to publicly share due to privacy issues, however, an updated report will be provided to the Board. Several Board members were concerned by the issues addressed by the staff and parents of Choice Living. The Board does not want this to carry over with the transition of the paratransit services contract. Separately, Chair Granado asked that the agency try to pull amenities and benches as late as possible when there are city street closures. Director Salazar agreed with the comments but just wanted to point out that this is a very small group and percentage of the ridership, and overall staff is doing a good job. However, it does need to be addressed but he is confident a solution will be found.

CEO Report

Mr. Majchszak presented the CEO report and went over the operation and project updates, including updates on the New CCRTA Maintenance Facility and the Hendrickson Transportation Group transition. He discussed the monthly meetings and events. He announced that at the Texas Transit Associations Board of Directors Retreat and Meeting where he was elected as President of TTA for a one-year term, with the option to serve up to two consecutive years. He displayed photos of CCRTA's Annual Combating Human Trafficking Conference. He discussed the CCRTA In-House Job Fair and community event participation. The upcoming calendar of events was displayed.

Reports from Board Chair and Board Members

Chair Granado gave congratulations to Mr. Casas and wished Director Sullivan a Happy Birthday. Director Charo gave congratulations to Mr. Majchszak on his appointment as the incoming President of TTA and asked staff to consider changing verbiage when discussing touchy topics so riders can feel heard.

Adjournment

There being no further review of items, the meeting was adjourned at 10:29 a.m.

At this time, Mr. Robert Saldaña presented 2027 Budget Workshop #2 to the board, covering Expenses – CEO Direct Report and Capital Programs & Customer Services.

Submitted by: Marisa Montiel

Board Secretary
Susie Luna Saldaña

Subject: Award a contract to Genfare, a Division of SPX Corporation, for the replacement of 14 bus fareboxes and related equipment, in an amount not to exceed \$377,396.89

Background

The Corpus Christi Regional Transportation Authority's (CCRTA) current farebox system, Genfare, has been in operation since 2007. Genfare Odyssey fareboxes have now reached their end-of-life, and the manufacturer has discontinued production. As a result, replacement of the existing odyssey fareboxes is essential to maintain reliable fare collection, ensure operational continuity, and reduce the risk of equipment failures that could disrupt service.

Identified Need

As part of CCRTA's broader modernization efforts, including the GoPass mobile application and enhancements to CCRTA's website—upgrading to the Genfare Fast fareboxes system. This upgrade will be the first initial step in expanding rider payment options beyond the existing cash-only method, enabling acceptance of contactless credit and debit cards, mobile wallets (Apple Pay, Google Pay, GoPass, Samsung Pay), smart cards, barcoded mobile tickets, and magnetic media.

Financial Impact

Funding for the replacement of bus fareboxes and associated equipment has been allocated in the MIS 2026 Capital Budget through 5339 Formula Funds. The estimated total project cost is \$377,396.89.

Board Priority

The Board Priority is Innovation.

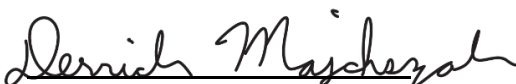
Recommendation

Staff requests that the Board of Directors authorize the Chief Executive Officer (CEO) or designee to award a contract to Genfare, a Division of SPX Corporation, for the replacement of 14 bus fareboxes and related equipment, in an amount not to exceed \$377,396.89.

Respectfully Submitted,

Submitted by: David Chapa, Director of MIS and Capital Projects

Reviewed by: Sharon Montez, Managing Director of Capital Projects and Customer Services

Final Approval by: 
Derrick Majchszak
Chief Executive Officer

Subject: September Update - Bear Lane Maintenance Facility Monthly Update**Construction Contract Execution and Notice to Proceed**

At the previous Board meeting, execution of the construction contract and issuance of the Notice to Proceed were still pending. Since then, CCRTA has achieved both milestones, held the construction kickoff meeting on September 15, and began construction on September 21, 2026.

Construction Progress

Field construction began with clearing, perimeter fencing, site controls, and removal of the CNG defueling equipment. Through October 2, crews advanced sawcutting, pavement demolition, debris loading, and material haul-off. AEP removed the existing transformer on October 1, allowing demolition to continue in the affected area.

Early Field Coordination

- **Water service.** The team identified a temporary above-ground connection to maintain service to support the fueling station during bus wash demolition.
- **Vehicle circulation.** CCRTA and the project team continue to monitor bus turning movements around the fueling station interfacing with construction activities.
- **Electrical interfaces.** AEP removed the transformer, and a permanent reroute of the electrical circuit for parking lot lighting is being reviewed.

Improvement Opportunities Under Evaluation

Refinements to the bus wash and an HVAC alternative is being evaluated. The bus wash refinement responds to city permit requirements and continuation of preferred bus operating circulation and is expected to remain within the existing \$400,000 allowance while cost and schedule details are completed. The air-cooled HVAC alternative may reduce initial cost, lead time, and water use, but lifecycle cost and redesign impacts remain under review.

Near-Term Schedule

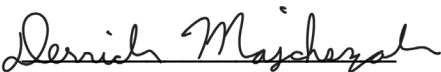
Fulton's kickoff schedule advances from bus wash demolition into the building pad and phased beam-and-slab work through March 2027.

Project Schedule and Completion Targets

Key Milestone Dates for New Bear Lane Maintenance Facility	
Description	Dates
Construction agreement executed	Sep. 15, 2026
Construction kickoff meeting	Sep. 16, 2026
Notice to Proceed and field construction start	Sep. 21, 2026
Site startup, clearing, and fencing	Sep. 21-25, 2026
Complete demolition	Oct. 20, 2026
First 90-day construction activities (Concrete building pad, beams, and slab)	Mar. 15, 2027
Final completion and closeout planning date	August 14, 2028

Respectfully Submitted,

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

Final Approval by 
Derrick Majchszak
Chief Executive Officer



U.S. Department
of Transportation
**Federal Transit
Administration**

Federal Transit Administration
Region VI

Arkansas, Louisiana,
New Mexico, Oklahoma,
Texas

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September 15, 2026

Mr. Arthur Granado
Chair, Board of Directors
Corpus Christi Regional Transportation Authority
602 N. Staples Street
Corpus Christi, Texas 78413

Re: Fiscal Year 2026 Triennial Review Final Report

Dear Mr. Granado:

I am pleased to provide you with a copy of this Federal Transit Administration (FTA) final report, which documents the results of FTA's Fiscal Year (FY) 2026 Triennial Review of the Corpus Christi Regional Transportation Authority (CCRTA) of Corpus Christi, Texas. Although not an audit, this Triennial Review is FTA's review and evaluation of the CCRTA's compliance with Federal requirements, determined by examining award management and program implementation practices. As such, this review is not a comprehensive and final review of compliance with program funding requirements. FTA may engage in further compliance reviews, audits, or evaluations appropriate to determine the recipient's compliance with federal law and the terms and conditions of its funding agreements.

The Triennial Review focused on the CCRTA's compliance in up to 21 areas. No deficiencies were found with FTA requirements in 18 of these areas. Deficiencies were found in three areas: Technical Capacity – Award Management, Technical Capacity – Program Management and Subrecipient Oversight and Procurement. The CCRTA had no repeat deficiencies from the FY2023 Triennial Review.

This report contains proposed corrective actions that, if implemented within the provided timeframes, will resolve FTA's finding of non-compliance. Failure to implement the corrective actions within the stated timeframes may result in remedial measures, including possibly an adjustment to the amount of an FTA-funded grant or the withdrawal of such grant.

Please upload supporting documentation to address corrective actions in FTA's Oversight Tracking System (OTrak).

Thank you for your cooperation and assistance during this Triennial Review. If you need any technical assistance or have any questions, please do not hesitate to contact Mr. Abel Ayala at 817-978-0560 or abel.ayala@dot.gov.

Sincerely,

Gail Lyssy
Regional Administrator

Enclosure

FINAL REPORT

FISCAL YEAR 2026 TRIENNIAL REVIEW

Of

**Corpus Christi Regional Transportation Authority
(CCRTA)
Corpus Christi, TX
Recipient ID# 1535**

Performed for:

**U.S. DEPARTMENT OF TRANSPORTATION
FEDERAL TRANSIT ADMINISTRATION
REGION VI**

Prepared By:

RLS & Associates, Inc.

Desk Review/Scoping Meeting Date: March 30, 2026

Site Visit Entrance Conference Date: July 6, 2026

Virtual Exit Conference Date: July 14, 2026

Draft Report Date: August 12, 2026

Final Report Date: September 15, 2026

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I. Executive Summary

This report documents the Federal Transit Administration’s (FTA) Triennial Review of the Corpus Christi Regional Transportation Authority (CCRTA) of Corpus Christi, Texas. FTA wants to ensure that awards are administered in accordance with the requirements of Federal public transportation law 49 U.S.C. Chapter 53. The review was performed by RLS & Associates, Inc. During the site visit, the reviewers discussed the administrative and statutory requirements and reviewed recipient documents.

1. Metric

The metrics used to evaluate whether a recipient is meeting the requirements for each of the areas reviewed are:

- Not Deficient (ND): An area is considered not deficient if, during the review, nothing came to light that would indicate the requirements within the area reviewed were not met.
- Deficient (D): An area is considered deficient if any of the requirements within the area reviewed were not met.
- Not Applicable (NA): An area can be deemed not applicable if, after an initial assessment, the recipient does not conduct activities for which the requirements of the respective area would be applicable.

2. Summary of Findings

The FY 2026 Triennial Review focused on CCRTA’s compliance in up to 21 areas. Deficiencies related to the COVID-19 Relief funds have been clearly identified as part of the deficiency description in the respective review area.

There were no repeat deficiencies from the FY2023 Triennial Review. Deficiencies were found in the areas listed below.

Review Area	Finding	Deficiency Code(s)		Corrective Action(s)	Response Due Date(s)	Date Closed
		Code	Description			
1. Legal	ND					
2. Financial Management and Capacity	ND					

Review Area	Finding	Deficiency Code(s)		Corrective Action(s)	Response Due Date(s)	Date Closed
		Code	Description			
3. Technical Capacity – Award Management	D	TC-AM2-2	MPR/FFR do not agree	CCRTA must submit in TrAMS corrected FFR reports that include unliquidated obligations for all applicable awards. CCRTA also must submit procedures for reconciling FFRs and MPRs and notify the regional office when the next reports are submitted.	10/30/2026	
4. Technical Capacity – Program Management and Subrecipient Oversight	D	TC-PgM6-1	FFATA reporting deficiencies	CCRTA must submit procedures for reporting future subawards to SAM.gov on a timely basis.	12/16/2026	
5. Technical Capacity – Project Management	ND					
6. Transit Asset Management	ND					
7. Satisfactory Continuing Control	ND					
8. Maintenance	ND					
9. Procurement	D	P11-1	Missing FTA clauses	CCRTA must submit revised procurement procedures that ensure the inclusion of all FTA-required construction-related third-party contract clauses for procurements that involve construction activities through the use of a clause checklist or other mechanism. For the next construction-related procurement, submit documentation that the required process was implemented.	12/16/2026	

Review Area	Finding	Deficiency Code(s)		Corrective Action(s)	Response Due Date(s)	Date Closed
		Code	Description			
10. [Reserved]						
11. Title VI	ND					
12. Americans with Disabilities Act (ADA) – General	ND					
13. ADA – Complementary Paratransit	ND					
14. [Reserved]						
15. School Bus	ND					
16. Charter Bus	ND					
17. Drug-Free Workplace	ND					
18. Drug and Alcohol Program	ND					
19. Section 5307 Program Requirements	ND					
20. Section 5310 Program Requirements	ND					
21. Section 5311 Program Requirements	NA					
22. Public Transportation Agency Safety Plan	ND					
23. Cybersecurity	NA					

The metrics used to evaluate whether a recipient is meeting the requirements for each of the areas reviewed are: Deficient (D)/Not Deficient (ND)/Not Applicable (NA)

II. Review Background and Process

1. Review Background

The United States Code, Chapter 53 of Title 49 (49 U.S.C. 5307(f)(2)) requires that “At least once every 3 years, the Secretary shall review and evaluate completely the performance of a recipient in carrying out the recipient’s program, specifically referring to compliance with statutory and administrative requirements...”

The Triennial Review includes a review of the recipient’s compliance in up to 23 areas. The basic requirements for each of these areas are summarized in Section IV. FTA contracts with experienced reviewers to lead and conduct the Triennial Reviews, in partnership with the staff of the regional office.

This report presents the findings from the Triennial Review of the recipient. The review concentrated on procedures and practices employed since the recipient’s previous Triennial Review; however, when appropriate, FTA may have reviewed activities and policies from earlier periods to assess policies and the management of award funds during the review period. The specific documents reviewed and referenced in this report are available at the FTA regional office or the recipient’s location.

2. Process

The Triennial Review includes a pre-review assessment, a desk review and scoping meeting with FTA staff, and a site visit to the recipient’s location. The review activities occurred between January 8, 2026, and July 14, 2026, as stated in the table below.

The review began with the regional office transmitting a “Notification of Review and a Recipient Information Request (RIR).” Thereafter, FTA conducted a desk review and scoping meeting, which included a review of FTA files and recipient information in FTA’s electronic award management systems: Transit Award Management System (TrAMS) and Oversight Tracking System (OTrak). Following the desk review and scoping meeting, the reviewers and the recipient corresponded and exchanged information and documentation in preparation for the site visit. Prior to the site visit, the reviewer sent the recipient an agenda package indicating the issues that would be discussed, records to be reviewed, and interviews to be conducted.

The site visit began with an entrance conference, at which the reviewers and FTA staff discussed the purpose of the Triennial Review and the review process. The reviewers conducted additional interviews and reviewed documentation to evidence the recipient’s compliance with FTA requirements. A Section 5310 subrecipient, Coastal Bend Center for Independent Living (CBCIL) of Corpus Christi, and an operations/management contractor, MV Transportation Services, Inc., were reviewed to provide an overview of activities related to the FTA-funded project.

Upon completion of the site visit, the reviewers and FTA staff discussed preliminary findings with the recipient. Afterwards, the reviewers and FTA staff presented the findings at the exit conference. The table below summarizes key review dates. Section V of this report lists the individuals who participated in the site visit.

Process Date	Process
January 8, 2025	FTA transmittal of the Recipient Information Request (RIR)
February 27, 2026	Recipient Transmittal of RIR to Reviewers
March 30, 2026	FTA and Reviewers Scoping Meeting/Desk Review
June 18, 2026	Reviewer Transmittal of the Agenda Package
July 6, 2026	Site Visit: Entrance Conference
July 14, 2026	Virtual Exit Conference
August 12, 2026	FTA Transmittal of the Draft Report
September 15, 2026	Final Report to be sent to the Recipient within 45 business days from the Site Visit: Exit Conference date

III. Recipient Description

1. Organization

The Corpus Christi Regional Transportation Authority (CCRTA) was established in 1985 and commenced operations on January 1, 1986. Located in Corpus Christi, Texas, on the coast of the Gulf of Mexico, CCRTA is a regional provider of mass transportation services, primarily within Nueces County and also part of San Patricio County. CCRTA serves the cities of Agua Dulce, Bishop, Corpus Christi, Driscoll, Port Aransas, Robstown, and unincorporated areas within Nueces County. San Patricio County coverage includes the cities of Gregory and San Patricio. CCRTA is governed by an 11-member Board of Directors. The City of Corpus Christi, Nueces County, and the Committee of Small City Mayors appoint members to the Board. The population of the CCRTA service area is approximately 339,048.

CCRTA, operating under the moniker the 'B', provides fixed-route service, commuter bus, and vanpool services. Additionally, CCRTA offers paratransit bus service called B-Line Paratransit. Currently, CCRTA contracts with MV Transportation, Inc. to operate some of its fixed-route and all paratransit services, and Enterprise Holdings for its vanpool service.

CCRTA operates a network of 36 fixed routes - 22 directly operated and 14 operated by the contractor. Service is provided weekdays from 4:00 a.m. to 10:00 p.m. Saturday service is operated from 6:00 a.m. to 8:00 p.m. and Sunday service from 8:00 a.m. to 8:00 p.m. CCRTA's complementary paratransit service provides curb-to-curb service from 4:30 a.m. to 10:00 p.m. Monday through Saturday and during the same hours of service as the fixed routes on Sunday.

The basic adult fare for fixed-route service is \$1.00. CCRTA offers two levels of reduced fares. A reduced fare of 50¢ is offered to people with disabilities, Medicare cardholders, disabled veterans, and vocational students at all times. Senior citizens (age 65+), children and students through 12th grade ride free, as do students, faculty and staff of two local colleges, Texas A&M – Corpus Christi and Del Mar College with valid ID. Commuter services have a fare of \$1.75. The fare for ADA paratransit service is also \$1.75 within ¾-mile of a fixed route, with a \$2.00 surcharge outside this area.

CCRTA operates a fleet of 79 buses for fixed-route service, with 55 buses required for peak revenue service. CCRTA also has a fleet of 37 paratransit vehicles. CCRTA operates from a maintenance facility on Bear Lane in Corpus Christi, with the paratransit facilities located in an adjacent facility. CCRTA's administrative offices are located within the Staples Street Transfer Station in Downtown Corpus Christi. Services are oriented around four transit centers throughout the Corpus Christi area: Staples Street Transfer Station, Port Ayers Transfer Station, Southside Transfer Station, and Robstown Transfer Station.

At the time of the site visit, CCRTA had two Section 5310 subrecipients providing transportation services to senior citizens and persons with disabilities in the CCRTA service area: Coastal Bend Center for Independent Living (CBCIL) and Rural Economic Assistance League, Inc. of Alice, Texas.

2. Award and Project Activity

Below is a list of the CCRTA's open awards at the time of the review.

Award Number	Award Amount	Year Executed	Description
TX-2018-074	\$3,591,909	2020	Corpus Christi Regional Transportation Authority FY 2017 5307/5339
TX-2017-053	\$402,136	2020	Corpus Christi FY 2015 - 5310 Mobility Coordinator
TX-2019-052	\$8,538,738	2023	Corpus Christi 5307 FY '2018 Section 5307 Projects - FY 2018 Section 5339 Projects
TX-2021-066	\$11,070,299	2023	Corpus Christi Regional Transportation Authority FY 2019 5307 Rolling Stock, Engine Overhaul Program, Support Vehicles & Wi-Fi & Modem Replacement FY 2018 Lapsing & 2019 5339 Bus Facility Support Equipment & Bus AVL Phase 1
TX-2023-119	\$299,285	2023	CCRTA FY21 Lapsing 5310 Funds 100% - Mobility Management and Purchased Service Expenses
TX-2024-086	\$559,110	2024	CCRTA FY 2021 Section 5339 Lapsing-Capital
TX-2024-123	\$848,083	2024	CCRTA FY22 (Lapsing) and FY23 5310 Award: Mobility Mgmt., Purchase of Services and Operating Assistance
TX-2025-035	\$665,054	2025	CCRTA Section 5339 FY 2022 Bus Support/Equipment & Miscellaneous Facilities (Lapsing)
TX-2025-085	\$5,888,040	2025	CCRTA Grant for Low and No Emission Discretionary Program (5339c) FY 2024 Capital
TX-2025-108	\$7,158,561	2025	CCRTA Section 5307 FY '20 (Lapsing), & FY '21 - Bus Support/Equipment & Miscellaneous Facilities Rolling Stock Bus Stop Improvements Support Vehicles PM

The CCRTA received Supplemental Funds for operating assistance in award number TX-2022-032. This is not the first Triennial Review in which the CCRTA received operating assistance from FTA.

Projects Completed

In the past few years, CCRTA completed the following noteworthy projects:

- Completed construction of the Port Ayers Station in June 2024.

- Finished generator and roof replacement projects at the Bear Lane facility.
- Completed six CNG dispenser replacements.
- Completed Phase VIII of a bus stop improvement project, with 24 bus stops upgraded in 2025.

Ongoing Projects

CCRTA is currently implementing the following noteworthy projects:

- Architecture and engineering phase for the design of a new maintenance facility.
- Construction of a Security Guard station at the Staples Street facility.

Future Projects

CCRTA plans to pursue the following noteworthy projects in the next three to five years:

- Construction of a new Bear Lane maintenance facility for an estimated \$46 million.
- Additional ADA bus stop improvements for approximately 30 bus stops.

IV. Results of the Review

1. Legal

Basic Requirement: The recipient must promptly notify FTA of legal matters and additionally notify the USDOT Office of Inspector General (OIG) of any instances relating to false claims under the False Claims Act or fraud. Recipients must comply with restrictions on lobbying requirements.

Finding: No deficiency.

2. Financial Management and Capacity

Basic Requirement: The recipient must have financial policies and procedures; an organizational structure that defines, assigns, and delegates fiduciary authority; and financial management systems in place to manage, match, and charge only allowable costs to the award. The recipient must conduct required Single Audits, as required by 2 CFR part 200, and provide financial oversight of subrecipients.

Finding: No deficiency.

3. Technical Capacity – Award Management

Basic Requirement: The recipient must report progress of projects in awards to FTA and close awards timely.

Finding: A deficiency was found with FTA requirements for Technical Capacity – Award Management.

TC-AM2-2: MPR/FFR do not agree

Deficiency Description: A review of a sample of CCRTA's Federal Financial Reports (FFR) found that unliquidated obligations were not reported for one of the reports examined, TX-2025-108. However, the corresponding Milestone Progress Report (MPR) for this award for the same period indicated ongoing projects for the line items described in the MPR, including acquisition of bus support equipment such as security cameras, an automatic passenger counting system, support vehicles, and acquisitions for the ongoing bus shelter improvement project.

Corrective Action and Schedule: No later than October 30, 2026, the CCRTA must submit in TrAMS corrected FFR reports that include unliquidated obligations for all applicable awards. CCRTA also must submit procedures for reconciling FFRs and MPRs and notify the regional office when the next reports are submitted.

4. Technical Capacity – Program Management & Subrecipient Oversight

Basic Requirement: Designated Recipients and States must document and follow a public involvement process for the development of the long-range statewide transportation plan and State Transportation Improvement Program (STIP). Designated recipients of Section 5310 funds and States receiving funds from Sections 5310, 5311, and 5339(a) National Distribution allocation must develop and submit a State Management/Program Management Plan to FTA for approval. Recipients must enter into an agreement with each subrecipient, obtain required certifications from subrecipients, report to SAM.gov on subawards, and ensure subrecipients comply with the terms of the award.

Finding: A deficiency was found with FTA requirements for Technical Capacity – Program Management & Subrecipient Oversight.

TC-PgM6-1: FFATA reporting deficiencies

Deficiency Description: CCRTA has two Section 5310 subrecipients, Coastal Bend Center for Independent Living (CBCIL) and Rural Economic Assistance League, Inc. (REAL), that contract for services to provide mobility management and coordination and transportation services for senior citizens and persons with disabilities. A review of the documentation for the subawards to these agencies found that CCRTA has not been submitting its SAM.gov subaward information reports for subawards exceeding \$30,000, as required by the Federal Funding Accountability and Transparency Act (FFATA) and 2 CFR § 170, Appendix A, by the end of the month following the month in which the subaward was made. Two of the subawards examined found awards executed in September 2023 and March 2025 that were not reported in SAM.gov until February 2026.

Corrective Action and Schedule: No later than December 16, 2026, CCRTA must submit procedures for reporting future subawards to SAM.gov on a timely basis.

5. Technical Capacity – Project Management

Basic Requirement: The recipient must implement FTA-funded projects in accordance with the award application, FTA Master Agreement, and applicable laws and regulations using sound management practices.

Finding: No deficiency.

6. Transit Asset Management

Basic Requirement: Recipients must comply with 49 CFR part 625 to ensure public transportation providers develop and implement transit asset management (TAM) plans.

Finding: No deficiency.

7. Satisfactory Continuing Control

Basic Requirement: The recipient must ensure that FTA-funded property will remain available and used for its originally authorized purpose throughout its useful life until disposition.

Finding: No deficiency.

8. Maintenance

Basic Requirement: Recipients must keep federally funded vehicles, equipment, and facilities in good operating condition. Recipients must keep Americans with Disabilities Act (ADA) accessibility features on all vehicles, equipment, and facilities in good operating order.

Finding: No deficiency.

9. Procurement

Basic Requirement: The recipient and subrecipient must use their own documented procurement procedures, which reflect applicable State, local, and tribal laws and regulations, and conform to applicable Federal law and the standards identified in 2 CFR 200. With regard to the procurement standards in 2 CFR 200, state recipients can use the state's overall policies and procedures, except that the state must comply with 200.322 (domestic preferences), 200.323 (procurement of recovered materials), and 200.327 (contract provisions). States also must comply with any requirement applicable to FTA recipients by reason other than a 2 CFR 200 procurement standard; for example, 49 U.S.C. 5325(a) requires recipients to conduct all procurement transactions in a manner that provides full and open competition, regardless of 2 CFR 200's allowance for states to use state procedures.

Finding: A deficiency was found with FTA requirements for Procurement.

P11-1: Missing FTA clauses

Deficiency Description: The review of CCRTA's federally funded procurements found one instance of missing required FTA clauses. The procurement concerned was the Purchase and Installation of Six CNG Fuel Dispenser Units (Contract 2025-FP-01) with a total contract award of \$596,248. Although the contract included construction activities, the following construction-related clauses were missing from the solicitation and contract documents:

- Contract Work Hours and Safety Standards Act (2 CFR 200 Appendix II (E))
- Davis-Bacon Act (49 USC 5333(a); 29 CFR Part 5; 2 CFR 200 Appendix II (D))
- Bonding requirements (2 CFR 200.326).

Corrective Action and Schedule: No later than December 16, 2026, CCRTA must submit revised procurement procedures that ensure the inclusion of all FTA-required construction-related third party contract clauses for procurements that involve construction activities through the use of a

clause checklist or other mechanism. For the next construction-related procurement, submit documentation that the required process was implemented.

10. [Reserved]

11. Title VI

Basic Requirement: The recipient must ensure that no person shall, on the grounds of race, color, or national origin, be excluded from participating in, or be denied the benefits of, or be subject to discrimination under any program or activity receiving Federal financial assistance without regard to whether specific projects or services are federally funded. The recipient must ensure that all transit services and related benefits are distributed in an equitable manner.

Finding: No deficiency.

12. Americans with Disabilities Act (ADA) – General

Basic Requirement: Titles II and III of the Americans with Disabilities Act of 1990 provide that no entity shall discriminate against an individual with a disability in connection with the provision of transportation service. The law sets forth specific requirements for vehicle and facility accessibility and the provision of service, including complementary paratransit service.

Finding: No deficiency.

13. ADA – Complementary Paratransit

Basic Requirement: Under 49 CFR 37.121(a), each public entity operating a fixed-route system shall provide paratransit or other special service to individuals with disabilities that is comparable to the level of service provided to individuals without disabilities who use the fixed-route system. “Comparability” is determined by 49 CFR 37.123-37.133. Requirements for complementary paratransit do not apply to commuter bus, commuter rail, or intercity rail systems.

Finding: No deficiency.

14. [Reserved]

15. School Bus

Basic Requirement: Recipients are prohibited from providing school bus service in competition with private school bus operators unless the service qualifies and is approved by the FTA Administrator under an allowable exemption. Federally-funded equipment or facilities cannot be

used to provide exclusive school bus service.

Finding: No deficiency.

16. Charter Bus

Basic Requirement: Recipients are prohibited from using FTA-funded equipment and facilities to provide charter service that unfairly competes with private charter operators. Recipients may operate charter only when the service meets a specified exception defined in rule.

Finding: No deficiency.

17. Drug-Free Workplace Act

Basic Requirement: Recipients are required to maintain a drug-free workplace for all award-related employees; report any convictions occurring in the workplace timely; and have an ongoing drug-free awareness program.

Finding: No deficiency.

18. Drug and Alcohol Program

Basic Requirement: Recipients receiving Section 5307, 5309, 5311, or 5339 funds that have safety-sensitive employees must have a drug and alcohol testing program in place for such employees.

Finding: No deficiency.

19. Section 5307 Program Requirements

Basic Requirement: The recipient must participate in the transportation planning process in accordance with FTA requirements and the metropolitan and statewide planning regulations.

Recipients shall develop, publish, afford an opportunity for a public hearing on, and submit for approval, a program of projects.

Recipients are expected to have a written, locally developed process for soliciting and considering public comment before raising a fare or carrying out a major transportation service reduction.

For fixed-route service supported with Section 5307 assistance, fares charged seniors, persons with disabilities, or an individual presenting a Medicare card during off-peak hours will not be more than one-half the peak hour fares.

Finding: No deficiency.

20. Section 5310 Program Requirements

Basic Requirement: Recipients must expend Section 5310 funds on eligible projects that meet the specific needs of seniors and individuals with disabilities. Projects selected for funding must be included in a locally developed, coordinated public transit-human services transportation plan. Recipients must approve all subrecipient leases of Section 5310-funded vehicles. Leases of Section 5310-funded vehicles must include required terms and conditions. Either the recipient or subrecipient must hold the title to the leased vehicles.

Finding: No deficiency.

21. Section 5311 Program Requirements

Basic Requirement: States must expend Section 5311 funds on eligible projects to support rural public transportation services and intercity bus transportation.

Finding: This section only applies to recipients that receive Section 5311 funds directly from FTA; therefore, the related requirements are not applicable.

22. Public Transportation Agency Safety Plan

Basic Requirement: Recipients must comply with the Public Transportation Agency Safety Plan (PTASP) regulation (49 CFR Part 673) to ensure public transportation providers develop and implement an Agency Safety Plan (ASP). The PTASP Final Rule, published in the Federal Register on April 11, 2024, became effective May 13, 2024. FTA expects transit agencies to address the regulatory changes in the new PTASP Final Rule in their next Agency Safety Plan (ASP) annual update.

FTA requires applicable recipients to certify that they have established an ASP that meets the requirements of the PTASP regulation and 49 U.S.C. 5329(d) as part of the annual Certifications and Assurances for FTA grants and cooperative agreements. FTA notes that per 49 U.S.C. 5307(c)(1)(L), this certification is a required condition of receiving Section 5307 funding (though noncompliance can impact access to Section 5307 funding as well as other grant funds where 5307 requirements apply). FTA monitors these certifications in its Transit Award Management System (TrAMS).

Finding: No deficiency.

23. Cybersecurity

Basic Requirement: Recipients that operate rail fixed guideway public transportation systems must certify compliance with the requirements for establishing a cybersecurity process under 49

U.S.C. § 5323(v).

Finding: This section only applies to recipients that operate rail fixed guideway public transportation systems; therefore, the related requirements are not applicable

V. Attendees

Name	Title	Phone Number	E-mail Address
Corpus Christi Regional Transit Authority (CCRTA)			
Derrick Majchszak	Chief Executive Officer	361-500-7019	dmajchszak@ccrta.org
Christina Perez	Director of Procurement	361-903-3461	cperez@ccrta.org
Miguel Rendón	Deputy CEO	361-802-5191	mrendon@ccrta.org
Robert Saldaña	Managing Director of Administration	361-903-3490	rsaldana@ccrta.org
Gordon Robinson	Managing Director of Operations	361-903-3483	grobison@ccrta.org
Fred Worthen	Director of Planning		fworthen@ccrta.org
Marisa Montiel	Executive Assistant	361-500-9252	mmontiel@ccrta.org
Rita Patrick	Managing Director of Public Relations	361-500-2905	rpatrick@ccrta.org
Angelina Gaitan	Director of Human Resources	361-445-8919	agaitan@ccrta.org
Sharon Montez	Managing Director of Capital Programs and Customer Services	361-500-2905	smontez@ccrta.org
Sandy Roddel	Director of Finance	361-903-3470	sroddel@ccrta.org
David Chapa	Director of MIS and Capital Projects	361-249-6113	dchapa@ccrta.org
Mario Vega	Director of Maintenance	361-446-0689	mvega@ccrta.org
Isacc Ortiz	Vehicle Maintenance Supervisor	361-389-3851	iortiz@ccrta.org
Dean Papagno	Vehicle Maintenance Supervisor	361-903-3557	dpapagno@ccrta.org
Michael Ledesma	Director of Transportation	210-730-0537	mledesma@ccrta.org
Jose Palarios	Lead Technician	361-558-8241	jpalarios@ccrta.org
John Esparza	Safety Administrator	361-500-7739	jesparza@ccrta.org
Shannon Dial	Dispatch Operations Administrator	361-500-3310	sdial@ccrta.org
Melanie Gomez	Eligibility Program Administrator	361-903-3464	melgomez@ccrta.org

Coastal Bend Council for Independent Living (CBCIL)			
Diana Garza	Program Director	361-334-2899	dianag@cbcil.org
Selina Boetteher	Financial Manager	361-324-1206	selina@cbcil.org
Tony Rodriguez	Mobility Options Coordinator	361-334-2899	tony@cbcil.org
FTA Region 6			
Abel Ayala	Program Management Specialist	817-978-0560	abel.ayala@dot.gov
Chevonne Madison	Transportation Program Specialist	817-978-0501	chevonne.madison@dot.gov
RLS & Associates, Inc.			
Andrew Lynd	Lead Reviewer	856-404-2040	andrewlynd38@gmail.com
George Pierlott	Associate Reviewer	609-304-6253	georgepierlott@gmail.com

VI. Appendices

Governing Directives

3. Technical Capacity – Award Management

FTA Circular 5010.1F, Chapter III, Section 6.d, Post-Award Administration

Federal Financial Report (FFR). FTA’s electronic FFR is consistent with and includes information identified in OMB’s Standard Form 425 (SF-425). A recipient must submit an FFR for each active award based on the reporting schedule established in TrAMS. The FFR accompanies the MPR (described below) and is used to monitor the Federal assistance awarded. The purpose of the FFR is to provide a current, complete, and accurate financial picture of the Award. This report is submitted electronically through TrAMS. The first four items (A–D) are prepared using cash accounting. The remaining report items (E–U) must be prepared on the accrual basis of accounting; that is, income is recorded when earned instead of when received, and expenses are recorded when incurred instead of when paid. These items, (E–U) of the FFR, may not be prepared on the cash basis of accounting, even though a recipient may keep its books on the cash basis.

Recipients must provide a narrative detailing the financial state of the award and clearly explain any anticipated cost overruns or savings identified under the award. If no financial activity occurred during the reporting period, the recipient must still file a financial report. The explanation must include a narrative to explain “no activity.” For example, if no action has occurred over subsequent reports, and milestones originally indicated progress that should have occurred, then an explanation is needed. Or, if the MPR indicates contract awards or work completed, the FFR should reflect that activity, or otherwise explain how the MPR differs from the financial activity during the reporting

period. The reserved narrative or remarks sections of the reports are available to explain differences or unique issues, such as a significant unliquidated balance if there has been demonstrated progress to complete the scope of work of the award.

The following requirements pertain to each FFR:

(1) All financial facts (e.g., expenditures and obligations) relating to the award (scope of work and supporting activities) must be included; the purpose of each financial report and applicable reporting period should be completely and clearly displayed in the reports.

(2) Reported financial data must be accurate to the last approved award budget (this may be the initial award, or last revision to the award budget or amendment to the award) and the reporting period. The requirement for accuracy does not rule out inclusion of reasonable estimates when precise measurement is impractical, uneconomical, unnecessary, or conducive to delay. Financial data reported may reconcile data included in the prior report, and these adjustments must be explained in the explanation/remarks section of the report.

(3) Financial reports must be based on the required supporting documentation. Documentation should be maintained in the recipient's official financial management system, which produces information that objectively discloses financial aspects of events or transactions.

(4) Financial data reported must be derived from the recipient's accounting system and should be consistent with financial management requirements, such as those under 2 CFR 200.302. It should be maintained on a consistent, periodic basis with material changes in accounting policies or methods and their effect clearly explained.

(5) Reporting terminology used in financial reports to FTA must be consistent with receipt and expense classifications included in the latest award.

(6) The recipient must provide financial information related to the FFR, Federal Cash Reporting, Federal Expenditures and Recipient Share, Unliquidated Obligations, and program income. When indirect costs are charged, the recipient must include the status of expenditures when completing its FFR. If the recipient is charging indirect costs, the recipient is responsible for having an approved ICRP or CAP approved by the cognizant agency on file and uploading the documentation into their TrAMS "Recipient Profile" at the time of application and post-award if the agreement is changed. The information listed below must be provided in reports as expenses incurred on a cumulative basis.

(a) The type of plan and rate must be consistent with the approved CAP on file, as approved by the cognizant agency, or as otherwise approved by FTA when it permits reimbursement of these expenses. The recipient should report expenses that are consistent with the rate indicated at the time of application and reflected in the FFR. See Appendix H for more detailed information on CAPs and Appendix I for more detailed information on ICRPs).

(b) The information to be reported is:

- i. Type – Enter indirect rate type (e.g., provisional or fixed);
 - ii. Rate – The rate approved by the cognizant agency (e.g., 14.9 percent);
 - iii. Base – The total monetary base amount from which the indirect cost rate is determined (note: typically, indirect cost rate agreements identify the types of direct costs that are included in the base, such as salaries or modified total direct costs, but the reported base should be the accumulated amount of these items of cost to date);
 - iv. Period from / Period to – The time period covered by the approved indirect cost rate agreement;
 - v. Amount Charged – The total calculated (rate x base) amount of indirect expenses charged to the Award on a cumulative basis; and
 - vi. Federal Share – The Federal share of the indirect expenses charged.
- (7) The recipient must also provide remarks to help explain the FFR, particularly any reconciliation (e.g., refunds) identified in the FFR.
- (8) The recipient must also certify or attest that the information provided in the FFR is accurate.

4. Technical Capacity – Program Management & Subrecipient Oversight

2 CFR 170 Appendix A to Part 170 - Award Term

I. Reporting Subawards and Executive Compensation

(a) Reporting of first-tier subawards.

(1) Applicability. Unless the recipient is exempt as provided in paragraph (d) of this award term, the recipient must report each subaward that equals or exceeds \$30,000 in Federal funds for a subaward to an entity or Federal agency. The recipient must also report a subaward if a modification increases the Federal funding to an amount that equals or exceeds \$30,000. All reported subawards should reflect the total amount of the subaward.

(2) Reporting Requirements.

(i) The recipient must report each subaward described in paragraph (a)(1) of this award term to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS) at <http://www.sam.gov>.

(ii) For subaward information, report no later than the end of the month following the month in which the subaward was issued. (For example, if the subaward was made on November 7, 2025, the subaward must be reported by no later than December 31, 2025).

(b) Reporting total compensation of recipient executives for entities —

(1) Applicability. The recipient must report the total compensation for each of the recipient's five most highly compensated executives for the preceding completed fiscal year if:

(i) The total Federal funding authorized to date under this Federal award equals or exceeds \$30,000;

(ii) in the preceding fiscal year, the recipient received:

(A) 80 percent or more of the recipient's annual gross revenues from Federal procurement contracts (and subcontracts) and Federal awards (and subawards) subject to the Transparency Act; and

(B) \$25,000,000 or more in annual gross revenues from Federal procurement contracts (and subcontracts) and Federal awards (and subawards) subject to the Transparency Act; and,

(iii) The public does not have access to information about the compensation of the executives through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986 after receiving this subaward. (To determine if the public has access to the compensation information, see the U.S. Security and Exchange Commission total compensation filings at <http://www.sec.gov/answers/execomp.htm>.)

(2) Reporting Requirements. The recipient must report executive total compensation described in paragraph (b)(1) of this appendix:

(i) As part of the recipient's registration profile at <https://www.sam.gov>.

(ii) No later than the month following the month in which this Federal award is made, and annually after that. (For example, if this Federal award was made on November 7, 2025, the executive total compensation must be reported by no later than December 31, 2025.)

(c) Reporting of total compensation of subrecipient executives —

(1) Applicability. Unless a first-tier subrecipient is exempt as provided in paragraph (d) of this appendix, the recipient must report the executive total compensation of each of the subrecipient's five most highly compensated executives for the subrecipient's preceding completed fiscal year, if:

(i) The total Federal funding authorized to date under the subaward equals or exceeds \$30,000;

(ii) In the subrecipient's preceding fiscal year, the subrecipient received:

(A) 80 percent or more of its annual gross revenues from Federal procurement contracts (and subcontracts) and Federal awards (and subawards) subject to the Transparency Act; and,

(B) \$25,000,000 or more in annual gross revenues from Federal procurement contracts (and subcontracts), and Federal awards (and subawards) subject to the Transparency Act; and

(iii) The public does not have access to information about the compensation of the executives through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986 after receiving this subaward. (To determine if the public has access to the compensation information, see the U.S. Security and Exchange Commission total compensation filings at <http://www.sec.gov/answers/execomp.htm>.)

(2) Reporting Requirements. Subrecipients must report to the recipient their executive total compensation described in paragraph (c)(1) of this appendix. The recipient is required to submit this information to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS) at <http://www.fsr.gov> no later than the end of the month following the month in which the subaward was made. (For example, if the subaward was made on November 7, 2025, the subaward must be reported by no later than December 31, 2025).

(d) Exemptions.

(1) A recipient with gross income under \$300,000 in the previous tax year is exempt from the requirements to report:

(i) Subawards, and

(ii) The total compensation of the five most highly compensated executives of any subrecipient.

(e) Definitions.

For purposes of this award term:

Entity includes:

(1) Whether for profit or nonprofit:

(i) A corporation;

(ii) An association;

(iii) A partnership;

(iv) A limited liability company;

- (v) A limited liability partnership;
 - (vi) A sole proprietorship;
 - (vii) Any other legal business entity;
 - (viii) Another grantee or contractor that is not excluded by subparagraph (2); and
 - (ix) Any State or locality;
- (2) Does not include:
- (i) An individual recipient of Federal financial assistance; or
 - (ii) A Federal employee.

Executive means an officer, managing partner, or any other employee holding a management position.

Subaward has the meaning given in 2 CFR 200.1.

Subrecipient has the meaning given in 2 CFR 200.1.

Total Compensation means the cash and noncash dollar value an executive earns during an entity's preceding fiscal year. This includes all items of compensation as prescribed in 17 CFR 229.402(c)(2).

9. Procurement

Appendix II to Part 200—Contract Provisions for Non-Federal Entity Contracts Under Federal Awards

In addition to other provisions required by the Federal agency or non-Federal entity, all contracts made by the non-Federal entity under the Federal award must contain provisions covering the following, as applicable.

(D) Davis-Bacon Act, as amended (40 U.S.C. 3141-3148). When required by Federal program legislation, all prime construction contracts in excess of \$2,000 awarded by non-Federal entities must include a provision for compliance with the Davis-Bacon Act (40 U.S.C. 3141-3144, and 3146-3148) as supplemented by Department of Labor regulations (29 CFR Part 5, “Labor Standards Provisions Applicable to Contracts Covering Federally Financed and Assisted Construction”). In accordance with the statute, contractors must be required to pay wages to laborers and mechanics at a rate not less than the prevailing wages specified in a wage determination made by the Secretary of Labor. In addition, contractors must be required to pay wages not less than once a week. The non-Federal entity must place a copy of the current prevailing wage determination issued by the Department of Labor in each solicitation. The decision to award a contract or subcontract must be conditioned upon the acceptance of the wage determination. The non-Federal

entity must report all suspected or reported violations to the Federal awarding agency. The contracts must also include a provision for compliance with the Copeland “Anti-Kickback” Act (40 U.S.C. 3145), as supplemented by Department of Labor regulations (29 CFR Part 3, “Contractors and Subcontractors on Public Building or Public Work Financed in Whole or in Part by Loans or Grants from the United States”). The Act provides that each contractor or subrecipient must be prohibited from inducing, by any means, any person employed in the construction, completion, or repair of public work, to give up any part of the compensation to which he or she is otherwise entitled. The non-Federal entity must report all suspected or reported violations to the Federal awarding agency.

(E) Contract Work Hours and Safety Standards Act (40 U.S.C. 3701-3708). Where applicable, all contracts awarded by the non-Federal entity in excess of \$100,000 that involve the employment of mechanics or laborers must include a provision for compliance with 40 U.S.C. 3702 and 3704, as supplemented by Department of Labor regulations (29 CFR Part 5). Under 40 U.S.C. 3702 of the Act, each contractor must be required to compute the wages of every mechanic and laborer on the basis of a standard work week of 40 hours. Work in excess of the standard work week is permissible provided that the worker is compensated at a rate of not less than one and a half times the basic rate of pay for all hours worked in excess of 40 hours in the work week. The requirements of 40 U.S.C. 3704 are applicable to construction work and provide that no laborer or mechanic must be required to work in surroundings or under working conditions which are unsanitary, hazardous or dangerous. These requirements do not apply to the purchases of supplies or materials or articles ordinarily available on the open market, or contracts for transportation or transmission of intelligence.

2 CFR 200.326 Bonding Requirements

The Federal agency or pass-through entity may accept the recipient's or subrecipient's bonding policy and requirements for construction or facility improvement contracts or subcontracts exceeding the simplified acquisition threshold. Before doing so, the Federal agency or pass-through been made, the minimum requirements must be as follows:

- (a) A bid guarantee from each bidder equivalent to five percent of the bid price. The “bid guarantee” must consist of a firm commitment such as a bid bond, certified check, or other negotiable instrument accompanying a bid as assurance that the bidder will, upon acceptance of the bid, execute such contractual documents as may be required within the time specified.
- (b) A performance bond on the part of the contractor for 100 percent of the contract price. A “performance bond” is one executed in connection with a contract to secure fulfillment of all the contractor’s requirements under such contract.
- (c) A payment bond on the part of the contractor for 100 percent of the contract price. A “payment bond” is one executed in connection with a contract to assure payment as required by law of all persons supplying labor and material in the execution of the work provided for in the contract.

Subject: August 2026 Financial Report

Overview: Please note that Budget Amendment #1, approved at the August 5, 2026 meeting of the Board of Directors, has been officially incorporated into this financial report. All figures, variances, and projections throughout the document now reflect the updated allocations and adjustments approved under this amendment.

The **August Operating Budget** ended the month with expenses exceeding revenue by **\$978,414**. **Operating Revenue** totaled **\$3,692,490**, while **Operating Expenses** totaled **\$4,670,904**. **Operating Revenue** was **\$444,919** below budget, while **Operating Expenses** were **\$61,518** over budget.

Four revenue sources fell short of budget expectations:

- Bus advertising revenue of **\$18,351** reached 93.31% of budget, or **\$1,315** below budget.
- While no federal operating grant revenue was recorded in August, the resulting funding gap is expected to be resolved by a pending \$3 million preventive maintenance award. The associated grant amendment advanced to Initial Review/Concurrence status on September 23, 2026. Final funding is projected for late October, aligned with the Federal Transit Administration's timeline for reopening grant award management.
- Lease revenue from tenants totaled **\$41,368**, reaching **90.85%** of budget, or **\$4,167** below budget, due to a vacancy.
- Investment income totaled **\$111,392**, falling short of budget by **6.63%**, or **\$7,905**. The unfavorable variance is primarily timing-related and is expected to improve as short-term returns from new investments are realized and grant funding is received, increasing cash available for investment.

Meanwhile, the year-to-date Operating Budget produced a deficit of **\$1,385,757**. Total revenues of **\$33,280,274** reached **92.56% of baseline**, while expenses of **\$34,666,031** finished at **100.57%** of baseline. **Operating Revenue** was **\$2,675,550** below budget, while **Operating Expenses** exceeded budget by **\$197,340**. Upon the award, the pending preventive maintenance grant is expected to offset the budget shortfall.

The CIP budget for the month resulted in expenditures exceeding revenues by **\$21,576**, with total funding sources of **\$369,882** and expenses of **\$391,458**. Capital grant revenue of \$369,882 was recorded for projects including the Staples Street Center Security Guard Building, replacement of a diesel forklift and video surveillance system, and technology improvements at transfer stations. The federal share of costs along with depreciation expense of **\$21,576** comprise the total expenses of \$391,458.

Year-to-date CIP funding sources totaled **\$2,730,096**, while total expenditures finished at **\$2,878,280**, resulting in expenditures exceeding funding sources by **\$148,484**.

For the month, overall performance resulted in a decrease of **\$999,990** to the fund balance, with a decrease of **\$978,414** attributable to the operating budget and a decrease of **\$21,576** related to the CIP budget.

Year-to-date overall performance resulted in a decrease of **\$1,534,241** to the fund balance, with a decrease of **\$1,385,757** from the operating budget and a decrease of **\$148,484** related to the CIP budget.

SUMMARY: Results from all Activities Compared to Budget

Total Revenues and funding sources for the month of **August** closed at **\$4,062,372**, of which \$3,692,490 is attributable to the **Operating Budget** and \$369,882 to the **CIP Budget (Table 4 and PPT Slides 3 and 4)**. 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 \$164,864** or 9.47% more than forecasted **(Table 4.1) & (PPT Slide 5)**.

Fare Revenues ended the month at \$134,099, or 13.12% more than the baseline expectation. Fare Revenues include **\$24,412** from **Go-Pass Mobile App Pass Sales** or **18.20% of total Fare Revenue**.

Meanwhile, commissions from both **Bus and Bench Advertising** ended the month at **\$18,351**, of which **\$8,289** came from **Bus Bench Advertising commissions** while **\$10,062** came from **On-Board Bus Advertising commissions**. The combined revenue reached 93.31% of baseline.

Other Operating Revenues of \$12,234 were reported for August and consisted primarily of proceeds from recycled metal and an insurance reimbursement for a vehicle damaged in service.

Non-Operating Revenues, which include sales tax, investment income, lease income from tenants, and federal assistance grants totaled **\$3,527,806**, reaching **88.48%** of the **\$3,986,965** budget expectation, generating **\$459,159** less than forecasted **(Table 4.1)**.

No **Federal Operating Grant** revenue was recorded for August. The new preventive maintenance grant is expected to be awarded when the federal grant award platform reopens later in October and will improve the performance of this category.

Investment Income for the month totaled **\$111,392**, falling short of the baseline expectation by **\$7,905**, or **6.63%**. The unfavorable variance is primarily timing-related and is expected to improve as short-term returns from new investments are realized and grant funding is received, increasing cash available for investment.

Meanwhile, **Staples Street Center leases** reached \$41,368 or 90.85% 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 **October 16, 2026**. Out of the seven (7) sources included in this revenue category, 91.40% of total revenue came from the sales tax revenue estimate as indicated in the following table:

August 2026 Revenue Composition – Table 1

Line #	Revenue Source	Actual	%
1	Sales Tax Revenue Estimate	\$3,375,046	91.40%
2	Passenger Service	134,099	3.63%
3	SSC Lease Income	41,368	1.12%
4	Bus Advertising	18,351	0.50%
5	Investment Income	111,392	3.02%
6	Grant Assistance Revenue	0	0.00%
7	Other Revenue	12,234	0.33%
	Total (excluding capital)	\$3,692,490	100.00%

The **Investment Portfolio** closed the month of August 2026 with a market value of **\$35,442,033**, an increase of **\$354,313** from the balance at the end of July 2026 of **\$35,087,720**.

The composition of the August portfolio market value includes **\$17,626,420** in securities consisting of **\$2,503,174** in Federal Treasury Securities, **\$13,124,379** in Federal Agency Coupon Securities, and **\$1,998,868** in Municipal Bonds.

Additionally, **\$14,859,795** was held in TexPool Prime and **\$2,955,818** in bank accounts at Frost Bank. For the month of **August**, the interest income earned was recorded at **\$111,392**.

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

The **Sales Tax** allocation for August 2026 is **estimated** at **\$3,375,046** and is in line with the actual allocation received for August 2025. The estimate is necessary since allocations lag two months behind and will not be received until October 9, 2026.

The Sales Tax revenue payment of **\$4,300,178** for July 2026 was received September 14, 2026, and exceeded the collections of \$3,630,992 for the same period of 2026 by \$669,186 or 18.43% and was **\$669,186**, or **18.43% more** than the **estimate** of \$3,630,992 reported for July.

The August payment included the allocation from internet sales of **\$40,653**, a decrease of \$20,539 or 33.56% from the prior month. Although this amount was \$20,539 below prior month, it remained within the typical 2026 monthly range of \$40,000 to \$49,000. By comparison, internet sales recorded in May and August were \$64,405 and \$61,192, respectively. RTA started receiving internet sales tax revenue in December 2019, and to date have received **\$2,854,375**. 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 92.77% 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

Month Revenue was Recognized	2026 Actual	2025 Actual	\$ Growth	% Growth
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 (actual)	3,397,079	3,434,929	(37,850)	-1.10%
June (actual)	4,121,564	3,942,521	179,043	4.54%
July (actual)	4,300,178	3,630,992	669,186	18.43%
August (estimate)	3,375,046	3,375,047	(1)	0.00%
	\$ 29,949,761	\$ 27,759,136	\$ 2,190,625	7.89%

Sales Tax – Actual vs Budget – Table 2.1

Month Revenue was Recognized	2026 Actual	2026 Budget	\$ Variance	% Variance
January (actual)	\$ 3,342,867	\$ 3,342,867	\$ -	0.00%
February (actual)	3,600,494	3,600,494	-	0.00%
March (actual)	4,437,070	4,437,070	-	0.00%
April (actual)	3,375,463	3,375,463	-	0.00%
May (actual)	3,397,079	3,397,079	-	0.00%
June (actual)	4,121,564	4,121,564	-	0.00%
July (actual)	4,300,178	4,300,178	-	0.00%
August (estimate)	3,375,046	3,375,046	-	0.00%
	\$ 29,949,761	\$ 29,949,761	\$ -	0.00%

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

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

Revenue Source	August 2026	%	YTD	%
Passenger Service	\$ 134,099	3.30%	\$ 998,366	2.77%
Bus Advertising	18,351	0.45%	123,510	0.34%
Other Revenue	12,234	0.30%	172,992	0.48%
Sales Tax Revenue	3,375,046	83.08%	29,949,762	83.17%
Grants - Operating	-	0.00%	845,608	2.35%
Grants - Capital	369,882	9.11%	2,730,096	7.58%
Investment Income	111,392	2.74%	859,370	2.39%
SSC Lease Income	41,368	1.02%	330,666	0.92%
Total Revenue	\$ 4,062,372	100.00%	\$ 36,010,370	100.00%

Revenue – August 2026 Operating Revenue and Capital Funding – Table 4

	08/2026				
	2026 Amended Budget	August 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
Revenues					
Passenger service	\$ 1,422,516	\$ 134,099	\$ 118,543	9.43%	113.12%
Bus advertising	236,000	18,351	19,667	7.78%	93.31%
Other operating revenues	7,555	12,234	12,234	161.94%	100.00%
Sales Tax Revenue	45,339,206	3,375,046	3,375,046	7.44%	100.00%
Federal, state and local grant assistance	5,365,031	-	447,086	0.00%	0.00%
Investment Income	1,431,566	111,392	119,297	7.78%	93.37%
Staples Street Center leases	546,426	41,368	45,536	7.57%	90.85%
Total Operating & Non-Operating Revenues	54,348,300	3,692,490	4,137,409	6.79%	89.25%
Capital Grants & Donations	49,077,705	369,882	369,882	0.75%	100.00%
Total Operating & Non-Operating Revenues and Capital Funding	\$ 103,426,005	\$ 4,062,372	\$ 4,507,291	3.93%	90.13%

	08/2026				
	2026 Amended Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
Revenues					
Passenger service	\$ 1,422,516	\$ 998,366	\$ 948,344	70.18%	105.27%
Bus advertising	236,000	123,510	157,333	52.33%	78.50%
Other operating revenues	7,555	172,992	5,037	2289.77%	3434.66%
Sales Tax Revenue	45,339,206	29,949,762	29,949,762	66.06%	100.00%
Federal, state and local grant assistance	5,365,031	845,608	3,576,687	15.76%	23.64%
Investment Income	1,431,566	859,370	954,377	60.03%	90.05%
Staples Street Center leases	546,426	330,666	364,284	60.51%	90.77%
Total Operating & Non-Operating Revenues	54,348,300	33,280,274	35,955,824	61.24%	92.56%
Capital Grants & Donations	49,077,705	2,730,096	2,730,096	5.56%	100.00%
Total Operating & Non-Operating Revenues and Capital Funding	\$ 103,426,005	\$ 36,010,370	\$ 38,685,920	34.82%	93.08%

Revenue – August 2026 from Operations – Table 4.1

	08/2026				
	2026 Amended Budget	August 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
Revenues					
Passenger service	\$ 1,422,516	\$ 134,099	\$ 118,543	9.43%	113.12%
Bus advertising	236,000	18,351	19,667	7.78%	93.31%
Other operating revenues	7,555	12,234	12,234	161.94%	100.00%
Total Operating Revenues	1,666,071	164,684	150,444	9.88%	109.47%
Sales Tax Revenue	45,339,206	3,375,046	3,375,046	7.44%	100.00%
Federal, state and local grant assistance	5,365,031	-	447,086	0.00%	0.00%
Investment Income	1,431,566	111,392	119,297	7.78%	93.37%
Staples Street Center leases	546,426	41,368	45,536	7.57%	90.85%
Total Non-Operating Revenues	52,682,229	3,527,806	3,986,965	6.70%	88.48%
Total Revenues	\$ 54,348,300	\$ 3,692,490	\$ 4,137,409	6.79%	89.25%

August 2026 Expenses

The results of all expenditure activities, including capital, are presented below.

Overall, total expenditures of **\$5,062,362** came in **\$65,247** over the anticipated baseline of **\$4,997,115** or 1.31%. Departmental expenses of **\$4,352,560** came in **\$67,706** over the anticipated baseline of **\$4,609,386** or 1.33%. Meanwhile, Street Improvement Program expense of **\$302,086** is a fixed amount that represents one-two-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.

For the year to date, total expenditures including capital were **\$37,544,611**, coming in **\$203,047** or 0.54% over the anticipated baseline of **\$37,341,564**. Departmental expenses of **\$31,926,387** came in **\$236,391** or 0.75% over the anticipated baseline of **\$31,689,996**. 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 August the year-to-date expense represents 66.67% 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.

August 2026 Total Expenses & Capital Expenditures – Table 6

	08/2026				
	2026 Amended Budget	August 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
Expenditures					
Departmental Operating Expenses	\$ 48,829,410	\$ 4,352,560	\$ 4,284,854	8.91%	101.58%
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%
Total Operating & Non-Operating Expenses	54,134,134	4,670,904	4,609,386	8.63%	101.33%
Grant Eligible Costs	49,077,705	369,882	369,882	0.75%	100.00%
Depreciation Expenses	214,166	21,576	17,847	10.07%	120.89%
Total Operating & Non-Operating Expenses and Capital Expenditures	\$ 103,426,005	\$ 5,062,362	\$ 4,997,115	4.89%	101.31%

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

	08/2026				
	2026 Amended Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
Expenditures					
Departmental Operating Expenses	\$ 48,829,410	\$ 31,926,387	\$ 31,689,996	65.38%	100.75%
Debt Service	1,605,436	312,503	312,503	19.47%	100.00%
Street Improvements	3,625,032	2,416,688	2,416,688	66.67%	100.00%
Subrecipient Grant Agreements	74,256	10,453	49,504	14.08%	21.12%
Total Operating & Non-Operating Expenses	54,134,134	34,666,031	34,468,691	64.04%	100.57%
Grant Eligible Costs	49,077,705	2,730,096	2,730,096	5.56%	100.00%
Depreciation Expenses	214,166	148,484	142,777	69.33%	104.00%
Total Operating & Non-Operating Expenses and Capital Expenditures	\$ 103,426,005	\$ 37,544,611	\$ 37,341,564	36.30%	100.54%

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

Salaries & Wages reported a negative variance of 1.00% or \$12,060.

Benefits reported a negative variance of 10.03% or \$122,499 due to continued high healthcare claims.

Materials & Supplies reported a negative variance of 5.26% or \$17,349.

Utilities reported a negative variance of 4.90% or \$4,019.

Insurance reported a negative variance of 6.64% or \$5,123 due to a timing difference that occurred when the insurance carrier released the actual market rates after the budget had been approved.

Purchased Transportation reported a negative variance of 2.86% or \$23,576 due to persistent higher costs of unleaded fuel for the small bus fleet.

August 2026 Departmental Expense Breakdown – Table 7

	08/2026				
	2026 Amended Budget	August 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
Departmental Operating Expenses:					
Object Category					
Salaries & Wages	\$ 14,457,881	\$ 1,216,882	\$ 1,204,822	8.42%	101.00%
Benefits	12,066,260	1,343,758	1,221,260	11.14%	110.03%
Services	5,479,505	378,579	456,625	6.91%	82.91%
Materials & Supplies	3,960,559	347,396	330,047	8.77%	105.26%
Utilities	985,074	86,109	82,090	8.74%	104.90%
Insurance	925,368	82,237	77,114	8.89%	106.64%
Purchased Transportation	9,883,987	847,242	823,666	8.57%	102.86%
Miscellaneous	1,070,776	50,357	89,231	4.70%	56.43%
Total Departmental Operating Expenses	\$ 48,829,410	\$ 4,352,560	\$ 4,284,854	8.91%	101.58%

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

	08/2026				
	2026 Amended Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
Departmental Operating Expenses:					
Object Category					
Salaries & Wages	\$ 14,457,881	\$ 9,563,658	\$ 9,638,586	66.15%	99.22%
Benefits	12,066,260	8,752,049	7,181,231	72.53%	121.87%
Services	5,479,505	2,987,545	3,653,003	54.52%	81.78%
Materials & Supplies	3,960,559	2,426,100	2,640,373	61.26%	91.88%
Utilities	985,074	613,968	656,716	62.33%	93.49%
Insurance	925,368	652,911	616,912	70.56%	105.84%
Purchased Transportation	9,883,987	6,532,544	6,589,325	66.09%	99.14%
Miscellaneous	1,070,776	397,612	713,851	37.13%	55.70%
Total Departmental Operating Expenses	\$ 48,829,410	\$ 31,926,387	\$ 31,689,996	65.38%	100.75%

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
June	541,621	7,054	548,676
July	512,034	14,081	526,116
August	950,232	13,186	963,418
	\$ 4,265,405	\$ 97,563	\$ 4,362,968

* There were stop loss reimbursements and other credits totaling \$559,439 received in August. To date, reimbursements totaling **\$1,032,502** have been received. The total stop loss reimbursements that remain outstanding as of August 31, 2026 is \$161,336.

Fare Recovery Ratio – Table 10

Description	8/31/2026	Year to Date
Fare Revenue or Passenger Revenue	\$ 134,099	\$ 998,366
Operating Expenses	4,352,560	31,926,388
Fare Recovery Ratio	3.08%	3.13%
*Excluding Depreciation		

Note: Same period last year (August 2025) the FRR was 2.54%

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.

August 2026 – Table 11

For the month of August, total Expenditures exceeded Revenue by \$999,990. Additional details of the financial results are explained in the accompanied Power Point presentation.

	08/2026				
	2026 Amended Budget	August 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
Operating Revenues	\$ 54,348,300	\$ 3,692,490	\$ 4,137,409	6.79%	89.25%
Operating Expenses	54,134,134	4,670,904	4,609,386	8.63%	101.33%
Revenue over Expenses	214,166	(978,414)	(471,977)	-456.85%	207.30%
Capital Funding	49,077,705	369,882	369,882	0.75%	100.00%
Capital Expenditures	49,291,871	391,458	387,729	0.79%	100.96%
Revenue over Expenses	(214,166)	(21,576)	(17,847)	10.07%	120.89%
Revenue over Expenditures	\$ 0	\$ (999,990)	\$ (489,824)		

NET POSITION

The Total Net Position at the end of the month was **\$108,182,858**, an increase of **\$1,195,855** from December 2025 which closed at **\$106,987,003**.

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 **\$108,182,858**, the portion of the fund balance that is not restricted in accordance with GASB Concepts Statement No 4 is **\$27,793,015** but unrestricted reserves are currently in deficit due to the amount of **\$38,802,752** in Board-designated reserves aimed at mitigating the fluctuations in sales tax revenue. As you can see from the fund balance breakdown below, **103.63%** of the unrestricted portion is assigned by the Board to fund reserves that are earmarked to meet certain unexpected demands.

As of August 31, 2026, the spendable portion of the fund balance reflects a negative balance of \$1,009,737, which is currently supported by the \$9,605,945 operating reserve account. This position is expected to improve by approximately \$8.5 million once federal 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, and \$70,637 in additional eligible funding.

FUND BALANCE AS OF AUGUST 31, 2026:

FUND BALANCE		
Net Invested in Capital Assets	\$	79,814,535
Restricted for FTA Interest		575,308
Unrestricted		27,793,015
TOTAL FUND BALANCE		108,182,858
RESERVES		
Designated for Operating Reserve		9,605,945
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.		11,101,895
Total Designated Reserves	103.63%	28,802,752
Plus:		
Unrestricted	- 3.63%	(1,009,737)
TOTAL DESIGNATED AND UNRESTRICTED	\$	27,793,015

NOTE:

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 August 2026

	08/2026				
	2026 Amended Budget	August 2026 Actual	Baseline into Budget	% Actual to Budget	% Actual to Baseline
OPERATING BUDGET	A	B	C = A / 12	B / A	C vs B
Revenues					
Passenger service	\$ 1,422,516	\$ 134,099	\$ 118,543	9.43%	113.12%
Bus advertising	236,000	18,351	19,667	7.78%	93.31%
Other operating revenues	7,555	12,234	12,234	161.94%	100.00%
Sales Tax Revenue	45,339,206	3,375,046	3,375,046	7.44%	100.00%
Federal, state and local grant assistance	5,365,031	-	447,086	0.00%	0.00%
Investment Income	1,431,566	111,392	119,297	7.78%	93.37%
Staples Street Center leases	546,426	41,368	45,536	7.57%	90.85%
Total Revenues	54,348,300	3,692,490	4,137,409	6.79%	89.25%
Expenses					
Transportation	12,876,273	1,309,792	1,181,350	10.17%	110.87%
Customer Programs	803,158	69,336	72,438	8.63%	95.72%
Purchased Transportation	9,883,987	847,242	823,666	8.57%	102.86%
Service Development	706,893	61,041	62,580	8.64%	97.54%
MIS	2,221,225	171,791	191,528	7.73%	89.69%
Vehicle Maintenance	7,887,069	703,407	688,469	8.92%	102.17%
Facilities Maintenance	3,768,888	317,580	337,025	8.43%	94.23%
Contracts and Procurements	570,041	49,273	51,176	8.64%	96.28%
CEO's Office	1,039,888	72,891	88,493	7.01%	82.37%
Finance and Accounting	1,012,782	79,343	86,235	7.83%	92.01%
Materials Management	433,912	43,736	42,586	10.08%	102.70%
Human Resources	989,435	83,421	85,207	8.43%	97.90%
General Administration	545,776	43,815	49,153	8.03%	89.14%
Capital Project Management	473,115	37,459	42,180	7.92%	88.81%
Marketing & Communications	1,210,189	115,114	107,275	9.51%	107.31%
Safety & Security	2,993,378	229,682	254,038	7.67%	90.41%
Staples Street Center	1,313,400	117,637	113,122	8.96%	103.99%
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%
Total Expenses	54,134,134	4,670,904	4,609,386	8.63%	101.33%
Revenues Over Expenses - Operating Budget	214,166	(978,414)	(471,977)		
CIP BUDGET					
	A	B	C = A / 12	B / A	
Funding Sources					
Grant Revenue	49,077,705	369,882	369,882	0.75%	0.00%
Total Funding Sources	49,077,705	369,882	369,882	0.75%	100.00%
Capital Expenditures					
Grant Eligible Costs	49,077,705	369,882	369,882	0.75%	0.00%
Depreciation Expenses	214,166	21,576	17,847	10.07%	120.89%
Total Expenditures	49,291,871	391,458	387,729	0.79%	100.96%
Funding Sources Over Expenditures	(214,166)	(21,576)	(17,847)	10.07%	120.89%
Revenues Over Expenses - Operating Budget	214,166	(978,414)	(471,977)		
Revenues Over Expenses - CIP Budget	(214,166)	(21,576)	(17,847)		
Revenues Over Expenses (including rounding)	\$ 0	\$ (999,990)	\$ (489,824)		

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

	08/2026				
	2026 Amended Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
OPERATING BUDGET	A	B	C = A / 12 * 8	B / A	C vs B
Revenues					
Passenger service	\$ 1,422,516	\$ 998,366	\$ 948,344	70.18%	105.27%
Bus advertising	236,000	123,510	157,333	52.33%	78.50%
Other operating revenues	7,555	172,992	5,037	2289.77%	3434.66%
Sales Tax Revenue	45,339,206	29,949,762	29,949,762	66.06%	100.00%
Federal, state and local grant assistance	5,365,031	845,608	3,576,687	15.76%	23.64%
Investment Income	1,431,566	859,370	954,377	60.03%	90.05%
Staples Street Center leases	546,426	330,666	364,284	60.51%	90.77%
Total Revenues	54,348,300	33,280,274	35,955,824	61.24%	92.56%
Expenses					
Transportation	12,876,273	9,296,776	8,150,874	72.20%	114.06%
Customer Programs	803,158	562,549	513,406	70.04%	109.57%
Purchased Transportation	9,883,987	6,532,721	6,589,325	66.09%	99.14%
Service Development	706,893	418,278	456,574	59.17%	91.61%
MIS	2,221,225	1,327,711	1,455,112	59.77%	91.24%
Vehicle Maintenance	7,887,069	4,946,383	5,133,194	62.72%	96.36%
Facilities Maintenance	3,768,888	2,300,850	2,420,789	61.05%	95.05%
Contracts and Procurements	570,041	365,034	365,339	64.04%	99.92%
CEO's Office	1,039,888	605,000	685,915	58.18%	88.20%
Finance and Accounting	1,012,782	637,093	667,843	62.91%	95.40%
Materials Management	433,912	281,625	263,570	64.90%	106.85%
Human Resources	989,435	634,877	648,607	64.17%	97.88%
General Administration	545,776	309,308	349,162	56.67%	88.59%
Capital Project Management	473,115	261,269	304,394	55.22%	85.83%
Marketing & Communications	1,210,189	706,011	781,088	58.34%	90.39%
Safety & Security	2,993,378	1,925,741	1,977,225	64.33%	97.40%
Staples Street Center	1,313,400	811,287	860,912	61.77%	94.24%
Debt Service	1,605,436	312,503	312,503	19.47%	100.00%
Special Projects	100,000	3,874	66,667	3.87%	5.81%
Subrecipient Grant Agreements	74,256	10,453	49,504	14.08%	21.12%
Street Improvements Program for CCRTA Regional Entities	3,625,032	2,416,688	2,416,688	66.67%	100.00%
Total Expenses	54,134,134	34,666,031	34,468,691	64.04%	100.57%
Revenues Over Expenses - Operating Budget	214,166	(1,385,757)	1,487,133		
CIP BUDGET	2026 Amended Budget	YTD 2026 Actual	YTD Baseline into Budget	% YTD Actual to Budget	% Actual to Baseline
	A	B	C = A / 12 * 8	B / A	C vs B
Funding Sources					
Grant Revenue	49,077,705	2,730,096	2,730,096	5.56%	0.00%
Total Funding Sources	49,077,705	2,730,096	2,730,096	5.56%	100.00%
Capital Expenditures					
Grant Eligible Costs	49,077,705	2,730,096	2,730,096	5.56%	0.00%
Depreciation Expenses	214,166	148,484	142,777	69.33%	104.00%
Total Expenditures	49,291,871	2,878,580	2,872,873	5.84%	100.20%
Funding Sources Over Expenditures	(214,166)	(148,484)	(142,777)	69.33%	104.00%
Revenues Over Expenses - Operating Budget	214,166	(1,385,757)	1,487,133		
Revenues Over Expenses - CIP Budget	(214,166)	(148,484)	(142,777)		
Revenues Over Expenses (including rounding)	\$ 0	\$ (1,534,241)	\$ 1,344,356		

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

	Unaudited August 31 2026	Unaudited December 31 2025
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 16,441,776	\$ 29,108,299
Short Term Investments	10,754,914	5,016,461
Receivables:		
Sales and Use Taxes	7,675,224	8,415,349
Federal Government	177,014	363,812
Other	394,221	524,764
Inventories	822,060	873,832
Prepaid Expenses	3,479,363	661,991
Total Current Assets	39,744,573	44,964,508
Non-Current Assets:		
Restricted Cash and Cash Equivalents	575,308	575,308
Long Term Investments	7,000,000	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	880,148	880,148
Right-To-Use Software Subscriptions	1,966,274	1,801,421
Construction in Progress	3,520,817	3,522,031
Current Year Additions	4,184,381	-
Total Capital Assets	196,051,959	191,703,939
Less: Accumulated Depreciation	(102,451,118)	(102,308,340)
Net Capital Assets	93,600,841	89,395,599
Total Non-Current Assets	102,213,534	93,512,098
TOTAL ASSETS	141,958,107	138,476,606
DEFERRED OUTFLOWS OF RESOURCES		
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	2,264,052	2,386,433
Total Deferred Outflows	6,188,936	6,311,317
TOTAL ASSETS AND DEFERRED OUTFLOWS	148,147,044	144,787,923

CORPUS CHRISTI REGIONAL TRANSPORTATION AUTHORITY

Statement of Net Position

Month ended August 31, 2026, and year ended December 31, 2025 (continued)

	Unaudited August 31 2026	Unaudited December 31 2025
LIABILITIES AND NET POSITION		
Current Liabilities:		
Accounts Payable	5,066,799	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	90,008	69,730
Lease Liability	131,662	131,662
Distributions to Regional Entities Payable	712,505	1,590,302
Other Accrued Liabilities	944,495	1,495,096
Total Current Liabilities	8,453,866	6,325,605
Non-Current Liabilities:		
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	135,983	100,978
Lease Liability	696,923	696,923
Net Pension Liability	9,434,015	9,434,015
Net OPEB Obligation	946,694	946,694
Total Non-Current Liabilities	26,049,983	26,014,977
TOTAL LIABILITIES	34,503,848	32,340,583
DEFERRED INFLOWS OF RESOURCES		
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
Total Deferred Inflows	5,460,337	5,460,337
TOTAL LIABILITIES AND DEFERRED INFLOWS	39,964,185	37,800,920
Net Position:		
Net Invested in Capital Assets	79,814,535	75,782,049
Restricted for FTA Interest	575,308	575,308
Unrestricted	27,793,015	30,629,646
TOTAL NET POSITION	\$ 108,182,858	\$ 106,987,003

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

	<u>8/31/2026</u>
Cash Flows From Operating Activities:	
Cash Received from Customers	\$ 110,028
Cash Received from Bus Advertising and Other Ancillary	35,738
Cash Payments to Suppliers for Goods and Services	(1,986,972)
Cash Payments to Employees for Services	(1,283,287)
Cash Payments for Employee Benefits	(2,685,619)
Net Cash Used for Operating Activities	<u>(5,810,112)</u>
Cash Flows from Non-Capital Financing Activities:	
Sales and Use Taxes Received	4,121,564
Grants and Other Reimbursements	-
Distributions to Subrecipient Programs	-
Distributions to Region Entities	-
Net Cash Provided by Non-Capital Financing Activities	<u>4,121,564</u>
Cash Flows from Capital and Related Financing Activities:	
Federal and Other Grant Assistance	1,777,323
Proceeds/Loss from Sale of Capital Assets	5,699
Proceeds from Bonds	-
Repayment of Long-Term Debt	-
Interest and Fiscal Charges	-
Purchase and Construction of Capital Assets	(324,769)
Net Cash Provided by Capital and Related Financing Activities	<u>1,458,253</u>
Cash Flows from Investing Activities:	
Investment Income	48,203
Purchases of Investments	-
Maturities and Redemptions of Investments	-
Premiums/Discounts on Investments	-
Net Cash Provided by Investing Activities	<u>48,203</u>
Net decrease in Cash and Cash Equivalents	(182,091)
Cash and Cash Equivalents (Including Restricted Accounts), August 1, 2026	17,199,175
Cash and Cash Equivalents (Including Restricted Accounts), August 31, 2026	\$ <u><u>17,017,084</u></u>

Subject: October 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, anticipated formal procurements over the next three months, and upcoming agreements falling under the CEO's signature authority.

Board Priority

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

Current Procurements Issued

As of the date of this memo, there are no formal procurements currently in the issued/advertised solicitation phase. Procurement continues to manage ongoing contract awards, contract administration activities, and upcoming procurement requirements, as applicable.

Three-Month Future Procurement Outlook

Currently, no new formal solicitations are scheduled for issuance during the next three months. This outlook is based on procurement requirements currently identified by CCRTA departments and is subject to change as additional needs are identified.

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
Network Managed Services	11/01/26	\$37,206 (One-Year Term)
Trackit Manager Software	11/01/26	\$18,715 (One-Year Term)
Reverse Osmosis Drinking Water System	11/01/26	\$25,740 (3-YR Term)
Cisco Contact Center Voice Licenses	12/17/26	\$19,012 (3-YR Term)

Description of Future Agreement	Agreement Start Date	Current Agreement Amount
Memorandum of Agreement – Paisano Transit for Public Transportation Services	1/01/27	\$32,210 (One-Year Term)
Coastal Bend Air Quality Partnership Financial Support Agreement	1/01/27	\$15,000 (3-YR Term)
B2Gnow System Annual Service Fee	1/01/27	\$19,845 (One-Year Term)
Texas Municipal League Intergovernmental Risk Pool (TMLIR)	1/01/27	\$980,917 (One-Year Term)
Peace Officers Law Enforcement Services	1/21/27	\$628,800 (One-Year Term)
ESTIMATED TOTAL		\$1,777,445

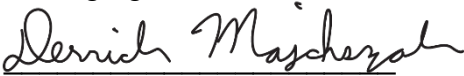
Recommendation

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

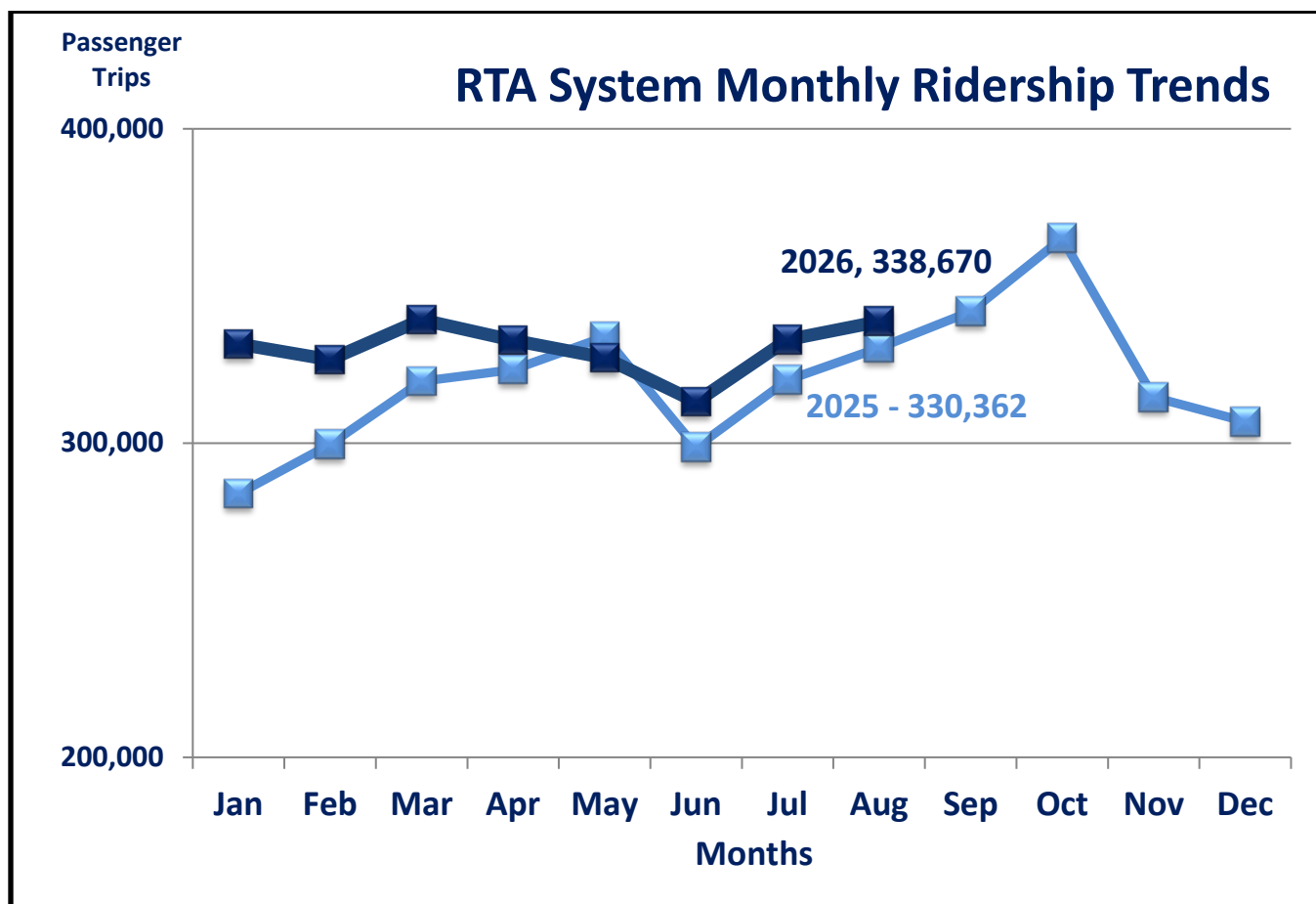
Subject: August 2026 Operations Report

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

August 2026 system-wide passenger trips totaled 338,670 which represents a 2.5% increase, compared to 330,362 passenger trips in August 2025 with 8,308 more trips provided this month.

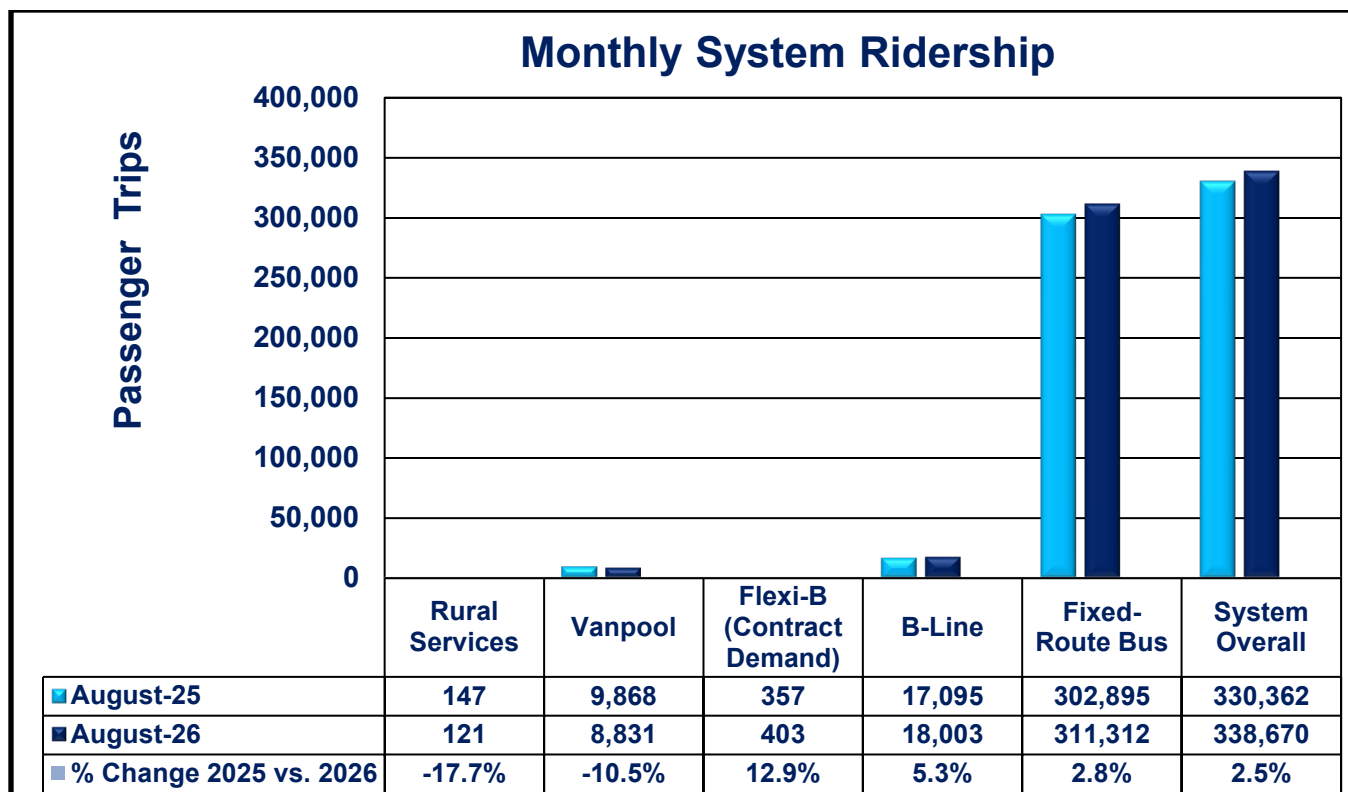


August 2026	August 2025	Variance
21 Weekdays	21 Weekdays	-
5 Saturdays	5 Saturdays	-
5 Sundays	5 Sundays	-
31 Days	31 Days	-

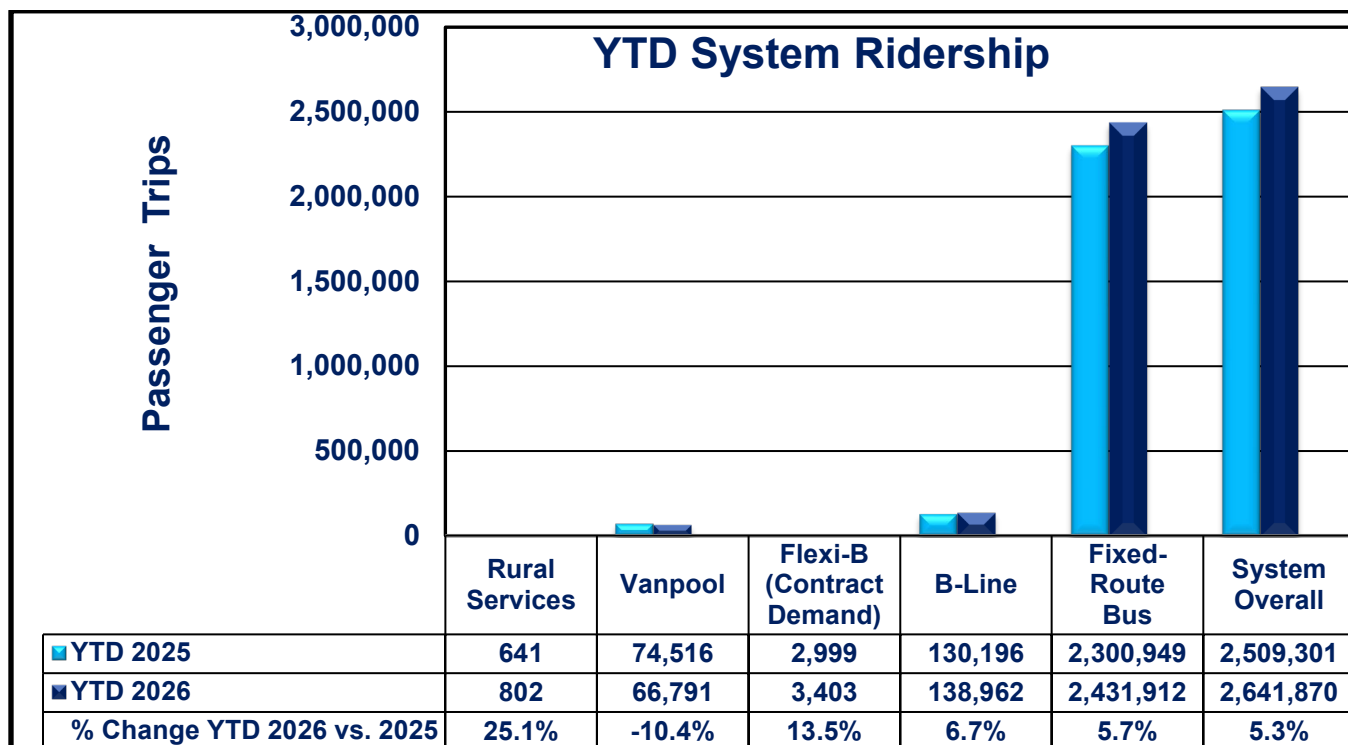
The average retail price for unleaded gas in Corpus Christi was \$3.62 per gallon compared to \$2.68 per gallon in August 2025¹. August 2026 received no measurable rain and was one of the driest Augusts on record. This amount of rain is significantly lower than the historically recorded monthly average of 2.92 for August.

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

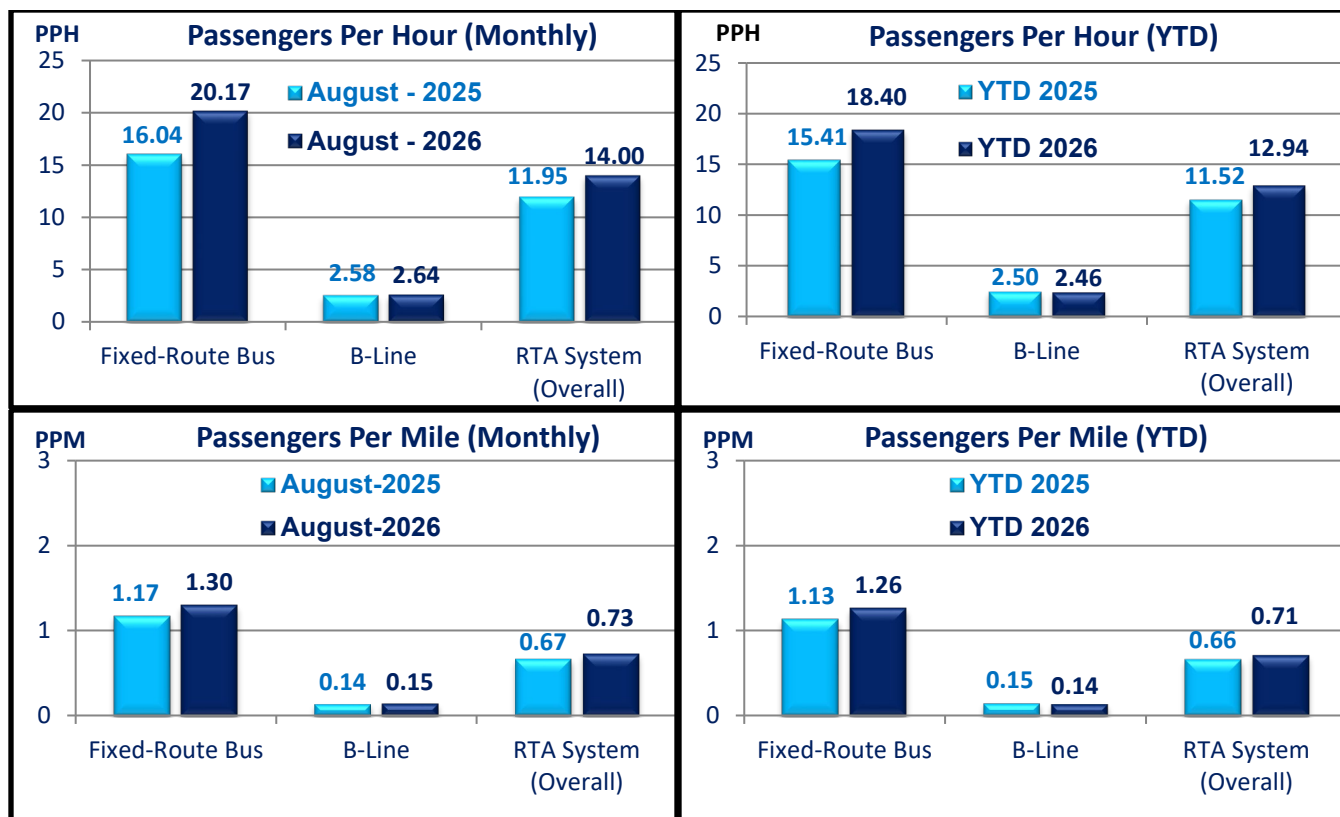
The chart below shows monthly ridership results for all services. CCRTA recorded 8,308 more passenger trips in August 2026 resulting in a 2.5% increase compared to August 2025.



The chart below shows YTD ridership results for all services. 132,569 more trips compared to 2025.

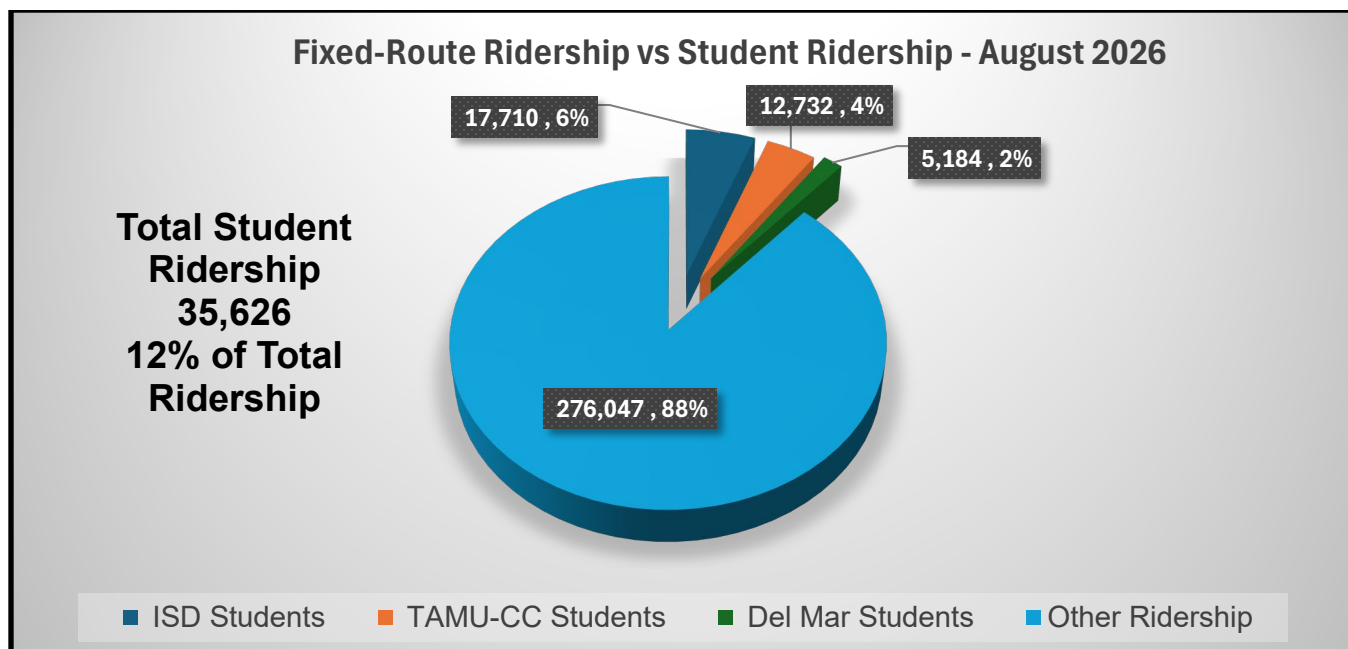


The following four charts contain system-wide productivity metrics for the month of August 2026 vs. August 2025 and YTD figures.



Student Ridership

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



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

Current Projects

- **S. Alameda (Everhart to Airline):** Project now delayed-EOR issue 2026.
 - Route 5 (**10 to 12** stops temporarily closed for 18 months of construction).
- **Carroll Ln. (SH-358 to Holly):** Project began July 27, 2026.
 - Routes 15 & 17 Detours are now in place with nine stops temporarily closed.
- **West Surfside (Breakwater to Elm):** Project to begin late September 2026.
 - Route 78 (a select number of stops may be temporarily impacted).
- **Washington Coles Neighborhood Park construction:** Project began early-2025 along Winnebago Street.
 - Route 12 (1 stop impacted).

In August 2026, there were two routes adversely impacted by the Carroll Lane (SPID to Holly) City bond project. Routes 15 and 17 along Carroll Ln. Tiger Ln. & one along Holly Rd. will be temporarily closed. Also, one stop along Route 12 will be temporarily closed for Harbor Bridge park replacement reconstruction along Winnebago. One of four parks to be constructed.

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

Schedule Adherence	Standard	May-26	Jun-26	Jul-26	Aug-26	4-Month Average
Early Departure	<1%	0.0%	0.0%	0.0%	0.0%	0.0%
Departures within 0-5 minutes	>85%	94.6%	95.6%	95.3%	89.7%	93.8%
Monthly Wheelchair Boardings	No standard	3,860	3,942	4,924	4,291	4,254
Monthly Bicycle Boardings	No standard	7,201	7,313	7,948	7,794	7,564

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

Metric	Standard	May-26	Jun-26	Jul-26	Aug-26	4-Month Ave.
Passengers per Hour	2.50	2.46	2.56	2.58	2.64	2.56
On-time Performance	95.0%	92.8%	92.8%	93.2%	92.1%	92.7%
Denials	0.00%	0.00%	0.00%	0.00%	0.00%	0.0%
Miles Between Road Calls	12,250	18,668	24,951	40,770	23,790	27,045
Monthly Wheelchair Boardings	No standard	3,507	3,537	3,648	3,685	3,594

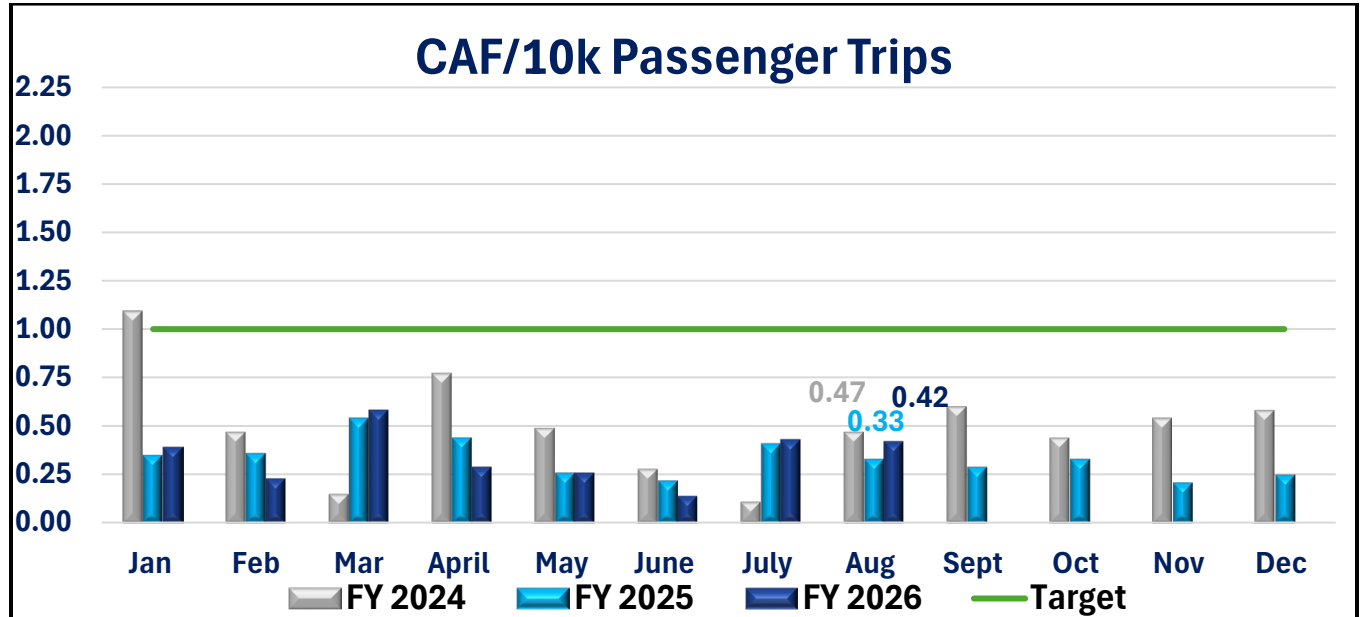
In August 2026, B-Line service performance metrics are listed below.

- **Productivity:** **2.64** Passengers per hour did meet the 2.50 PPH contract standard.
- **On-time Performance:** **92.1%** 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):** **23,790** met the contract standard of 12,250 miles.
- **Ridership Statistics:** **12,394** ambulatory boardings; **3,685** wheelchair boardings

Customer Programs Monthly Customer Assistance Form (CAF) Report

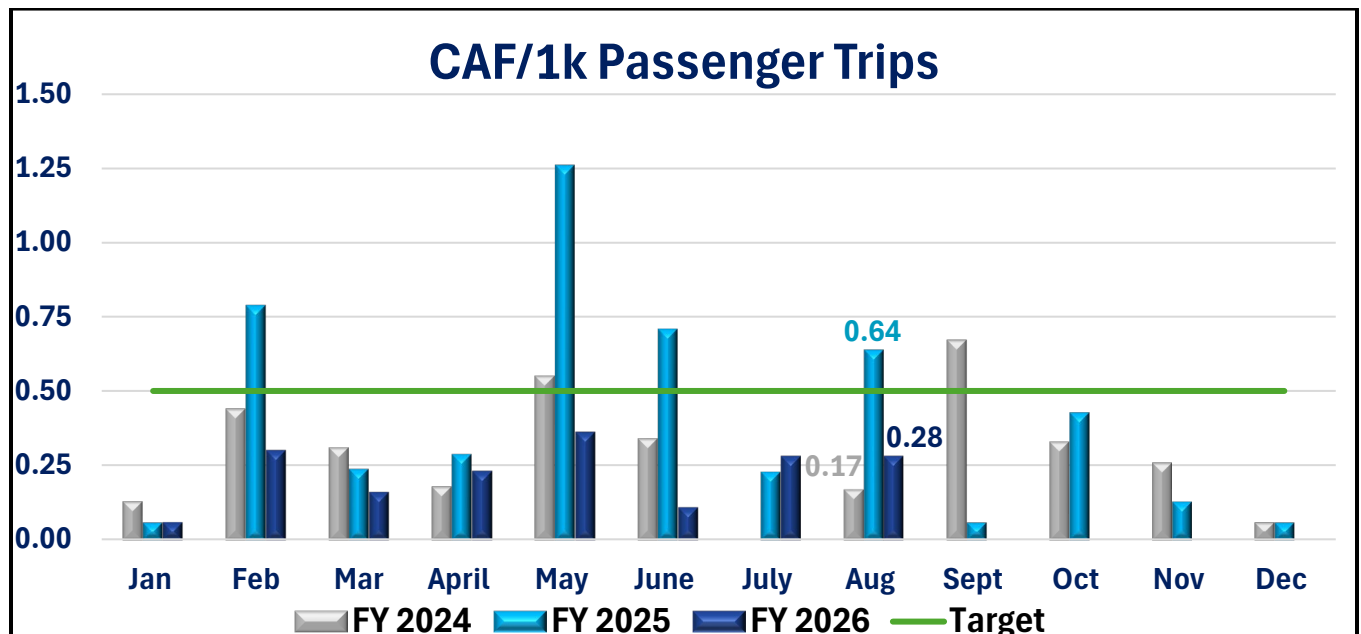
For the month of August 2026, CCRTA received and processed **55** Customer Assistance Forms (CAF's). A total of **45** or 82% were for Fixed Route Services, of which **13** or 28% were valid. This equates to approximately **0.42** CAFs per 10,000 passenger trips. Fixed Route Services received one commendation this month.

Number of CAFs/10k for Fixed Route Services



For the month of August 2026, CCRTA received and processed **55** Customer Assistance Forms (CAF's). A total of **10** or 18% were for B-Line Services, of which five or 50% were valid. This equates to approximately **0.28** CAFs per 1,000 passenger trips. B-Line Services received two commendations this month.

Number of CAFs/1k for B-Line Services



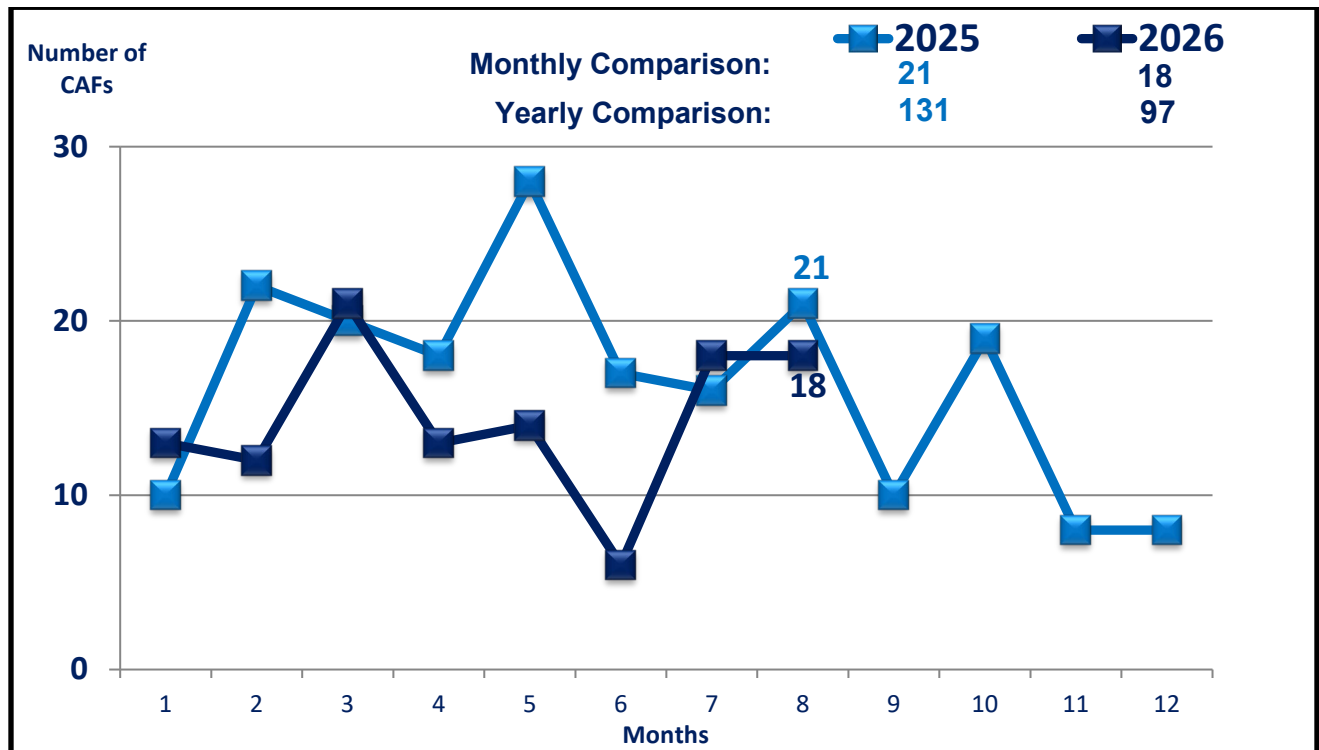
Route Summary Report:

Route	# of CAFs	Route	# of CAFs
#3 NAS Shuttle	1	#50 Calallen/Robstown NAS Ex (P&R)	-
#4 Flour Bluff	3	#51 Gregory/NAS Ex (P&R)	-
#5 Alameda	-	#54 Gregory/Downtown Express	-
#6 Santa Fe/Malls	2	#60 Momentum Shuttle	-
#12 Hillcrest/Baldwin	3	#65 Padre Island Connection (Flex)	1
#15 Kostoryz/Carroll HS	2	#76 Downtown Shuttle	1
#16 Morgan/Port	1	#78 North Beach Shuttle	1
#17 Carroll/Southside	1	#83 Advanced Industries	-
#19 Ayers	-	#90 Flexi-B Port Aransas	-
#21 Arboleda	-	#93 Flex	2
#23 Molina	1	#94 Port Aransas Shuttle	-
#24 Airline/Yorktown	-	#95 Port Aransas Express	-
#25 Gollihar/Greenwood	-	B-Line (Paratransit) Services	8
#26 Airline/Lipes	-	Transportation	-
#27 Leopard	-	Service Development	-
#28 Leopard /Navigation	-	Facilities/Bus Stop Needs Attention	9
#29 Staples	-	IT/Electronics	3
#32 Southside	2	Safety & Security	7
#34 Robstown North Circulator	1	Vehicle Maintenance	1
#35 Robstown South Circulator	1	COMMENDATIONS	3
#37 Crosstown/TAMUCC	1	TOTAL CAF's	55

Processed CAF Breakdown by Service Type:

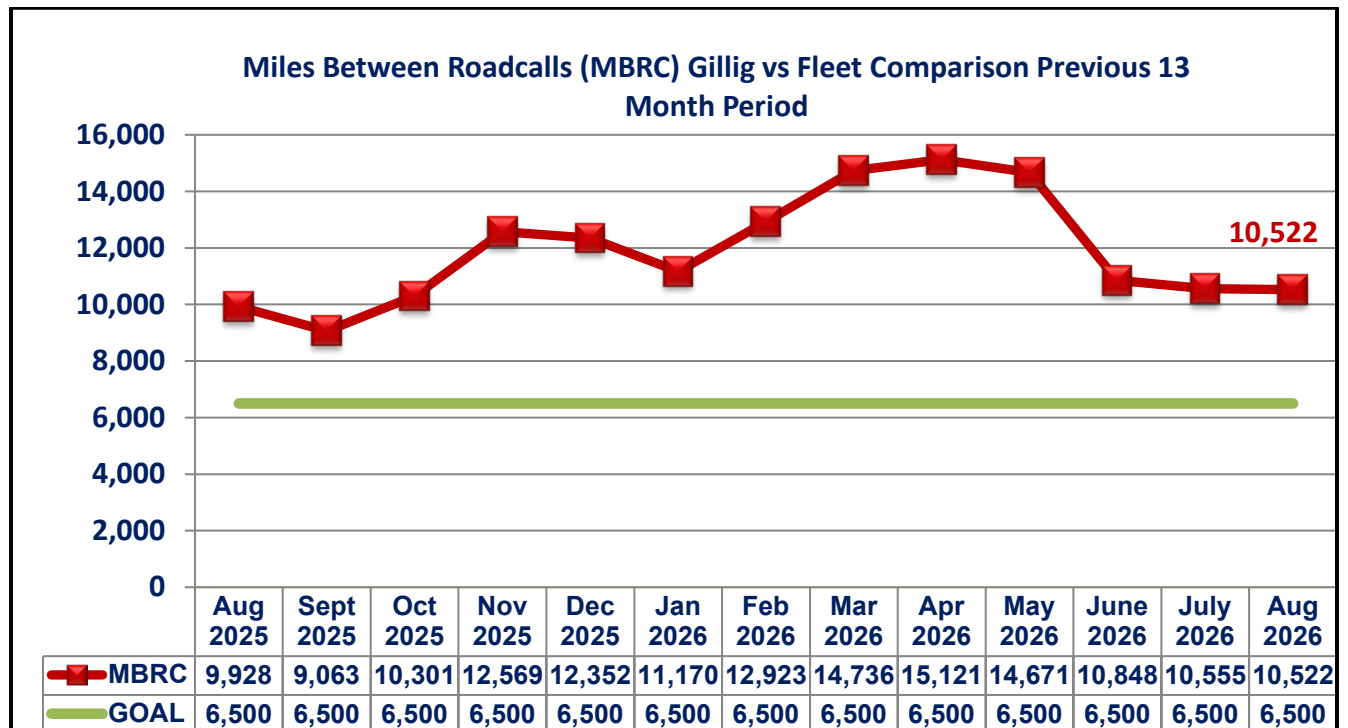
CAF Category	RTA Fixed Route	B-Line Paratransit	Purchased Transportation	Totals
Driving Issues	2	1	1	4
ADA Issues	-	1	-	1
Late/Early – No Show	4	4	2	10
Service Stop Issues	2	2	1	5
Incident on the Bus	1	-	-	1
Reckless Driving	4	-	2	6
Left Behind/Passed Up	3	-	-	3
Rude	1	-	1	2
Vehicle Maintenance	1	-	-	1
Safety and Security	7	-	-	7
Facility Maintenance	9	-	-	9
IT Issue	3	-	-	3
Commendations	1	2	-	3
TOTAL CAFs	38	10	7	55

Customer Programs Validated (CAF's) Count



Vehicle Maintenance Department: Miles Between Road Calls Report

In August 2026, there were 10,522 miles between road calls (MBRC) recorded as compared to 9,928 MBRC in August 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 11,905.



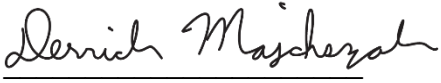
Board Priority

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