



<b>BOARD OF DIRECTORS REPORT</b>
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**MEETING DATE:** APRIL 7, 2026 **AGENDA ITEM #:** 9

**TYPE:** INFORMATIONAL

**PREPARED BY:** CHIEF OPERATING OFFICER / AGM, MARY GREGG

**REVIEWED BY:** GENERAL MANAGER, JERRY ESTRADA

**SUBJECT:** FLEET MANAGEMENT UPDATE

**RECOMMENDATION:**

Staff recommends the Board receive an informational update on MTD's Fleet Management program, including the status and implementation of the associated Transit Asset Management (TAM) Plan.

**DISCUSSION:**

The Federal Transit Administration (FTA) requires all federally funded transit agencies to maintain a Transit Asset Management (TAM) Plan, to ensure that its capital assets remain in a state of good repair (SGR), and to update that plan every four years by October 31 of the applicable update year. The Plan provides a framework for evaluating asset condition and prioritizing capital investments to support continued delivery of safe and reliable transit service.

MTD's current TAM Plan was last updated and approved by MTD's General Manager and Accountable Executive, in October 2022. In preparation for the next required update, and as part of the district's ongoing fleet management and asset planning efforts, Staff has initiated a review and update of the agency's Capital Asset Inventory, with current efforts focused on rolling stock and service vehicles.

This review is intended to ensure that the agency's fleet inventory, condition data, and useful life benchmarks (ULB) are current and accurately reflected in the Plan, so that both revenue and non-revenue vehicle replacement and rehabilitation priorities are aligned with operational needs, asset condition, grant funding strategies, and long-term capital planning objectives. The review also includes MTD's Contingency Fleet, consisting of vehicles maintained outside of the active fleet, reserved for emergency response, service continuity, or other unforeseen and justified operational purposes.

Staff anticipates returning to the Board in July with the draft Transit Asset Management Plan for review and discussion in advance of its required October submittal. Once finalized, the updated TAM Plan will reflect all MTD's capital assets, including rolling stock, equipment, and facilities.