**Maryland Department of Transportation**

**Maryland Transit Administration**

**SFY 2025 - SFY 2026**

**(July 1, 2024 – June 30, 2025)**

**Intercity Bus Program**

**Federal Transit Administration**

**49 U.S.C. 5311(f)**

**Program Overview and Application Package**

**Issue Date: March 1, 2024**

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**SECTION 1**

**Application Schedule**

**Application Schedule**

**APPLICATION RELEASE**

The Maryland Department of Transportation (MDOT) Maryland Transit Administration (MTA) 5311(f) Intercity Bus Program Application for financial assistance is available **March 1, 2024**. Funding is available for services to be delivered during the period between July 1, 2024 and June 30, 2025 that spans state FY 2025 to state FY 2026. This solicitation makes available the opportunity to request financial assistance from the annual 49 U.S.C. 5311(f) program funds.

**APPLICATION DEADLINE**

Applications must be received at the MDOT MTA by **2:00 PM EST, Thursday, April 18, 2024**. Applications received after this time will not be accepted.

**APPROVED PROJECT LIST**

The list of approved projects will be released on **May 20**, 2024

**CONTRACTS**

Contracts/Grant Agreements with applicants for approved projects will be executed by **June 30, 2026**.

Contracts/Grant Agreements for projects are for the period of **July 1, 2024** to

**June 30, 2026**

**SECTION 2**

**Program Overview**

**Program Overview**

### Maryland Intercity Bus – Recent History

In Maryland, intercity bus service is a vital link between otherwise isolated rural communities and the rest of the country. In the 1980s and more recently, the number of communities in the state with intercity bus service has declined. Intercity bus services in the State once allowed passengers the opportunity to travel as far west as Cumberland and Keysers Ridge, several locations in central Maryland, and east into Ocean City. As intercity bus service providers eliminated services that were not economically viable, the smaller communities have lost service, and have been disconnected from the national network of services, with most of the routes now concentrated along the urbanized Interstate-(I-) 95 Corridor.

In response to the contraction of intercity bus services in Maryland, the MDOT MTA implemented and administers the MDOT MTA Intercity Bus (ICB) Program. Based on the need for intercity transit identified in the statewide intercity bus assessment, the MDOT MTA ICB Program sponsors intercity bus services in the following corridors:

* the I-68 corridor connecting Grantsville, Frostburg, Hancock, to the Baltimore metro area (operating assistance);
* the US-50 corridor connecting the eastern shore communities of Denton, Mardela Springs, and Vienna to the Baltimore metro area (operating assistance);
* the US-40 corridor connecting Elkton, North East, Perryville, other rural communities, and the Baltimore metro area (capital assistance).

The connection to the Baltimore metro area allows passengers to access multiple transportation options, as well as address other rural-to-urban needs. In other areas of the state, since the contraction of the intercity bus services network, some of the local transit operations evolved a component of their service to provide long distance transportation that connects with the larger/national intercity bus network. In this respect, there is potential for the local transit providers (the Locally Operated Transit Systems or LOTS), to operate a feeder service that establishes a meaningful connection with scheduled intercity bus service to more distant points, which is an eligible project in the Section 5311(f) program. Feeder Service is discussed in more detail in the sections that follow.

**FTA Guidance**

In Federal Transit Administration (FTA) Circular 9040.1G (Circular) the Section 5311(f) Intercity Bus Transportation is defined as “regularly scheduled bus service for the general public operating with limited stops over fixed routes connecting two or more urban areas not in close proximity, which has the capacity for transporting baggage carried by passengers, and which makes meaningful connections with scheduled intercity bus service to more distant points, if such service is available.” Package express service may also be included, if incidental to passenger transportation.

**Intercity service is not limited by the size of the vehicle used or by the identity of the carrier. Air, water, and rail service are not included."** Assistance must support intercity bus service in rural and small urban areas (rural places are defined as under 50,000 persons). **Charter and tour services are not eligible for FTA assistance per 49 CFR Part 604.**  **Commuter bus services are not eligible for funding under this program.** Services must be designed to provide for a meaningful connection with the national intercity bus network, including service to connecting points at times when passengers may make convenient connections. Services must be scheduled fixed-route services open to the general public.

### 

Section 5311(f) requires each State to spend fifteen percent of its annual Section 5311 apportionment “to carry out a program to develop and support intercity bus transportation”, unless the State’s Governor certifies to the Secretary of Transportation that “after consultation with affected intercity bus service providers, that the intercity bus service needs of the state are being met adequately.”

In 2009-2010, MDOT MTA conducted a statewide assessment of need for intercity bus service. This effort included input from stakeholders and resulted in the identification of areas of unmet need and the development of strategies to connect these areas to the nationwide intercity bus network. The study is available for review and for download at The Transportation Association of Maryland, Inc. website: **www.taminc.org**

**National Program Objectives**

The National Objectives as prescribed by FTA in the Circular are the following:

* To support meaningful connections between non-urbanized areas and the regional or national system of intercity bus service;
* To support services to meet the intercity needs of residents in non-urbanized areas; and

### To support the infrastructure of the intercity bus network through planning, marketing assistance, and capital investment in facilities and equipment.

**MARYLAND PROGRAM EMPHASIS**

In support of the National Program Objectives, the State of Maryland Section 5311(f) program will fund projects that most appropriately address connectivity between rural Maryland and destinations/services in the urbanized areas. The program emphasis for this solicitation consists of the following:

* Operating assistance for routes that connect non-urbanized areas to the regional or national system of intercity bus service;
* Operating assistance for existing routes at risk of being discontinued\*;
* Operating assistance for new routes\*, particularly if applicant can demonstrate high need for intercity bus service;
* Capital assistance for the purchase of replacement or expansion vehicles for use on Section 5311(f) funded rural intercity services;
* Capital assistance for the improvement of intermodal and public facilities and shelters, vehicle accessibility retrofits, or other advanced technology that directly support the intercity bus services;
* Marketing.

\*NOTE: Requests for operating assistance must include in their project description information about locally specific marketing efforts for the proposed service.

**Maryland Priority Corridors: Operations and associated Capital Assistance**

As previously mentioned, three corridors were identified in the Maryland statewide assessment of need for intercity transit services and these will continue to be given **priority** in this solicitation. The three corridors are:

* Morgantown, WV/Grantsville, MD to Baltimore (via I-68 and I-70); however,

the MDOT MTA ICB Program will also consider service from western Maryland to the Maryland suburbs of the Washington DC metro area;

* Ocean City to Baltimore, via US-50;
* Elkton to Baltimore, via US-40 and connecting rural portions of Cecil County.

The basic service requirements for these corridors include one daily (Monday through Sunday) roundtrip connecting with the national intercity bus network.

However, this application will serve as an open solicitation and applicants can submit proposed projects in other corridors, as long as each proposed project is accompanied by documentation identifying and justifying the intercity transit need.

**Feeder Service**

Similarly, this program will consider funding services that are feeder services to intercity bus routes. The “coordination of rural connections between small transit operations and intercity bus carriers” may include the provision of service that acts as a feeder to intercity bus service, and which makes meaningful connections with scheduled intercity bus service to more distant points. These services must also operate a route that is a minimum distance of 35 miles one-way. “The feeder service is not required to have the same characteristics as the intercity service with which it connects”. For example, feeder services may be demand-responsive, while intercity service is by definition fixed route. Where feasible, intercity bus feeder service may also provide access to intercity connections with rail or air service. Also, rural transit providers operating feeder service with destinations across state lines are required to comply with the Federal Motor Carrier Safety Administration (FMCSA) regulations.

**All applications** for proposed projects must demonstrate local support as well as coordination and connectivity with other transit providers or other modes of travel.

**Eligible applicants**

To be eligible to submit an application to be considered for S. 5311(f) program funding, the applicant must be:

* A private, for-profit intercity carrier or provider;
* A private, non-profit operator proposing to provide intercity bus services;
* A local public transit operator providing or proposing to provide, feeder service to intercity carriers, or
* A public body proposing to provide intercity bus services.

Private for-profit applicants must submit a document showing evidence of organization. Private non-profit applicants are required to present proof of their non-profit status. All applicants must also have the approval of its executive board and, for current recipients of state/federal financial assistance for public transportation, a resolution by the governing board must be submitted with the application, a sample is provided in the assurances section of the application.

ALL CARRIERS that offer direct service or, as an interline partner offer service to points that cross-state lines, must hold the appropriate **operating authority** and be in compliance and in good standing with the FMCSA by July 1, 2020. All minivans and passenger vehicles designed to seat 11 or more persons (including the driver) that operate passenger transportation services in Maryland must display either a USDOT or a Maryland issued motor carrier identification number.

A carrier that has operated service under contractual agreement with MDOT MTA must have done so with no penalties imposed. The carrier shall remain ineligible for two years from the date of such penalty being imposed.

### funding availability

Projects selected shall directly support the provision of intercity bus services in Maryland. Approximately $845,600 is available to support Section 5311(f) projects in

**FY 2021 - FY 2022**. Projects may be recommended for complete, partial or no funding, based on application content and/or funding availability. MDOT MTA will notify applicants by May 2020 on the determination of their application.

If the total amount of Section 5311(f) funds requested by the selected projects is less than the available amount, excess funds may be returned to the 5311 program. In doing this, a Governor’s partial certification of no unmet rural intercity needs will be submitted to the FTA.

### Technical Assistance

MDOT MTA is committed to providing technical assistance to all applicants. MDOT MTA responsibilities include:

* Providing technical assistance to applicants while completing the application
* Support coordination efforts
* Preparing a statewide comprehensive application for FTA
* Obtaining and maintaining project data; and
* On-going program evaluations and monitoring for federal and state

compliance.

### For technical assistance in preparing this application, contact the MDOT MTA 5311(f) Intercity Bus Program Manager Bruce Hojnacki at 410-767-3758 or bhojnacki@mdot.maryland.gov.

**PRELIMINARY APPLICATION REVIEW**

The MDOT MTA will review applications individually to ensure that the applicant has met all the criteria of the application and has included all required forms, exhibits and attachments. Applications must contain evidence of local support such as letters or resolutions from local or regional organizations such as county boards/commissions, city councils, Metropolitan Planning Organizations (MPO) or Regional Planning Councils/Commissions (RPC). **Applications found to be incomplete after the submission deadline has passed will not be considered for funding, so please make sure to contact the MDOT MTA and address ALL application requirements prior to the deadline.**

### APPLICATION evaluation AND RANKING

### After the close of the application submittal period, the MDOT MTA staff will meet and evaluate the applications and rank them. Applications and supporting documents will be assessed based on 5311 Program Requirements, the 5311(f) Program definition, goals, objectives, and the Maryland Program Emphasis. Applications that do not meet the above criteria shall be returned. In the event of insufficient funding for all the projects determined to be eligible for funding, grants will be awarded based on the ranking received.

Although each applicant may apply for funding in more than one category, it is possible that awards may be made for one proposed activity and not another.

The list of approved projects will be released on **May 7, 2020.**

**APPEAL PROCESS**

Applicants may appeal the recommendation to not fund their application. The applicant must use the following process to be recognized as a valid appeal.

The applicant must submit a letter of appeal that clearly identifies the contact person, address, telephone number, project description and grounds for appeal.

Letters of appeal must be postmarked **no later** than 14 calendar days from the postmarked date of MDOT MTA notice about applicant’s funding status. Send letters to:

Travis Johnston, Director

Office of Local Transit Support

Maryland Department of Transportation/

Maryland Transit Administration

6 St. Paul Street, 8th Floor

Baltimore, MD 21202

The MDOT MTA Administrator’s office will review appeals and provide a written response within ten working days of the receipt of the appeal.

**REQUIREMENTS FOR AWARDING OF GRANT CONTRACTS**

Approved recipients must agree to all federal certifications and assurances in order to receive the grant award. Certifications and assurances include but are not limited to federal requirements for Disadvantaged Business Enterprise (DBE), Civil Rights, Transit Employee Projection, Lobbying, and Drug and Alcohol Testing. For more information, contact MDOT MTA ICB Program Manager Bruce Hojnacki at [bhojnacki@mdot.maryland.gov](mailto:bhojnacki@mdot.maryland.gov) or

410-767-3758.

Approved recipients must also agree to execute all Reporting Requirements as prescribed in the “Application Instructions” of this solicitation. This will include submission of a quarterly request for payment for reimbursement of expenses incurred during the previous quarter. The request for reimbursement should be the operations costs minus the fare revenue. The request for reimbursement will include monthly operations data and sample forms are provided. Depending on the type of project undertaken, there may be other reporting requirements.

**Maryland DOT Number for Intrastate (i.e., within Maryland) Operation**

Under Maryland law, private organizations that operate passenger transportation services in Maryland must display on commercial vehicles either a U.S. DOT number or a Maryland DOT motor carrier identification number obtained from the Maryland SHA’s Motor Carrier Division. For this requirement, Maryland has adopted the Federal Motor Carrier Safety Regulations (FMCSR) definition of commercial vehicles.

APPLICANTS PROPOSING TO OPERATE SERVICE MUST HAVE VEHICLES THAT ARE:

* ACCESSIBLE TO INDIVIDUALS WITH DISABLILITES
* AVAILABLE TO COMMENCE OPERATIONS ON JULY 1, 2020

**PRE-AWARD AUDIT**

Approved recipients who have not previously received grants administered through the MDOT MTA, may be required to undergo a pre-award audit visit from MDOT MTA or MTA Office of External Audits. The purpose of the audit is to determine whether the recipient’s financial practices are able to clearly reflect how the grant funds will be used to successfully complete the approved Section 5311(f) projects.

**OTHER REQUIREMENTS**

* Intercity services providers crossing State lines are required to be in compliance with Federal Motor Carrier Safety Administration (FMCSA) regulations. Also, providers of intrastate service that interline with services to provide interstate trips must meet FMCSA regulations.
  + Rural transit providers operating feeder service with destinations across State lines are required to comply with FMCSA regulations. If applies, provide proof of compliance.
  + Interstate feeder service may also trigger compliance with FMCSA regulations if inter-lining is involved (issuing a single ticket for the feeder service and the trip crosses state lines). If entering into an agreement, provide a copy with the 5311(f) application.
  + Meet certain insurance requirements as mandated by FMCSA, the resident State of operation (Maryland), or the State of travel (i.e. adjacent states).
* Required Drug and Alcohol Policy and Procedures, and ensure that employees adhere to policy. For applicants that receive FTA financial assistance, and this supports a majority of their operations, please submit an approved Drug Free Workplace Policy and an approved Drug and Alcohol Testing Policy (refer to the FTA website: http://transit-safety.volpe.dot.gov/DrugAndAlcohol/Default.aspx for information.) For applicants that are private-for-profit carriers, please submit proof of approved Drug and Alcohol policy (refer to FMCSA website: <http://www.fmcsa.dot.gov/safety-security/safety-initiatives/drugs/drugs-alcohol.htm> for more information.)
* To Support the intercity informational network by requiring applicants to provide their schedule to be published in one or more of the following methods:
  + Publish in Russell’s Motor Guide.
  + Register in Google Transit through their website:

<http://www.google.com/transit>

* + It is strongly encouraged that an applicant enters into an **Interlining agreement** with a National Bus System carrier. The **Greyhound Rural Feeder Program** (http://www.dot.ca.gov/hq/MassTrans/Docs-Pdfs/5311/5311f-Greyghnd-Fdr.pdf) is one such opportunity. Also, if interlining with Greyhound Lines, Inc., a Bus Terminal License is required to allow the applicant access to a Greyhound Lines, Inc. facility; resulting in a more convenient transfer to connecting service.
* Applicants are required to report 5311(f) intercity bus program activities annually to MDOT MTA. MDOT MTA completes Form RR-20 Spreadsheet Intercity on the National Transit Data Base (NTD) web site. The reporting period is from July to June, with the report due to the MDOT MTA by September. Items to include are:
  + Bus Vehicle Revenue Miles
  + Bus Unlinked Passenger Trips
  + 5311 grants for planning and capital expenses
  + 5311 grants for operating and provision of trips
* ADA Requirements: All applicants must comply with 49 CFR Part 37. In order to comply with federal regulations, requests to purchase vehicles will not be approved unless the vehicle is wheelchair accessible as defined in 49 CFR Part 38. If the applicant is requesting a vehicle in this solicitation, the applicant must certify that it owns and operates other ADA accessible vehicles available to respond to a request for service from an individual with a disability within 48 hours. As for facilities, any proposed facility improvements must address ADA accessibility before other improvements will be considered.
* All Section 5311 operational projects, including intercity bus (5311(f)) projects, require agreement to the terms and conditions of the standard Section 5333(b) special warranty for the Section 5311 program. The assurance is included in the Certifications and Assurances section of this application.
* Proof of coordination efforts with local agencies or transportation services. In the application forms, information provided by the applicant should include details about the applicant’s efforts to coordinate services with local agencies or public transportation providers.
* At all times while the PROJECT property is in the possession or control of the subgrantee, the subgrantee shall be the registered owner and the STATE shall be the legal owner or lien holder. The subgrantee shall not transfer ownership of the PROJECT property at any time while the grant agreement is in effect.
* Recipients of funding applied for through this grant application must comply with Federal and State requirements pertaining to the 5311 program. For comprehensive guidance on Federal and State requirements for recipients of 5311(f) funding please refer to the MDOT MTA Locally Operated Transit Systems (LOTS) Program Manual (<http://www.taminc.org/Portals/11/2017%20LOTS%20Manual.pdf>)