

OFFICE OF THE CITY MANAGER  
DES MOINES, IOWA

CITY COUNCIL COMMUNICATION 97-232  
APRIL 28, 1997 AGENDA

SUBJECT:	TYPE:	SUBMITTED BY:
28E INTERGOVERNMENTAL AGREEMENT WITH METROPOLITAN TRANSIT AUTHORITY—PARK AND RIDE PROJECT	◆ RESOLUTION ORDINANCE RECEIVE/FILE	RICHARD CLARK DEPUTY CITY MANAGER

**SYNOPSIS —**

A 28E Intergovernmental Agreement between the City of Des Moines and the Des Moines Metropolitan Transit Authority (Metro) has been prepared for the Park and Ride Project (also referred to as the Intermodal Transportation Facility). This Agreement is necessary so that the City can assume responsibility for the project. The Metro currently is the grantee of federal funds for the Park and Ride Project, and the proposed Agreement provides for the City to become a "subgrantee." The Agreement also establishes the responsibilities of both the Metro and the City for the construction and operation of the project, including the shuttle system. Metro will continue to serve as grant recipient, and will purchase and operate the shuttle busses pursuant to a service contract with the City. The City will construct, own, operate, and maintain the facility, and will be responsible for maintaining separate accounting for all revenues and costs of the facility. The Agreement also includes a default provision, establishes guidelines for the transfer of funds, and outlines reporting procedures. By approving the Agreement, the City accepts the terms and conditions of the federal grant agreements and agrees to abide by the same.

On April 22, 1997, the Metro Board approved the Agreement. In addition, the Federal Transit Administration has reviewed the document and has provided a letter expressing their approval.

**FISCAL IMPACT —**

The capital cost of the Park and Ride Project will be funded with federal grants totaling about \$15.2 million and local cost-share funds in the amount of about \$8 million. (Elsewhere on the April 28, 1997, Council agenda is a revised Agreement with Polk County regarding financing of the local cost-share.) Operating and maintenance costs of the Park and Ride Project (including the full cost of operating the shuttle system) will be funded by project revenues which include revenues derived from a 40-year lease with Principal for about 900 parking spaces at an initial rate of \$100 per space per month.

**RECOMMENDATION —**

Approve.