



## Sunset Empire Transportation District BOARD OF COMMISSIONERS

### Item 10e ODOT Gap Funding Response

**Date:** Feb. 26, 2026

**Summary:** ODOT's Public Transportation Division (PTD) is shifting federal subgrant agreement periods from the state fiscal year to the federal fiscal year to better align with funding availability. As a result of this transition, there will be a funding continuity gap between the current biennium and the next.

SETD must complete a form to secure funding to cover a temporary gap created by the transition. We received the required form on Feb. 19, 2026.

It's due by the close of business on Feb. 26, 2026.

SETD staff are working on completing the form and anticipate distributing it for review ahead of the board meeting on Feb. 26, 2026.

**Additional background:** To ensure uninterrupted operations during the gap period, we must apply for approximately one-eighth (1/8), or one financial quarter, of our current allocations under the following programs:

- Section 5310 STBG
- Section 5310 Small Urban
- Section 5311

PTD has developed a specific form for 2025–27 formula subrecipients to identify the activities that will require funding during this transition period.

Completion and submission of this form is required to access gap funding and maintain operational continuity.

**Attachments:**

- Completed form to come