CMAQ and Public Transportation

What is CMAQ?

Jointly administered by the Federal Highway Administration (FHWA) and the Federal Transit Administration (FTA), the Congestion Mitigation and Air Quality Improvement (CMAQ) Program provides a flexible funding source for transportation projects and programs that help improve air quality and reduce congestion.

State and local governments can use the funding to support efforts to meet National Ambient Air Quality Standards (NAAQS) under the Clean Air Act in both nonattainment and maintenance areas for carbon monoxide, ozone, and particulate matter.

- Nonattainment areas are those where air pollution levels exceed NAAQS.
- Maintenance areas are those that were out of compliance with NAAQS for these pollutants but now meet the standards.

For a list of nonattainment and maintenance areas, see [www.epa.gov/airquality/greenbook](http://www.epa.gov/airquality/greenbook).

Eligibility Requirements

To be eligible for CMAQ funding, a project must come from a conforming transportation plan and transportation improvement program (in metropolitan areas) or from a State transportation improvement program (in rural areas). State Departments of Transportation (DOTs) are responsible for distributing CMAQ funds. The federal share for most CMAQ-eligible projects is 80 percent, but certain safety projects that include an air quality or congestion relief component (e.g., carpool/vanpool projects), may have a Federal share of 100%. The CMAQ program operates on a reimbursement basis, so funds are not provided until work is completed.

Further, all CMAQ projects must meet these three eligibility requirements:

- Have a transportation focus
- Reduce air emissions
- Be located in or benefit a nonattainment or maintenance area

Using CMAQ Funds for Transit and Public Transportation Projects

CMAQ funds may be used to support public transportation in four broad categories of transit projects and programs.

1. **New Transit Service.** To tap new markets for transit, CMAQ funds may be used to support startup of new transit services, such as new express bus routes or shuttle services linking major activity centers. Although not a permanent source of funding for these services, the CMAQ dollars can support innovation and help determine the viability of new transit services.

2. **System or Service Expansion.** Projects designed to attract new riders, typically by providing new transit facilities or services, are eligible for CMAQ funds. Efforts to improve modal connections in major urban areas generally are eligible for CMAQ funding, so long as they reduce overall emissions. Projects can include both constructing and operating new facilities. Improved public transit is one of the Transportation Control Measures listed in Section 108(f)(a)(1) of the Clean Air Act. However, not all transit improvements are eligible for CMAQ funding. The general guideline for eligibility is if the project can...
reasonably be expected to result in an increase in transit riders. As with all CMAQ-funded projects, an estimate of the resulting emissions reductions must be provided whenever possible.

3. **New Vehicles.** CMAQ funds can be used to acquire new transit vehicles (buses, rail, or vans) to expand a fleet or to replace existing vehicles. Alternative fuel vehicles are eligible, assuming they will have a positive impact on air quality.

4. **Fare Subsidies.** Under specific conditions, CMAQ funds may be used to support innovative fare policies and financial incentive strategies designed to encourage transit use and reduce exceedances of air quality standards. CMAQ funds may be used to offer reduced fares or free transit service when these subsidies are part of an area-wide strategy for reducing emissions during peak periods of ozone pollution. Examples include ozone action programs designed to avoid exceedances when ozone concentrations are high-coupled with more permanent measures that discourage single-occupant driving.

For any proposed project, the sponsor must document its effects on vehicle emissions so the project can be compared with other CMAQ proposals to allow informed decisions on the best use of available funds.

**Examples of Public Transportation Projects**

**Maryland, Commuter Rail Coaches**

New, higher-capacity coaches were purchased for Maryland’s commuter rail service in the Baltimore-Washington, DC, region.

- **CMAQ funds:** $290,111
- **Total cost:** $7,236,659
- **Emissions reductions:**
  - 76 kg/day of VOCs
  - 255 kg/day of NOx

**Houston, Clean Air Action Program/Transit Subsidy**

A reduced transit fare program was offered in August, when ozone readings are typically highest.

- **CMAQ funds:** $2,625,000
- **Total cost:** $3,500,000
- **Emissions reductions:**
  - 80.4 kg/day of VOCs
  - 95.2 kg/day of NOx

**Illinois, Lake Cook Shuttle Bus**

An employer-sponsored transit shuttle service operated between a commuter rail stop and a business park in a Chicago suburb.

- **CMAQ funds:** $312,000
- **Total cost:** $390,000
- **Emissions reductions:**
  - 17.6 kg/day of VOCs

**New York City, 63rd Street-Queens Boulevard Transit Connection**

A subway link was constructed to facilitate travel between Queens and Manhattan. The project alleviated congestion on the jammed E and F lines running through Queens and resulted in approximately 31 hours per year in savings for the average Queens rider on the E, F, and R lines.

- **CMAQ funds:** $44 million
- **Total cost:** $645 million
- **Emissions reduction:**

CMAQ funds can be used for improvements that add capacity at...