

**RESOLUTION AUTHORIZING AN INTERLOCAL AGREEMENT
TO SUPPORT THE ADMINISTRATIVE START-UP OF THE
METROPOLITAN PUBLIC TRANSPORTATION AUTHORITY**

WHEREAS, the General Assembly of North Carolina added a new Article 34 to Chapter 160A of the General Statutes pursuant to the Projects for Advancing Vehicle-Infrastructure Enhancements Act (Session Law 2025-39) (the “PAVE Act”); and

WHEREAS, the Metropolitan Public Transportation Authority (the “MPTA”) was created under Article 34 and was organized under Articles of Incorporation that the North Carolina Secretary of State certified on December 3, 2025; and

WHEREAS, under the PAVE Act, the Charlotte Area Transit System (“CATS”), currently a department within the City of Charlotte, will transition to the newly established MPTA; and

WHEREAS, the PAVE Act requires the MPTA to complete numerous tasks and actions by July 1, 2026 to aid in the initial establishment and operations of the MPTA; and

WHEREAS, to provide assistance for meeting these PAVE Act requirements and help position the MPTA for long-term organizational success, the City has agreed to appropriate \$4.3 million in existing fund balance from the CATS Operating Fund to the CATS Capital Projects Fund to support eligible MPTA administrative start-up costs (the “Start-Up Support”); and

WHEREAS, the parties have discussed a proposed Interlocal Agreement to define the scope and use of the appropriation of the CATS fund balance for the Start-Up Support for the MPTA, which would include:

- (a) Legal services;
- (b) Accounting and auditing services;
- (c) Meeting and administrative expenses;
- (d) Required studies and regulatory filings;
- (e) Directors and Officers / Public Officials insurance;
- (f) Consulting and advisory services; and
- (g) Other reasonable and necessary administrative services agreed by the parties; and

WHEREAS, the City would manage any necessary contracts and costs of the Start-Up Support on behalf of the MPTA through June 30, 2026; and

WHEREAS, the City and the MPTA have the power pursuant to Article 20 of Chapter 160A of the General Statutes to perform jointly any function that they have the power to perform alone, or to contract with one another for the performance of any governmental function that they have the power to perform alone, and to enter into contracts and agreements to specify the details of these joint undertakings.

WHEREAS, North Carolina General Statute § 160A-461 requires that Interlocal Agreements “be ratified by resolution of the governing board of each unit spread upon its minutes.”

NOW THEREFORE, BE IT RESOLVED that the City Council for the City of Charlotte hereby:

1. Authorizes and approves the City of Charlotte to enter into the proposed Interlocal Agreement with the Metropolitan Public Transportation Authority.
2. Authorizes the City Manager, or his designee, to negotiate and execute the proposed Interlocal Agreement with the Metropolitan Public Transportation Authority consistent with the purpose for which the agreement was approved.
3. Directs that this resolution and its adoption be reflected in the minutes of the Charlotte City Council.

This the 12th day of January, 2026.