	(Original Signature of Member)
119TH CONGRESS 1ST SESSION H.R.	
To amend title 49, United States Code, to area formula grant funds to use succequipment and facilities used in public purposes.	ch funds for operating costs of
IN THE HOUSE OF REA	PRESENTATIVES
Mr. Lawler introduced the following be Committee on	

## A BILL

To amend title 49, United States Code, to allow any recipient of urbanized area formula grant funds to use such funds for operating costs of equipment and facilities used in public transportation, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Transit Funding Flexi-
- 5 bility Act of 2025".

1	SEC. 2. USE OF URBANIZED AREA FORMULA GRANT FUNDS
2	FOR PUBLIC TRANSPORTATION OPERATING
3	COSTS.
4	Section 5307 of title 49, United States Code, is
5	amended—
6	(1) in subsection (a)—
7	(A) in paragraph (1)(D) by striking "in an
8	urbanized area with a population of fewer than
9	200,000 individuals, as determined by the Bu-
10	reau of the Census'; and
11	(B) by striking paragraphs (2) and (3);
12	(2) in subsection (c)—
13	(A) in paragraph (1)(L) by striking "and"
14	at the end;
15	(B) in paragraph (2) by striking "the cer-
16	tification" and inserting "each certification";
17	(C) by redesignating paragraph (2) as
18	paragraph (3); and
19	(D) by inserting before paragraph (3), as
20	so redesignated, the following new paragraph:
21	"(2) the recipient, not later than the 30th day
22	of the first full fiscal year after a recipient first re-
23	ceives grant funds under this section and each fiscal
24	year thereafter, shall submit to the Secretary a cer-
25	tification that, for the fiscal year, the recipient will
26	maintain effort with respect to any operating costs

1	of equipment and facilities for which grant funds are
2	used; and"; and
3	(3) in subsection $(f)(3)$ —
4	(A) by striking "The Secretary may" and
5	inserting "(A) IN GENERAL.—Subject to sub-
6	paragraph (B), the Secretary may"; and
7	(B) by adding at the end the following new
8	subparagraph:
9	"(B) Failure to maintain effort.—If,
10	in conducting a review, audit, and evaluation
11	under this subsection, the Secretary finds that
12	a recipient failed to maintain effort during a
13	fiscal year as certified to under subsection
14	(c)(2), the Secretary shall reduce by $\frac{1}{3}$ any
15	amount such recipient is to receive under this
16	section in the next fiscal year.".