

NEWS Neutomic Bldg.

## URBAN MASS TRANSPORTATION ADMINISTRATION

WASHINGTON, D.C. 20590

Friday, May 16, 1969

DOT -- 9069 Phone: (202) 963-5154

Secretary of Transportation John A. Volpe today announced a \$112,737 capital grant to assist the City of Abilene, Texas, in upgrading its bus fleet and constructing a terminal building.

The grant, made by DOT's Urban Mass Transportation Administration, replaces an August 1966 grant of \$70,303. Abilene, a city of 100,000, acquired the transit system of the Moore Transit Company when financial difficulties forced it to cease operations.

With only limited transit operation experience, the City underestimated both the needs and the cost of upgrading the system. The higher grant reflects a revised estimate of the cost of maintaining suitable transit service.

The Federal grant represents one-half of the net cost of the upgrading. An additional \$37,579 has been reserved for this project pending completion of statutory planning requirements. If the supplemental grant is made, it will raise Lederal participation to two-thirds-of-the-\$225,475 project cost.

For further information: H. P. Clifton, City Manager

City of Abilene Post Office Box 60 Abilene, Texas 79604

Project No. TEX-UTG-2

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