

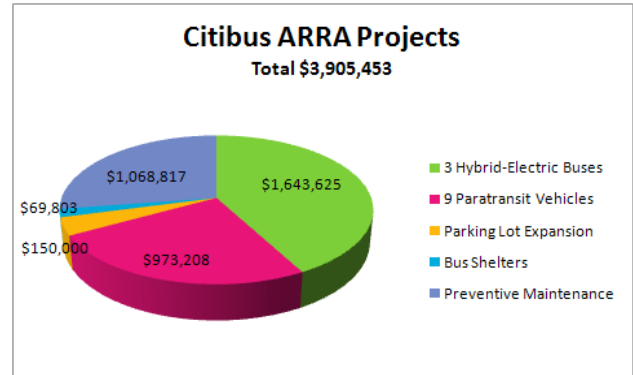
Citibus and the American Recovery and Reinvestment Act (ARRA)

June 2, 2009

Citibus has been awarded \$3,905,453 from the American Recovery and Reinvestment Act (ARRA). Projects funded through this program are restricted to capital projects, and Citibus has been able to advance several important projects that were planned but on hold due to a lack of funds.

Citibus' ARRA projects are:

3 hybrid-electric buses	\$1,643,625
9 paratransit vehicles	\$973,208
Parking lot expansion	\$150,000
Bus shelters	\$69,803
Preventive maintenance	\$1,068,817



Citibus has been awarded their Federal Transit Administration grant for these projects, and the grant was executed on May 26, 2009. Citibus is moving quickly to implement all funded projects.

Project Status

Hybrid-electric buses. The contract for these vehicles was awarded by the Lubbock City Council on March 23, 2009, to Gillig. These buses will begin production the week of October 26, 2009, and will be delivered to Lubbock during December 2009. The production facility is in Hayward, California.

Paratransit vehicles. The contract for these vehicles was awarded to Arboc Spirit Mobility, and the vehicles are scheduled for delivery in mid-July, 2009.

Parking lot expansion. The construction contract for this project was awarded by the Lubbock City Council on March 23, 2009, to Ronnie Zahn Paving, of Lubbock. The majority of this project is funded through another grant program; ARRA funds are being utilized to finish up the project. Construction began the week of June 1, 2009, and will be complete in several months.

Bus Shelters. The shelters have been ordered from Lacor Streetscapes, of Phoenix, Arizona. Citibus anticipates delivery during July 2009, and installation will begin immediately.

Preventive maintenance. This line item funds the preventive maintenance program for Citibus' fleet, and is an on-going capital expenditure.