

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: May 17-18, 2023

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.6g.(11), Action Item

Prepared By: Kyle Grading, Chief
Division of Rail and Mass Transportation

Subject: **SUPPLEMENTAL FUNDS ALLOCATION FOR A TRANSIT AND INTERCITY RAIL
CAPITAL PROGRAM – (2018:19) VALLEY RAIL (LODI STATION)
(PPNO CP035D)
RESOLUTION TIRCP-2223-68S**

ISSUE:

Should the California Transportation Commission (Commission) approve a request for an additional \$4,000,000 for the Right of Way (RW) phase of the Transit and Intercity Rail Capital Program (TIRCP) (2018:19) Valley Rail (Lodi Station) component (PPNO CP035D), in San Joaquin County?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission approve a request for an additional \$4,000,000 for the RW phase of the TIRCP (2018:19) Valley Rail (Lodi Station) component (PPNO CP035D), in San Joaquin County.

BACKGROUND:

In January 2021, under Resolution TIRCP-2021-10, the Commission approved an allocation of \$9,599,000 for the RW phase of the (2018:19) Valley Rail (Acquisition of Right of Way) project. In June 2021, under Resolution TIRCP-2021-31, the project title was updated to (2018:19) Valley Rail (Trackwork and Stations: Lodi, City College, Midtown, Natomas Station and Layover facility and UPRR Track Work). In August 2022, under Resolution TIRCP-2223-11, the Commission approved separating the (2018:19) Valley Rail (Trackwork and Stations: Lodi, City College, Midtown, Natomas Station and Layover facility and UPRR Track Work) project (PPNO CP035), RW phase, into five separate components. The (2018:19) Valley Rail (Lodi Station) component (PPNO CP035D) received \$2,985,000 for RW as part of this split.

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serves all people and respects the environment.”*

PROJECT LOCATION AND DESCRIPTION:

The (2018:19) Valley Rail (Lodi Station) component (PPNO CP035D), is located in unincorporated San Joaquin County, west of the City of Lodi, along the south side of State Route (SR) 12 (Kettleman Lane) and will result in the construction of a passenger platform, a bus drop-off/pick-up area, new station track, and parking for approximately 478 vehicles. A second main track will be at the same location on the Union Pacific Railroad (UPRR) Sacramento Subdivision, between post mile (PM) 104.8 and 108.8, with a middle crossover at PM 105.8 constructed. And, at this same location at State Route 12 and UPRR, parallel to the existing at-grade crossing, a new at-grade crossing will be constructed.

FUNDING STATUS:

This project was originally programmed for \$2,985,000 for its RW phase. However, an additional \$4,000,000 is needed to complete the phase. These supplemental RW funds will come from funding originally programmed for the Construction (CON) phase.

REASON(S) FOR THE COST INCREASE:

San Joaquin Regional Rail Commission (SJRRRC) is requesting this supplemental to cover utility and permitting activities that were incorrectly budgeted to take place as part of the CON phase. During the programming of the Lodi Station component, SJRRRC included the utility and permitting activities in the CON allocation line instead of the right of way line. Utility and permitting activities must take place before construction as part of RW. SJRRRC is now requesting to re-program these funds from CON to RW; there is no change to the overall budget. The funds will pay for utility relocations (fiber and gas) around the station area and for jurisdictional permits. The funding changes to both phases are reflected in the revised 2018 TIRCP Program Update. This project also has a concurrent project development expenditure time extension on this month's agenda.

CONSEQUENCES:

Without this supplemental allocation of \$4,000,000, the (2018:19) Valley Rail (Lodi Station) component (PPNO CP035D) will be delayed until additional funding is secured to complete the RW phase. Delays to completing RW will also delay the component's CON phase, which could result in higher costs given the current market trend of materials and labor shortages. With the approval of these supplemental funds, the RW phase is expected to be completed by February 2025.

FINANCIAL RESOLUTION:

Be it Resolved, that an additional \$4,000,000 be allocated from the Budget Act of 2021, Budget Act Items 2660-301-0046R and 2660-101-0046 for the TIRCP (2018:19) Valley Rail (Lodi Station) component (PPNO CP035D).

Attachment

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2.5 Highway Financial Matters

Project #	Project Title	PPNO Program Funding Year	State Federal	State Federal	State Federal
Allocation Amount	Location	Item #	Federal	Additional	Revised
Recipient	Project Description	Fund Type	Current Amount	Amount by	Amount by
<u>RTPA/CTC</u>		Program Codes	by Fund Type	Fund Type	Fund Type
District-County		Project ID			
		Adv Phase			
Supplemental Allocation - Transit and Intercity Rail Capital Program					
(SB 1 Augmentation for PTA)					
Resolution TIRCP-2223-68S					
2.6g.(11)					
\$4,000,000	(2018:19) Valley Rail (Lodi Station).	10-CP035D			
San Joaquin	A new Lodi passenger rail station, which will be part of new	TIRCP/19-20			
Regional Rail	passenger rail service between Stockton and Sacramento.	RW			
Commission	<u>Outcome/Output:</u> Increase ridership through an integrated	301-0046R	\$1,326,000		\$1,326,000
<u>SJCOG</u>	expansion of intercity and commuter rail service between Ceres,	GGRF			
10-San Joaquin	Modesto, Stockton and Sacramento, as well as between Fresno	30.20.301.100			
	and Sacramento; and through an extension of San Jose-bound				
	commuter rail service to Sacramento.	TIRCP/19-20			
		RW			
	Supplemental funds are needed to complete Right of Way.	101-0046	\$1,659,000		\$1,659,000
		PTA			
	CEQA - EIR, 10/5/2020	30.10.030.200			
	NEPA - NA,				
		TIRCP/21-22			
	Future consideration of funding approved under	RW			
	Resolution E-20-130; December 2020.	301-0046R	\$1,777,000		\$1,777,000
		GGRF			
	Total revised amount \$6,985,000	30.20.301.100			
	The initial allocation of \$9,599,000 was approved under	TIRCP/21-22			
	Resolution TIRCP-2021-10 in January 2021. \$2,985,000 was	RW			
	separated to this component under Resolution TIRCP-2223-11 in	101-0046	\$2,223,000		\$2,223,000
	August 2022. Upon approval of this request the total allocation	PTA			
	amount for the Right of Way phase of this component will be	30.10.030.200			
	\$6,985,000.	0023000195			
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