

## MEMORANDUM

To: CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: December 4-5, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.6g.(2), Action Item

Prepared By: Dee Lam, Chief  
Division of Local Assistance

Subject: **ALLOCATION AMENDMENT FOR A TRANSIT AND INTERCITY RAIL CAPITAL PROGRAM COMPONENT**  
**RESOLUTION TIRCP-2526-27, AMENDING RESOLUTION TIRCP-2425-08**

### **ISSUE:**

Should the California Transportation Commission (Commission) approve an allocation amendment for the Transit and Intercity Rail Capital Program (TIRCP) (2018:12) Building Up: LOSSAN North Improvement Program (On-Time Performance Incentive Program) component (PPNO CP042Y), in various counties, to include the request to extend the period of project completion an additional 36 months beyond the 36-month Timely Use of Funds (TUF) deadline, as originally requested by the implementing agency, and revise the funding schedule?

### **RECOMMENDATION:**

The California Department of Transportation recommends that the Commission approve an allocation amendment for the TIRCP (2018:12) Building Up: LOSSAN North Improvement Program (On-Time Performance Incentive Program) component (PPNO CP042Y), in various counties, to include the request to extend the period of project completion an additional 36 months beyond the 36-month TUF deadline, as originally requested by the implementing agency, and revise the funding schedule.

### **BACKGROUND:**

In October 2018, the Commission approved an allocation of \$4,284,000 for the CON phase of the TIRCP (2018:12) Building Up: LOSSAN North Improvement Program (On-Time Performance Incentive Program) component (PPNO CP042), under Resolution TIRCP-1819-02. In December 2018, an allocation amendment was approved to include the multi-year funding plan information and to revise the PPNO to CP042Y, under Resolution

TIRCP-1819-04. At the time of allocation, the Los Angeles-San Diego-San Luis Obispo Rail Corridor Agency (LOSSAN) requested an additional 36 months beyond the 36 months allowed under the TUF policy. However, the option to grant additional time upfront was not available at that time, therefore, the request was not reflected in the vote box.

In August 2024, the Commission approved an additional \$28,610,000 for the CON phase of the TIRCP (2018:12) Building Up: LOSSAN North Improvement Program (On-Time Performance Incentive Program) component (PPNO CP042Y) and amended the allocation to update the multi-year funding plan, add the EA number, and revise the district, county, and project description, under Resolution TIRCP-2425-08.

The project provides incentive payments for on-time performance on the 174-mile stretch of the LOSSAN rail corridor used by Pacific Surfliner trains. This 174-mile stretch of rail is dispatched by Union Pacific Railroad (UPRR). These incentive payments aim to reduce delays for the Pacific Surfliner trains, as on-time trains receive the maximum incentive payment amount, and trains with lower levels of on-time performance receive a smaller incentive payment amount, or no payment at all.

The current total programmed amount for the CON phase is \$32,894,000. The multi-year funding plan for the Fiscal Year 2018-25 is as follows:

- 2018-19: \$4,284,000 (partial allocation)
- 2024-25: \$28,610,000 (supplemental allocation)

The project is on schedule and LOSSAN will continue to provide monthly payments to UPRR until funding is fully drawn down, which is anticipated by March 2027.

Therefore, the Department is requesting approval of this allocation amendment to add LOSSAN's original request to extend the period of project completion an additional 36 months beyond the 36-month TUF deadline and revise the funding schedule. The proposed changes are reflected in strikethrough and bold in the attached revised vote box. There is no change to the allocation amount.

**FINANCIAL RESOLUTION:**

Resolved, that the TIRCP (2018:12) Building Up: LOSSAN North Improvement Program (On-Time Performance Incentive Program) component (PPNO CP042Y), is hereby amended to include the request to extend the period of project completion an additional 36 months beyond the 36-month TUF deadline, as originally requested by the implementing agency, and revise the funding schedule, in accordance with the attached revised vote box.

Attachment

2.6 Mass Transportation Financial Matters

Project #	Allocation Amount	Project Title	PPNO Program/Year Phase	Budget Year	Amount by
Recipient	RTPA/CTC	Location	Prgm'd Amount	Item #	Fund Type
District-County	Project Description	EA	Project ID	Fund Type	Fund Type
			Advantage Phase	Program Code	

2.6g.(2) Allocation Amendment - Transit and Intercity Rail Capital Program

Resolution TIRCP-2526-27  
Amending Resolution TIRCP-2425-08

1	<p><b>(2018:12) Building Up: LOSSAN North Improvement Program (On-Time Performance Incentive Program).</b> Develop capitalized track access fee payment to increase service of rail corridor in San Luis Obispo, Los Angeles, Ventura, and Santa Barbara Counties and incentivize Union Pacific Railroad for on-time performance.</p> <p><b>Outcome/Output:</b> Increased ridership, enhanced network integration, greenhouse gas emissions reduction.</p> <p>CEQA - NOE, 09/19/2018; Re-validation 10/22/2025</p>	VAR-CP042Y	2017-18		
\$4,284,000		TIRCP/18-19	301-0046R GGRF	30.20.301.100	\$1,899,000
Los Angeles-San Diego-San Luis Obispo Rail Corridor Agency		TIRCP/18-19	2017-18	101-0046 PTA	\$2,385,000
<u>VAR</u>		CONST		30.10.030.200	
VAR-Various		\$2,385,000			
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		S			
		R402GA			

The programmed amount for this project is \$147,930,000. The total programmed amount for this component (On-Time Performance Incentive Program) is \$32,894,000 and includes multi-year funding:

**FY 18-19 for \$4,284,000 (partial allocation)**  
~~FY 24-25 for \$14,634,000~~ **\$28,610,000 (supplemental allocation)**  
~~FY 24-26 for \$12,860,000~~  
~~FY 26-27 for \$5,400,000~~

The current allocation includes the following split: \$1,899,000 GGRF and \$2,385,000 SB1 augmentation for PTA.

Supplemental Allocation approved under Resolution TIRCP-2425-12S; August 2024.

**As part of this allocation request, the local agency is requesting to extend the period of project completion an additional 36 months beyond the 36-month Timely Use of Funds deadline.**

**Amend Resolution TIRCP-2425-08 to include the request to extend the period of project completion an additional 36 months beyond the 36-month Timely Use of Funds deadline, as originally requested by the implementing agency and revise the funding schedule. There is no change to the allocation amount.**