

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: March 19-20, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.6s.(5), Action Item

Prepared By: Dee Lam, Chief
Division of Local Assistance

Subject: **ALLOCATION AMENDMENT FOR A LOCALLY-ADMINISTERED
SENATE BILL 1 TRADE CORRIDOR ENHANCEMENT PROGRAM RAIL
PROJECT
RESOLUTION TCEP-A-2526-24, AMENDING RESOLUTION TCEP-A-2324-22**

ISSUE:

Should the California Transportation Commission (Commission) approve an allocation amendment for the locally-administered Senate Bill (SB 1) Trade Corridor Enhancement Program (TCEP) America's Green Port Gateway: Pier B Early Rail Enhancements Project – Locomotive Facility component (PPNO 6198), in Los Angeles County, to allow non-proportional spending?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission approve an allocation amendment for the locally-administered SB 1 TCEP America's Green Port Gateway: Pier B Early Rail Enhancements Project – Locomotive Facility component (PPNO 6198), in Los Angeles County, to allow non-proportional spending.

BACKGROUND:

In May 2024, the Commission approved an allocation of \$33,106,000 for the Construction (CON) phase of the locally-administered SB 1 TCEP America's Green Port Gateway: Pier B Early Rail Enhancements Project – Locomotive Facility component (PPNO 6198) under Resolution TCEP-A-2324-22. Unforeseen accounting and reporting complexities presented themselves, where the existing project delivery structure is only possible to be delivered via three separate contracts. Non-proportional spending is necessary to expend SB1 TCEP funds first and ensure the timely progression of the project.

The proposed change is reflected in bold in the attached revised vote box. There is no change to the allocation amount.

FINANCIAL RESOLUTION:

Resolved, that the locally-administered SB 1 TCEP America's Green Port Gateway: Pier B Early Rail Enhancements Project – Locomotive Facility component (PPNO 6198), is hereby amended to allow non-proportional spending, in accordance with the attached revised vote box.

Attachment

2.6 Mass Transportation Financial Matters

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

2.6s.(5) Allocation Amendment - Locally-Administered TCEP Rail Project

Resolution TCEP-A-2526-24
Amending Resolution TCEP-A-2324-22

1	\$33,106,000	City of Long Beach	LACMTA	75-Los Angeles	America's Green Port Gateway: Pier B Early Rail Enhancements Project - Locomotive Facility . The existing Pier B rail yard is operating at its practical limit. The Locomotive Facility project will address existing inefficiencies and allow the Port to accommodate future throughput demand by providing a new 24-locomotive support facility with capacity to expand to 30 locomotives. The project also includes the addition of a new mainline that will create a 10,000-foot support track enabling rail operators to separate motive power from rail cars without blocking tracks for improved efficiency.			75-6198	TCEP-R/23-24	CONST	\$19,864,000				2022-23		301-3291 TCEA	30.20.723.200	\$19,864,000	
									TCEP-S/23-24	CONST	\$13,242,000				2022-23		301-3291 TCEA	30.20.723.100	\$13,242,000	
									0024000170	S4										
									R572GB											

Outputs	Unit	Total
Port Improvements	Each	1

CEQA - EIR, 10/18/2023
NEPA - EIS, 04/11/2022

Future consideration of funding approved under Resolution E-23-143; October 2023.

Right of Way Certification: 03/18/2024

Baseline agreement approved under Resolution TCEP-P-2324-02B, December 2023.

Contribution from other sources: \$24,548,000

Concurrent TCEP Programming Amendment under Resolution G-26-37; March 2026.

The implementing agency is requesting non-proportional spending of SB 1 TCEP funds during construction. At completion, project expenditures will be reconciled to ensure that SB 1 TCEP funds have been expended proportionally.

Amend Resolution TCEP-A-2324-22 to allow non-proportional spending. There is no change to the allocation amount.