

## MEMORANDUM

To: CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8c.(5), Action Item

Prepared By: Jeffrey Wyly, Chief (Acting)  
Division of Mass Transportation

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT COMPLETION FOR A TRANSIT AND INTERCITY RAIL CAPITAL PROGRAM COMPONENT, PER TIRCP ALLOCATION POLICY WAIVER 26-140**

### **ISSUE:**

Should the California Transportation Commission (Commission) extend the period of project completion for the Transit and Intercity Rail Capital Program (TIRCP) (2020:03) Sacramento Valley Station (SVS) Transit Center (New Northside Station Access) component (PPNO CP061A), in Sacramento County, for the time period as identified in the attachment?

### **RECOMMENDATION:**

The California Department of Transportation recommends that the Commission extend the period of project completion for the TIRCP (2020:03) Sacramento Valley Station (SVS) Transit Center (New Northside Station Access) component (PPNO CP061A), in Sacramento County, for the time period as identified in the attachment.

### **BACKGROUND:**

In June 2023, the Commission allocated \$3,194,000 for the Construction phase of the TIRCP (2020:03) Sacramento Valley Station (SVS) Transit Center (New Northside Station Access) component (PPNO CP061A). The responsible agency is unable to complete the component phase per the Timely Use of Funds (TUF) policy.

The current TIRCP Allocation Policy stipulates that the agency implementing a project component request a time extension if the project component will not be completed within the specified timeline. Under the TUF policy, an extension can be requested for up to 20 months for each delivery milestone, where permissible by statute. The attachment describes the details of the component and explanation for the delay.

Attachment

**Time Extension/Waiver – Project Completion  
Transit and Intercity Rail Capital Program**

Project Number: 1  
Applicant: City of Sacramento  
County: Sacramento  
District: 03  
PPNO: CP061A  
Allocation Amount: \$3,194,000  
Phase: Construction  
Allocation Date: 06/29/2023  
Award Date: 09/28/2023  
Number of Months Requested: 20 Months  
Extended Deadline: 02/29/2028  
Department Recommendation: Support

**(2020:03) Sacramento Valley Station (SVS) Transit Center (New Northside Station Access)**

The City of Sacramento (City) requests a 20-month time extension to complete the Construction (CON) phase of the TIRCP (2020:03) Sacramento Valley Station (SVS) Transit Center (New Northside Station Access) component. The City has experienced delays in completing the CON phase of the component.

This project will construct a new passenger access to the Sacramento Valley Station within the Central Shops Plaza at the Sacramento Railyards.

This project is interlinked with two major on-going construction efforts that are led by Downtown Railyard Venture, LLC with City of Sacramento as the permitting agency. The interlinked projects include the Central Shops Plaza and rehabilitation of the historic Paint Shop Building. These projects share access points and utility pathways, which require coordinated work and timeframes to ensure the safety, efficiency, and overall integrity of the projects.

The delays of the project are attributable to three main factors. First, initial funding gaps delayed construction of the Central Shops Plaza and related improvements. These gaps arose from a broader City initiative, which postponed the advancement of adjacent infrastructure necessary for the North Entrance of the station. Although construction was anticipated to begin by spring 2025, the project could not move forward until the City finalized a three-party deal with the developer in June 2025.

Second, design modifications requested by Union Pacific Railroad in June 2025 required additional retaining wall updates to mitigate potential structural impacts on the adjacent rail

lines. While the initial designs were approved in spring 2023, these requested changes led to further review cycles and delayed engineering timelines for this project component.

Lastly, there were delays with the connection and installation of the wet well. This wet well, required to prevent stormwater intrusion into the existing tunnel, needed to be installed before the rainy season. However, fabrication of the manhole took longer than expected, causing the project to miss the optimal installation window. High groundwater levels during the winter prevented installation, further delaying critical path work for the North Entrance construction. The wet well was installed in February 2026.

As of March 2026, the project is approximately seven percent complete, with a majority of the work expected to be completed by November 2026. Final utility connections and testing are planned for November 2027, but the project requires completion of the Central Shops Plaza before final inspections occur in December 2027. There is a concurrent allocation amendment to revise the recipient on this month's Commission agenda.

Therefore, the City is requesting a 20-month time extension for the period of project completion for the CON phase from June 30, 2026 to February 29, 2028.