

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.6s.(4), Action Item

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

Subject: **SUPPLEMENTAL FUNDS ALLOCATION FOR A LOCALLY-ADMINISTERED MULTI-FUNDED SENATE BILL 1 SOLUTIONS FOR CONGESTED CORRIDORS PROGRAM AND SENATE BILL 1 LOCAL PARTNERSHIP PROGRAM (FORMULAIC AND COMPETITIVE) TRANSIT PROJECT RESOLUTION LPP-A-2526-45S**

ISSUE:

Should the California Transportation Commission (Commission) approve a request for an additional \$9,661,000 for the locally-administered multi-funded Senate Bill 1 (SB 1) Solutions for Congested Corridors Program (SCCP) and SB 1 Local Partnership Program (LPP) (Formulaic and Competitive) BART Silicon Valley Phase II (BSVII) – Newhall Yard Tunneling NTP1 (Package 1 of 2) Transit project (PPNO 2365E), in Santa Clara County?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission approve a request for an additional \$9,661,000 for the locally-administered multi-funded SB 1 SCCP and SB 1 LPP (Formulaic and Competitive) BART Silicon Valley Phase II (BSVII) – Newhall Yard Tunneling NTP1 (Package 1 of 2) Transit project (PPNO 2365E), in Santa Clara County.

BACKGROUND:

In March 2026, the Commission approved an allocation of \$100,000,000 for the Construction (CON) phase of the locally-administered multi-funded SB 1 SCCP and SB 1 LPP (Competitive) BART Silicon Valley Phase II (BSVII) – Newhall Yard Tunneling NTP1 (Package 1 of 2) Transit project (PPNO 2365E), under Resolutions SCCP-A-2526-06 and LPP-A-2526-29.

PROJECT LOCATION AND DESCRIPTION:

The project will extend the Bay Area Rapid Transit (BART) six miles from its current terminus at Berryessa Station in the City of San Jose, through downtown San Jose, to Santa Clara Station in the City of Santa Clara. The project includes four stations with supporting access facilities, construction of a new maintenance yard, purchase of new BART cars and all related way, power and signal.

This project also includes purchase of specialized tunnel section pre-casting equipment, purchase of tunnel segment casting equipment, construction of portal footings and foundations, plus West Portal electrical fit out.

FUNDING STATUS:

BART Silicon Valley Phase II (BSVII) – Newhall Yard Tunneling NTP1 (Package 1 of 2) currently has \$100,000,000 programmed and allocated for the CON phase; however, an additional \$9,661,000 is needed to complete the phase.

REASON(S) FOR THE COST INCREASE:

Santa Clara Valley Transportation Authority is requesting supplemental funding. The 2022 programmed LPP (Formulaic) funds were set to expire in June 2026. The agency reduced local match funds and supplemented with \$9,661,000 in LPP (Formulaic) funds. The local match funds went from \$86,384,000 to \$76,723,000. These funds would continue to progress the early stages of construction and related long-lead time procurements.

CONSEQUENCES:

If this request for supplemental funds is not approved, the BART Silicon Valley Phase II (BSVII) – Newhall Yard Tunneling NTP1 (Package 1 of 2) Transit project will experience delays that would impact the overall project schedule.

FINANCIAL RESOLUTION:

Resolved, that \$9,661,000 be allocated from Non-Budget Act Item 2660-601-3290 for the locally-administered multi-funded SB 1 SCCP and SB 1 LPP (Formulaic and Competitive) Transit project described on the attached vote list.

Attachment

2.6 Mass Transportation Financial Matters

Project #	Allocation Amount	Recipient	Project Title	PPNO	State	State
<u>RTPA/CTC</u>		<u>Location</u>	Program Codes	Funding Year	Federal	Federal
District-County		Project Description	Project ID	Item #	Current Amount	Additional
			Adv Phase	Fund Type	by Fund Type	Revised
						Amount by
						Fund Type

2.6s.(4) Supplemental Allocation - Multi-Funded SB 1 SCCP and SB 1 LPP (Formulaic and Competitive) Transit Project Resolution LPP-A-2526-45S

1	\$9,661,000	Santa Clara Valley Transportation Authority MTC 04-Santa Clara	BART Silicon Valley Phase II (BSVII) - Newhall Yard Tunneling NTP1 (Package 1 of 2). In Santa Clara, Newhall rail yard at Brokaw Rd. Construct tunnel launch structure and tunnel supports, including component procurement.	04-2365E SCCP/2025-26 CONST 109-0042 SHA 30.10.030.100	\$75,000,000	\$75,000,000						
			<table border="0"> <tr> <td><u>Outcome/Outputs</u></td> <td><u>Unit</u></td> <td><u>Total</u></td> </tr> <tr> <td>New/Upgrade Facility</td> <td>Each</td> <td>1</td> </tr> </table>	<u>Outcome/Outputs</u>	<u>Unit</u>	<u>Total</u>	New/Upgrade Facility	Each	1	LPP-C/2017-18 CONST 601-3290 RMRA 30.10.724.200	\$25,000,000	\$25,000,000
<u>Outcome/Outputs</u>	<u>Unit</u>	<u>Total</u>										
New/Upgrade Facility	Each	1										
			Total revised amount \$109,661,000.	LPP-F/2017-18 CONST 601-3290 RMRA 30.10.724.100		\$9,661,000						
			CEQA - EIR, 04/05/2018, Re-validation 08/08/2024	0426000244 S T678GA								
			Future consideration of funding approved under Resolution E-24-107; October 2024									
			Right of Way Certification: 12/04/2025									
			Contribution from other sources: \$176,723,000									
			Multi-Funded SCCP and LPP (Competitive) Baseline Agreement approved under Resolutions SCCP-P-2526-04B and LPP-P-2526-09B; January 2026.									
			SCCP Programming Amendment approved under Resolution SCCP-A-2526-06; March 2026.									
			LPP (Competitive) Programming Amendment approved under Resolution LPP-A-2526-29; March 2026.									
			Concurrent LPP (Formulaic) Programming Amendment under Resolution LPP-P-2526-17; June 2026.									