

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: August 20-21, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.6g.(9), Action Item

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

Subject: **SUPPLEMENTAL FUNDS ALLOCATION FOR THE TRANSIT AND INTERCITY
RAIL CAPITAL PROGRAM – (2018:19) VALLEY RAIL (DEL PASO SIDING
EXTENSION) COMPONENT
RESOLUTION TIRCP-2627-09S**

ISSUE:

Should the California Transportation Commission (Commission) approve a request for an additional \$650,000 for the Plans, Specifications, and Estimate (PS&E) phase of the Transit and Intercity Rail Capital Program (TIRCP) (2018:19) Valley Rail (Del Paso Siding Extension) component (PPNO CP035F), in Sacramento County?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission approve a request for an additional \$650,000 for the PS&E phase of the TIRCP (2018:19) Valley Rail (Del Paso Siding Extension) component (PPNO CP035F), in Sacramento County.

BACKGROUND:

In January 2021, the Commission approved an allocation of \$7,913,000 for the (2018:19) Valley Rail (Final Design) project, under Resolution TIRCP-2021-10. In June 2021, 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) project, under Resolution TIRCP-2021-31. In August 2022, the Commission approved separating the PS&E phase of the (2018:19) Valley Rail (Trackwork and Stations: Lodi, City College, Midtown, Natomas Station and Layover facility and UPRR Track Work) project (PPNO CP035), into seven separate components, under Resolution TIRCP-2223-06. The (2018:19) Valley Rail (Del Paso Siding Extension) component (PPNO CP035F) received \$3,002,000 for the PS&E phase as part of this split. In March 2023, the Commission approved a 20-month time extension for the PS&E phase of the Del Paso Siding Extension component (PPNO CP035F)

to extend the period of project development expenditure, with a deadline of February 28, 2025, under Waiver 23-25. In May 2023, the Commission approved a supplemental allocation of \$2,005,000 for the PS&E phase of the Del Paso Siding Extension component (PPNO CP035F), under Resolution TIRCP-2223-67S, bringing the PS&E phase total to \$5,007,000. In January 2025, the Commission approved a 30-month time extension for the PS&E phase of the Del Paso Siding Extension component (PPNO CP035F) to extend the period of project development expenditure, with a deadline of August 31, 2027, under Waiver 25-20.

PROJECT LOCATION AND DESCRIPTION:

The Del Paso Siding Extension component (PPNO CP035F) is located in Sacramento County. This project is in the City of Sacramento between Del Paso Boulevard and just north of Barros Drive, on property currently owned by Union Pacific Railroad (UPRR). The purpose of the project is to extend the existing siding south, closer to Arcade Creek, for a future second mainline track as required by UPRR.

FUNDING STATUS:

The Del Paso Siding Extension component (PPNO CP035F) currently has \$5,007,000 programmed and allocated for the PS&E phase; however, an additional \$650,000 is needed to complete the phase. The supplemental funds will be redirected from funds originally programmed to the Construction (CON) phase of the same component.

REASON FOR THE COST INCREASE:

The San Joaquin Regional Rail Commission is awaiting review and approval from UPRR for track, signal, and structure design plans. Track design has progressed to 100 percent design and was submitted to UPRR for review in April 2026. Signal design is 50 percent complete. Structure design plans are 90 percent complete. The Engineer of Record needs to finalize technical specifications, prepare front-end specifications, address UPRR's track design review comments, and incorporate revisions in the final design package before resubmitting to UPRR for review and approval. This supplemental allocation will support continued coordination with UPRR for completion of the signal design work which includes reviewing deliverables and integrating signal requirements into the final Invitation for Bid (IFB) package. The funding will cover additional project management and capital support costs including consultant coordination, schedule management, design reviews, stakeholder coordination, and final preparation of the project for advertisement. Lastly, the funding will support the preparation of the Construction Management services Request for Proposal, which will allow the Construction Management team to perform a constructability review of the final design package prior to the IFB release to reduce construction risks and improve bid document quality. The additional funding will complete the design to 100 percent and advance the project to construction procurement.

CONSEQUENCES:

If this request for supplemental funds is not approved, the PS&E phase of the Del Paso Siding Extension component (PPNO CP035F) will be delayed until additional funding is secured for completion. Delays in the PS&E phase will also result in a delay to the CON phase of the project, which could result in higher costs.

FINANCIAL RESOLUTION:

Resolved, that \$650,000 be allocated from the Budget Act of 2025, Budget Act Items 2660-301-0046R and 2660-101-0046 to complete the PS&E phase of the TIRCP (2018:19) Valley Rail (Del Paso Siding Extension) component (PPNO CP035F).

Attachment

2.6 Mass Transportation Financial Matters

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

2.6g.(9)**Supplemental Allocation - Transit and Intercity Rail Capital Program****Resolution TIRCP-2627-09S**

1	(2018:19) Valley Rail (Del Paso Siding Extension). Upgrade and extend Del Paso Siding between Del Paso Boulevard and just north of Barros Drive in North Sacramento.	03-CP035F			
\$650,000		TIRCP/2019-20			
		PS&E			
San Joaquin	<u>Outcome/Outputs:</u> Increase ridership through an integrated expansion of intercity and commuter rail service between Ceres, Modesto, Stockton and Sacramento, as well as between Fresno and Sacramento; and through an extension of San Jose-bound commuter rail service to Sacramento.	301-0046R GGFR	\$1,334,000		\$1,334,000
Regional Rail		30.20.301.100			
Commission		TIRCP/2019-20			
<u>SACOG</u>		PS&E			
03-Sacramento		101-0046 PTA	\$1,668,000		\$1,668,000
		30.10.030.200			
	Total revised amount \$5,657,000.				
		TIRCP/2021-22			
	Supplemental funds are needed to complete PS&E.	PS&E			
		301-0046R GGFR	\$891,000		\$891,000
	CEQA - EIR, 10/05/2020	30.20.301.100			
	Future consideration of funding approved under Resolution E-20-130; December 2020.	TIRCP/2021-22			
		PS&E			
		101-0046 PTA	\$1,114,000		\$1,114,000
		30.10.030.200			
		TIRCP/2025-26			
		PS&E			
		301-0046R GGFR		\$288,000	\$288,000
		30.20.301.100			
		TIRCP/2025-26			
		PS&E			
		101-0046 PTA		\$362,000	\$362,000
		30.10.030.200			
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