CALIFORNIA STATE TRANSPORTATION AGENCY

Gavin Newsom
Governor

Toks Omishakin
Secretary

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July 9, 2025

Mr. James Corless
Executive Director
Sacramento Area County of Governments (SACOG)
1415 L Street, Suite 300
Sacramento, CA 95814

Dear Mr. Corless:

In December 2023 SACOG requested an allocation, and submitted a revision in June 2024, approval for a partial allocation of $114,228,842 of funding to support the projects listed below. This allocation includes a request of $2,382,077 (ZETCP PTA) in funding for administrative costs, which is the maximum allowable amount. In July 2024, SACOG's allocation request was conditionally approved, as outlined in the signed approval letter transmitted on July 8, 2024.

In May 2025, SACOG requested an amendment to the project list, which added additional funding to **SacRT and Yolo Transportation District Operations Support** and added the following projects: **Yolo Transportation District Fixed-Route Bus Purchase**, **Yolo Transportation District Paratransit Vehicle Purchase** and **Fleet and Facilities Maintenance, Repairs, Rehabilitation, and Parts Replacement**. This this amendment, SACOG has now requested $223,074,750. These changes are identified below.

1. **Sacramento Regional Transit (SacRT) Dos Rios Light Rail Station (new project):** Uses $10,000,000 of TIRCP funds to support this new TIRCP project. Includes construction of a new Dos Rios light rail station served by the Blue Line.
2. **SacRT and Yolo Transportation District Operations Support (operations expenditure):** Uses $175,693,673 in TIRCP and ZETCP funds to support operations for both SacRT and Yolo Transportation District to address rising operating deficits.
3. **SacRT's Blue Line Station Conversions (new project):** Uses $8,000,000 of TIRCP funds for this new project. Project includes reconstructing 15 platforms to accommodate the new low-floor light rail vehicle (LRV) fleet. The new LRV fleet cannot be operated on the Blue Line until all stations have been converted to be operational with low floor LRVs.
4. **SacRT's Stockton Bus Rapid Transit (BRT) (new project):** Uses $6,000,000 of TIRCP funds for this new project. Project includes completing the PS&E pre-construction phase and prepares construction-ready engineering plans for the Stockton Boulevard BRT corridor.

5. **SacRT's Bus Maintenance Facility (new project):** Uses $10,000,000 of TIRCP funds for this new project. Project includes construction of a 100,000 square foot bus maintenance facility and will include the installation of zero-emission infrastructure to accommodate a zero-emission fleet.
6. **SacRT's Low-Floor Fleet (new project):** Uses $2,749,000 of TIRCP and ZETCP funds for this new project. Project includes procuring 8 new low-floor LRVs, which will replace existing LRVs at the end of their useful life.
7. **Next Generation Transit Facility (new project):** Uses $10,200,000 in TIRCP funds to design and construct Yuba-Sutter Transit's next generation transit facility, which will house the maintenance, operations, and administration functions for the transit agency. The facility will include zero emission infrastructure to support the transition to a zero emission bus fleet. In addition, 15 cutaway zero emission buses will be procured with matching funds for a new on-demand service.
8. **SacRT's Comprehensive Operations Analysis (COA)/Long Range Plan (new project):** Uses $1,000,000 of TIRCP funds to complete this project. Project includes an update to their most recent COA, completed in 2018, to account for new service models that have been introduced since that time.
9. **Yolo Transportation District's Short-Range Transit Plan (new project):** Uses $200,000 of TIRCP funds for this new project.
10. **Yolo Transportation District Fixed-Route Bus Purchase:** Uses $1,500,000 in TIRCP to fund this new vehicle purchase.
11. **Yolo Transportation District Paratransit Vehicle Purchase:** Uses $450,000 in TIRCP to fund this new vehicle purchase.
12. **Fleet and Facilities Maintenance, Repairs, Rehabilitation, and Parts Replacement:** Uses $900,000 in TIRCP to support this new project.

SACOG has also requested the removal of contingencies as matching funds for three conditionally approved projects have been secured. The projects include SacRT's Bus Maintenance Facility ($10,000,000), which secured the required match from the Federal Transit Agency's (FTA) Low or No Emission Grant Program, as well as SacRT's Blue Line Station Conversions and SacRT's Low-Floor Fleet, which secured the required match from a TIRCP Cycle 7 Award in October 2024. Therefore, CalSTA approves the removal of these contingencies and authorizes the disbursement of these SB125 funds.

Further, the second year of SB 125 funding covering FY 2024-25 is available for immediate distribution under the condition that all Program requirements have been met pursuant to the Final Guidelines dated January 10, 2025. With this letter, CalSTA confirms that SACOG has satisfied the required program criteria to access the second year of funding.

CalSTA will disburse the remainder of SACOG's year 1 balance, which includes $25,224,059 of TIRCP (100% General Fund) and $11,524,941 of ZETCP (100% GGRF) for a cumulative total of $36,749,000. CalSTA will also disburse SACOG's year 2 balance, which includes $50,287,184 of TIRCP (100% General Fund). With this, SACOG's first two

years of funding has been fully allocated. SACOG has also requested to use accrued earned interest to date, totaling $470,041 in this reporting period, on **SacRT and Yolo Transportation District Operations Support,** which is approved.

An additional amount of $50,287,184 in TIRCP and $23,404,494 in ZETCP funds remains available to SACOG in future fiscal years. This funding will be disbursed in future allocation actions when SACOG submits future requests and the required documentation for proposed projects. CalSTA will continue working with SACOG and partner state agencies to validate the technical and data submissions prior to future disbursements.

SACOG is responsible for tracking the receipt and utilization of these funds separately, and recording interest earned (or other investment income earned) on each fund source separately. The interest or investment earnings must also be spent on approved eligible projects within each program and will be accounted for when SACOG submits its required Annual Report.

Please expect additional correspondence from CalSTA to verify SACOG's proper bank account information prior to the completion of the transfer of funds.

If you have any questions, please contact CalSTA Chief Deputy Secretary Chad Edison at 916-247-0322.

Sincerely,

TOKS OMISHAKIN
Secretary