

Date: August 26, 2026
W.I.: 1255
Referred by: PAC

ABSTRACT

Resolution No. 4765

This resolution approves the allocation of Regional Measure 3 funds for BART to Silicon Valley Phase II Project (RM3 Project #6), sponsored by the Santa Clara Valley Transportation Authority (VTA).

This Resolution includes the following attachments:

Attachment A – Allocation Summary and Conditions of Allocation

Attachment B – Project and Subproject Details

Attachment C – Project Funding Plan and Schedule

Attachment D – RM3 Deliverable Segment/Product Cash Flow Plan

This resolution allocates \$192 million to VTA for the construction phase (Stage 1/pre-tunneling work) of the BART to Silicon Valley Project Phase II (RM3 Project #6).

Further discussion of this action is contained in the Programming and Allocations Summary Sheet dated August 12, 2026.

Date: August 26, 2026
W.I.: 1255
Referred by: PAC

RE: Approval of Allocation of Regional Measure 3 Funds for BART to Silicon Valley Project Phase II Project.

METROPOLITAN TRANSPORTATION COMMISSION
RESOLUTION NO. 4765

WHEREAS, the Metropolitan Transportation Commission (MTC) is the regional transportation planning agency for the San Francisco Bay Area pursuant to Government Code Section 66500 *et seq.*; and

WHEREAS, Streets and Highways Code Sections 30950 *et seq.* created the Bay Area Toll Authority (“BATA”) which is a public instrumentality governed by the same board as that governing MTC; and

WHEREAS, on June 5, 2018, a special election was held in the City and County of San Francisco, and the Counties of Alameda, Contra Costa, Marin, Napa, San Mateo, Santa Clara, Solano, and Sonoma (individually, each a “County” and, collectively, the “Counties”) to approve a toll increase of three dollars (\$3.00) phased in over time, including a one dollar (\$1.00) toll increase on January 1, 2019, a one dollar (\$1.00) toll increase on January 1, 2022, and a one dollar (\$1.00) toll increase on January 1, 2025, for vehicles traveling on the state-owned bridges located in the San Francisco Bay Area (“Regional Measure 3”); and

WHEREAS, on September 26, 2018, BATA adopted Resolution No. 126 accepting certified statements from the Registrar of Voters of the City and County of San Francisco and each of the Counties and observing that a majority of all voters voting on Regional Measure 3 (“RM3”) at such special election voted affirmatively for RM3; and

WHEREAS, RM3 establishes the RM3 Expenditure Plan and identifies specific capital projects and programs and operating programs eligible to receive RM3 funding as identified in Sections 30914.7(a) and (c) of the California Streets and Highways Code; and

WHEREAS, BATA shall fund the projects of the RM3 Expenditure Plan by bonding or transfers to MTC; and

WHEREAS, MTC adopted RM3 Policies and Procedures for the implementation of the RM3 Expenditure Plan, specifying the allocation criteria and project compliance requirements for RM3 funding (MTC Resolution No. 4404, Revised); and

WHEREAS, the BART to Silicon Valley Project Phase II Project is identified as capital project number 6 under the RM3 expenditure plan and is eligible to receive RM3 funding as identified in Streets and Highways Code Sections 30914.7(a); and

WHEREAS, the Santa Clara Valley Transportation Authority is the project sponsor for the BART to Silicon Valley Project Phase II Project; and

WHEREAS, the Project Sponsor and/or designated implementing agency has submitted a request for the allocation of RM3 funds under the BART to Silicon Valley Project Phase II Project; and

WHEREAS, the Project Sponsor or designated implementing agency has submitted an initial Project Report (IPR), as required pursuant to Streets and Highways Code Section 30914.7(d); and

WHEREAS, Attachment A to this resolution, attached hereto and incorporated herein as though set forth at length, lists the project and phase for which the Project Sponsor and/or designated implementing agency is requesting RM3 funding and the amount recommended for allocation by MTC staff; and

WHEREAS, Attachment B to this resolution, attached hereto and incorporated herein as though set forth at length, lists the required project specific conditions which must be met prior to execution of the allocation and any reimbursement of RM3 funds; and

WHEREAS, Attachment C to this resolution, attached hereto and incorporated herein as though set forth at length, includes MTC staff's review of the Project Sponsor or designated implementing agency's IPR for this project; and

WHEREAS, Attachment D attached hereto and incorporated herein as though set forth at length, lists the cash flow of RM3 funds and complementary funding for the deliverable RM3 project segment or product; and

WHEREAS, this allocation is conditioned on satisfaction of the requirement that appropriate determinations under CEQA/NEPA have been made by the lead agency for compliance with the requirements of the California Environmental Quality Act (Public Resources Code Section 21000 et seq.), and with the State Environmental Impact Report Guidelines (14 California Code of Regulations Section 15000 et seq.) prior to disbursement of RM3 funds for the projects and purposes listed and recorded in Attachment A; now, therefore, be it

RESOLVED, that MTC approves MTC staff's review of the Project Sponsor or designated implementing agency's IPR for this project as set forth in Attachment C; and, be it further

RESOLVED, that MTC approves the allocation and reimbursement of RM3 funds in accordance with the amount, reimbursement schedule, and allocation expiration dates for the phases and activities as set forth in Attachment A; and, be it further

RESOLVED, that the allocation and reimbursement of RM3 funds as set forth in Attachment A are conditioned upon Project Sponsor and/or designated implementing agency's complying with the provisions of the RM3 Policies and Procedures as set forth at length in MTC Resolution No. 4404, Revised; and, be it further

RESOLVED, that the allocation and reimbursement of RM3 funds are further conditioned upon the project specific conditions set forth in attachment B; and, be it further

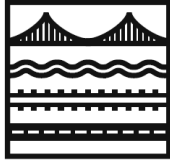
RESOLVED, that the allocation and reimbursement of RM3 funds as set forth in Attachment A are conditioned upon the availability and expenditure of any complementary funding as set forth in Attachment D; and, be it further

RESOLVED, that a certified copy of this resolution shall be forwarded to the project sponsor.

METROPOLITAN TRANSPORTATION COMMISSION

Sue Noack, Chair

The above resolution was entered into by the Metropolitan Transportation Commission at a duly called and noticed meeting held in San Francisco, California and at other remote locations, on August 26, 2026.



Regional Measure 3

Allocation of Funds

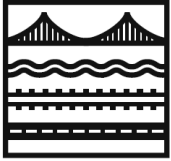
Allocation Summary

RM3 Project Number	6
Project Title	BART to Silicon Valley Phase II (BSVII)
Project Sponsor	Santa Clara Valley Transportation Authority (VTA)

Activities to be funded with Allocation #1:					
RM3 funds will support the Notice to Proceed (NTP) for Contract Package Restated Phase 1, with estimated total costs of \$325.9 million. These activities include tunnel readiness work, as well as instrumentation and monitoring of utilities and public and private structures prior to tunnelling. Tunnel readiness work includes installing support plant facilities and equipment required for the tunneling operation. A subsequent VTA Board action will be required to authorize additional funding and advance to the reduced Stage 2 work (estimated at up to \$2.44 billion).					
Funding Information:					
Allocation Instruction No.	Approval Date	Phase	Reimbursement Year	Expiration Date	Allocation Amount
27475501	26-Aug-26	CON	FY 2026-27	30-Jun-29	\$ 192,509,000

Cumulative Total - Allocation 1	\$ 192,509,000
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Cumulative Total - Project 6	\$ 192,509,000
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Regional Measure 3

Allocation of Funds

Conditions of Allocation

RM3 Project Number	6
Project Title	BART to Silicon Valley Phase II (BSVII)
Project Sponsor	Santa Clara Valley Transportation Authority (VTA)

MTC staff have reviewed the allocation request and materials and verified the funding plan for the phase receiving funding is complete and fully committed. The allocation of RM3 funds for the above project is conditioned upon the following:

Conditions of Allocation #1	
1	As a fixed-guideway transit extension project, VTA's BART to Silicon Valley Phase II is subject to the updated requirements of Transit-Oriented Communities (TOC) Policy adopted in May 2026 through MTC Resolution 4530, Revised. For the project construction phase, at the time of allocation, local jurisdictions are required to submit a written work plan and timeline of specific steps for achieving the 85-point threshold for TOC compliance at station areas attached to the project within five years of the allocation. Given the limited time between Commission adoption of transit extension amendments to the TOC Policy in May 2026, the publication of work plan templates in July 2026, and this allocation for project construction, a grace period until January 31, 2027 is given for the cities of San José and Santa Clara to meet this requirement. Staff will monitor progress and provide updates to the Commission through regular TOC compliance reporting. As noted in the TOC policy, a lack of demonstrated progress toward TOC Policy consistency may be considered in future MTC funding and/or endorsement decisions.



Regional Measure 3 Allocation of Funds

IPR Review (Project and Subproject Details, Funding Plan, and Schedule)

RM3 Project Number	6	
Project Title	BART to Silicon Valley Phase II (BSVII)	
Lead Sponsor(s)	Other Sponsor(s)	Implementing Agency
Santa Clara Valley Transportation Authority(VTA)		
Legislated Project Description	RM3 Legislated Funding (in \$1,000s)	
Extend BART from Berryessa Station to San Jose and Santa Clara.	\$375,000	
Sponsor Programming and Allocation Request Action		
VTA Board of Directors reviewed and approved the Initial Project Report and Allocation Request for this project on June 26, 2026 (Resolution No. 25-008).		
Detailed Project/Subproject Description		
VTA's BART to Silicon Valley Phase II (BSVII) Extension is a major fixed-guideway transit capital project that will extend BART service from the existing Berryessa/North San José Station to Downtown San José and Santa Clara. The approximately six-mile extension includes a five-mile subway tunnel, three underground stations (28th Street/Little Portugal, Downtown San José, and Diridon), one at-grade station (Santa Clara), and a maintenance facility at Newhall Yard. Project delivery is being implemented through multiple contract packages. The tunneling package is Progressive Design-Build contract with the Kiewit–Shea–Traylor (KST) Joint Venture and consists of the following phases: • Stage 1 includes contractor mobilization, programming services, design services, early construction activities, and procurement of the tunnel boring machine. Initially authorized by the VTA Board in May 2022, the total estimated cost is \$1.1 billion, including an additional \$22.5 million authorized in June 2026. • Reduced Stage 2 will utilize a Target Price/Incentive-Based delivery approach and is focused on advancing critical tunneling-related work. The scope, authorized by the VTA Board in June 2026, includes Early Work Packages at the West Portal, additional pre-tunneling construction activities, and bored tunnel construction. The total estimated cost is \$2.44 billion. Future Stages will deliver the remaining project elements, including stations, systems, trackwork, and other infrastructure necessary to complete the extension. These stages are expected to be funded through a combination of local, state, and federal discretionary grants as those funds become available.		



Regional Measure 3 Allocation of Funds

IPR Review (Project and Subproject Details, Funding Plan, and Schedule)

RM3 Project Number	6
Project Title	BART to Silicon Valley Phase II (BSVII)
Project Sponsor	Santa Clara Valley Transportation Authority (VTA)

Project Funding Plan				Project Schedule	
Phase	Funding Source	Committed? (Yes/No)	Total Amount (\$1,000s)	Start	End
ENV	FTA Funds (CIG - FFGA)	No	\$ 88,052	Jan-02	Mar-18
	Local - 2000 Measure A	Yes	\$ 103,078		
	Local - 2016 Measure B	Yes	\$ 29,000		
	ENV Subtotal		\$ 220,130		
PSE	FTA Funds (CIG - FFGA)	No	\$ 479,331	Oct-18	Jun-26
	TIRCP - 2016, 2018, 2023	Yes	\$ 258,360		
	Local - 2000 Measure A	Yes	\$ 52,137		
	Local - 2016 Measure B	Yes	\$ 408,500		
	PSE Subtotal		\$ 1,198,328		
ROW	FTA Funds (CIG - FFGA)	No	\$ 254,346	Mar-20	Oct-28
	Local - 2000 Measure A	Yes	\$ 190,760		
	Local - 2016 Measure B	Yes	\$ 190,760		
	ROW Subtotal		\$ 635,866		
CON Phases					
CP2R-1 ²	RM3 Allocation 1	Yes	\$ 192,509	Jun-26	Jul-27
	Local - SCL Meas. A & B	Yes	\$ 133,431		
	CP2R-1 Subtotal		\$ 325,940		
Balance of Construction ¹	2025 SCCP (CP2R-0)	Yes	\$ 75,000		
	2022-LPPF (CP2R-0)	Yes	\$ 9,661		
	2025 LPPC (CP2R-0)	Yes	\$ 25,000		
	Local - SCL Meas. A & B (CP2R-0)	Yes	\$ 77,209		

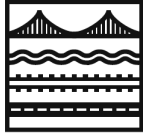
Phase	Funding Source	Committed? (Yes/No)	Total Amount (\$1,000s)	Start	End
CON Phases					
	RM 3 (Remaining Balance)	Yes	\$ 182,491	Apr-23	Jun-37
	TIRCP - 2016, 2018, 2023	No	\$ 866,640		
	TIRCP - SB125	No	\$ 375,000		
	FTA Funds (CIG - FFGA)	No	\$ 4,276,513		
	Local - SCL Meas. A & B (Balance)	Yes	\$ 3,742,125		
	TBD	TBD	\$ 735,703		
	Balance of CON Subtotal		\$ 10,178,472		
	CON Subtotal		\$ 10,504,412		
	Capital Funding Total		\$ 12,558,736		

Notes:

¹CP2R-0 (Contract Package 2 Restated Phase 0).

²CP2R-1 (Contract Package 2 Restated Phase 1) was authorized by VTA Board action on June 26, 2026, to advance BSVII tunnel readiness, instrumentation, and monitoring. VTA has committed sufficient funding for the estimated \$325.9 million cost of this discrete, independently deliverable project segment, which supports safe and efficient tunnel constructions.

³Balance of CON includes previously expended funds and remaining project elements, including stations, systems, trackwork, and other infrastructure necessary to complete the extension. These stages are expected to be funded through a combination of local sales tax measures (2000 Measure A, 2016 Measure B), state funding programs (TIRCP and SB125), and federal discretionary grants (Federal New Starts) as those funds become available.



Regional Measure 3

Allocation of Funds

Cash Flow Plan

RM3 Project Number	6
Project Title	BART to Silicon Valley Phase II (BSVII)
Project Sponsor	Santa Clara Valley Transportation Authority (VTA)

Cash Flow Plan for RM3 Deliverable Segment(s) - Funding by planned year of expenditure

Funding Source	Phase	Prior	2026-27	2027-28	2028-29	2029-30	Future committed	Total Amount (\$ thousands)
RM 3	ENV							\$ -
FTA Funds (CIG - FFGA)	ENV					\$ 88,052		\$ 88,052
Local - SCL Meas. A & B	ENV	\$ 220,130				\$ (88,052)		\$ 132,078
ENV Subtotal		\$ 220,130	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 220,130
RM 3	PSE							\$ -
FTA Funds (CIG - FFGA)	PSE					\$ 479,331		\$ 479,331
TIRCP - 2016, 2018, 2023	PSE	\$ 258,360						\$ 258,360
Local - SCL Meas. A & B	PSE	\$ 694,103	\$ 76,000	\$ 80,000	\$ 80,000	\$ (469,467)		\$ 460,636
PSE Subtotal		\$ 952,463	\$ 76,000	\$ 80,000	\$ 80,000	\$ 9,864	\$ -	\$ 1,198,328
RM 3	ROW							\$ -
FTA Funds (CIG - FFGA)	ROW						\$ 254,346	\$ 254,346
Local - SCL Meas. A & B	ROW	\$ 169,630	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 51,889	\$ 381,520
ROW Subtotal		\$ 169,630	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 306,236	\$ 635,866
RM 3 (Allocation 1- CP2R-1)	CON		\$ 192,509					\$ 192,509
Local - SCL Meas. A & B (CP2R-1)	CON		\$ 133,431					\$ 133,431
RM 3 (Remaining Balance)	CON			\$ 182,491				\$ 182,491
2025 SCCP (CP2R-0)	CON		\$ 49,500	\$ 25,500				\$ 75,000
2022-LPPF (CP2R-0)	CON		\$ 9,661					\$ 9,661
2025 LPPC (CP2R-0)	CON		\$ 16,500	\$ 8,500				\$ 25,000
Local - SCL Meas. A & B (CP2R-0)	CON		\$ 47,739	\$ 29,470				\$ 77,209
TIRCP - 2016, 2018, 2023	CON		\$ -	\$ -	\$ 243,200	\$ 243,100	\$ 380,340	\$ 866,640
TIRCP - SB125	CON			\$ 230,226	\$ 144,774			\$ 375,000
FTA Funds (CIG - FFGA)	CON					\$ 432,617	\$ 3,843,896	\$ 4,276,513
Local - SCL Meas. A & B (Balance)	CON	\$ 722,025		\$ 58,100	\$ 60,400	\$ 186,700	\$ 2,714,900	\$ 3,742,125
TBD	CON						\$ 735,703	\$ 735,703
FY27 CON CP2R-1 Subtotal		\$ -	\$ 325,940	\$ -	\$ -	\$ -	\$ -	\$ 325,940
CON Subtotal		\$ 722,025	\$ 449,340	\$ 534,288	\$ 448,374	\$ 862,417	\$ 7,674,840	\$ 10,691,282
RM 3 Funding Subtotal		\$ -	\$ 192,509	\$ 182,491	\$ -	\$ -	\$ -	\$ 375,000
Capital Funding Total		\$ 2,064,248	\$ 565,340	\$ 654,288	\$ 568,374	\$ 912,281	\$ 7,981,075	\$ 12,745,606