

# Resolution 3434 Draft Strategic Plan



Programming and Allocations Committee

June 11, 2008

## Resolution 3434 Background

- ▶ Adopted in 2001
- ▶ Establishes vision for regional transit expansion
- ▶ 20 projects - bus, rail, ferry, and terminal investments
- ▶ Transit oriented development element added to require supportive land use policies
- ▶ Current Program cost = \$17 billion (year of expenditure)



## Funding Secured Since 2006

**Over \$550 Million in New Funding for 3434 Projects**

**Additional Funding Secured Since April 2006 (in \$ millions)**

Project	Source	Amount
San Francisco Central Subway	Prop 1B (Rev + Pop)	200
eBART	Prop 1B (Rev + Pop)	40
BART to Warm Springs	Prop 1B (Rev + Pop)	40
BART Oakland Airport Connector	Federal P-5	25
Transbay Transit Center	Add'l Development Fees	246
<b>Total New Funding</b>		<b>551</b>

Also, eBART project made more secure with policy commitment by MTC and CCTA.

4

## Resolution 3434 Strategic Plan

Provide a framework for program and project delivery by addressing:

1. Escalating project costs
2. Near-term funding requests
3. Development of financially constrained Transportation 2035 Plan

Also consider endorsing additional Small Starts project per 2006 Commission direction.

5

## Potential New Sources Available for Strategic Plan

Source	(\$ in millions)
MTC Third Cycle STP/CMAQ Bonus Round (Res. 3831)	35
Proposition 1B - MTC State Local Partnership Program	75
Revised RM1 and AB 1171 Bridge Toll Estimate	112
<b>Total</b>	<b>222</b>

- CMAQ funding subject to timely use of funds requirements
- State Local Partnership Program legislation under development
- Revised Bridge Toll Estimates subject to existing Resolution 3434 policy

6

## Additional Near-Term Funding Possibilities – November 2008

- Sonoma Marin Area Rail Transit - Sales Tax
- Santa Clara Valley Transportation Authority - Sales Tax
- High Speed Rail Bond

• \$950 million statewide for connecting operators, including:

*(in \$ millions)*

Agency	Estimated Amount
San Francisco MTA	12
Santa Clara VTA	21
Caltrain	46
BART	285
ACE	17
Capitol Corridor	32
Total	413

7

## Resolution 3434 Strategic Plan: Project Tiers

**Tier 1: No Current Scope, Schedule or Budget Issues**

**Tier 2: Projects Needing More Scope/Cost Refinement**

**Tier 3: Projects Needing On-Going Operating Funds**

**Tier 4: Projects with a Capital Shortfall Greater than 50% of Total Cost**

8

## Resolution 3434 Strategic Plan Recommended Strategies

**Tier 1: Monitor Project Progress and Milestones**

**Tiers 3+4: Provide Advocacy Support**

**Tier 2: Make Policy Decisions to Deliver Projects**

1. Refine project scopes
2. Close Funding Gaps
3. Shift funds between projects to accelerate project delivery

9

## Project Delivery Focus: Closing the Funding Gap on Tier 2 Projects

1. AC Transit Bus Rapid Transit
2. BART Extension to Warm Springs
3. BART Oakland Airport Connector
4. Caltrain Electrification

10

## AC Transit Bus Rapid Transit

**Funding Shortfall: \$75 Million**

**Closing the Gap:**

MTC: \$35 Million - CMAQ  
ACCMA: \$40 Million - RTIP

**Challenges:**

- 1. Securing Federal Small Starts funding**
- 2. Advancing RTIP funding**

11

## BART Extension to Warm Springs

**Funding Shortfall: \$144 Million**

**Closing the Gap:**

MTC: \$40 Million - State Local Partnership Program  
MTC: \$34 Million - Revised Bridge Toll Estimates  
Alameda: \$30 Million - State Local Partnership Program  
Santa Clara: \$16 Million - State Local Partnership Program/Other  
BART: \$24 Million - State Local Partnership Program/Other

**Challenges:**

- 1. Project Cashflow**
- 2. Linkage to BART to Silicon Valley project**

12

## BART Extension to Warm Springs

Cashflow Constraint: Funding plan includes \$145 Million in SFO Extension revenues that are not expected to be available during construction period

Two-Step Staff Recommendation:

Step 1: Shift \$91 million in RM2 funds between projects:

(\$ in millions)	RM2	ALA RTIP
BART to WSX	91	-91
Dumbarton Rail	-91	91

*Still \$35 million in unallocated RM2 for Dumbarton corridor*

Step 2: Advance remaining \$54 million to be repaid later:

SFO Extension Surplus	
Total Expected	145
Programmed to BART to Warm Springs (ACTIA/BART and MTC each will advance \$27 Million)	54
Remaining for Cost Increases, if needed	91

13

## BART Oakland Airport Connector

Funding Shortfall: TBD

BART is currently in the procurement phase of a public-private partnership agreement. Additional public funds likely needed.

Staff Recommendation:

- ▶ Hold \$35 Million State Local Partnership Program funds in reserve for project

14

## Caltrain Electrification

**Funding Shortfall: \$182 Million**

A funding agreement between member agencies has not yet been reached.

**Staff Recommendation:**

- ▶ Continue to work with Peninsula Joint Powers Board Member Agencies to develop a funding plan

**Opportunities:**

- ▶ High Speed Rail Bond
- ▶ Climate Change and Air Quality Funds

15

## Summary of Strategic Plan Recommendations

- ▶ Close gaps for 3 projects: AC Transit BRT, BART to Warm Springs, and possibly BART Oakland Airport Connector
- ▶ Leverage local contribution
- ▶ Create capacity for additional congestion relief projects in North Bridge Group

16



## Summary of Strategic Plan Recommendations - Conditions

- ▶ Availability of Funding
- ▶ Partner commitment of matching funds
- ▶ Commission and ACCMA action on RM2/RTIP program modification
- ▶ Full funding for an operable BART segment in Santa Clara County
- ▶ AC Transit commits to building useable BRT segment

17

## Summary of Strategic Plan Funding Recommendations

(\$ in millions)	MTC				Alameda SLPP	Santa Clara SLPP/ Other	BART SLPP/ Other	Total
	CMAQ	SLPP	Revised RM1	Revised AB 1171				
AC BRT	35							35
BART to WSX*		40	29	5*	30	16	24	144
eBART				5				5
BART Oakland Airport Connector		35						35
Northern Bridge Group				60				60
<b>Subtotal by Source</b>	<b>35</b>	<b>75</b>	<b>29</b>	<b>70</b>	<b>30</b>	<b>16</b>	<b>24</b>	<b>279</b>
<b>Total Contribution</b>		<b>209</b>			<b>30</b>	<b>16</b>	<b>24</b>	<b>279</b>

\* Requires change to AB 1171 requirements of Res 3434 to redirect Tri-Valley portion to WSX.

18

## Small Starts Recommendation

- ▶ Small and “Very Small” Starts candidate projects submitted from San Francisco, San Mateo, and Alameda counties
- ▶ Project evaluation based on:
  - ▶ Program eligibility; Ready-to-go status; ridership; and funding plan
- ▶ No regional recommendation for a very small start, given relatively small funding requests
- ▶ **Van Ness Bus Rapid Transit proposed as additional Small Starts candidate - would be added to Resolution 3434**
  - ▶ **17.8M annual riders; 27% increase; 2011 revenue service; and \$17.5M in local match**

19

## Next Steps

1. Commissioners provide direction to staff
2. Staff continues working with Bay Area Partnership
3. July 9<sup>th</sup> -Committee considers referring Strategic Plan to Commission
4. July 23<sup>rd</sup> - Commission considers adoption of Resolution 3434 Strategic Plan
5. Adopted Strategic Plan incorporated into T-2035 development.

20