



June 11, 2026

AGENDA ITEM # 4

AUTHORIZE THE EXECUTIVE DIRECTOR TO EXECUTE AMENDMENTS TO CERTAIN MEASURE A CAPITAL ALLOCATION AND EXPENDITURE CONTRACTS REVISING FUNDING LEVELS AND, WHERE APPLICABLE, EXTENDING EXPIRATION DATES

Action Requested: Authorize Executive Director

Key Staff: Dustin Purinton, Chief Financial Officer

Recommendation

Staff recommend that the Sacramento Transportation Authority (STA) Governing Board authorize the Executive Director to execute amendments to four identified Measure A capital allocation and expenditure contracts. The proposed amendments include a combination of schedule extensions and, for certain contracts, adjustments to funding levels. These amendments are necessary to allow for the completion of project activities that remain consistent with, or are appropriately updated from, the original Board-approved scopes, and to reflect current project delivery needs.

Background Information

The Sacramento Transportation Authority (STA) administers multiple Measure A Capital Allocation and Expenditure Contracts that support the delivery of voter-approved transportation improvements. Periodically, STA evaluates contract status to ensure that project delivery timelines and funding levels remain aligned with current project conditions and program objectives.

The four contracts presented in this item are at or approaching their authorized expenditure deadlines and/or require adjustments to reflect current funding needs. While each contract relates to a distinct project with unique delivery circumstances, the requested amendments have been consolidated into a single item for efficiency and consistency in Board consideration.

Each project’s agreement history is summarized below.

A-47-CT-2 Caltrans Highway 50 Phase II Agreement

| Amendment Date | Maximum Allocation | Expenditure Period End | Key Changes |
|----------------|--------------------|------------------------|---|
| Dec 2017 | \$12,500,000 | June 30, 2022 | Original contract, annual cap of \$3.5M, reporting/audit requirements |
| Apr 2022 | \$12,500,000 | June 30, 2026 | No-cost extension (48 months) |

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|---|--------------|---------------|---|
| Oct 2024 | \$36,300,000 | June 30, 2028 | Additional \$23.8M, 24-month extension, managed lane provision |
| Feb 2026 | \$52,050,000 | June 30, 2029 | Adds \$15.75M; extends term 12 months; updates reporting to semiannual; updates managed-lane reduction provisions |
| June 2026 Proposed 4th Amendment | \$56,550,000 | June 30, 2029 | Adds \$4.5M to encumber the fiscal year 2026-27 5-year CIP budget allocation |

A-47-CT-3 Caltrans Highway 50 Soundwall Agreement

| Amendment Date | Maximum Allocation | Expenditure Period End | Key Changes |
|---|--------------------|------------------------|--|
| Oct 2024 | \$5,000,000 | June 30, 2027 | Original contract, cap of \$5M, reporting/audit requirements |
| Mar 2026 | \$5,000,000 | June 30, 2027 | Updates reporting to semiannual |
| June 2026 Proposed 2nd Amendment | \$5,500,000 | June 30, 2028 | Add \$500,000 to encumber the fiscal year 2026-27 5-year CIP budget allocation, 12-month extension |

County of Sacramento Agreement

| Amendment Date | Maximum Allocation | Expenditure Period End | Key Changes |
|---|--------------------|------------------------|--|
| Apr 2021 | \$10,387,409 | June 30, 2024 | Original contract, cap of \$10.4M, reporting/audit requirements |
| Mar 2026 | \$10,387,409 | June 30, 2027 | Added eligible projects to the agreement project list, 36-month extension |
| July 2025 | \$42,887,409 | June 30, 2029 | Added \$32.5M, 24-month extension |
| Mar 2026 | \$42,887,409 | June 30, 2029 | Updates reporting to semiannual |
| July 2026 Proposed 4th Amendment | \$49,600,000 | June 30, 2029 | Add \$6,712,591 to encumber the fiscal year 2026-27 5-year CIP budget allocation |

Capital Southeast Connector JPA CONSTA-30 Agreement

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| Amendment Date | Maximum Allocation | Expenditure Period End | Key Changes |
|---|---------------------------|-------------------------------|--|
| Oct 2023 | \$700,000 | June 30, 2026 | Original contract, cap of \$700,000, reporting/audit requirements |
| June 2024 | \$700,000 | June 30, 2027 | 12-month extension |
| July 2026 Proposed 2nd Amendment | \$1,500,000 | June 30, 2029 | Add \$800,000 to encumber the fiscal year 2026-27 5-year CIP budget allocation |

Discussion

Caltrans

Highway 50 Phase II

As project implementation has progressed, adjustments to the contract are necessary to reflect current cost estimates and delivery conditions. The need for additional funding is primarily attributable to factors encountered during construction, including delays related to third-party coordination and extended project timelines beyond original assumptions. These factors have increased both construction and support costs and require a refinement of previously authorized funding levels to ensure project completion.

The requested funding increase is intended to address these cost pressures and to maintain project continuity through completion. Without the proposed adjustment, there is a risk that remaining work could be delayed or that the implementing agency would be required to absorb additional costs not previously anticipated, which could introduce operational and financial constraints.

Highway 50 Soundwall Agreement

As the project has advanced through the design phase, cost estimates have been updated based on more detailed engineering, refined scope definition, and current market conditions. These updated estimates indicate that the anticipated construction costs for the soundwall improvements are higher than originally projected at the time of initial project approval.

The requested funding adjustment would align the project budget with updated cost estimates and enable the project to proceed to construction bidding without reducing scope or performance. Without the proposed amendment, the project may require scope reductions, phased implementation, or alternative funding sources to address the identified gap.

County of Sacramento

The County of Sacramento has incorporated updated funding needs into its Fiscal Year 2026-27 Five-Year Capital Improvement Program (CIP). The proposed amendment reflects the County's programming decisions and adjusts the associated Measure A capital allocation and expenditure contracts to bring funding levels up to the maximum available under current STA program funding assumptions.

This program-level adjustment ensures that available Measure A funds are fully utilized in accordance with adopted plans and that contract funding remains aligned with both STA program capacity and County project delivery needs.

Southeast Connector JPA

The proposed amendment for the Southeast Connector Joint Powers Authority (JPA) includes both an increase in funding and an extension of the contract term to support ongoing project delivery activities.

The additional funding is intended to provide continued financial capacity for eligible project expenditures as they arise, rather than being tied to a specific engineer's estimate or discrete project phase. This approach reflects the nature of the Southeast Connector project, which involves multi-year coordination, phased implementation, and evolving project requirements as development progresses.

The funding adjustment aligns the contract with currently available Measure A program resources and provides the JPA with the flexibility to address project needs in a timely manner, including design, right-of-way, environmental, and construction-related activities as applicable.

Fiscal Impact

The combined multi-year Capital Improvement Program impact is \$12.5 million between the 2026-27 and 2028-29 fiscal year budgets. This brings these project contracts into alignment with the 5-year capital improvement included in the fiscal year 2026-27 budget.

Attachments

- 1) Fourth Amendment Of The December 6, 2017 Capital Allocation And Expenditure Contract Between The Sacramento Transportation Authority And Caltrans Regarding The U.S. Highway 50 HOV Lanes
- 2) Second Amendment To The Capital Allocation And Expenditure Contract For California Department Of Transportation Measure A Transportation Capital Project Alhambra Triangle Sound Wall
- 3) Fourth Amendment To The Capital Project Allocation And Expenditure Contract For County Of Sacramento Measure A Transportation Capital Projects

- 4) Third Amendment To The Capital Allocation And Expenditure Contract For Capital SouthEast Connector Authority Measure A Transportation Capital Project