



SEPTEMBER 10, 2026

AGENDA ITEM # 4

AUTHORIZE THE EXECUTIVE DIRECTOR TO EXECUTE MEASURE A CAPITAL ALLOCATION AND EXPENDITURE CONTRACTS

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 two Measure A funding agreements: 1) a Consolidated Transportation Service Agency (CTSA) Grant Agreement with the Sacramento Regional Transit District (SacRT), and (2) a Capital Allocation and Expenditure Contract with the Capital SouthEast Connector Joint Powers Authority (Connector JPA) for Transportation Project Environmental Mitigation Program (TPEMP) funding. The proposed agreements continue eligible Measure A funding without interruption, establish updated contract terms, and maintain reporting, audit, and reimbursement controls consistent with Measure A requirements.

Background Information

STA administers Measure A sales tax revenues through agreements with partner agencies to ensure that voter-approved transportation funds are used for eligible projects and programs. As agreements expire or project delivery schedules change, STA periodically brings updated agreements to the Governing Board to align funding availability, expenditure deadlines, reporting requirements, and project delivery needs.

The two agreements presented in this item address different Measure A program areas. The SacRT agreement continues CTSA funding for projects and services benefiting seniors and persons with disabilities. The Connector JPA agreement allocates the remaining TPEMP funds for eligible environmental mitigation activities related to the Capital SouthEast Connector Expressway.

Each agreement is structured to apply retroactively to July 1, 2026, upon execution, so that eligible expenditures incurred on or after that date may be reimbursed or funded if they otherwise comply with the agreement terms.

Each project's agreement history is summarized below.

SacRT CTSA Agreement

Date	Maximum Allocation	Expenditure Period End	Key Changes
Jan 2021	\$8,600,000	June 30, 2024	Original contract
Mar 2023	\$8,600,000	June 30, 2026	No-cost extension (24 months), additional projects included
Sept 2026 Proposed Agreement	Remaining funding \$129,602	December 31, 2028	Provides for expenditure of the remaining CTSA fund balance (\$129,602 as of June 30, 2026), plus future interest. Agreement applies retroactively to July 1, 2026. Includes semi-annual reporting, audit and signage provisions.

Connector JPA TPEMP Contract

Date	Maximum Allocation	Expenditure Period End	Key Changes
Oct 2023	\$5,000,000	June 30, 2026	Original contract
Sept 2026 Proposed Contract	\$5,000,000	December 31, 2028	New contract allowing continuation of TPEMP funding from July 1, 2026, through December 31, 2028. Includes semi-annual reporting, audit and compliance provisions.

Discussion

SacRT CTSA Grant Agreement

The CTSA Grant Agreement continues STA's Measure A funding relationship with SacRT by providing access to the remaining CTSA program balance available as of June 30, 2026, plus future interest earnings. The proposed agreement funds two identified projects: signal system improvements at 29th Street and 30th Street and operator barrier replacement.

The agreement recognizes that the prior agreement and subsequent amendment have expired and that eligible CTSA activities continued following expiration. The proposed agreement provides a mechanism to continue funding eligible activities without interruption while maintaining STA review, reporting, audit, and compliance protections. Claims may be submitted no more often than monthly and no less often than semi-annually, and the agreement requires semi-annual Capital Project Status reports in STA's approved format.

Connector JPA TPEMP Contract

The TPEMP contract allocates the remaining \$5.0 million identified for environmental mitigation related to the Capital SouthEast Connector Expressway. The Measure A Expenditure Plan includes \$15.0 million for planning, development, and acquisition of the Cosumnes River Permanent Open Space Preserve for the Connector Expressway and/or other environmental mitigation needed to offset project impacts. Prior separate contracts allocated \$5.0 million from the Local Arterials Program and \$5.0 million from the Smart Growth Incentive Program, leaving \$5.0 million available from TPEMP.

The proposed contract provides for reimbursement of eligible environmental mitigation activities related to the Connector Expressway and includes accountability and tracking requirements for use of the funds. The contract requires status information with payment requests regarding mitigation fees, anticipated and received mitigation credits, related land purchase or dedication efforts, and the status of Connector Expressway sections permitted through mitigation credits. It also requires semi-annual Capital Project Status reports and, at least annually or upon request of the STA Executive Director, a project status presentation to the STA Governing Board.

Fiscal Impact

The proposed agreements authorize the use of Measure A funds that are already identified within their respective programs. The SacRT CTSA Grant Agreement provides \$129,602, as of June 30, 2026, plus interest as earned on funds held at the County of Sacramento through contract expiration. The Connector JPA TPEMP Contract provides \$5,000,000 for eligible environmental mitigation activities. Payments under both agreements remain subject to eligible expenditures, applicable contract requirements, STA review, and the adopted budget process.

Attachments

- 1) STA-27-CAE-001 Sacramento Regional Transit District Measure A Consolidated Transportation Service Agency (CTSA) Grant Agreement
- 2) STA-27-CAE-002 Capital Allocation And Expenditure Contract For Environmental Mitigation Related To The Construction Of The Capital Southeast Connector Expressway Under The Transportation Project Environmental Mitigation Program (TPEMP)