

DTX Capital Funding Milestones & Strategy

Capital Investment Grants New Starts Program



San Francisco
County Transportation
Authority



San Francisco Peninsula Rail Program

Executive Steering Committee

February 18, 2022

Background



- Federal Transit Administration (FTA) funds major transit capital expansion through the Capital Investment Grants (CIG) New Starts program
- FTA granted DTX entry to New Starts Project Development in Dec. 2021
- DTX Master Schedule sets the following timeline for New Starts process:
 - Feb. 2023 - Request Entry to FTA Engineering Phase (CIG funding amount established)
 - Aug. 2023 - Submit DTX for formal evaluation/rating by FTA and request CIG funds
 - Spring 2025 - Execute Full Funding Grant Agreement (FFGA)
- FTA requires successive funding milestones for commitment of non-CIG funds

Funding Required by FTA CIG Milestone



Assuming capital cost of ~\$5B and CIG amount of ~\$2B, DTX funding strategy targets the following milestones for commitment of non-CIG funds:

Milestone	Amount (\$ million)	Cumulative Amount (\$ million)	Timing	Basis
1 (30% non-CIG)	\$ 900	\$ 900	By Feb 2023	Entry to FTA Engineering requires 30% non-CIG funds committed
2 (50% non-CIG)	\$ 600	\$ 1,500	By Aug 2023	Submit for FTA rating & seek inclusion in President's budget
3 (100% non-CIG)	\$ 1,500	\$ 3,000	Prior to April 2025	Required for FFGA approval
Total Non-FTA CIG Funds		\$ 3,000		
Total FTA CIG Funds*		\$ 2,000		
TOTAL		\$ 5,000		

* Actual CIG/non-CIG share to be determined. \$2B CIG grant assumed for funding strategy development.

DTX 2023 Required Funding Commitment (\$1.5B)



February 2023: Milestone 1

Request entry into Engineering Phase under FTA New Starts

- \$900M in committed non-New Starts funds

August 2023: Milestone 2

Submit Request for \$2B+ CIG New Starts Grant

- +\$600M in committed non-New Starts funds
- **Total \$1.5B commitment** of non-New Starts funds

Source	Amount (\$ millions)
RM3	325
Reauthorized Sales Tax	300
Transbay CFD Special Tax (through FY27)	200
Land Sales	0-45
Impact Fees	~16
TIRCP Multi-Cycle Commitment (and/or State Surplus Funds)	600
Prop K (includes SFCTA contribution to FTA Engineering)	7
MTC Contribution to FTA Engineering	3
CHSRA Contribution to FTA Engineering	3
Caltrain Contribution to FTA Engineering	3
Federal CRISI	5
Total	~\$1,500

Capital Funding - Target Ranges



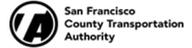
Source	Potential Amount/Range (\$ millions)	Status
FEDERAL		
FTA New Starts CIG	2,000-2,500	Planned
Other Federal (USDOT "Mega", FRA, etc.)	500	Potential
CRISI	5	Planned
FEDERAL – TARGET RANGE	2,500 - 3,000	
STATE & HSR		
TIRCP (Multi-Cycle)	600	Planned
CHSRA Capital Contribution*	550+	Planned
Other/New State Funds (e.g., surplus)	400-550	Potential
STATE & HSR – TARGET RANGE	1,250 - 1,500	
REGIONAL & CALTRAIN		
RM3	325	Committed
MTC Contribution to FTA Engineering	3	Committed
Future Regional Measure	250-350	Potential
Caltrain Capital Contribution*	50-100	Potential
Other Regional Sources (e.g., grants)	25-50	Potential
Other County-Level Contribution(s)	TBD	Potential
REGIONAL & CALTRAIN - TARGET RANGE	600 - 750	

Source	Potential Amount/Range (\$ millions)	Status
LOCAL & OTHER		
CFD Special Tax (Full Program)	200-500	Committed
Tax Increment	80-120	Committed
Land Sales	0-45	Committed
Impact Fees	~16	Committed
Prop K*	15	Committed
RTIP	0-18	Committed
Reauthorized Sales Tax	300	Planned
Future Local Measure	50-75	Potential
PFCs or Capital Lease	TBD	Potential
Private Investment	TBD	Potential
Other Local Sources	TBD	Potential
LOCAL & OTHER - TARGET RANGE	1,000 - 1,200	
TOTAL	\$4,500 - \$5,500	

Current as of February 11, 2022

* includes \$3M per agency contribution to FTA Engineering

Strategy by CIG Milestone: Key Risk/Focus Items



Milestone 1 (\$900M by Feb '23)

- RM3
- SF Sales Tax Reauthorization
- TIRCP

Milestone 2 (+\$600M by Aug '23)

- Longer-term forecasts for dedicated Transbay funding sources (CFD; Tax Increment)
- Other State funds / surplus
- Other USDOT, including National Infrastructure Project Assistance (“Mega”)

Milestone 3 (+\$1.5B by Spring '25)

- Operator capital contributions
- New regional and/or local measure(s)
- Other and/or non-traditional sources to complete full funding plan (e.g., private investment, PFCs, capital lease, etc.)

