



# Regional Measure 3 Allocation Request

## RM3 Project Information

|                        |                                    |
|------------------------|------------------------------------|
| Project Number         | 11                                 |
| Project Title          | Core Capacity Transit Improvements |
| Project Funding Amount | \$140,000,000                      |

## Subproject Information (if different from overall RM3 project)

|                           |   |
|---------------------------|---|
| Subproject Number         |   |
| Subproject Title          | Training and Education Center Modernization |
| Subproject Funding Amount | \$9,000,000                                 |

## RM3 Allocation History (Add lines as necessary)

|     | MTC Approval Date | Amount | Phase |
|-----|-------------------|--------|-------|
| #1: |                   |        |       |
| #2  |                   |        |       |
| #3  |                   |        |       |

**Total:** \$

## Current Allocation Request:

| Request submittal date     | Amount      | Phase        |
|----------------------------|-------------|--------------|
| May 9 <sup>th</sup> , 2025 | \$9,000,000 | Construction |

## I. RM3 Allocation Request Information

- Describe the current status of the project, including any progress since the last allocation request or IPR update, if applicable.

This is the first allocation request for this subproject. AC Transit is submitting an updated IPR for this subproject concurrently. AC Transit is currently in the design phase of this project at the milestone of 60% completion and is expecting to complete the design phase at the end of December 2025. The project has gone through initial planning phases. The project has filed a categorical exclusion with the FTA for NEPA clearance for this project. The project is fully within AC Transit property right of way.

- b. Describe the scope of the allocation request. Provide background and other details as necessary. The scope must be consistent with the RM3 statute. If the scope differs from the most recent IPR for this project, please describe the reason for any changes here; a revised IPR may be necessary.**

This allocation request is for the construction phase of the project as described in the concurrently submitted updated IPR. The scope is consistent with the RM3 statute and aligns with RM3 Project Number 11. The scope of the project has not changed since the last IPR was submitted, the cost estimates for the project however are now more accurate as the project has proceeded and information was gained since this prior submission.

Published in 2017, the Core Capacity Transit Study listed four priority projects under this program for AC Transit. Those projects included:

Tier 1:

- AC Transit Bus Ramp to Transbay Terminal (*complete*),
- AC Transit Richmond Facility Reopening / Reopening of the Richmond bus facility to support current operations (*complete*)

Tier 2:

- AC Transit Fleet Expansion / Expands fleet by 40 high-capacity buses (on hold),
- AC Transit West County Bus Facility / Relocation and expansion of Division 3 Bus facility and redevelopment of the current site as a transit-oriented development (on hold)

Before the start of the COVID-19 pandemic in early 2020, AC Transit transbay service eased capacity issues on BART trains that were at or beyond capacity at rush hour. At that time, AC Transit planned to expand transbay service to assist with this issue. Since the COVID-19 pandemic, BART ridership is down and has remained down and has not had these capacity issues. AC Transit service transitioned from the goal of expanding transbay service to enhancing feeder service to and from BART to provide critical first-last mile service for regional transbay trips. AC Transit service supports BART in providing these transit connections for trips that start or end in downtown San Francisco.

In addition, AC Transit has been working to comply with the Innovative Clean Transit (ICT) ruling of 2018 requiring AC Transit to purchase zero emission buses and their corresponding fueling and charging infrastructure when replacing its revenue fleet. One-time COVID relief funding has been exhausted and like many agencies and municipalities in the region, AC Transit is facing ongoing operating and capital budget deficits.

AC Transit is currently at 85% of its pre-pandemic service levels due to driver recruitment and operating revenue challenges. The Tier 2 expansion projects listed in the Core Capacity Transit Study are on hold because AC Transit has been forced to shift from expansion to rebuilding service back to pre-pandemic levels. AC Transit would like to revisit these projects when it is back to 100% of its pre-pandemic service levels and is in a place to expand.

This project supports Core Capacity transit under circumstances that were not foreseen when the Core Capacity Transit Study was published in 2017. Currently AC Transit's priority for regional service of is feeder service to BART, enabling regional trips to and from downtown San Francisco to be served end to end on transit. This Project is in service of that goal, providing infrastructure required for bus replacements under the ICT ruling and enabling AC Transit to provide this critical first-last mile service for regional transbay trips.

- c. Deliverable segment budget – please fill out attached Excel file. If the budget differs from the most recent IPR for this project, please describe the reason for any changes here; a revised IPR may be necessary.**

This allocation request will fulfill the full funding plan of this project, augmenting federal funds including a grant award from the 2023 Low and No Emissions Program.

- d. Schedule – what is the expected completion date of the phase for this allocation? Describe any significant milestones.**

The project intends to post the bid in March 2026 and issue a notice to proceed in June 2026. AC Transit intends to complete the project in September 2027.

- e. If the project received an RM3 Letter of No Prejudice, how much has been spent against the approved RM3 LONP amount? (Note: the scope and RM3 amount for this allocation request should match the approved LONP)**

Not Applicable

- f. Request Details**

|  |   |
|--|---|
| Amount being requested   | \$9,000,000   |
| Project phase being requested  | Construction  |
| Are there other fund sources involved in this phase?   | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No |
| Date of anticipated Implementing Agency Board approval of RM3 Allocation Request resolution for the allocation being requested | June 2025   |

|  |           |
|--|-----------|
| Month/year being requested for MTC commission approval of allocation | July 2025 |
|--|-----------|

Note: Allocation requests are recommended to be submitted to MTC staff for review sixty (60) days prior to action by the Implementing Agency Board

**g. List any other planned bridge toll allocation requests in the next 12 months**

AC Transit has submitted its list of planned allocation requests of RM3 funds over the next three fiscal years per request by MTC. This includes Hayward Facility Hydrogen Charging Infrastructure, Zero Emission Bus Maintenance Bays, Division 4 Battery Electric Charging and Self – Generation of Power, and Division 2 Battery Electric Storage System in FY 2026 within Project 11. In Project 12, MTC plans to submit an allocation request for improvements on Grand Avenue.

Regional Measure 3  
Allocation Request  
Funding Plan - Deliverable Segment - Fully funded phase or segment of total project

|                            |   |
|----------------------------|---|
| Project Title:             | Core Capacity Transit Improvements          |
| Subproject Title           | Training and Education Center Modernization |
| Project/Subproject Number: | 11  |
| Total RM3 Funding:         | \$140,000,000                               |

(add rows as necessary)

RM3 Deliverable Segment Funding Plan - Funding by planned year of allocation

| Funding Source            | Phase | Prior | 2024-25  | 2025-26   | 2026-27 | 2027-28 | 2028-29 | 2029-30 | 2030-31 | Future committed | Total Amount (\$ thousands) | Amount Expended (\$ thousands) | Amount Remaining (\$ thousands) |
|---------------------------|-------|-------|----------|-----------|---------|---------|---------|---------|---------|------------------|-----------------------------|--------------------------------|---------------------------------|
| RM3                       | ENV   |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           | ENV   |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
| ENV Subtotal              |       | \$ -  | \$ -     | \$ -      | \$ -    | \$ -    | \$ -    | \$ -    | \$ -    | \$ -             | \$ -                        | \$ -                           | \$ -                            |
| RM 3                      | PSE   |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
| FTA 5339 Low No Funds     | PSE   |       | \$ 1,575 |           |         |         |         |         |         |                  | \$ 1,575                    |                                | \$ 1,575                        |
| Prop 18 PTMISEA Revenue   | PSE   |       | \$ 239   |           |         |         |         |         |         |                  | \$ 239                      |                                | \$ 239                          |
| AC Transit District Funds | PSE   |       | \$ 356   |           |         |         |         |         |         |                  | \$ 356                      |                                | \$ 356                          |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
| PSE Subtotal              |       | \$ -  | \$ 2,170 | \$ -      | \$ -    | \$ -    | \$ -    | \$ -    | \$ -    | \$ -             | \$ 2,170                    | \$ -                           | \$ 2,170                        |
| RM 3                      | ROW   |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           | ROW   |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
| ROW Subtotal              |       | \$ -  | \$ -     | \$ -      | \$ -    | \$ -    | \$ -    | \$ -    | \$ -    | \$ -             | \$ -                        | \$ -                           | \$ -                            |
| RM 3                      | CON   |       |          | \$ 9,000  |         |         |         |         |         |                  | \$ 9,000                    |                                | \$ 9,000                        |
| FTA 5339 Low No Funds     | CON   |       |          | \$ 14,400 |         |         |         |         |         |                  | \$ 14,400                   |                                | \$ 14,400                       |
| FTA Community Funding     | CON   |       |          | \$ 850    |         |         |         |         |         |                  | \$ 850                      |                                | \$ 850                          |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
|                           |       |       |          |           |         |         |         |         |         |                  | \$ -                        |                                | \$ -                            |
| CON Subtotal              |       | \$ -  | \$ -     | \$ 24,250 | \$ -    | \$ -    | \$ -    | \$ -    | \$ -    | \$ -             | \$ 24,250                   | \$ -                           | \$ 24,250                       |
| RM 3 Funding Subtotal     |       | \$ -  | \$ -     | \$ 9,000  | \$ -    | \$ -    | \$ -    | \$ -    | \$ -    | \$ -             | \$ 9,000                    | \$ -                           | \$ 9,000                        |
| Capital Funding Total     |       | \$ -  | \$ 2,170 | \$ 24,250 | \$ -    | \$ -    | \$ -    | \$ -    | \$ -    | \$ -             | \$ 26,420                   | \$ -                           | \$ 26,420                       |

Regional Measure 3  
Allocation Request  
Cash Flow Plan

|                            |   |
|----------------------------|---|
| Project Title:             | Core Capacity Transit Improvements          |
| Subproject Title           | Training and Education Center Modernization |
| Project/Subproject Number: | 11  |
| Total RM3 Funding:         | \$ 140,000,000                              |

(please include all planned funding, add rows as necessary)  
Please update the columns below based on your allocation month. The first six months of cash flow are monthly, followed by quarterly, then annually as long as you can reasonably estimate projected expenditures

| RM3 Cash Flow Plan for Deliverable Segment - Funding by requested expenditure period |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     |                               |                                  |                                   |           |
|--|-------|----------|--------|--------|--------|--------|--------|-------------------------------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|-------------------------------------|-------------------------------|----------------------------------|-----------------------------------|-----------|
| Funding Source(s)  | Phase | Prior    | Aug-25 | Sep-25 | Oct-25 | Nov-25 | Dec-25 | 2026 Q3<br>(Jan - March 2026) | 2026 Q4<br>(April - June 2026) | 2027 Q3<br>(Jan - March 2026) | 2027 Q4<br>(April - June 2026) | 2028 Q3<br>(Jan - March 2026) | 2028 Q4<br>(April - June 2026) | 2029 Q3<br>(Jan - March 2026) | 2029 Q4<br>(April - June 2026) | 2030 Q3<br>(Jan - March 2026) | 2030 Q4<br>(April - June 2026) | 2031 Q3<br>(Jan - March 2026) | Future committed<br>(if applicable) | Total Amount<br>(\$ millions) | Amount Expended<br>(\$ millions) | Amount Remaining<br>(\$ millions) |           |
| List all funding sources besides RM3   | ENV   |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  | Other |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
| ENV Subtotal   |       | \$ -     |        |        |        |        |        |                               |                                | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                                | \$ -                          | \$ -                             | \$ -                              |           |
| RM 3   | PSE   |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
| FTA 5339 Low No  | PSE   | \$ 775   | \$ 200 | \$ 200 | \$ 200 | \$ 200 |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
| Prop 18 PTMISEA Revenue  | PSE   | \$ 239   |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
| AC Transit District Funds  | PSE   | \$ 156   | \$ 50  | \$ 50  | \$ 50  | \$ 50  |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
| PSE Subtotal   |       | \$ 1,170 |        |        |        |        |        |                               |                                | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                                | \$ -                          | \$ -                             | \$ -                              |           |
| RM 3   | ROW   |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
| ROW Subtotal   |       | \$ -     |        |        |        |        |        |                               |                                | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                                | \$ -                          | \$ -                             | \$ -                              |           |
| RM 3   | CON   |          |        |        |        |        |        | \$ 1,800                      | \$ 1,800                       | \$ 900                        | \$ 900                         | \$ 900                        | \$ 900                         | \$ 1,800                      |                                |                               |                                |                               |                                     | \$ 5,400                      |                                  | \$ 5,400                          |           |
| FTA 5339 Low No  | CON   |          |        |        |        |        |        | \$ 2,880                      | \$ 2,880                       | \$ 1,440                      | \$ 1,440                       | \$ 1,440                      | \$ 1,440                       | \$ 2,880                      |                                |                               |                                |                               |                                     | \$ 8,640                      |                                  | \$ 8,640                          |           |
| FTA Community Funding  | CON   |          |        |        |        |        |        | \$ 170                        | \$ 170                         | \$ 85                         | \$ 85                          | \$ 85                         | \$ 85                          | \$ 170                        |                                |                               |                                |                               |                                     | \$ 510                        |                                  | \$ 510                            |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
|  |       |          |        |        |        |        |        |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                |                               |                                     | \$ -                          |                                  | \$ -                              |           |
| CON Subtotal   |       | \$ -     |        |        |        |        |        |                               |                                | \$ 2,425                      | \$ 2,425                       | \$ 2,425                      | \$ 2,425                       | \$ 4,850                      | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                                | \$ -                          | \$ 14,550                        | \$ -                              | \$ 14,550 |
| RM 3 Funding Subtotal  |       | \$ -     |        |        |        |        |        |                               |                                | \$ 900                        | \$ 900                         | \$ 900                        | \$ 900                         | \$ 1,800                      |                                | \$ -                          | \$ -                           | \$ -                          | \$ -                                | \$ -                          | \$ 5,400                         |                                   | \$ 5,400  |
| Capital Funding Total  |       | \$ 1,170 |        |        |        |        |        |                               |                                | \$ 2,425                      | \$ 2,425                       | \$ 2,425                      | \$ 2,425                       | \$ 4,850                      | \$ -                           | \$ -                          | \$ -                           | \$ -                          | \$ -                                | \$ -                          | \$ 14,550                        | \$ -                              | \$ 14,550 |

Notes: RM3 funds should be drawn down approximately propotionately with other funding sources in the same phase. The allocation expiration date will be the end of the final fiscal year in which RM3 funds are planned to be expended for the requested phase.