

STAFF REPORT

SUBJECT: Resolution Accepting the Interstate 580 Net Toll Revenue Funds from Alameda County Transportation Commission for Emergency Transit Operations for Fiscal Years 2026-2027 and 2027-2028

FROM: Jennifer Yeamans, Senior Grants & Management Specialist

DATE: May 26, 2026

Action Requested

Staff request that the Finance and Administration Committee refer Resolution 20-2026 to the Board of Directors for approval, authorizing the Executive Director to execute a funding agreement with the Alameda County Transportation Commission accepting \$4,000,000 in Interstate 580 Net Toll Revenue Funds to support Emergency Transit Operations for Fiscal Years 2026-2027 and 2027-2028.

Background

The Alameda County Transportation Commission (Alameda CTC) administers and operates the express lanes on I-580 in Alameda County and defines eligible uses of toll revenues. In October 2025, Alameda CTC solicited information about candidate projects to be considered for a maximum of \$10 million in I-580 Express Lanes Net Toll Revenue identified as available for programming. Potential project sponsors were asked to submit a maximum of one candidate project with a maximum request of \$4 million. To be eligible for consideration, projects needed to meet the following criteria:

- Sponsored by a jurisdiction or transit agency along the I-580 corridor in which the express lanes operate
- Ability to demonstrate direct benefits to the I-580 corridor
- Completed scoping document
- Complete funding plan for the requested phase
- Ability to provide a governing-body approved Resolution of Local Support within 60 days of Commission funding approval
- Consistency with Countywide Transportation Plan and Commission prioritization principles

Concurrent with Alameda CTC's request for project information, SB 63 was enacted, authorizing a regional transit revenue measure to be placed before voters in November 2026 (now known as "Connect Bay Area") and including a guaranteed funding set-aside for LAVTA. Prior to this, LAVTA and other transit operators had already identified an immediate need for short-term operating support prior to such time as any new revenue collected would

begin to flow to transit agencies. Accordingly, this need was advanced as LAVTA’s top priority for funding consideration to serve as a critical bridge to sustain the agency’s operations until new revenues become available.

Discussion

On February 26, 2026, Alameda CTC approved the I-580 Express Lane Expenditure Plan and awarded \$4,000,000 in Net Revenue for the two years of operating funding requested by LAVTA. Because these funds come from a new revenue source not covered under LAVTA’s existing Master Funding Agreement executed in 2016, Alameda CTC requests that LAVTA execute a new funding agreement to receive these funds, and that the Board of Directors adopt a resolution committing the necessary matching funds and stating the necessary assurances to complete the project (Attachment 1).

Fiscal Impact

Funds for the first year of the project were included in the agency’s FY 27 operating budget. The two-year project budget including LAVTA’s local match commitment is:

	I-580 Express Lanes Net Revenue	Matching Funds	Total Funding
FY27 Operations	\$2,000,000	\$13,000,667	\$15,000,667
FY28 Operations	\$2,000,000	\$13,750,700	\$15,750,700
Total	\$4,000,000	\$26,751,367	\$30,751,367
%	13.01%	86.99%	100.00%

Next Steps

Upon Board approval, the Executive Director will execute the funding agreement, making the funds available to the agency to implement the project.

Recommendation

Staff request that the Finance and Administration Committee refer Resolution 20-2026 to the Board of Directors for approval, authorizing the Executive Director to execute a funding agreement with the Alameda County Transportation Commission accepting \$4,000,000 in Interstate 580 Net Toll Revenue Funds to support Emergency Transit Operations for Fiscal Years 2026-2027 and 2027-2028.

Strategic Plan Goal

- 5. Organizational and Financial Management
 - 5.1 Pursue and apply grant funding for high priority LAVTA initiatives
 - 5.2 Produce a balanced budget every year

Attachments:

- 1. Resolution 20-2026

Resolution No. 20-2026

**A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE LIVERMORE AMADOR VALLEY TRANSIT AUTHORITY (LAVTA)
ACCEPTING THE I-580 NET TOLL REVENUE FUNDS FROM
ALAMEDA COUNTY TRANSPORTATION COMMISSION
FOR EMERGENCY TRANSIT OPERATIONS FOR FISCAL YEARS 2026/27 &
2027/28 AND COMMITTING ANY NECESSARY MATCHING FUNDS AND
STATING ASSURANCES TO COMPLETE THE PROJECT**

WHEREAS, the Alameda County Transportation Commission (“Alameda CTC”) administers funding programs for projects and programs that benefit the Alameda County transportation system, such as I-580 Net Toll Revenues (“Net Revenue”); and

WHEREAS, the Livermore Amador Valley Transit Authority (“LAVTA”) is the project sponsor for Emergency Transit Operations for Fiscal Years 2026/27 and 2027/28 (“Project”) and submitted a funding application (“Application”) to Alameda CTC; and

WHEREAS, the Project will support implementation of two years of fixed-route transit operations throughout LAVTA’s service area; and

WHEREAS, Alameda CTC adopted the I-580 Express Lane Expenditure Plan (“Expenditure Plan”) and awarded \$4,000,000 in Net Revenue to LAVTA for the implementation and delivery of the Operations of the Project at its Commission meeting on February 26, 2026; and

WHEREAS, there are no legal impediments to LAVTA accepting funding and there is no active, pending or threatened litigation that may adversely affect the proposed Project or the ability of LAVTA to deliver such Project; and

WHEREAS, LAVTA authorizes its Executive Director or designee to execute an agreement with Alameda CTC for Net Revenue for the Project as referenced in this Resolution; and

WHEREAS, as part of the requirements to receive Net Revenue, Alameda CTC requires a resolution adopted by LAVTA stating the following:

1. LAVTA will implement the Project as described in the Application; and
2. LAVTA will have adequate staffing resources to deliver and complete the Project within the time period identified in the Application; and
3. LAVTA understands it will enter into a Project Funding Agreement (“Agreement”) with Alameda CTC, and will comply with the Agreement’s requirements, including adherence to the agreed upon project scope, project delivery milestones, funding deadlines, project reporting and deliverable deadlines; and
4. LAVTA is committed to deliver the Project consistently with the Commission approved Expenditure Plan, as it may change, for the funds awarded by the

- Commission to the Project; and
5. LAVTA is committed to secure matching funds as proposed in the Application required for awarded Net Revenue, by phase; and
 6. LAVTA is committed to provide any additional funding that may be required beyond the original proposed Application match amount to deliver the phase of the Project that is awarded with Net Revenue; and
 7. LAVTA understands that Net Revenue awarded to the Project is limited to the Commission approved programmed amount by phase, and therefore any cost increases or unexpected funding shortfalls cannot be expected to be funded by shifting funds between phases, or by requesting additional Net Revenue; and
 8. LAVTA understands that any cost savings in the Alameda CTC-funded phase(s) will be shared proportionally between LAVTA and Alameda CTC; and
 9. LAVTA is committed to comply with the applicable requirements set forth in Alameda CTC's Local Business Contract Equity ("LBCE") Program and related exhibits, as applicable, for professional services and construction contracts funded with Net Revenue, such as including LBCE Program goal(s) and provisions in applicable solicitations and resulting contracts, providing timely notification to Alameda CTC of applicable solicitations prior to advertisement, and adhering to reporting requirements.

NOW, THEREFORE, BE IT RESOLVED that LAVTA agrees to accept award of \$4,000,000 in Net Revenue for the Project; and be it further

RESOLVED that LAVTA hereby confirms that there is no pending or threatened litigation that might in any way adversely affect LAVTA's ability to implement and deliver the proposed Project; and be it further

RESOLVED that LAVTA authorizes its Executive Director or designee to execute the funding Agreement with Alameda CTC; and be it further

RESOLVED that LAVTA shall provide Alameda CTC with a fully executed copy of this Resolution prior to execution of the Agreement; and be it further

RESOLVED that the LAVTA Board of Directors, by adopting this resolution, hereby confirms that:

1. LAVTA will commit to implementing the Project as described in the Application; and
2. LAVTA will have adequate staffing resources to deliver and complete the Project within the time period identified in the Application; and
3. LAVTA understands it will enter into an Agreement with Alameda CTC, and will comply with the Agreement's requirements, including adherence to the completion of the agreed upon project scope, project delivery milestones, funding deadlines, project reporting and deliverable deadlines; and
4. LAVTA commits to delivering the Project consistently with the Commission approved Expenditure Plan, as they may change, for the funds awarded by the Commission to the Project; and

5. LAVTA will commit matching funds as proposed in the Application against the awarded Net Revenue by phase in the amount of \$26,751,367, anticipated to be from other local sources; and
6. LAVTA will provide any additional funding that may be required beyond the original proposed Application match amount to deliver the phase of the Project that is awarded with Net Revenue; and
7. LAVTA understands that Net Revenue awarded to the Project are limited to the Commission approved programmed amount by phase, and therefore any cost increases or unexpected funding shortfalls cannot be expected to be funded by shifting funds between phases, or by requesting additional Net Revenue; and
8. LAVTA understands that any cost savings in the Alameda CTC-funded phase(s) will be shared proportionally between LAVTA and Alameda CTC; and
9. LAVTA will comply with the applicable requirements set forth in Alameda CTC's Local Business Contract Equity ("LBCE") Program and related exhibits, as applicable, for professional services and construction contracts funded with Net Revenue, such as including LBCE Program goal(s) and provisions in applicable solicitations and resulting contracts, providing timely notification to Alameda CTC of applicable solicitations prior to advertisement, and adhering to reporting requirements.

APPROVED AND PASSED this 1st day of June 2026.

Julie Testa, Chair

ATTEST:

Christy Wegener, Executive Director