Background

- Nine-Party MOU (2012)
  - Established Blended System approach
  - Committed ~$1.112 billion to PCEP
  - SB 1029 – Appropriated $600 million from Prop1A
  - Led to 2013 JPB/CHSRA Agreement
- Seven-Party Supplemental MOU (2016)*
  - Commits additional ~$210 million to PCEP
  - $113 million from CHSRA
- FTA Core Capacity Full Funding Grant Agreement (pending)
  - Secures $647 million
  - Triggers Full NTP

* Five Parties have approved to date. SF and HSR are pending.
Purpose
• Establish plan to obtain $600 million from Prop 1A
• Affirm commitment of additional $113 million
• Commits alternative funding pending Prop 1A availability
• Allows the execution of PCEP contracts

Scope
• Limited to PCEP
• Reaffirms Blended System
• Shared use terms will be covered in future agreements
• Reaffirms CHSRA responsibility for Blended System
Other Details

• FY 17 cash flow invoicing effective July 1, 2016
• PMFA (SB 1029) will establish invoicing and accounting details
• CHSRA concurrence for Full NTP if Core Capacity grant is less than requested
• JPB conditionally grants future operating rights to CHSRA