

***Authorize Executive
Director to Execute
Lease Agreement
with Caltrans for
Three Locomotives,
Three Cab Cars, and
13 Coach Cars***

**JPB TOPS Committee
August 27, 2025**



Staff Request of TOPS Committee

- Recommend that the Board:
 - Authorize the Executive Director or designee to execute the lease of the following surplus equipment to California Department of Transportation (Caltrans):
 - Three (3) F-40PH-2C locomotives,
 - Three (3) Bombardier cab cars, and
 - 13 Bombardier coach cars.

Background

- Lease or sale of the surplus rolling stock **supports** Caltrain's strategic objectives of **cost reduction** and **revenue generation**
- **Caltrans in need of the extra fleet** to accommodate ridership demand increase and provide spare fleet during planned overhaul
- Initial **5-year term**, with the **option to extend** additional 5 years or purchase
- Either party **can cancel or modify** the lease to adapt to operational changes

Lease Benefits

- Expected to **generate up to \$2.14M** lease revenue annually
- Estimated to **save Caltrain about \$0.5M** in operating and maintenance and insurance costs annually
- Supports statewide mobility and rail recovery efforts
- Contributes to broader regional mobility initiatives and expands transportation alternatives for Californians.

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Questions

FOR MORE INFORMATION

WWW.CALTRAIN.COM

