Attachment A

Auditor General's
Monitoring Report of the BSVII Project
1st Quarter (through March 2026)

BSV II Oversight Committee Meeting
May 14, 2026

PRESENTED BY:
SCOTT P. JOHNSON, AUDITOR GENERAL

Santa Clara Valley Transportation Authority
Solutions that move you

MGO

BSVII 2026 Q1 PROJECT MONITORING DASHBOARD

$ 12.75B
PROJECT COST ESTIMATE

2037
REVENUE SERVICE DATE

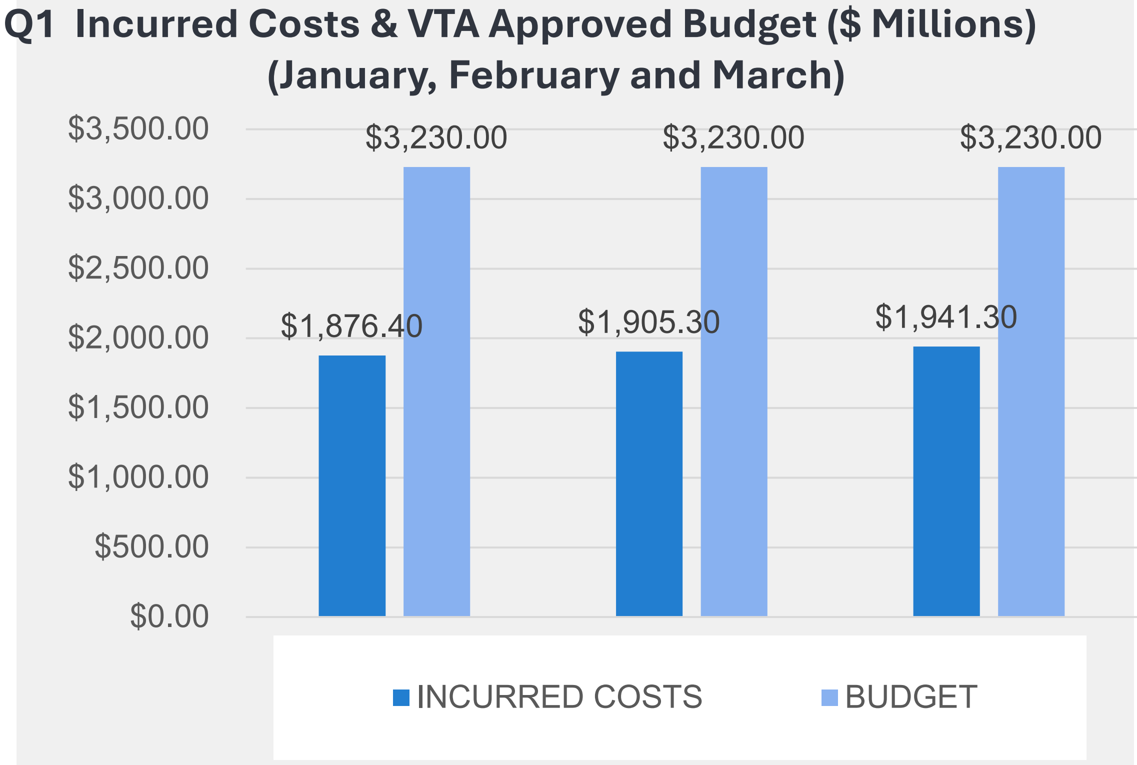
$ 3.23B
VTA APPROVED BUDGET

Q1 % Incurred Costs compared to VTA Budget

As of March 2026, BSV II LTD expense incurred is $1.94B or 60% of the VTA Approved Budget of $3.23B

60%

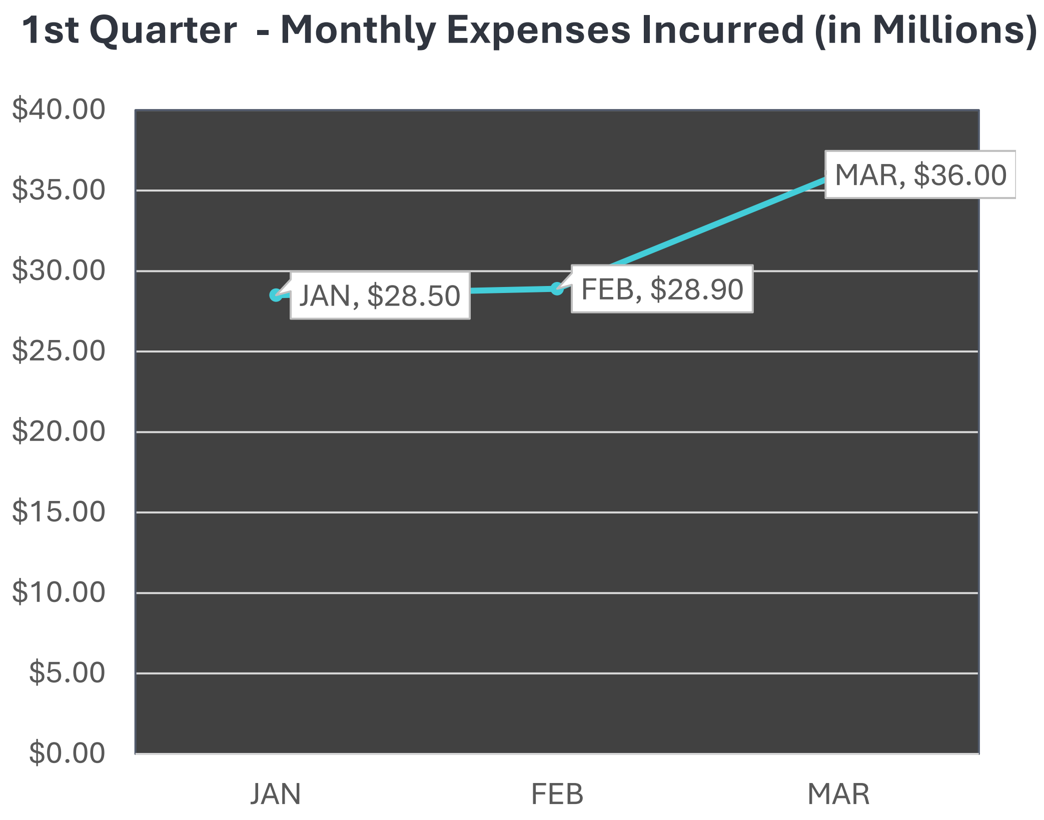
LTD = Life To Date



Q1 BSVII Monthly Expenses Snapshot

Project expenses averaged approximately $31M per month in Q1 2026.

- **March expenses totaled approximately $36M, up $7M from February.**
- **SCC 80 Professional Services payments for March were $12.3M, approximate to the three-month average of $12.5M.**



PROFESSIONAL SERVICES SCC 80 COST ANALYSIS

Through March, 2026 ($ Millions) Source: VTA Monthly Cost Report, 4/15/2026

SCC	Program Estimate	VTA Approved Budget	Contract Commitment	Contract Commitment % of Budget	Actual Cost Incurred LTD	%VTA Budget Incurred	% Incurred to Program Estimate
80.01 Project Development	$251.889	$219.165	$219.166	100%	**$219.166**	**100%**	87%
80.02 Engineering	$522.477	$566.355	$566.351	100%	**$476.481**	**84%**	91%
80.03 PM & Design	$1,323.506	$745.696	$411.630	55%	**$371.225**	**50%**	28%
80.04 CA &M	$269.489	$73.574	$32.058	44%	**$14.015**	**19%**	5%
80.05 Liability Ins	$435.072	$187.042	$60.460	32%	**$51.581**	**28%**	12%
80.06 Legal & Permits	$77.966	$29.545	$16.579	56%	**$12.095**	**41%**	16%
80.07 Surveys & Testing	$26.561	$6.339	-	-	**-**	**-**	**-**
80.08 Startup	$65.552	$0	-	-	**-**	**-**	**-**
Totals	**$2,972.512**	**$1,827.717**	**$1,306.243**	71%	**$1,144.562**	**63%**	39%

Financial Risks

Until the FFGA is approved, local sales tax remains the principal source of project funding. Approximately $2.4B (48%) of the $4.9B BSVII sales tax allocation is already committed against approved contracts. Three assumptions warrant attention as the plan is refreshed:

- **Sales tax projections.** The $4.9B allocation rests on projections developed prior to the post-pandemic period. Periodic updates on sale tax projections and sharing the trends with the Oversight Committee, against the expenditure allocation curve would strengthen confidence, transparency, reporting and accountability.

- **FFGA timing risk.** Current planning assumes FFGA approval in Q2 2027, approximately 14 months out. Any slippage extends the period during which sales tax or state or regional sources must carry the project alone.

- **Updating the project valuation from 2024 to 2026.** The AG understands that the project savings proposed October 2025 was based on the 2024 valuations submitted with the NS project proposal. Updating the project estimate to 2026 valuation could help validate the project savings estimate or increase the need for further savings/revenue options.

Remaining Balances of Major Contracts

Through March 2026 ($ Millions)

HNTB/WSP and MMW-PGH Wong JV are largely incurred against their current commitments (94% and 91%). Overall, 90% of the current contract commitment has been spent.

Source: Monthly Cost Report (As of 3/31/2026 - may not align with current Executive Mo. Report)

Contractor	Role	Contract Value (EMR – March)	Current Commitment ($M)	Actuals to Date ($M)	Balance Remaining ($M)	% Incurred of Commitment
HNTB/WSP	**PMT**	**$ 235.6**	**$ 227.8**	**$ 213.5**	**$ 14.3**	**94%**
MMW-PGH Wong	**GEC**	**$ 394.2**	**$ 384.1**	**$ 350.3**	**$ 33.8**	**91%**
Bechtel	**CM**	**$ 490.8**	**$ 30.7**	**$ 14.6**	**$ 16.1**	**48%**
Total		**$ 1,120.6**	**$ 642.6**	**$ 578.4**	**$ 64.2**	**90%**

SVRTP2: Non-Federally Reimbursable Scope

- **What it is -** *SVRTP2 captures BSV II project expenses that are not eligible for federal reimbursement.*
  - **Funded** entirely from local sources and tracked separately from the FFGA-eligible scope.
  - **Program Estimate** $273M (unchanged through March 2026).
  - **VTA Approved Budget** $222M, increased $52M since June 2025 as part of the overall $1.2B project budget increase.
  - **Life-to-Date Expense** $163M, or 99% of the recorded contract commitment budget is largely incurred and warrants Committee attention as additional non-reimbursable scope is identified.

Glossary

- **Program Estimate** is the approved estimated amount for all phases of project work. For projects that are funded in phases, this estimate will be greater than the VTA Approved Budget. As funding sources are approved, the VTA Approved Budget is expected to increase until it ultimately matches the Program Estimate.

- **VTA Approved Budget** is the project budget approved by the VTA Board of Directors. This does not include any funding that is blocked in SAP (and can therefore not be used to award contracts) because it has not been authorized by the granting agency.

- **Contract Commitment** is the current value of a contract, including the value of the original contract executed with a vendor or contractor, plus all executed amendments or change orders, or all execute Task Orders to date for Task Order-based contracts.

- **Incurred to Date** represents the total value of work performed. This value is determined from consultant invoices, construction contract progress payments received, VTA labor costs current to the data date, and other expenses. It is a cumulative cost figure.