



**CITY COUNCIL STAFF REPORT**

**ITEM NO. 6.4**

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**DATE:** March 23, 2026

**TO:** Honorable Mayor and City Council

**FROM:** Brent Smith, Community Development Director

**SUBJECT:** Resolution approving the funding agreement between the Tri-Valley Transportation Council and the City of Livermore for the allocation of Tri-Valley Transportation Development Funds (TVTDF) in the amount of \$3,426,000 for environmental, permitting, right-of-way, and design activities associated with the Vasco Road/I-580 Interchange Project T1199352.

**RECOMMENDED ACTION**

Staff recommends the City Council adopt a resolution authorizing the City Manager to approve the funding agreement between the Tri-Valley Transportation Council and the City of Livermore for the allocation of TVTDF funds in the amount of \$3,426,000 for environmental, permitting, right-of-way, and design activities associated with the Vasco Road/I-580 Interchange Project T1199352.

**DECISION TYPE**

Administrative

**SUMMARY**

The Vasco Road/I-580 Interchange, shown in Attachment 1, currently experiences operational deficiencies resulting in significant traffic delays. The interchange also lacks bicycle and pedestrian infrastructure. The Vasco Road/I-580 Interchange Project T1199352 will enhance traffic operations and safety for all modes of travel for the Vasco Road/I-580 Interchange and will accommodate the future Valley Link transit system Phase 1B extension in the median. The project will complete street improvements as identified in the City's General Plan, Active Transportation Plan, and the Complete Streets Policy.

A funding agreement is required as part of the funding allocation process. The Tri-Valley Transportation Council (TVTC) approved the funding agreement (Exhibit A to the Resolution) on February 9, 2026. TVTC requests that the City of Livermore approves this funding agreement prior to funding allocation.

**DISCUSSION**

The Vasco Road/I-580 Interchange Project T1199352 will improve the Vasco Road/I-580 Interchange. Project elements include removal and replacement of the Vasco Road overcrossing with a wider bridge, and reconstruction of the on and off ramps bridge structure, and new traffic signals. In addition, the project will construct new bike lanes and sidewalks over the interchange and will accommodate the future Valley Link transit system Phase 1B expansion in the median. The project will improve the traffic operational level of service and safety for all modes of travel including motorists, bicyclists, and pedestrians.

The Project Initiation Document (PID) phase for the project has been completed. The Project Approval & Environmental Document (PA/ED) phase is currently in progress, followed by the Plans, Specifications, Estimates (PS/E) phase, and right of way acquisitions. Construction is anticipated to commence in 2030. The project scope will be consistent with the City of Livermore General Plan and Livermore Bicycle, Pedestrian, and Trails Active Transportation Plan.

In August 2021, the Tri-Valley Transportation Council (TVTC) unanimously approved the TVTC Nexus Study update. Subsequently, on April 18, 2022, the TVTC unanimously adopted the 2022 Strategic Expenditure Plan (SEP) Update. The SEP includes Project B-4 I-580/Vasco Road Interchange Modification Project. This is Vasco Road/I-580 Interchange Project T1199352 in the 2025-2030 Capital Improvement Plan. The SEP authorizes an appropriation of \$5,139,000 for FY 2024-25 and \$3,426,000 for FY 2025-26 from the Tri-Valley Transportation Development Fund (TVTDF). On December 9, 2024, the City Council approved the initial TVTC funding of \$5,139,000 for FY 2024-25.

The TVTC Technical Advisory Committee (TAC) has determined that there is sufficient funding to allocate the \$3,426,000 in TVTDF this FY 2025-26. Given that the City of Livermore is a member of TVTC and a signatory to the Joint Exercise of Powers Agreement pertaining to the TVTDF for traffic mitigation, Livermore is the Project Sponsor. In this capacity, the \$3,426,000 funds will be transmitted to the City of Livermore for FY 2025-26.

On February 9, 2026, the Tri-Valley Transportation Council (TVTC) approved the funding allocation to the City of Livermore and the funding agreement (Exhibit A to the Resolution) between the TVTC and the City of Livermore. TVTC requests that the City of Livermore approves this funding agreement prior to funding allocation.

## **FISCAL AND ADMINISTRATIVE IMPACTS**

The Vasco Road/I-580 Interchange Project T1199352 is currently identified in the 2025-2030 Capital Improvement Plan with a total funding of \$10,095,000 programmed between FY 2024-25 and FY 2027-28. This funding covers environmental, permitting, right-of-way, and design for the project. Funding is from Traffic Impact Fee (Fund 510), TVTC 20% Fee (Fund 511), and State Street Grants (Fund 817). The construction funding plan beyond FY 2027-28 is not shown in the current Capital Improvement Plan. The City will apply for grants to fund construction after the environmental, permitting, right-of-way, and design is complete. TIF funds will be used in combination with future grants to fund construction.

## **COMMUNITY PILLAR**

1: A Safe Community That Thrives

## **GOAL**

10: Work to maintain a safe and efficient local transportation network and address safety concerns.

**ATTACHMENTS**

1. Project Location Map
2. Resolution
3. Exhibit A - Funding Agreement

Prepared by: Joanna Liu  
Senior Transportation Engineer

Approved by:



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Marianna A. Burch  
City Manager

Fiscal Review by:



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Tina Olson  
Administrative Services Director