

November 12, 2025

2025 TransNet Major Corridor Program Health Update

Overview

The TransNet Extension Ordinance established a dedicated funding framework to support significant regional transportation improvements across San Diego County. Within the Ordinance, the Major Corridors Program was created to deliver 48 designated capital improvement projects, including highway upgrades, managed lanes, High-Occupancy Vehicle (HOV) lanes, and transit enhancements. To accelerate progress on these priority investments, the SANDAG Board launched the Early Action Program, advancing key Major Corridor projects to earlier stages of design and construction.

The Major Corridors Program receives approximately 38% of net annual TransNet revenues. The Ordinance further assumes that every \$1 of TransNet Major Corridor funding will be matched by \$1 of external funding from federal, state, or other sources, effectively doubling the investment capacity of the program.

This presentation was previously provided to the SANDAG Board of Directors during their [Spring 2025 Retreat](#) and is now being brought to ITOC to provide ITOC with information on the program's progress, as well as potential funding shortfalls which may affect project delivery.

Key Considerations

The TransNet Major Corridors Program is reviewed annually through a comprehensive financial modeling process. This ongoing assessment provides critical insight into the long-term fiscal health and delivery potential of the program. The financial model evaluates the agency's ability to maintain required debt coverage ratios, ensuring compliance with financial covenants and strong credit standing. It also compares projected TransNet revenues with remaining project costs to identify potential funding shortfalls and inform decisions on project timing, scope, or financing strategies.

The 2025 Major Corridors financial assessment incorporated project costs based on the most recent engineer's estimates for projects currently underway or, for projects not yet initiated, the cost assumptions reflected in the 2021 Regional Plan.

Next Steps

Staff will continue running updated financial models to assess the overall health of the TransNet program. Additionally, consistent with the 2018 TPA recommendation, a comprehensive capacity analysis will be completed and presented following the approval of each Regional Plan to evaluate long-term funding and delivery capacity. These steps will support closing out pending audit recommendations and ensure continued oversight and accountability for the TransNet Program's financial management and delivery commitments.

Susan Huntington, Director of Financial Planning, Budgets, and Grants

Action: Information

Staff will provide an update on the TransNet Major Corridor Financial Status, including updated costs and revenue estimates for the TransNet Expenditure Plan and the remaining Major Corridor Program of Projects per the TransNet Ordinance through FY 2048.

Fiscal Impact:

None.

Schedule/Scope Impact:

None.