State and Federal Legislation Update

San Francisco County Transportation Authority

Community Advisory Committee - Agenda Item 8
October 28, 2026

State Recap

- State Legislation
- FY 27 State Budget and Cap-and-Invest

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State Legislation Status (1 of 2)

BILL # (AUTHOR)	BILL TITLE	POSITION	BILL STATUS
AB 1421 (Wilson)	Road Usage Charge Technical Advisory Committee	Support	Dead
AB 1837 (Gonzalez)	Video imaging of parking violations	Support	Chaptered
AB 2276 (Soria)	Active intelligent speed assistance devices	Support if amended	Dead
AB 2308 (Haney)	Redevelopment: successor agency debt: San Francisco	Support	Chaptered

State Legislation Status (2 of 2)

BILL # (AUTHOR)	BILL TITLE	POSITION	BILL STATUS
SB 1167 (Blakespear)	Electric bicycles	Support	Chaptered
SB 1216 (Laird)	Budget Act of 2026	Watch	Dead
SB 1246 (Cortese)	Autonomous vehicles	Support and Seek Amendments	Chaptered
SB 1411 (Stern)	Greenhouse Gas Reduction Funds: high-speed rail	Watch	Dead

Senate Bill 1246 (Cortese)

Approved by the Governor on Sept 30

- Requires remote drivers to be based in the U.S. and hold a U.S. driver's license
- Requires notifications to local jurisdictions about location and status of vehicles during system-wide failures
- Guarantees first responders an on-site contact, also known as "local incident technicians" who can assist with AV accidents and obstructions
- Establishes local penalties when an AV blocks first-responder operations during an emergency for more than 30 minutes
- Requires additional reporting on company response times to AV incidents

FY 27 State Budget

Various FY27 budget issues were addressed this past August

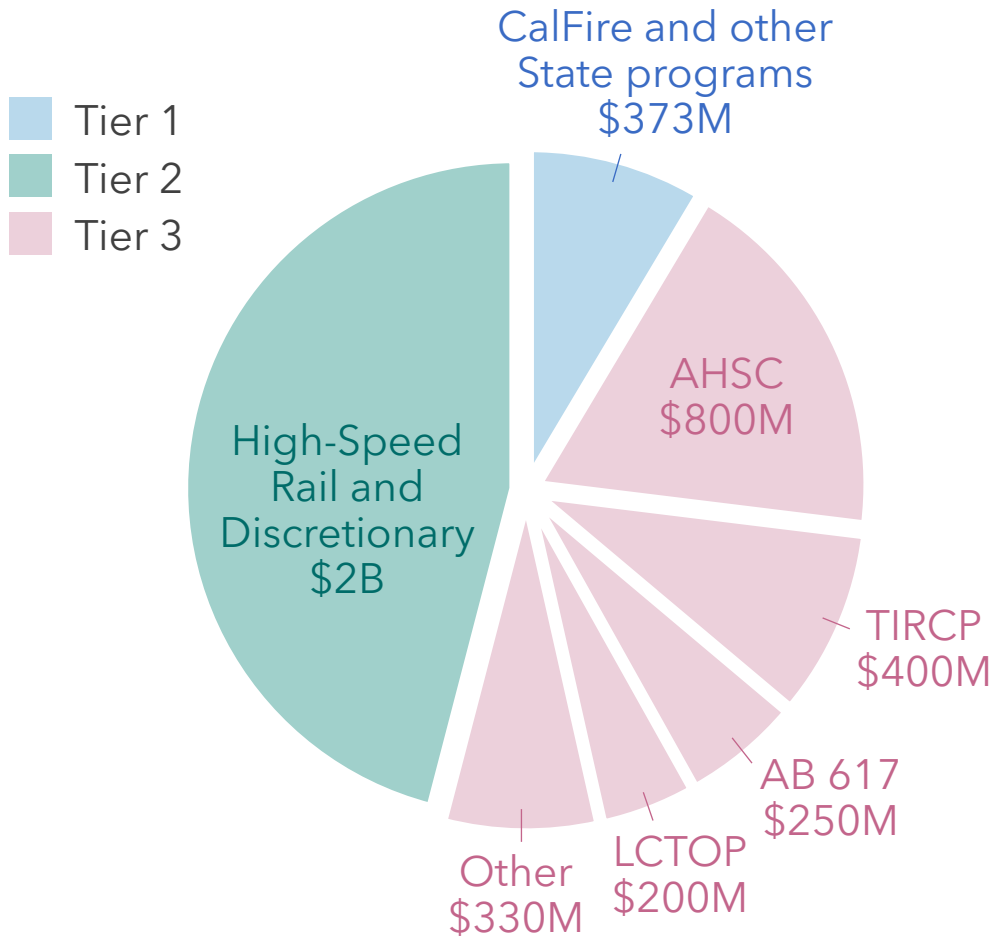
SB 125 Transit Capital Commitment

- June budget did not honor prior commitments to provide transit capital funding including for Bay Area projects such as BART Transbay Core Capacity
- Final FY27 budget honored SB 125 commitment with $230 million

Cap-and-Invest Program Cuts

- May action by Air Resources Board to amend Cap-and-Invest program resulted in ~$2 billion less annually for Greenhouse Gas Reduction Fund (GGRF) and lower funding levels for key transportation programs
- Negotiations resulted only in modest backfilling of GGRF despite strong advocacy from across the state

Cap-and-Invest GGRF



GGRF Annual Expenditures (SB 840) - $4.4B

GGRF funds programs in three Tiers on a waterfall basis

Tier 3 includes:

- Affordable Housing and Sustainable Communities (AHSC)
- Transit and Intercity Rail Capital Program (TIRCP)
- Community Air Protection Program (AB 617)
- Low Carbon Transit Operations Program (LCTOP)
- Other programs such as wildfire/forest resilience, safe drinking water, etc.

GGRF Tier 3 FY27 Expenditure Plan

GGRF Tier 3 Program	SB 840 Annual Target	FY27 State Budget
Affordable Housing and Sustainable Communities (AHSC)*	$800M	$189M
Transit and Intercity Rail Capital Program (TIRCP)	$400M	$95M
Community Air Protection Program (AB 617)**	$250M	$59M
Low Carbon Transit Operations Program (LCTOP)	$200M	$47M
Other programs (e.g. wildfire/forest resilience, safe drinking water, etc.)**	$330M	$78M
Total	**$1,980M**	**$468M**

*AHSC was split into two separate programs as part of the FY 27 State budget

**Only GGRF funding shown here; programs received additional funding support from other State fund sources

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GGRF Tier 3 Investments in San Francisco

AHSC



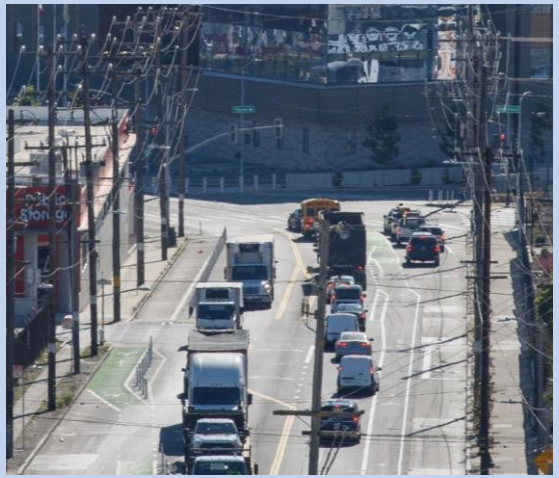
2,100 affordable housing units since 2018 and **$8.5 million average annual awards for transportation**

TIRCP



$1.7 billion for transit capital investments for BART, Caltrain, SFMTA and The Portal including train control and electrification improvements

AB 617



Ongoing community air pollution initiatives in Bayview Hunters Point

LCTOP



Operations and capital for BART, Caltrain, and SFMTA including **$17 million per year for free and reduced Muni for seniors, people with disabilities, and youth**

Federal Recap

- Expiration of Infrastructure Investment and Jobs Act
- Autonomous Vehicle Policy Developments

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What is Reauthorization?

Reauthorization is legislation that serves as a roadmap for federal surface transportation spending, typically for 5 or 6-year periods

How does this impact San Francisco?

- Establishes programs for a breadth of transportation projects and programs
- Directs formula funds to states and regions with suballocations to local agencies
- Authorizes major discretionary grant programs
- Establishes or changes policies, including some that may impact city projects or pre-empt city authorities

Reauthorization Bills Since 1990

- ISTEA (1991)
- TEA-21 (1998)
- SAFETEA-LU (2005)
- MAP-21 (2012)
- FAST (2015)
- IIJA (2021)

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Expiration of Infrastructure Investment and Jobs Act (IIJA) of 2021

IIJA expired on Sept 30, 2026

- Congress passed a Continuing Resolution extending surface transportation program funding through Dec 11
- Advanced appropriations for several transportation programs were not included in Continuing Resolution, reducing overall transit funding
- House introduced BUILD America 250 Act; Senate has not introduced legislation yet



Federal Autonomous Vehicle (AV) Policy

- Continued to support Rep Kevin Mullin's AV Legislation
  - H.R. 4376 / S. 3742 - AV Safety Data Act
  - H.R. 10033 – AV Emergency Response Coordination Act
- Co-hosted AV Peer Exchange with USDOT in September, which convened cities, states, and federal leaders to discuss experiences with AV deployment
- National Highway Traffic Safety Administration announced series of planned AV rulemaking in 2026/27



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2027 State and Federal Advocacy Program Preview

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2027 State and Federal Advocacy Program Preview

Outcome of November 2026 General Election will also inform program

State

- Restoring Cap-and-Invest Tier 3 funding
- Increasing State investment in transit and other transportation modes
- Continuing work on Autonomous Vehicle (AV) policy and regulation

Federal

- Reauthorization advocacy and preserving/increasing transportation funding, especially for transit
- Continuing work on AV policy and regulation

Key Dates

- **November 3:** General Election
- **November 17 Board Meeting:** AV Hearing
- **January 2027 CAC Meeting:** Draft State and Federal Advocacy Program
- **February 2027 Board Meeting:** Approval of State and Federal Advocacy Program

Thank you.

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