SAN DIEGO & ARIZONA EASTERN RAILWAY COMPANY
A NEVADA NONPROFIT CORPORATION

Webinar Instructions

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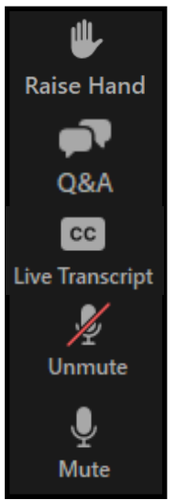
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3 Webinar Features:



- Use the **raise hand** feature every time you wish to make a public comment. Dial *9 if participating via phone. You will be taken in the order in which you raise your hand. Please do so only after that agenda item has started.
- Use the **Q&A** button to ask staff to make a live public comment – staff will reply through the feature
- Participants can enable closed captioning by clicking the **CC** icon. You may also view the full transcript and change the font size by clicking 'subtitle settings.' These features are not available via phone.
- This symbol shows you are muted, click this icon to **unmute** your microphone or *6 if you are calling in.
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2. US: 1 (669) 254-5252

SAN DIEGO & ARIZONA EASTERN RAILWAY COMPANY
A NEVADA NONPROFIT CORPORATION

Instrucciones para la Reunión Virtual de Juntas Directivas y Comités

1 Enlace de la junta:

https://www.zoomgov.com/j/1619694181
Meeting ID

2 Comentario Público y Servicios de Traducción:

Comentario Público Escrito

Todos los comentarios públicos recibidos serán incorporados en el registro público y se proporcionarán a los miembros de la junta de MTS antes de la reunión. Envíe sus comentarios públicos por correo electrónico a la Secretaria de la Junta, joann.delgado@sdmts.com, a las 4:00 p.m., el día antes de la junta.

Comentario Público Verbal en Vivo

Para hacer un comentario público

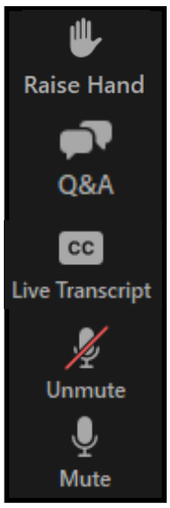
1. Envíe su nombre por escrito y el número del artículo de agenda usando la función 'Q&A' (método preferido—se puede hacer a cualquier momento antes de la sección para comentario público de ese artículo.
2. Use la función "Raise Hand' cuando el número de artículo haya comenzado.

Servicios de Traducción para Comentario Público

Servicios de traducción para comentario público están disponibles mediante solicitud a la Secretaria de la Junta, 48 horas antes de la junta.

La Secretaria llamará su nombre o los últimos tres números de su número de teléfono y activará su micrófono. Los comentarios serán organizados en el órden de que sean recibidos.

3 Funciones de la Reunion Virtual:



- Use la función '**raise hand'** cada vez que quiera hacer un comentario público. Marque *9 si está participando por teléfono. Los comentarios serán organizados en el orden en que sean recibidos. Solamente use esta función cuando el número de artículo haya comenzado.
- Use la función **Q&A** para hacer un comentario público - el organizador responderá mediante esta función.
- Los participantes pueden activar subtitulos en inglés usando la función **CC**. Puede acceder la transcripción completa y cambiar el tamaño de letra en la sección 'subtitle settings'. Estas funciones no están disponible por teléfono.
- Este símbolo muestra que su micrófono está silenciado. Marque *6 si esta llamando a la junta.
- Este símbolo muestra que su micrófono no está silenciado. Presione este botón para silenciar su micrófono

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iPhone Zoom enlace de la aplicación
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2. Si se conecta por teléfono únicamente, marque: 1 (669) 254-5252

AGENDA

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

October 14, 2025
9:00 a.m.

In-Person Participation: James R. Mills Building, 1255 Imperial Avenue
10th Floor Executive Committee Room, San Diego, CA 92101
Teleconference Participation: 1 (669) 254-5252; Webinar ID: 161 969 4181
https://www.zoomgov.com/j/1619694181

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ACTION RECOMMENDED

1. **Approval of the Minutes of October 8, 2024** — Approve
   Action would approve the SD&AE Railway Company Minutes of October 8, 2025.
2. **Statement of Railway Finances (Erin Dunn)** — Informational
3. **Report on San Diego and Imperial Valley (SD&IV) Railroad Operations (Matt Domen)** — Informational
4. **Report on Pacific Southwest Railway Museum (Stephen Hager)** — Informational
5. **Real Property Matters (Sean Myott)** — Informational
   Summary of SD&AE Documents Issued Since October 8, 2024.
6. **Board Member Communications**
7. **Public Comments**
8. **Next Meeting Date: Tuesday, October 13, 2026, at 9:00 a.m.**
9. **Adjournment**

SAN DIEGO & ARIZONA EASTERN RAILWAY COMPANY

A Nevada Nonprofit Corporation

1255 Imperial Avenue
Suite 1000
San Diego, CA
92101-7490
619.231.1466

BOARD OF DIRECTORS
Brian Riley, Chairperson
Matt Domen
David Franklin, Jr.

OFFICERS
Sharon Cooney, President
Matt Domen, Secretary
Erin Dunn, Treasurer

LEGAL COUNSEL
Karen Landers

MINUTES

BOARD OF DIRECTORS MEETING OF THE
SAN DIEGO & ARIZONA EASTERN RAILWAY COMPANY

October 8, 2024

A meeting of the Board of Directors of the San Diego & Arizona Eastern (SD&AE) Railway Company, a Nevada corporation, was held at 1255 Imperial Avenue, Suite 1000, San Diego, California 92101, on October 8, 2024, at 9:05 a.m. via Zoom and in person.

The following persons, constituting the Board of Directors, were present: Brian Riley, Matt Domen, and David Franklin, Jr. Others in attendance were members from:

San Diego Metropolitan Transit System:	Erin Dunn, Karen Landers, Sean Myott
Pacific Southwest Railway Museum:	Stephen Hager

1. Approval of Minutes

Mr. Domen moved to approve the Minutes of the October 17, 2023, SD&AE Railway Board of Directors meeting. Mr. Riley seconded the motion, and it was unanimously approved.

2. Statement of Railway Finances

Ms. Dunn reviewed the Statement of Railway Finances for the fiscal year ending June 30, 2024 (attached to the agenda item). Ms. Dunn noted that the anticipated FY 24 revenue is approximately $4,000 ahead of budget primarily due to the new billboard lease that was effective November 1, 2023. Operating expenses were $87,000 favorable to budget primarily due to new expenses for outside services and risk management costs coming in lower than budgeted in prior years. Ms. Dunn added that the net income for the fiscal year was $171,000.

Action Taken

Informational item only. No action taken.

3. Report on San Diego & Imperial Valley Railroad (SD&IV) Operations

Mr. Domen reviewed the SD&IV Periodic Report for activities for the 4th Quarter of 2023 & 1st Quarter of 2024 (attached to the agenda item).

Action Taken

Informational item only. No action taken.

4. Report on Pacific Southwest Railway Museum Operations (Stephen Hager)

Mr. Hager reviewed the Pacific Southwest Railway Museum (PSRM) report for the 4th quarter of 2023 and 1st quarter of 2024 (attached to the agenda item).

Action Taken

Informational item only. No action taken.

5. Report on the Desert Line (Karen Landers)

Ms. Landers gave an update on the Desert Line. Ms. Landers reminded the Board that MTS staff reached out to Caltrans a couple of years ago about Caltrans conducting a feasibility study on the future of the Desert Line. Ms. Landers noted that attempts in the past by private investors have been unsuccessful in planning for a viable line and it became apparent that a significant investment of public funds would be required to study and plan to revive the Desert Line infrastructure in a safe, working condition.

Ms. Landers stated that the public benefit must also be weighed to determine if the project is worth the level of public investment needed. This would involve finding a partner agency and following and carrying out a multitude of government rules. MTS reached out to SANDAG and Caltrans and the next phase would be for a partner agency to conduct a study and analysis.

Ms. Landers stated that the project is in the first phases for SANDAG or Caltrans to get a planning grant. This would allow them to do a feasibility study. HNTB has been hired to conduct a market feasibility study and a public benefit analysis. HNTB is in the fact-finding stage currently engaging with stakeholders in the U.S. and Mexico about the market and type of traffic—such as border-wait times, truck-travel times, vehicles, miles traveled, etc.

Ms. Landers stated that HNTB is also doing a high-level budget cost estimation. Ms. Landers added that she informed HNTB that the condition of the Desert Line has deteriorated since the previous condition reports in 2012. She noted that the plan is to do some drone flights with newer technology than from 12 years ago to try to understand the magnitude of what it would take to rebuild the line. A lot of things would have to fall into place to be able to complete this project and a lot of decisions would have to be made based on real information to determine if the money should be spent on this project.

Ms. Landers reported that HNTB started in July 2023 and it is supposed to take about 12 to 18 months to complete the analysis and we should know more then. Ms. Landers will connect HNTB with SD&IV and Museum personnel to get feedback from the operators about their input and needs related to the rehabilitation of the Desert Line. Ms. Landers also suggested to HNTB that they contact Baja Rail.

Ms. Landers reported that she and staff went out on the line with Rail staff who had tried to clear the track prior to her arrival; however, she noted that they derailed 10 times during her visit. Ms. Landers suggested to HNTB that they reach out to Dan Davis who previously conducted the bridge analysis. She reiterated that the project could be in the tens of millions of dollars and the public benefit analysis would have to be weighed.

Action Taken

Informational item only. No action taken.

6. Real Property Matters (Sean Myott)

➢ Summary of SD&AE Documents Issued Since October 17, 2023

Sean Myott stated that since the October 17, 2023, SD&AE Railway Company Board of Directors meeting, the documents listed by bullet points below have been processed by staff. Mr. Myott stated that the majority of the work was for third-party infrastructure—either on or adjacent to SD&AE property. Mr. Myott also reviewed a few of the agreements listed.

- S200-22-771.1 and S200-22-771.2: Ortiz Corporation Right of Entry Permit Amendment (Time Extensions) to install water pipe beneath the tracks, installation of an additional pipes by cut and cover trenching, and the abandonment of existing pipe beneath tracks at the 69th St crossing.

- S200-22-771.3: Ortiz Corporation Right of Entry Permit Amendment (Time Extension & Additional Scope) to install water pipe beneath the tracks, installation of an additional pipes by cut and cover trenching, and the abandonment of existing pipe beneath tracks at the 69th Street crossing and additionally perform curb improvements.

- S200-23-791.2: Transtelco Inc. Right of Entry Permit Amendment (Time Extension) to repair potholing related to the replacement of existing fiber from Sigsbee Street and Harbor Boulevard to San Ysidro.

- S200-23-795.1: Griffith Company Right of Entry Permit Amendment (Time Extension) to install bridge falsework to protect the MTS tracks and appurtenances during the Caltrans El Cajon Bridge demolition and reconstruction.

- S200-23-803: Affirmed Housing Group, Inc. Exclusive Negotiating Agreement (ENA) for a Transit-Oriented Development at Spring Street Station.

- S200-23-825: West Coast General Group Right of Entry Permit to perform street and curb improvement work as part of the new bike pathways along Beyer Blvd. as part of SANDAG's Border to Bayshore Bikeway project.

- S200-23-825.1: West Coast General Group Right of Entry Permit Amendment (Additional Scope) to perform street and curb improvement work as part of the new bike pathways along Beyer Blvd. as part of SANDAG's Border to Bayshore Bikeway project and additionally to remove and replace MTS ROW chain-link fence, asphalt, concrete, and curb on Beyer Blvd. near Precision Park Lane.

- S200-24-829: Peregrine Energy Storage, LLC License for an underground transmission line at Sampson Street for the right to construct, install, inspect, use, operate, maintain, repair, replace, modify, and remove one 230kV generator tie transmission line.

- S200-24-830: Sweetwater Authority Right of Entry Permit to repair a 16" underground water valve at F Street.

- S200-24-834: The Fishel Company Right of Entry Permit to perform asphalt trenching to place conduit for fiber in the public right of way along Hollister Street adjacent to the Palm Street crossing.

- S200-24-836: GC Fence Corporation Right of Entry Permit to install a guardrail near the Spring Street and University Avenue crossing.

- S200-24-839: KTA Construction Inc. Right of Entry Permit to replace a sewer and water main along 19th Street and Commercial Street.

- S200-24-840: Railworks Track Services, LLC Right of Entry Permit to perform track maintenance on behalf of the PSRMA on the Desert Line between MP 66.7 and MP 61.6 in Campo, CA.

- S200-24-841: NOVA Services, Inc. Right of Entry Permit to perform geotechnical borings at Spring Street Station on behalf of Affirmed Housing L.P.

- S200-24-842: EPC Services Right of Entry Permit to construct an underground transmission line at the Sampson Street crossing.

- S200-24-842.1: EPC Services Right of Entry Permit Amendment (Time Extension) to construct an underground transmission line at the Sampson Street crossing.

- S200-24-843: Pacific Drilling Company Right of Entry Permit to perform drilling of boreholes as part of a slope and drainage improvements project located north of the San Ysidro railyard on the southwest facing embankment of the rail line located east of Beyer Boulevard.

- S200-24-844: SANDAG Right of Entry Permit to perform outreach regarding for the Transit Subsidy Survey at various transit centers.

- S200-24-846: Caltrans Right of Entry Permit to conduct in person and aerial drone site investigations of the Sweetwater Marsh and Marisma de Nacional Marsh for the Federal Fish and Wildlife Service.

- S200-24-847: San Diego & Arizona Eastern Railroad Grant Deed transferring four SD&AE parcels to MTS to facilitate a DDA with National CORE for the Plam Avenue Trolley Station Transit-Oriented Development.

- S200-24-848: Blue Pacific Engineering & Construction Inc. Right of Entry Permit to perform civil improvements that include sidewalk construction, lighting improvements, and landscaping improvements as part of the City of Lemon Grove's Connect Main Street Project.

- S200-24-849: San Diego Unified Port District Right of Entry Permit to temporarily install traffic sensors onto MTS catenary poles (approx. 4 months) at the 28th Street and Harbor Drive and Cesar Chavez and Harbor Drive crossings as part of a vehicle route enforcement pilot program for semi-trucks leaving the Tenth Avenue Marine Terminal.

- S200-24-851: Nu Line Technologies Right of Entry Permit to perform sewer-line cleaning and manhole rehabilitation activities at Campo Rd. and Forest Gate Rd.
- S200-24-852: Cox Communications Right of Entry Permit to replace underground equipment located near Beyer Blvd. and Dairy Mart Rd.
- S200-24-853: SANDAG Right of Entry Permit to perform outreach for the planned improvements to the San Ysidro Transit Center.
- S200-24-854: Commander, Navy Region Southwest, Morale, Welfare and Recreation (MWR) Right of Entry Permit for Navy's Annual Bay Bridge Run/Walk to cross over MTS Trolley tracks at Harbor Drive and Cesar Chavez Boulevard.
- S200-24-857: Life Sports Foundation Right of Entry Permit for the 2024 Campagnolo Gran Fondo San Diego bike event to cross over railroad tracks at 8th Street, Palomar Street, and Gunpowder Point Drive.
- S200-24-859: Wyyerd Group Right of Entry Permit to install a new aerial fiber line from an existing utility pole near F Street west over the MTS tracks and Interstate 5 to an existing pole near Bay Blvd.
- S200-24-861: Blue Pacific Engineering & Construction Inc. Right of Entry Permit to install a curb ramp and foundation for a pedestrian crossing at the El Cajon Transit Center.
- S200-24-863: Aguirre & Associates Right of Entry Permit to obtain survey data for the existing OCS cables and SDG&E transmission wire for the 24th Street Trolley Pedestrian Bridge Feasibility Study for the City of National City at the 24th Street Trolley Station.
- S200-24-864: San Diego Bicycle Coalition Right of Entry Permit to allow participants of the Bike the Bay bike event to cross over railroad tracks at various locations on the Blue Line (south line) and Coronado Branch (located throughout the Bayshore Bikeway).

Action Taken

Informational item only. No action taken.

7. Board Member Communications

There were no Board member communications.

8. Public Comments

There were no public comments.

9. Next Meeting Date

The next meeting of the SD&AE Railway Company Board of Directors is on Tuesday, October 14, 2025.

10. Adjournment

The meeting was adjourned at 9:24 a.m.

Chairperson

General Counsel

Agenda Item No. 2

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

October 14, 2025

SUBJECT:

STATEMENT OF RAILWAY FINANCES

RECOMMENDATION:

That the SD&AE Railway Company Board of Directors receive a financial report for the year ending June 30, 2025.

Budget Impact

None.

DISCUSSION:

Attached are SD&AE's financial results for the fiscal year ending June 30, 2025.

As of June 30, 2025, revenue is favorable to budget by $45,000 and has increased by $48,000 from the fiscal year ending June 30, 2024. The increase was related to increases across the board for revenue: right of entry permits, lease revenue from billboards and freight fees.

Expenses are $90,000 favorable to budget primarily due to positive variances in both Outside Services and Risk Management Costs. Compared to the fiscal year ending June 30, 2024, expenses have increased $15,000 primarily due $9,000 in outside services related to cleaning up the hazardous materials under the locomotives on the Desert Line in Ocotillo.

The Net Income as of June 30, 2025, was $204,000.

Attachments: SD&AE Operating Statement for year ending June 30, 2025

SD&AE Operating Statement FY2025

	FY 2025			FY 2024	
	Actuals	Budget	Variance	Actuals	Variance
Revenues					
Right of Entry Permits	$ 50,889	$ 35,000	$ 15,889	$ 38,057	$ 12,832
Lease Income	174,007	165,000	9,007	157,071.61	16,935
Operator Income - SD&IV 1% Freight Fee	60,154	40,000	20,154	42,000	18,155
Total Revenues	$ 285,050	$ 240,000	$ 45,050	$ 237,128	$ 47,922
Expenses					
Personnel Costs	$ 2,285	5,700	$ 3,415	$ 2,641	$ 356
Outside Services	8,540	35,000	26,460	-	(8,540)
Risk Management	46,772	96,615	49,843	40,373	(6,399)
Misc. Operating Expenses	23,101	33,000	9,899	22,966	(135)
Total Expenses	$ 80,698	$ 170,315	$ 89,617	$ 65,980	$ (14,718)
Net Income/(Loss)	$ 204,353	$ 69,685	$ 134,668	$ 171,148	$ 33,205

Reserve Balance as of June 30, 2024	**$ 1,229,610**
GASB 87 Lease True Up to Cash Basis	$ 1,296
Allocated Interest Earnings	288,939
Operating Profit/(Loss) - YTD	204,353
Reserve Balance as of June 30, 2025	**$ 1,724,198**

Agenda Item No. 3

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

October 14, 2025

SUBJECT:

REPORT ON SAN DIEGO AND IMPERIAL VALLEY (SD&IV) RAILROAD OPERATIONS

RECOMMENDATION:

That the SD&AE Board of Directors receive a report for information.

Budget Impact

None.

DISCUSSION:

An oral report will be given during the meeting.

Attachment: Periodic Report for October 2024 – September 2025

SD&AE Board
C/O MTS
1255 Imperial Avenue, Suite 1000
San Diego, California 92101

October 14, 2025

Periodic Report

In accordance with Section 20 of the Agreement for Operational Freight Service and Control through Management of the San Diego and Arizona Eastern Railway Company activities of interest for the prior year are listed as follows:

1. Labor

The San Diego & Imperial Railroad has 9 employees as listed below:

1 General Manager

1 Manager - Marketing & Sales

1 Office Manager

1 Mechanical Manager

1 Maintenance of Way Employee

4 Train Service Employees

2. Marketing

Volume in the 3rd Quarter had an 4.2% increase as compared to the same quarter in 2024. Traffic terminating on SDIY increased 12%, consisting of ethanol, E85, aviation gas, renewable diesel, and plastics. Ethanol and E85 strengthened by small increase in the market share of local gas stations. Traffic into Mexico remained consistent driven by increased spot buys of LPG. Dairy feed, brewery malt and pulp and paper shipments make up the remainder of the traffic.

3. Reportable Injuries/Environmental

Days through year to date there were ***no*** FRA Reportable injuries or Environmental incidents on the SDIV Railroad.

Days FRA Reportable Injury Free: **9959**

4. Summary of Freight

	2025	2024	2023
Total rail carloads that moved by SDIY Rail Service in the quarter.	**961**	**922**	**830**
Total railroad carloads Terminating/Originating Mexico in the quarter.	**649**	**644**	**584**
Total railroad carloads Terminating/Originating El Cajon, San Diego, National City, San Ysidro, California in the quarter.	**312**	**278**	**246**
Total customers directly served by SDIY in the quarter	**6**	**9**	**10**
Regional Truck trips that SDIY Railroad Service replaced in the quarter	**2883**	**2766**	**2490**

Respectfully,

Matthew Domen

General Manager

San Diego and Arizona Eastern
(SD&AE) Railway Company

Date: 10/14/2025

Agenda Item No. 3

REQUEST TO SPEAK

Order Request Received 1

PLEASE SUBMIT THIS COMPLETED FORM (AND ANY WRITTEN STATEMENTS) TO THE CLERK OF THE COMMITTEE PRIOR TO DISCUSSION OF YOUR ITEM[1].

1. INSTRUCTIONS
This Request to Speak form must be filled out and submitted in advance of the discussion of your item to the Clerk of the Committee (please attach any written statement to this form). Communications on hearings and agenda items are generally limited to three (3) minutes per person unless the Committee authorizes additional time. However, the Chairperson may limit comment to one or two minutes each if there are multiple requests to speak on a particular item. General public comments on items not on the agenda are limited to three (3) minutes. Please be brief and to the point. No yielding of time is allowed. Subjects of previous hearings or agenda items may not again be addressed under General Public Comments.

Please Print

NAME	Jim Lundquist
Address	
Telephone	
Organization represented (if any)	
Subject of your remarks	
Regarding Agenda Item No.	3 Report on SDIV Railroad Operations
Your comments are presenting a position of:	☐ *SUPPORT* ☐ *OPPOSITION*

2. TESTIMONY AT NOTICED PUBLIC HEARINGS
At public hearings of the Committee, persons wishing to speak shall be permitted to address the Committee on any issue relevant to the subject of the hearing.

3. DISCUSSION OF AGENDA ITEMS
The Chairman may permit any member of the public to address the Committee on any issue relevant to a particular agenda item.

4. GENERAL PUBLIC COMMENTS ON MATTERS NOT ON THE AGENDA
Public comment on matters not on the agenda will be limited to five (5) speakers with three (3) minutes each under the Public Comment agenda item. Additional speakers will be heard at the end of the Committee's agenda.

[1] REMEMBER: Subjects of previous hearings or agenda items may not again be addressed under General Public Comments.

Agenda Item No. 4

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

October 14, 2025

SUBJECT:

REPORT ON PACIFIC SOUTHWEST RAILWAY MUSEUM

RECOMMENDATION:

That the SD&AE Board of Directors receive a report for information.

Budget Impact

None.

DISCUSSION:

A report will be presented during the meeting.

Attachment: Quarterly Reports

Pacific Southwest Railway Museum

La Mesa Depot 4695 Nebo Drive La Mesa, CA 91941 619-465-7776

September 2, 2025

SD&AE Board
c/o Metropolitan Transit System
1255 Imperial Avenue, Suite 1000
San Diego, CA 92101

Re: Fourth Quarter, 2024

Dear SD&AE Board:

During the fourth quarter of 2024 the Pacific Southwest Railway Museum operated 24 Pumpkin Express trains, 4 Sip & Scare Sunset Special trains, and 16 North Pole Limited trains carrying a total of 7,495 passengers. The museum was open sixteen days during the fourth quarter. There were no FRA reportable accidents or injuries during the fourth quarter, 2024. Earned revenue from SD&AE property was $334,838.85; our check for $6,696.78 is enclosed.

Passenger ridership during the fourth quarter as compared to the past ten years:

7,495 passengers during the fourth quarter 2024
6,069 passengers during the fourth quarter 2023
6,476 passengers during the fourth quarter 2022
5,792 passengers during the fourth quarter 2021
2,253 passengers during the fourth quarter 2020
7,559 passengers during the fourth quarter 2019
7,698 passengers during the fourth quarter 2018
7,153 passengers during the fourth quarter 2017
6,736 passengers during the fourth quarter 2016
7,110 passengers during the fourth quarter 2015

The fourth quarter of the year is PSRM's busiest time of year. We operated our popular Halloween-themed Pumpkin Express trains as well as a new offering, the Sip & Scare Sunset Special trains, in October and our largest annual event, the North Pole Limited trains, in late November and December.

PSRM continues to perform track maintenance and weed abatement and maintains both signalized railroad crossings within our right-of-way limits. PSRM signal maintainers perform the monthly, quarterly and annual inspections regularly.

As always, thank you to the San Diego & Arizona Eastern board and staff, as well as the Metropolitan Transit System board and staff for entrusting the care of fourteen miles of the SD&AE Desert Line to the Pacific Southwest Railway Museum. Our offer remains open to host an MTS/SD&AE visit to our museum in Campo. Please email me at hager@psrm.org for arrangements.

Sincerely,

Stephen Hager

Stephen Hager
President

Pacific Southwest Railway Museum

La Mesa Depot 4695 Nebo Drive La Mesa, CA 91941 619-465-7776

September 2, 2025

SD&AE Board
c/o Metropolitan Transit System
1255 Imperial Avenue, Suite 1000
San Diego, CA 92101

Re: First Quarter, 2025

Dear SD&AE Board:

During the first quarter of 2025 the Pacific Southwest Railway Museum operated 36 Golden State trains and 1 School train carrying a total of 1,743 passengers. The museum was open twenty-four days during the first quarter. There were no FRA reportable accidents or injuries during the first quarter, 2025. Earned revenue from SD&AE property was $26,982.07; our check for $539.64 is enclosed.

Passenger ridership during the first quarter as compared to the past ten years:

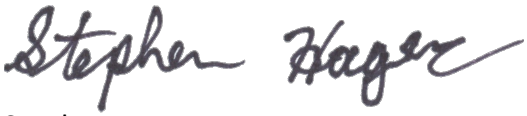
1,743 passengers during the first quarter 2025
2,863 passengers during the first quarter 2024
1,535 passengers during the first quarter 2023
1,793 passengers during the first quarter 2022
1,087 passengers during the first quarter 2021
1,305 passengers during the first quarter 2020
1,665 passengers during the first quarter 2019
2,728 passengers during the first quarter 2018
1,185 passengers during the first quarter 2017
2,380 passengers during the first quarter 2016

PSRM continues to perform track maintenance and weed abatement and maintains both signalized railroad crossings within our right-of-way limits. PSRM signal maintainers perform the monthly, quarterly and annual inspections regularly.

A Federal Tax Exempt 501 (C) 3 California Non-Profit Corporation FEIN #95-2374478 www.psrm.org

As always, thank you to the San Diego & Arizona Eastern board and staff, as well as the Metropolitan Transit System board and staff for entrusting the care of fourteen miles of the SD&AE Desert Line to the Pacific Southwest Railway Museum. We are always happy to host an MTS/SD&AE visit to our museum in Campo. Please email me at hager@psrm.org for arrangements.

Sincerely,



Stephen Hager
President

Pacific Southwest Railway Museum

La Mesa Depot 4695 Nebo Drive La Mesa, CA 91941 619-465-7776

September 2, 2025

SD&AE Board
c/o Metropolitan Transit System
1255 Imperial Avenue, Suite 1000
San Diego, CA 92101

Re: Second Quarter, 2025

Dear SD&AE Board:

During the second quarter of 2025 the Pacific Southwest Railway Museum operated 33 Golden State trains, 1 School Train, 18 Bunny Trains, and 2 Backcountry Wine Trains carrying a total of 3,335 passengers. The museum was open twenty-six days during the second quarter. There were no FRA reportable accidents or injuries during the second quarter, 2025. Earned revenue from SD&AE property was $93,744.51; our check for $1,874.89 is enclosed.

Passenger ridership during the second quarter as compared to the past ten years:

3,335 passengers during the second quarter 2025
1,689 passengers during the second quarter 2024
3,458 passengers during the second quarter 2023
2,589 passengers during the second quarter 2022
2,255 passengers during the second quarter 2021
0 passengers during the second quarter 2020
2,607 passengers during the second quarter 2019
1,866 passengers during the second quarter 2018
2,295 passengers during the second quarter 2017
1,945 passengers during the second quarter 2016

We operated our Easter-themed Bunny Train special event during the month of April. We also operated our inaugural Backcountry Wine Trains at the end of April. We co-hosted the fourth annual “Campo Days” event in June which drew large crowds to the area.

A Federal Tax Exempt 501 (C) 3 California Non-Profit Corporation FEIN #95-2374478 www.psrm.org

PSRM continues to perform track maintenance and weed abatement and maintains both signalized railroad crossings within our right-of-way limits. PSRM signal maintainers perform the monthly, quarterly and annual inspections regularly. PSRM's contracted engineering firm, RailPros, is scheduled to perform the annual bridge inspections at mileposts 60.08, 60.93, and 65.27 during the third quarter of this year.

As always, thank you to the San Diego & Arizona Eastern board and staff, as well as the Metropolitan Transit System board and staff for entrusting the care of fourteen miles of the SD&AE Desert Line to the Pacific Southwest Railway Museum. We are always happy to host an MTS/SD&AE visit to our museum in Campo. Please email me at hager@psrm.org for arrangements.

Sincerely,

Stephen Hager

Stephen Hager
President

Agenda Item No. 5

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

October 14, 2025

SUBJECT:

SUMMARY OF SD&AE DOCUMENTS ISSUED SINCE OCTOBER 8, 2024

RECOMMENDATION:

That the SD&AE Railway Company Board of Directors receive a report for information.

Budget Impact

None.

DISCUSSION:

A report will be presented during the meeting.

Doc #	Organization	Subject	Day
S200-25-884	TY LIN INT	ROE PERMIT - PALOMAR ST GRADE SEPARATION PROJECT	10/23/2024
S200-25-866	CHALLANGED ATHLETES	ROE PERMIT - BIKE RIDE MTA PERMIT	10/31/2024
S200-25-885	GENERAL ENG	ROE PERMIT - COMMERCIAL ST BIKE ENHANCEMENTS	12/9/2024
S200-25-892	G4 TELECOM LLC	ROE PERMIT - TRAFFIC CONTROL SAN YSIDRO BLVD AND I-5	3/12/2025
S200-25-893	CROWN CASTLE FIBER LLC	LICENSE - CONDUIT SAN YSIDRO & RAIL CT	3/14/2025
S200-25-901	SANDAG	ROE PERMIT - OUTREACH EVENT VA MEDICAL CENTER STATION	3/14/2025
S200-25-899	WYYERD UG	LICENSE - WYYRED SAN YSIDRO EAST OF SD & IV PROJECT	3/24/2025
S200-94-903.4	CELLCO DBA VZW	LEASE - HILL STREET CELL SITE	3/28/2025
S200-25-900	REYES CONSTRUCTION	ROE PERMIT - TRAFFIC CONTROL BARRICADES 32ND ST & HARBOR DR	4/2/2025
S200-25-903	LIFE SPORTS FOUNDATION	ROE PERMIT - GRANDFONDO CYCLING ROE	4/2/2025
S200-25-889	PACIFIC WYYERD LLC	ROE PERMIT- PANEL UG&OH SY	4/15/2025
S200-25-890	PACIFIC WYYERD LLC	ROE PERMIT - UG CONDUIT EAST OF SD & IV TRACKS	4/15/2025
S200-25-902	CROWN CASTLE LLC	ROE PERMIT- CASTLE FIBER INSTALLATION SAN YSIDRO BLVD RAIL	4/28/2025
S200-25-898	METROCELL CONSTRUCTION INC.	ROE PERMIT- 8TH ST TRANSIT CENTER	4/30/2025
S200-25-906	PSRM	NEW BUS CAMPO LICENSE	5/1/2025
S200-25-908	NAVY REGION MWR	ROE PERMIT - ANNUAL BAY BRIDGE RUN 2025	5/16/2025
S200-25-905	BONITA PIPELINE	ROE PERMIT - PALM CITY VILLAGE	6/5/2025
S200-25-911	SDGE	ROE PERMIT - DE-ENERGIZATION PROJECT 1300 WILSON AVE	6/9/2025
S200-25-879	WHITE CONSTRUCTION	ROE PERMIT - 1300 WILSON AVE NATIONAL CITY	6/13/2025
S200-25-910	EAGLE PAVING, LLC	ROE PERMIT - CURB RAMP PALM ST & LEMON GROVE AVE	6/26/2025
S200-25-909	SD BICYCLE COALITION	ROE PERMIT- BIKE THE BAY	7/14/2025
S200-23-805	D.I.M.E. HOLLISTER	EASEMENT - PEDESTRIAN ACCESS PALM AVE	2/16/2023

San Diego and Arizona Eastern
(SD&AE) Railway Company

Date: 10/14/2025

Agenda Item No. 5

REQUEST TO SPEAK

Order Request Received 1

PLEASE SUBMIT THIS COMPLETED FORM (AND ANY WRITTEN STATEMENTS) TO THE CLERK OF THE COMMITTEE PRIOR TO DISCUSSION OF YOUR ITEM[1].

1. INSTRUCTIONS
This Request to Speak form must be filled out and submitted in advance of the discussion of your item to the Clerk of the Committee (please attach any written statement to this form). Communications on hearings and agenda items are generally limited to three (3) minutes per person unless the Committee authorizes additional time. However, the Chairperson may limit comment to one or two minutes each if there are multiple requests to speak on a particular item. General public comments on items not on the agenda are limited to three (3) minutes. Please be brief and to the point. No yielding of time is allowed. Subjects of previous hearings or agenda items may not again be addressed under General Public Comments.

Please Print

NAME	Michael Bayer
Address	
Telephone	
Organization represented (if any)	
Subject of your remarks	
Regarding Agenda Item No.	5 Real Property Matters
Your comments are presenting a position of:	☐ *SUPPORT* ☐ *OPPOSITION*

2. TESTIMONY AT NOTICED PUBLIC HEARINGS
At public hearings of the Committee, persons wishing to speak shall be permitted to address the Committee on any issue relevant to the subject of the hearing.

3. DISCUSSION OF AGENDA ITEMS
The Chairman may permit any member of the public to address the Committee on any issue relevant to a particular agenda item.

4. GENERAL PUBLIC COMMENTS ON MATTERS NOT ON THE AGENDA
Public comment on matters not on the agenda will be limited to five (5) speakers with three (3) minutes each under the Public Comment agenda item. Additional speakers will be heard at the end of the Committee's agenda.

[1] REMEMBER: Subjects of previous hearings or agenda items may not again be addressed under General Public Comments.

From: Michael A. Beyer
To: Joann Delgado
Subject: SD&AE Public Comment — Michael Beyer
Date: Wednesday, October 22, 2025 11:50:55 AM

CAUTION: This email originated from outside your organization. Exercise caution when opening attachments or clicking links, especially from unknown senders.

Hello,

My name is Michael Beyer. I was present during the SD&AE meeting on October 14, 2025. I am an engineering student at the University of Mary in Bismarck, North Dakota.

Unfortunately, I was unable to make a public comment at the SD&AE meeting because my microphone wasn't working. Someone in the meeting told me they would reach out to me so my comments make it on the final package, but I doubt they'll be able to do so without my contact information (which I did not give out). I'm hoping this email works instead.

Below are my public comments; they are italicized. If it is not too troublesome, could someone please answer them? Thanks in advance for your understanding.

Hello from University of Mary, North Dakota! I have five questions relating to the feasibility of reviving the SD&AE. Any and all answers are greatly appreciated, regardless of certainty or confidence in the answer(s); I do not expect much certainty.

- *What are the best-case, worst-case, most realistic, and most optimistic scenarios for the Impossible Railroad, specifically for the Desert Line section within the United States?*
- *Does the SD&AE have any realistic expectation of revival, or (regrettably) is the SD&AE's fate sealed?*
- *If there is a possibility of revival, what would the single most important factor be? More funding? Public support? Government assistance?*
- *If nobody leases the Desert Line, what would MTS do?*
- *If the opportunity arose, would the MTS consider selling the Desert Line?*

These are tough questions that ultimately nobody knows the answers to, but I would greatly appreciate it if you could give me your best guess and/or opinion. Thank you!

Michael Beyer
Student, University of Mary

San Diego and Arizona Eastern
(SD&AE) Railway Company

Date: 10-14-25

Agenda Item No. 7

REQUEST TO SPEAK

Order Request Received 1

PLEASE SUBMIT THIS COMPLETED FORM (AND ANY WRITTEN STATEMENTS) TO THE CLERK OF THE COMMITTEE PRIOR TO DISCUSSION OF YOUR ITEM[1].

1. INSTRUCTIONS
This Request to Speak form must be filled out and submitted in advance of the discussion of your item to the Clerk of the Committee (please attach any written statement to this form). Communications on hearings and agenda items are generally limited to three (3) minutes per person unless the Committee authorizes additional time. However, the Chairperson may limit comment to one or two minutes each if there are multiple requests to speak on a particular item. General public comments on items not on the agenda are limited to three (3) minutes. Please be brief and to the point. No yielding of time is allowed. Subjects of previous hearings or agenda items may not again be addressed under General Public Comments.

Please Print

NAME	Jim Lundquist
Address	1302 South Grade Road, Alpine
Telephone	619-417-7059
Organization represented (if any)	
Subject of your remarks	study of SD+AE Ry
Regarding Agenda Item No.	7
Your comments are presenting a position of:	☐ SUPPORT (info) ☐ OPPOSITION

2. TESTIMONY AT NOTICED PUBLIC HEARINGS
At public hearings of the Committee, persons wishing to speak shall be permitted to address the Committee on any issue relevant to the subject of the hearing.

3. DISCUSSION OF AGENDA ITEMS
The Chairman may permit any member of the public to address the Committee on any issue relevant to a particular agenda item.

4. GENERAL PUBLIC COMMENTS ON MATTERS NOT ON THE AGENDA
Public comment on matters not on the agenda will be limited to five (5) speakers with three (3) minutes each under the Public Comment agenda item. Additional speakers will be heard at the end of the Committee's agenda.

[1] REMEMBER: Subjects of previous hearings or agenda items may not again be addressed under General Public Comments.