

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 26-27, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8c.(2), Action Item

Prepared By: James R. Anderson, Chief
Division of Financial Programming

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT COMPLETION FOR A STATE-ADMINISTERED SENATE BILL 1 LOCAL PARTNERSHIP PROGRAM (FORMULAIC) PROJECT, ON THE STATE HIGHWAY SYSTEM, PER LPP (FORMULAIC) GUIDELINES WAIVER 25-111**

ISSUE:

Should the California Transportation Commission (Commission) extend the period of project completion for the State-Administered Senate Bill 1 (SB 1) Local Partnership Program (LPP) (Formulaic) San Benito Route 156 Improvement Project (PPNO 0297), in San Benito County, for the time period as identified in the attachment?

RECOMMENDATION:

The California Department of Transportation (Department) recommends that the Commission extend the period of project completion for the State-Administered SB 1 LPP (Formulaic) San Benito Route 156 Improvement Project (PPNO 0297), in San Benito County, for the time period as identified in the attachment.

BACKGROUND:

In June 2021, the Commission allocated \$2,500,000 in Construction Capital for the State-Administered SB 1 LPP (Formulaic) San Benito Route 156 Improvement Project (PPNO 0297). The project was awarded in June 2022. In accordance with SB 1 LPP (Formulaic) Guidelines (Guidelines), the deadline to complete the Construction Contract Acceptance for projects awarded in June 2022 is June 30, 2025. The Department is requesting a time extension to complete construction. The attachment shows the details of the project and the delays that have resulted in the time extension request.

Current Guidelines stipulate that the agency implementing a project request a time extension if the project will not be completed within 36 months after award. The Commission may approve a waiver to the timely use of funds deadline, one-time only, for up to 20 months.

Attachment

**Time Extension/Waiver – Project Completion for
Senate Bill 1 Local Partnership Program (Formulaic)**

Project Number: 1
Applicant: Department of Transportation
County: San Benito
District: 5
PPNO: 0297
EA: 34490
Route: 156
Allocation Amount: \$2,500,000
Phase: Construction
Allocation Date: 06/24/2021
Allocation Resolution: LPP-A-2021-26
Award Date: 06/10/2022
Number of Months Requested: 12 Months
Extended Deadline: 06/30/2026
Department Recommendation: Support

San Benito Route 156 Improvement Project

The Department requests a 12-month time extension to complete the Construction phase of the San Benito Route 156 Improvement Project. The Department has experienced unexpected delays in completing construction.

The project is located in San Juan Bautista, from San Canyon Road (The Alameda) to east of Fourth Street. The project will widen the 2-lane facility to 4 lanes.

The project began construction in June 2022 and anticipated reaching Construction Contract Acceptance (CCA) by September 2025. However, the deadline was revised to September 2026 to account for the one-year plant establishment. The State Transportation Improvement Program (STIP) Construction Capital and Construction Support funds were allocated in October 2020 and the LPP (Formulaic) Construction Capital funds were allocated in June 2021. The STIP funds received an additional 12-months to complete the Construction phase during the time of allocation for a total of 48 months. However, the LPP (Formulaic) funds did not receive the 12 months at allocation. To help align the funding streams, additional time is being requested. The Commission previously approved non-proportional spending on this project, as a result, the LPP (Formulaic) funds are anticipated to be expended within the next 12 months.

Therefore, the Department is requesting a 12-month time extension to allow sufficient time to achieve CCA from June 30, 2025 to June 30, 2026.