

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: October 16-17, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.5s.(7)/2.5v.(1), Action Item

Prepared By: Grace Magsayo
District 10 – Director

Subject: **SUPPLEMENTAL FUNDS ALLOCATION FOR RIGHT OF WAY CAPITAL PHASE
PPNO 0944A/EA 40352 – STANISLAUS COUNTY – STATE ROUTE 99 AND 132
RESOLUTION LPP-A-2526-06S
RESOLUTION FA-25-24**

ISSUE:

Should the California Transportation Commission (Commission) approve the California Department of Transportation's (Department) request for an additional \$4,567,000 in Right of Way (RW) Capital for the locally-administered multi-funded Senate Bill 1 (SB 1) Local Partnership Program (LPP) (Formulaic) and State Transportation Improvement Program (STIP) State Route 132 West Freeway/Expressway Phase II Project on State Route (SR) 99 and SR 132, in Stanislaus County, to complete the RW phase work?

RECOMMENDATION:

The Department recommends that the Commission approve the requested supplemental fund allocation for this locally-administered multi-funded SB 1 LPP (Formulaic) and STIP project.

PROJECT DESCRIPTION:

This project is located on SR 99 and SR 132 in and near the City of Modesto, from Needham Street on the east side of SR 99 to Dakota Avenue, in Stanislaus County. The project will add 2 lanes to the existing access-controlled 2-lane facility to create a 4-lane expressway, construct freeway-to-freeway connectors (eastbound SR 132 to southbound SR 99 and northbound SR 99 to westbound SR 132) and a partial interchange (at Carpenter Road).

FUNDING AND PROGRAMMING STATUS:

In March 2020, the project was programmed for \$482,000 in RW Capital in the STIP Regional Improvement Program (RIP) for allocation in Fiscal Year 2024-25. In May 2021, the project was programmed for \$2,278,000 in RW Capital in the STIP COVID-RIP for allocation in 2022-23. In March 2022, the STIP RIP programmed amount of \$482,000 for RW Capital was removed. In March 2023, the project was programmed for \$3,217,000 in RW Capital in the SB 1 LPP (Formulaic) for allocation in 2022-23. In May 2023, the project was allocated for \$3,217,000 from the SB 1 LPP (Formulaic) and \$2,278,000 from the STIP COVID-RIP for RW Capital. In August 2025, the project was programmed again for \$4,567,000 in RW Capital in the SB 1 LPP (Formulaic) for allocation in 2025-26. The STIP funding will not be increased. The RW Capital phase is 20 percent complete, and the remaining budget is \$3,217,000, which is insufficient to complete the phase.

REASON FOR COST INCREASE:

The project realized capital cost increases due to the need to acquire additional parcels.

During the design phase, ten new parcels were identified that triggered additional RW costs. Eight of these parcels are for drainage basins, and two parcels were added due to the proposed construction of a retaining wall along southbound SR 99. As the drainage plan was being developed with the Department, the existing drainage infrastructure along SR 99 was insufficient to accommodate the flows being generated by the new improvements. As a result, drainage basins are required to meet the storm water management needs. These basins will require additional RW parcels.

The design of the roadway improvements requires the installation of a retaining wall. The project was initially anticipating maintenance and temporary construction easements to be sufficient to accommodate the wall. However, during detailed design, the wall was found to require ground-anchors that would terminate under and impact three adjacent businesses. Several types of walls were analyzed to minimize impacts. However, the most cost effective and least intrusive option requires a permanent RW take.

The project currently involves 98 parcels, of which 16 offers have been made and seven agreements have been executed. The additional parcels that will need to be acquired amount to an increase of \$4,567,000 in capital costs.

CONSEQUENCES:

If this request for supplemental funds is not approved, the Stanislaus Council of Governments will not be able to complete the right of way acquisitions. The project would be delayed until future funding is available to reprogram the project resulting in deferred operational improvements along the two segments of SR 99 and SR 132.

FINANCIAL RESOLUTION:

Resolved, that \$4,567,000 from the SB 1 LPP (Formulaic) be allocated from Non-Budget Act Item 2660-801-3290 for RW Capital, to continue with the pre-construction RW phase work for this locally-administered multi-funded SB 1 LPP (Formulaic) and STIP project.

Attachment

2.5 Highway Financial Matters

Project #	Allocation Amount	Recipient	Project Title	Location	Project Description	Project Support Expenditures	PPNO Program Funding Year Item #	Fund Type	State Federal Current Amount by Fund Type	State Federal Additional Amount by Fund Type	State Federal Revised Amount by Fund Type
RTPA/CTC County	Dist-Co-Rte Postmile	County	Project Title	Location	Project Description	Project Support Expenditures	Program Codes Project ID Adv Phase EA	Fund Type	State Federal Current Amount by Fund Type	State Federal Additional Amount by Fund Type	State Federal Revised Amount by Fund Type

2.5s.(7)/2.5v.(1)

Supplemental Allocation Multi-Funded Senate Bill 1 LPP (Formulaic) and STIP Project On the State Highway System

**Resolution LPP-A-2526-06S
Resolution FA-25-24**

1	\$4,567,000	Stanislaus Council of Governments StanCOG Stanislaus 10-Sta-99 R14.6/R17.6	State Route 132 West Freeway/Expressway Phase II Project. Phase 2 of the project will add 2 lanes to the existing 2-lane, access-controlled facility to create a 4-lane expressway from Needham Street on the East side of SR-99 to Dakota Avenue. The project includes construction of freeway to freeway connectors for EB SR-132 to SB-99 and NB-99 to WB-132. The project will also include construction of a partial interchange at Carpenter Road.				10-0944A LPP-F/2017-18 R/W 801-3290 RMRA 20.20.724.000 COVID-RIP(X)/2022-23 R/W 301-0042 SHA 20.20.075.600 1021000047 4RWCL 40352		\$3,217,000	\$4,567,000	\$7,784,000					
			<table border="1"> <thead> <tr> <th>Outputs</th> <th>Unit</th> <th>Total</th> </tr> </thead> <tbody> <tr> <td>Roadway lane mile(s) - New</td> <td>Miles</td> <td>4.0</td> </tr> </tbody> </table>	Outputs	Unit	Total	Roadway lane mile(s) - New	Miles	4.0					\$2,278,000		\$2,278,000
Outputs	Unit	Total														
Roadway lane mile(s) - New	Miles	4.0														
			Total revised amount \$10,062,000.													
			Supplemental funds are needed to complete RW.													
			CEQA - EIR, 03/02/2018; Re-validation 03/21/2025 NEPA - FONSI, 03/02/2018; Re-validation 03/21/2025													
			Future consideration of funding approved under Resolution E-18-156; May 2018.													
			Contribution from other sources: \$20,571,000.													
			LPP-F Programming Amendment approved under Resolution LPP-P-2526-01; August 2025													