

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: October 16-17, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.5e.(5), Action Item

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District 03 – Director

Subject: **SUPPLEMENTAL FUNDS FOR CONSTRUCTION COMPLETION PHASE
PPNO 4785/EA 1H240 – PLACER COUNTY – STATE ROUTE 49
RESOLUTION FA-25-18**

ISSUE:

Should the California Transportation Commission (Commission) approve the California Department of Transportation's (Department) request for an additional \$850,000 in Construction Capital for the State Highway Operation and Protection Program (SHOPP) Safety Improvements project on State Route (SR) 49, in Placer County, to complete the construction contract?

RECOMMENDATION:

The Department recommends that the Commission approve the requested supplemental funds allocation for this SHOPP project.

PROJECT DESCRIPTION:

This project is located on SR 49, in the City of Auburn (City), at the intersection of SR 49 and Lincoln Way/Borland Avenue, in Placer County. The project will replace the signalized intersection by realigning the roadway and constructing a roundabout.

FUNDING AND PROGRAMMING STATUS:

In October 2016, the project was programmed for \$1,697,000 in Construction Capital and \$819,000 in Construction Support in the SHOPP for allocation in Fiscal Year 2019-20. In January 2019, the project was amended to increase Construction Capital to \$4,000,000 and Construction Support to \$1,300,000 due to the addition of scope to construct a roundabout. In June 2020, the project received a 16-month allocation time extension for the Construction phase. In October 2021, the project was allocated for \$4,745,000 in Construction Capital and

\$1,525,000 in Construction Support. In May 2022, the project received supplemental funds in the amount of \$2,276,000 in Construction Capital to award the contract. However, the project was awarded to a lower bidder only utilizing \$1,306,000, for a total award amount of \$6,051,000 in Construction Capital. In June 2022, construction began with 130 working days. In April 2024, the project received G-12 funds in the amount of \$353,000 in Construction Support. The project cannot receive G-12 funds for Construction Capital due to the supplemental funds that were requested to award the project. In August 2024, the project received supplemental funds in the amount of \$775,000 in Construction Capital due to ongoing railroad permit issues that were not resolved until August of 2025. In May 2025, the project received a 6-month project completion time extension for the Construction phase. The remaining funds are currently at \$2,064,000 in Construction Capital and \$511,000 in Construction Support. The project is 80 percent complete with 55 working days remaining. The planned Construction Contract Acceptance (CCA) is scheduled for January 2026. A concurrent project completion time extension amendment for the Construction phase is on this month's Commission agenda.

REASON FOR COST INCREASE:

The cost increase is due to delays experienced by the City in obtaining Maintenance Consent Letters (MCL) from Union Pacific Railroad (UPRR) Company for the relocation of sewer lines. The Department obtained an MCL for all transportation work within UPRR's right of way. Utility agreements were made with City for the relocation of their facilities within the project limits. Since the utility facilities were located within UPRR's right of way, the utility owners were required to apply for their own MCLs and subsequent right of entry permits, since the Department cannot make the requests on behalf of the utility companies. The utility agreements allowed the Department to issue a right of way certification and the project to proceed to construction.

In August 2024, the previous supplemental funds request for construction was due to the same issue of late utility agreements between UPRR, Pacific Gas and Electric Company, and Placer County Water Agency. Both agencies were late in getting their agreements but were able to resolve their issues and the utilities have since been relocated. With the supplemental funds and remaining contingency, the Department was able to pay for the delay costs, and "waterline change in character" due to UPRR requirements. Since the City had failed to obtain their MCL in a timely manner, the project had to be suspended. This required additional water pollution control to ensure compliance while the project was temporary closed for construction.

The City received their permit in mid-August 2025, allowing the contractor to mobilize and begin work in early September. The work associated for the sewer line relocation accounts for most of this request, with other items associated with the general contract including railroad inspection and flagging, paving, traffic control, mobilization, and various minor items.

The contractor has committed to working six days per week to complete the project work by the end of October 2025 so that the roundabout can be re-opened for traffic. The Department has requested a concurrent project completion time extension amendment to process all invoices, complete project documentation, perform final surveying, and finalize other work to reach CCA

by January 2026.

CONSEQUENCES:

The Department has determined that additional funds are needed to complete this construction contract, and are in the best interest of the State. The Department has exercised all feasible measures to minimize costs in carrying out work related to this project and has determined that this request is well-supported and is the only viable alternative available to complete construction.

If this request for supplemental funds is not approved, construction will not be completed per plan. The new sewage collection system will not be completed, and the existing 100-year-old sewer system will continue to be used. Modification to the roundabout design would have to be made to lower costs and to avoid physical conflict with the existing sewer. Future replacement of the existing 100-year-old sewer system would require substantial modification and damage to the new roundabout. Future sewer maintenance would require a complete shutdown of the roundabout because the existing manhole is in the traveled way.

FINANCIAL RESOLUTION:

Resolved, that \$850,000 be allocated from the Budget Act of 2024, Budget Act Item 2660-302-0890 for Construction Capital, to provide funds to complete the Construction phase for this SHOPP project.

Attachment

2.5 Highway Financial Matters

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

Supplemental Funds for Previously Voted Project

Resolution FA-25-18

2.5e.(5)				
1	In Auburn, from 0.2 mile south of Lincoln Way to Lincoln Way.	03-4785		
\$850,000		SHOPP/2021-22		
	<u>Outcome/Outputs:</u> Realign roadway and construct a roundabout at the intersection with Lincoln Way and Borland Avenue to improve traffic flow and safety. This project will reduce the number and severity of collisions.	CONST		
Department of Transportation		302-0042 SHA	\$104,100	\$104,100
<u>PCTPA</u>		302-0890 FTF	\$5,946,000	\$5,946,000
Placer		20.20.201.010		
03-Pla-49	Total revised amount \$7,675,100.	SHOPP/2023-24		
2.2/2.4	Supplemental funds are needed to complete construction.	CONST		
		302-0890 FTF	\$775,000	\$775,000
	CEQA - ND, 05/16/2019; Re-validation 06/18/2021	20.20.201.010		
	NEPA - CE, 05/06/2019; Re-validation 06/18/2021	SHOPP/2024-25		
	Future consideration of funding approved under Resolution E-19-50; June 2019.	CONST		
		302-0890 FTF	\$850,000	\$850,000
		20.20.201.010		
		0316000077		
		4		
		1H240		