

## MEMORANDUM

To: CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: December 4-5, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8b.(4), Action Item

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

Subject: **REQUEST TO EXTEND THE PERIOD OF CONTRACT AWARD FOR A LOCALLY-ADMINISTERED MULTI-FUNDED SENATE BILL 1 TRADE CORRIDOR ENHANCEMENT PROGRAM AND INFRASTRUCTURE FOR REBUILDING AMERICA PROJECT, ON THE STATE HIGHWAY SYSTEM, PER TCEP AND STIP GUIDELINES WAIVER 25-196**

### **ISSUE:**

Should the California Transportation Commission (Commission) extend the period of contract award for the locally-administered multi-funded Senate Bill 1 (SB 1) Trade Corridor Enhancement Program (TCEP) and Infrastructure for Rebuilding America (INFRA) Otay Mesa East Port of Entry Technology Package project (PPNO 0999J), in San Diego County, for the time period as identified in the attachment?

### **RECOMMENDATION:**

The California Department of Transportation recommends that the Commission extend the period of contract award for the locally-administered multi-funded SB 1 TCEP and INFRA Otay Mesa East Port of Entry Technology Package project (PPNO 0999J), in San Diego County, for the time period as identified in the attachment.

### **BACKGROUND:**

In June 2025, the Commission allocated \$56,400,000 to the Construction phase of the locally-administered multi-funded SB 1 TCEP (\$20,400,000) and INFRA (\$36,000,000) Otay Mesa East Port of Entry Technology Package project. In accordance with TCEP and STIP Guidelines (Guidelines), the deadline to award contracts for projects allocated in June 2025 is December 31, 2025. The San Diego Association of Governments is requesting a time extension for the period of contract award. The attachment shows the details of the project and the delays that have resulted in this time extension request.

Current Guidelines stipulate that the agency implementing a project request a time extension if the project is not awarded within six months of allocation. The Commission may approve waivers to the Timely Use of Funds deadline, one-time only, for up to 12 months for TCEP and STIP.

Attachment

**Time Extension/Waiver – Contract Award  
Senate Bill 1 Trade Corridor Enhancement Program and  
Infrastructure for Rebuilding America**

Project Number: 1  
Applicant: San Diego Association of Governments  
County: San Diego  
District: 11  
PPNO: 0999J  
EA: 05645  
Route: 11  
Allocation Amount: \$56,400,000 (SB 1 TCEP \$20,400,000 and INFRA \$36,000,000)  
Phase: Construction  
Allocation Date: 06/27/2025  
Allocation Resolution: TCEP-A-2425-29 and FP-24-104  
Number of Months Requested: 6 Months  
Extended Deadline: 06/30/2026  
Department Recommendation: Support

**Otay Mesa East Port of Entry Technology Package project**

The San Diego Association of Governments (SANDAG) requests a 6-month time extension for the period of contract award for the Construction (CON) phase of the Otay Mesa East Port of Entry Technology Package project. SANDAG has experienced delays in awarding the project.

This project is located on State Route (SR) 11, near San Diego, east of Sanyo Avenue Undercrossing. The project proposes to enhance efficiency and throughput at the Port of Entry and Commercial Vehicle Enforcement Facility. Non-Intrusive Inspection Technology will be used by Customs and Border Protection to improve efficiency of processing vehicles and cargo.

The project was originally scheduled to advertise in March 2025, but the advertisement has been moved to October 2025 because the project has proven to be more complex than initially anticipated. SANDAG is leading the procurement of specialized Non-Intrusive Inspection equipment on behalf of United States Customs and Border Protection (CBP). This equipment will improve vehicle and cargo processing by reducing the need for manual inspections. Since this equipment procurement involves a local agency purchasing equipment for a federal agency, it has required more coordination, technical review, and collaboration among multiple teams than originally expected. SANDAG is working closely with CBP to make sure all project requirements, such as equipment specifications, performance standards, and system integration needs, are clearly defined and included in the solicitation documents. The Notice to Proceed is anticipated by April 2026. However, the additional two months is required to account for potential delays that may occur during contract negotiations. SANDAG anticipates to award a contract by June 2026.

Therefore, SANDAG is requesting a 6-month time extension for the period of contract award for the CON phase from December 31, 2025 to June 30, 2026.