

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: December 4-5, 2025

From: STEVEN KECK, Chief Financial Officer

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

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

Subject: **ALLOCATION AMENDMENT FOR A LOCALLY-ADMINISTERED
SENATE BILL 1 LOCAL PARTNERSHIP PROGRAM (FORMULAIC) PROJECT,
ON THE STATE HIGHWAY SYSTEM
RESOLUTION LPP-A-2526-10, AMENDING RESOLUTION LPP-A-2122-19**

ISSUE:

Should the California Transportation Commission (Commission) approve an allocation amendment for the locally-administered Senate Bill 1 (SB 1) Local Partnership Program (LPP) (Formulaic) Interstate 5 Improvement from Interstate 405 to Yale Avenue, Segment 1 project (PPNO 2743), on the State Highway System, in Orange County, to allow non-proportional spending?

RECOMMENDATION:

The California Department of Transportation (Department) recommends that the Commission approve an allocation amendment for the locally-administered SB 1 LPP (Formulaic) Interstate 5 Improvement from Interstate 405 to Yale Avenue, Segment 1 project (PPNO 2743), on the State Highway System, in Orange County, to allow non-proportional spending.

BACKGROUND:

In August 2021, the Commission approved \$7,395,000 for the Plans, Specifications, and Estimate (PS&E) phase of the locally-administered SB 1 LPP (Formulaic) Interstate 5 Improvement from Interstate 405 to Yale Avenue, Segment 1 project (PPNO 2743), under Resolution LPP-A-2122-01. In March 2022, the Commission approved an allocation amendment to revise the Expenditure Authorization and Project ID number, under Resolution LPP-A-2122-19.

The project encountered delays in completing the PS&E due to extended coordination with external stakeholders and third-party entities; specifically the Los Angeles - San Diego – San Luis Obispo Rail Corridor, Southern California Regional Rail Authority and Burlington North Santa Fe Railroad.

To improve delivery efficiency and reduce overall costs, the Department and Orange County Transportation Authority (OCTA) collaborated to consolidate two PS&E packages into one, which caused a delay.

Due to this delay, OCTA was unable to proportionally draw down the full SB 1 LPP (Formulaic) funding of \$7,395,000 prior to the June 2024 deadline. The PS&E phase is programmed for \$14,791,000. At present all local funding (\$11,000,000) and \$5,436,000 in SB 1 LPP (Formulaic) have been expended; \$1,959,000 in SB 1 LPP (Formulaic) funding is still remaining and has expired.

The purpose of this amendment is to add language allowing for non-proportional spending to allow for reimbursement for eligible costs prior to the June 2024 deadline and local funds covering post-deadline expenditures. This request is consistent with SB 1 LPP (Formulaic) Guidelines and ensures full utilization of SB 1 LPP (Formulaic) funds tied to local sales tax investments. At project completion, project expenditures will be reconciled to ensure that SB 1 LPP (Formulaic) funds were expended proportionally.

The proposed change is reflected in bold in the attached revised vote box. There is no change to the allocation amount.

FINANCIAL RESOLUTION:

Resolved, that the locally-administered SB 1 LPP (Formulaic) Interstate 5 Improvement from Interstate 405 to Yale Avenue, Segment 1 project (PPNO 2743), is hereby amended to allow non-proportional spending, in accordance with the attached revised vote box.

Attachment

2.5 Highway Financial Matters

Project #	Allocation Amount	Recipient	County	Dist-Co-Rte	Postmile	Project Title	Location	Project Description	PPNO	Program/Year	Phase	Prgm'd Amount	Project ID	Advantage Phase	EA	Budget Year	Item #	Fund Type	Program Code	Amount by Fund Type
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2.5s.(5) Allocation Amendment - Locally-Administered LPP (Formulaic) Project On the State Highway System Resolution LPP-A-2526-10 Amending Resolution LPP-A-2122-19

1	\$7,395,000	Orange County Transportation Authority	OCTA	Orange	12-ORA-5	21.3/R25.8	Interstate 5 Improvement from Interstate 405 to Yale Avenue, Segment 1. In the city of Irvine, from I-405 to Yale Avenue. Add one mixed flow lane northbound from truck bypass onramp to Yale; add one mixed flow lane southbound from Yale to truck bypass.			12-2743	LPP-F/21-22	PS&E	\$7,395,000	1220000034	4PSEL	0K671	2017-18	801-3290 RMRA	20.20.724.000	\$7,395,000
							<u>Outputs</u>	<u>Unit</u>	<u>Total</u>											
							Mixed flow lane-mile(s) constructed	Miles	9											
							Auxiliary lane mile(s) constructed	Miles	2											

CEQA - ND, 05/13/2020
 NEPA - FONSI, 01/07/2020

Future consideration of funding approved under Resolution E-20-31; May 2020.

Contribution from other sources: \$7,396,000.

The implementing agency is requesting non-proportional spending of SB 1 LPP-F funds. At project completion, project expenditures will be reconciled to ensure that SB 1 LPP-F funds were expended proportionally.

Amending Resolution LPP-A-2122-19 to allow non-proportional spending. There is no change to the allocation amount.