

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: December 4-5, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.5e.(2), Action Item

Prepared By: Matthew Brady
District 01 - Director

Subject: **SUPPLEMENTAL FUNDS FOR CAPITAL OUTLAY SUPPORT PHASE
PPNO 3113/EA 0G750 – LAKE COUNTY – STATE ROUTE 175
RESOLUTION FA-25-25**

ISSUE:

Should the California Transportation Commission (Commission) approve the California Department of Transportation's (Department) request for an additional \$340,000 in Capital Outlay Support (COS), for the State Highway Operation and Protection Program (SHOPP) Major Damage (Emergency Restoration) project on State Route (SR) 175, in Lake County, to complete the Right of Way (RW) Support phase?

RECOMMENDATION:

The Department recommends that the Commission approve this request for a COS supplemental funds allocation for this SHOPP project.

PROJECT DESCRIPTION:

This project is located on SR 175 near Middletown, from east of Grouse Springs Road to east of Socrates Mine Road, in Lake County. The project is a Director's Order for emergency opening and removed slide debris, repaired drainage systems, reconstructed the roadway, and conducted further geotechnical investigations of the slope and roadway settlement at four locations.

FUNDING AND PROGRAMMING STATUS:

In January 2017, the project received its allocation for Construction Capital and Support for \$2,400,000, and RW Support for \$25,000. In March 2017, the project was programmed for its Construction phase for \$2,400,000 and RW Support phase for \$25,000 in the SHOPP. In April 2017, the project received supplemental funds in the amount of \$15,000 for RW Support.

In February 2018, the project reached Construction Contract Acceptance. The RW Support phase is currently 60 percent complete, with no remaining budget, which is insufficient to complete the phase. If this request for additional funding is approved, it is anticipated to complete the remaining RW Support activities by August 2028. The funds being requested are eligible for reimbursement by the Federal Highway Administration's (FHWA) Emergency Relief funds.

REASON FOR COST INCREASE:

The project realized cost increases due to ongoing right of way issues with two private property owners and post-acquisition activities.

At the time of programming, it was anticipated that the storm damage repair work impacted three property owners. However, it was found that the repair work outside the State right of way ultimately impacted five property owners. Three of the owners have agreed to the Right of Entry (ROE) and have been financially compensated by the Department. There are ongoing right of way issues with the remaining two properties. Resolution with one of the owners is going through the condemnation process. The owner of the other property has been unresponsive. In addition, after the remaining right of way issues are resolved, resources will be required above what was anticipated for post-acquisition monumentation and documentation.

Therefore, supplemental funds in the amount of \$340,000 are required to address additional resources needed to resolve the remaining right of way issues and complete the remaining RW Support activities.

CONSEQUENCES:

If this request for supplemental funds is not approved, the Department will not be reimbursed by FHWA for the RW Support funding spent to date, and will not be able to complete the remaining RW Support activities that have extended past the closeout of the Construction phase. The Department's liability would increase due to incomplete ROE compensations on the remaining private properties that were impacted by this project.

FINANCIAL RESOLUTION:

Resolved, that \$340,000 be allocated to provide funds to complete the RW Support phase for this SHOPP project.

Attachment

2.5 Highway Financial Matters

Project #	Allocation Amount	Recipient	County	Dist-Co-Rte	Postmile	Location	Project Description	PPNO	Program	Phase	Program Code	Project ID	Adv Phase	EA	Original Amount	This Supplemental Request
2.5e.(2)			COS Supplemental Funds for Previously Voted Project										Resolution FA-25-25			
1	\$340,000	Department of Transportation Lake	01-Lak-175	17.4/23.6		Near Middletown, from 0.2 mile east of Grouse Springs Road to 0.1 mile east of Socrates Mine Road.	<u>Outcome/Output:</u> Remove slide debris, repair drainage systems, reconstruct roadway, and conduct further geotechnical investigations of slope and roadway settlement. Supplemental funds are needed to complete RW. CEQA - CE, 3/2/2017 NEPA - CE, 3/2/2017	01-3113	SHOPP	R/W Sup	20.10.201.130	0117000056	2	0G750	\$40,000	\$340,000