

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: December 4-5, 2025

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.6g.(7), Action Item

Prepared By: Dee Lam, Chief
Division of Local Assistance

Subject: **SUPPLEMENTAL FUNDS ALLOCATION FOR THE TRANSIT AND INTERCITY RAIL CAPITAL PROGRAM – (2020:05) NORTH STATE INTERCITY BUS SYSTEM (NEW TRANSIT CENTER) COMPONENT RESOLUTION TIRCP-2526-34S**

ISSUE:

Should the California Transportation Commission (Commission) approve a request for an additional \$679,000 for the Plans, Specifications, and Estimate (PS&E) phase of the Transit and Intercity Rail Capital Program (TIRCP) (2020:05) North State Intercity Bus System (New Transit Center) component (PPNO CP063), in Lake County?

RECOMMENDATION:

The California Department of Transportation (Department) recommends that the Commission approve a request for an additional \$679,000 for the PS&E phase of the TIRCP (2020:05) North State Intercity Bus System (New Transit Center) component (PPNO CP063), in Lake County.

BACKGROUND:

In August 2023, the Commission allocated \$429,000 for the PS&E phase of the New Transit Center component (PPNO CP063), under Resolution TIRCP-2324-16.

PROJECT LOCATION AND DESCRIPTION:

The New Transit Center component (PPNO CP063), is located in Lake County and will design and plan a new interregional transit center to facilitate future expanded service and hydrogen fuel-cell buses. The transit center will improve connectivity, rider safety, system efficiency, and support Lake Transit Authority's efforts to transition to a zero-emission fleet.

FUNDING STATUS:

The current total programmed amount for the PS&E phase of the New Transit Center component (PPNO CP063) is \$429,000. However, to complete the PS&E phase, an additional \$679,000 is needed.

REASONS FOR THE COST INCREASE:

The budget for the New Transit Center component (PPNO CP063) was developed in December 2019 based on historical cost escalation factors, which turned out to be significantly lower than the actual cost increases seen. Additionally, the initial PS&E allocation was based on an estimate for a design-build process, which accounted for 30 percent of the design cost. After discussions with the Department, it was determined a design-bid-build process would be the best path forward. The transition to the traditional design-bid-build method ultimately contributed to the increased PS&E cost, as the contract must now encompass 100 percent of the design, as opposed to the initial 30 percent that was planned. The final cost of design will be \$1,108,000, an increase of \$679,000. This supplemental request is needed to fund the new design contract.

CONSEQUENCES:

If this request for supplemental funds is not approved, the design of the New Transit Center component (PPNO CP063) cannot continue, and the associated construction project will not be completed.

FINANCIAL RESOLUTION:

Resolved, that an additional \$679,000 be allocated from the Budget Act of 2024 and 2025, Budget Act Items 2660-101-0046 and 2660-301-0046R, to complete the PS&E phase of the TIRCP (2020:05) North State Intercity Bus System (New Transit Center) component (PPNO CP063).

Attachment

2.6 Mass Transportation Financial Matters

Project #	Allocation Amount	Recipient	District-County	Project Title	Location	Project Description	PPNO Program Funding Year Item # Fund Type Program Codes Project ID Adv Phase	State Federal Current Amount by Fund Type	State Federal Additional Amount by Fund Type	State Federal Revised Amount by Fund Type
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2.6g.(7)

Supplemental Allocation - Transit and Intercity Rail Capital Program

Resolution TIRCP-2526-34S

1	\$679,000	Lake Transit Authority Lake CCAPC 01-Lake		(2020:05) North State Intercity Bus System (New Transit Center). Design and plan a new interregional transit center to facilitate future expanded service and hydrogen fuel-cell buses in Lake County.			01-CP063 TIRCP/2022-23 PS&E 301-0046R GGRF 30.20.301.100	\$214,000		\$214,000
				<u>Outcome/Outputs:</u> Reduced greenhouse gas emissions and enhanced transit rider experience.			TIRCP/2024-25 PS&E 301-0046R GGRF 30.20.301.100		\$340,000	\$340,000
				Total revised amount \$1,108,000.						
				Supplemental funds are needed to complete PS&E.			TIRCP/2022-23 PS&E 101-0046 PTA 30.10.030.200	\$215,000		\$215,000
				CEQA - MND, 09/14/2023						
				Future consideration of funding approved under Resolution E-23-125; August 2023.			TIRCP/2025-26 PS&E 101-0046 PTA 30.10.030.200 0026000048 S T448GD		\$339,000	\$339,000
				This project was initially intended to be implemented using a Design-Build methodology, but will now be implemented using the Design-Bid-Build methodology.						