

## MEMORANDUM

To: CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: March 19-20, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8c.(3), Action Item

Prepared By: Dee Lam, Chief  
Division of Local Assistance

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT COMPLETION FOR A  
LOCALLY-ADMINISTERED SENATE BILL 1 LOCAL PARTNERSHIP PROGRAM  
(FORMULAIC) PROJECT, OFF THE STATE HIGHWAY SYSTEM, PER  
LPP (FORMULAIC) GUIDELINES  
WAIVER 26-34**

### **ISSUE:**

Should the California Transportation Commission (Commission) extend the period of project completion for the locally-administered Senate Bill 1 (SB 1) Local Partnership Program (LPP) (Formulaic) 18th Ave Improvement Project (PPNO 3221), in Lake County, for the time period as identified in the attachment?

### **RECOMMENDATION:**

The California Department of Transportation (Department) recommends that the Commission extend the period of project completion for the locally-administered SB 1 LPP (Formulaic) 18th Ave Improvement Project (PPNO 3221), in Lake County, for the time period as identified in the attachment.

### **BACKGROUND:**

In May 2023, the Commission allocated \$500,000 for the locally-administered SB 1 LPP (Formulaic) 18th Ave Improvement Project (PPNO 3221). The responsible agency has been unable to complete the project by the construction completion deadline. The attachment describes the details of the project and the explanation for the delays. The respective agency requests an extension, and the planning agency concurs.

Current LPP (Formulaic) Guidelines adopted by the Commission stipulate that a local agency has up to 36 months from the time of contract award to contract acceptance. The local agency has 180 days after the contract acceptance to prepare and submit the final invoices and reports to the Department. The Commission may approve a waiver to the Timely Use of Funds deadline, one-time only, for up to 20 months.

Attachment

**Time Extension/Waiver – Project Completion  
Senate Bill 1 Local Partnership Program (Formulaic)**

Project Number: 1  
Applicant: City of Clearlake  
County: Lake  
District: 1  
PPNO: 3221  
Allocation Amount: \$500,000  
Phase: Construction  
Allocation Date: 05/18/2023  
Allocation Resolution: LPP-A-2223-34  
Award Date: 05/22/2023  
Number of Months Requested: 20 Months  
Extended Deadline: 01/31/2028  
Department Recommendation: Support

**18th Ave Improvement Project**

The City of Clearlake (City) requests a 20-month time extension to complete the Construction (CON) phase of the 18th Ave Improvement Project. The City experienced unforeseen delays due to pending litigation.

The project proposes to construct new sidewalks, install drainage, water, and sewer lines, and electrical lighting throughout the area.

Due to pending litigation initiated by the Koi Tribe challenging the adequacy and compliance of the City's environmental documentation, the City is currently engaged in a comprehensive environmental impact review process. This review is being undertaken to address the issues raised in the litigation and to ensure full compliance with all applicable environmental laws and regulatory requirements, which, in turn, have significantly affected the project completion and requires additional time to complete the litigation process.

Therefore, the City is requesting a 20-month time extension to complete the CON phase from May 30, 2026 to January 31, 2028.