

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: March 19-20, 2026

From: STEVEN KECK, Chief Financial Officer

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

Prepared By: Dee Lam, Chief
Division of Local Assistance

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT DEVELOPMENT
EXPENDITURE FOR LOCALLY-ADMINISTERED ACTIVE TRANSPORTATION
PROGRAM PROJECTS, OFF THE STATE HIGHWAY SYSTEM,
PER THE INTERIM TIMELY USE OF FUNDS POLICY - 2024 AND 2025
SOUTHERN CALIFORNIA FIRES
WAIVER 26-41**

ISSUE:

Should the California Transportation Commission (Commission) extend the period of project development expenditure for two locally-administered Active Transportation Program (ATP) projects, for the time periods as identified in the attachment?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission extend the period of project development expenditure for two locally-administered ATP projects, for the time periods as identified in the attachment.

BACKGROUND:

In August 2023, the Commission allocated \$8,027,000 for two locally-administered ATP projects. In accordance with ATP Guidelines (Guidelines), the deadline for expenditures for projects allocated in August 2023 is June 30, 2026. However, under the adopted Interim Timely Use of Funds (ITUF) Policy for the 2024 and 2025 Southern California Fires under Resolution G-25-51, a one-time waiver under the adopted ITUF Policy will be considered for projects programmed in the ATP, allowing the total time extension period to be increased to 24 months.

Attachment

**Time Extension/Waiver – Project Development Expenditure
Active Transportation Program**

Project Number: 1
Applicant: City of Los Angeles
County: Los Angeles
District: 7
PPNO: 6041
Allocation Amount: \$5,287,000
Remaining Balance: \$5,287,000
Phase: Project Approval and Environmental Document
Allocation Date: 08/17/2023
Allocation Resolution Number: FATP-2324-03
Number of Months Requested: 24 Months
Extended Deadline: 06/30/2028
Department Recommendation: Support

Osborne Street: Path to Park Access Project

The City of Los Angeles (City) requests a 24-month time extension for the period of project development expenditure for the Project Approval and Environmental Document (PA&ED) phase of the Osborne Street: Path to Park Access Project. The City has experienced delays with the project due to the 2025 Southern California fires.

The project proposes to construct raised Class IV bicycle lanes with Americans with Disabilities Act sidewalks, mid-block crossings, high-visibility crosswalks/ramps, protected intersections, a right turn slip-lane closure, plant trees, and install lights.

On January 7, 2025, a State of Emergency was declared by Governor Gavin Newsom in response to the devastating fires in Southern California. Following this declaration, on January 8, 2025, the Federal Emergency Management Agency approved a major disaster declaration of the affected areas. As a result of the fires, a significant portion of City staff and utility partners were deployed as disaster service workers to support emergency operations at disaster recovery centers. The project no longer had the same level of commitment from the project team and project partners to deliver coordination and plan review, which caused significant delays in the consultant selection process and utility coordination.

Under the new project schedule, the City anticipates engineering surveys to be completed by May 2027. Environmental documentation is expected to be completed by January 2028. Based on previous project delivery experience, obtaining environmental clearances can be impacted by significant delays and have often required additional

time for review and approval. The City anticipates that these delays will continue to impact the project schedule. Due to the unexpected weather and climate emergencies the Southern California region has experienced in the past three years, the City is requesting the maximum time allowed under the Interim Timely Use of Funds Policy (ITUF) to complete the PA&ED phase. There is a concurrent project allocation time extension request for the Plans, Specifications, and Estimate (PS&E) phase on this month's Commission agenda.

Therefore, the City is requesting a 24-month time extension for the period of project development expenditure for the PA&ED phase from June 30, 2026 to June 30, 2028.

Project Number: 2
Applicant: City of Los Angeles
County: Los Angeles
District: 7
PPNO: 6049
Allocation Amount: \$2,740,000
Remaining Balance: \$2,740,000
Phase: Project Approval and Environmental Document
Allocation Date: 08/17/2023
Allocation Resolution Number: FATP-2324-03
Number of Months Requested: 24 Months
Extended Deadline: 06/30/2028
Department Recommendation: Support

Normandie Beautiful: Creating Neighborhood Connections in South LA

The City of Los Angeles (City) requests a 24-month time extension for the period of project development expenditure for the PA&ED phase of the Normandie Beautiful: Creating Neighborhood Connections in South LA project. The City has experienced delays with the project due to the 2025 Southern California fires.

The project proposes to make pedestrian and bicycle safety improvements including enhanced pedestrian crossings, traffic signal modifications and low-stress bicycle facilities to address community-identified mobility barriers.

On January 7, 2025, a State of Emergency was declared by Governor Gavin Newsom in response to the devastating fires in Southern California. Following this declaration, on January 8, 2025, the Federal Emergency Management Agency approved a major disaster declaration of the affected areas. As a result of the fires, a significant portion of City staff and utility partners were deployed as disaster service workers to support emergency operations at disaster recovery centers. The project no longer had the same level of commitment from the project team and project partners to deliver coordination and plan review, which caused significant delays in the consultant selection process and utility coordination.

Under the new project schedule, the City anticipates engineering surveys and utility coordination to be completed by April 2027. Environmental documentation is expected to be completed by January 2028. Based on previous project delivery experience, obtaining environmental clearances can be impacted by significant delays and have often required additional time for review and approval. The City anticipates that these delays will continue to impact the project schedule. Due to the unexpected weather and climate emergencies the Southern California region has experienced in the past three years, the City is requesting the maximum time allowed under the ITUF Policy to

complete the PA&ED phase. There is a concurrent project allocation time extension request for the PS&E phase on this month's Commission agenda.

Therefore, the City is requesting a 24-month time extension for the period of project development expenditure for the PA&ED phase from June 30, 2026 to June 30, 2028.