

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: May 14-15, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.5s.(6), Action Item

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

Subject: **ALLOCATION AMENDMENT FOR A LOCALLY-ADMINISTERED MULTI-FUNDED SENATE BILL 1 TRADE CORRIDOR ENHANCEMENT PROGRAM AND INFRASTRUCTURE FOR REBUILDING AMERICA PROJECT, ON THE STATE HIGHWAY SYSTEM**
RESOLUTION TCEP-A-2526-29, AMENDING RESOLUTION TCEP-A-2425-29
RESOLUTION FP-25-97, AMENDING RESOLUTION FP-24-104

ISSUE:

Should the California Transportation Commission (Commission) approve an allocation amendment for the locally-administered multi-funded Senate Bill (SB) 1 Trade Corridor Enhancement Program (TCEP) and Infrastructure for Rebuilding America (INFRA) Otay Mesa East Port of Entry Technology Package project (PPNO 0999J), on the State Highway System, in San Diego County, to deallocate \$20,400,000 in SB 1 TCEP state funds from the Construction (CON) phase due to local funds covering the costs?

RECOMMENDATION:

The California Department of Transportation (Department) recommends that the Commission approve an allocation amendment for the locally-administered multi-funded SB 1 TCEP and INFRA Otay Mesa East Port of Entry Technology Package project (PPNO 0999J), on the State Highway System, in San Diego County, to deallocate \$20,400,000 in SB 1 TCEP funding from the CON phase due to local funds covering the costs.

BACKGROUND:

In June 2025, the Commission approved a program amendment for the East Otay Mesa Land Port of Entry – Construction project (PPNO 0999I) in San Diego County, to split out portions of the scope into new child projects. As part of this action, the Otay Mesa East Port of Entry Technology Package project (PPNO 0999J) was established and programmed with \$36,000,000 in INFRA grant funds and \$20,400,000 in SB 1 TCEP funds for the CON phase.

These funds were allocated at the same meeting under Resolutions TCEP-A-2425-29 and FP-24-104.

Subsequent coordination between the Department and the San Diego Association of Governments (SANDAG), the implementing agency, resulted in updated funding commitments for the Technology Package. SANDAG has confirmed that local bond and regional contributions are now committed to fully fund the Technology Package work, replacing the previously allocated SB 1 TCEP funding.

This local funding update enables the Department to request a corresponding programming adjustment to fully fund the East Otay Mesa Land Port of Entry – Construction project (PPNO 0999I). The deallocation of \$20,400,000 in SB 1 TCEP funding from PPNO 0999J will allow these monies to be reprogrammed to support the construction needs of PPNO 0999I while maintaining full funding for the Technology Package (PPNO 0999J) through local and INFRA federal funds.

Therefore, the Department is requesting to deallocate the funding from the project due to local funds covering the costs.

The proposed changes are reflected in strikethrough and bold in the attached revised vote box.

FINANCIAL RESOLUTION:

Resolved, that the locally-administered multi-funded SB 1 TCEP and INFRA Otay Mesa East Port of Entry Technology Package project (PPNO 0999J), is hereby amended to deallocate \$20,400,000 in TCEP funding from the CON phase, reducing the total allocation from \$56,400,000 to \$36,000,000, due to local funds covering the costs, in accordance with the attached revised vote box.

Attachment

