

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8b.(1), Action Item

Prepared By: Jeffrey Wyly, Chief (Acting),
Division of Mass Transportation

Subject: **REQUEST TO EXTEND THE PERIOD OF CONTRACT AWARD FOR A LOCALLY-ADMINISTERED MULTI-FUNDED STATE TRANSPORTATION IMPROVEMENT PROGRAM, SENATE BILL 1 LOCAL PARTNERSHIP PROGRAM (FORMULAIC), AND TRANSIT AND INTERCITY RAIL CAPITAL PROGRAM TRANSIT PROJECT, OFF THE STATE HIGHWAY SYSTEM, PER STIP AND LPP (FORMULAIC) GUIDELINES AND TIRCP ALLOCATION POLICY WAIVER 26-96**

ISSUE:

Should the California Transportation Commission (Commission) extend the period of contract award for the locally-administered multi-funded State Transportation Improvement Program (STIP), Senate Bill 1 (SB 1) Local Partnership Program (LPP) (Formulaic), and Transit and Intercity Rail Capital Program (TIRCP) East San Fernando Valley Transit Corridor project (PPNO 4296), in Los Angeles County, for the time period as identified in the attachment?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission extend the period of contract award for the locally-administered multi-funded STIP, SB 1 LPP (Formulaic), and TIRCP East San Fernando Valley Transit Corridor project (PPNO 4296), in Los Angeles County, for the time period as identified in the attachment.

BACKGROUND:

In June 2025, the Commission allocated \$727,267,000 for the Construction phase of the locally-administered multi-funded STIP, SB 1 LPP (Formulaic), and TIRCP East San Fernando Valley Transit Corridor project (PPNO 4296), with an additional 6 months to award a contract. The responsible agency is unable to award the contract within the Timely Use of Funds (TUF) policy.

Current STIP and LPP (Formulaic) Guidelines and TIRCP Allocation Policy stipulate that an agency implementing a project request a time extension if the project will not be awarded

within six months of allocation. The Commission may approve a waiver to the TUF deadline, one-time only, for up to 12 months for SB 1 LPP (Formulaic) and up to 20 months for STIP and TIRCP.

Attachment

**Time Extension/Waiver – Contract Award
Multi-Funded STIP, SB 1 LPP (Formulaic), and TIRCP**

Project Number: 1

Applicant: Los Angeles County Metropolitan Transportation Authority

County: Los Angeles

District: 07

PPNO: 4296

Allocation Amount: \$727,267,000 (STIP: \$167,509,000, LPP (Formulaic): \$74,944,000, and TIRCP: \$484,814,000)

Phase: Construction

Allocation Date: 06/27/2025

Allocation Resolution: FP-24-102, LPP-A-2425-35, and TIRCP-2425-73

Number of Months Requested: 12 Months

Extended Deadline: 06/30/2027

Department Recommendation: Support

East San Fernando Valley Transit Corridor

The Los Angeles County Metropolitan Transportation Authority (LA Metro) requests a 12-month time extension for the period of contract award for the Construction (CON) phase of the East San Fernando Valley Transit Corridor project (PPNO 4296). At the time of allocation the project received an additional six months to award beyond the Timely Use of Funds deadline. LA Metro has been unable to award the contract within the required time period.

The East San Fernando Valley Transit Corridor project consists of a 6.7-mile at-grade, double-tracked light rail transit system that would establish rail service along Van Nuys Boulevard in the City of Los Angeles. The proposed project will improve transit service in the eastern San Fernando Valley.

LA Metro requested, and was approved for additional time to award as part of the initial allocation due to uncertainty around the bid environment and supply chain reliability. The overall project is being delivered in two phases. Currently, the project is progressing at the expected pace, including advancement through eight Early Works Packages as planned, which includes validation of the base design, development of value engineering alternatives, preparation and submittal of cost and schedule proposals, and completion of other preconstruction services and tasks under the scope of Phase 1. Concurrently, LA Metro is also nearing completion of negotiations to finalize the contract for Phase 2. However, additional time is needed to resolve final negotiation details that will be critical to the pricing and overall delivery schedule of the project.

Therefore, LA Metro is requesting a 12-month time extension for the period of contract award for the CON phase from June 30, 2026 to June 30, 2027.