

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8d.(10), Action Item

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

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT DEVELOPMENT EXPENDITURE FOR A LOCALLY-ADMINISTERED MULTI-FUNDED STATE TRANSPORTATION IMPROVEMENT PROGRAM AND SENATE BILL 1 TRADE CORRIDOR ENHANCEMENT PROGRAM PROJECT, ON THE STATE HIGHWAY SYSTEM, PER STIP AND SB 1 TCEP GUIDELINES WAIVER 26-152**

ISSUE:

Should the California Transportation Commission (Commission) extend the period of project development expenditure for the locally-administered multi-funded State Transportation Improvement Program (STIP) and Senate Bill 1 (SB 1) Trade Corridor Enhancement Program (TCEP) Centennial Corridor SB99 to WB58 Connector project (PPNO 8030), in Kern 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 development expenditure for the locally-administered multi-funded STIP and SB 1 TCEP Centennial Corridor SB99 to WB58 Connector project (PPNO 8030), in Kern County, for the time period as identified in the attachment.

BACKGROUND:

In June 2024, the Commission allocated \$6,300,000 in project development support for the Plans, Specifications, and Estimate (PS&E) phase of the locally-administered multi-funded STIP and SB 1 TCEP Centennial Corridor SB99 to WB58 Connector project (PPNO 8030). In accordance with STIP and SB 1 TCEP Guidelines (Guidelines), the deadline to complete the PS&E phase for projects allocated in June 2024 is June 30, 2026. The project will not be able to meet the deadline, and the City of Bakersfield is requesting an expenditure time extension

for the PS&E phase. The attachment shows the details of the project and the delays that have resulted in the time extension request.

Pursuant to the Guidelines, funds allocated for project development costs must be fully expended by the end of the second fiscal year following the year of allocation. The Commission may approve a waiver to the timely use of funds deadline, one-time only, for up to 20 months for STIP and 12 months for SB 1 TCEP.

Attachment

**Time Extension/Waiver – Project Development Expenditure
Multi-Funded STIP and SB 1 TCEP**

Project Number: 1
Applicant: City of Bakersfield
County: Kern County
District: 06
PPNO: 8030
EA: 48468
Route: 58 and 99
Allocation Amount: \$6,300,000 (STIP: \$1,890,000 and TCEP: \$4,410,000)
Remaining Balance: \$4,365,000 (STIP: \$1,890,000 and TCEP: \$2,475,000)
Phase: Plans, Specifications, and Estimate
Allocation Date: 06/28/2024
Allocation Resolution: FP-23-121 and TCEP-A-2324-27
Number of Months Requested: STIP: 20 Months and TCEP: 12 Months
Extended Deadline: STIP: 02/29/2028 and TCEP: 06/30/2027
Department Recommendation: Support

Centennial Corridor SB99 to WB58 Connector project

The City of Bakersfield (City) requests a 20-month time extension for State Transportation Improvement Program (STIP) and a 12-month time extension for Senate Bill 1 (SB 1) Trade Corridor Enhancement Program (TCEP) for the period of project development expenditure for the Plans, Specifications, and Estimate (PS&E) phase of the Centennial Corridor SB99 to WB58 Connector project. The City experienced unexpected delays in completing the project's PS&E phase.

The project is located on State Route (SR) 58 and SR 99, in the City of Bakersfield at the SR 58 and SR 99 interchange. The project will construct a freeway-to-freeway connector at the interchange.

Since the PS&E phase was allocated, the project has required additional survey updates to reflect datum adjustments and ensure all data conforms to current standards. The datum serves as the benchmark where all survey points are referenced to. Due to adjustments to the datum used by the City, all survey data needed revisions. These updates have delayed progress towards the 95 percent PS&E submittal and review. In addition, a potential inverse condemnation risk associated with one property acquisition required additional time to complete the PS&E phase.

Due to the delays and revisions to the plans, the construction allocation is anticipated to be requested in August 2027. Once the project is ready to list, the project will be advertised, hold bid opening, and award the contract. These components are performed under the PS&E phase. Due to these factors, additional time is needed to complete the PS&E phase and better align the project schedule with the anticipated construction timeline.

The City of Bakersfield was approved for non-proportional spending of SB 1 TCEP funds for the PS&E phase in June 2024. The non-proportional spending will allow for project delivery to proceed unimpeded. At the completion of the PS&E phase, project expenditures will be reconciled to ensure that STIP and SB 1 TCEP funds have been expended proportionally.

Therefore, the City is requesting a 20-month time extension for STIP and a 12-month time extension for SB 1 TCEP for the period of project development expenditure to allow enough time to finalize the PS&E phase from June 30, 2026 to February 29, 2028 for STIP and from June 30, 2026 to June 30, 2027 for SB 1 TCEP.