

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

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

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

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT COMPLETION FOR A LOCALLY-ADMINISTERED MULTI-FUNDED SENATE BILL 1 LOCAL PARTNERSHIP PROGRAM (FORMULAIC) AND SENATE BILL 1 SOLUTIONS FOR CONGESTED CORRIDORS PROGRAM TRANSIT PROJECT, OFF THE STATE HIGHWAY SYSTEM, PER LPP (FORMULAIC) AND SCCP GUIDELINES WAIVER 26-122**

ISSUE:

Should the California Transportation Commission (Commission) extend the period of project completion for the locally-administered multi-funded Senate Bill 1 (SB 1) Local Partnership Program (LPP) (Formulaic) and SB 1 Solutions for Congested Corridors Program (SCCP) PSGC Phase 1 – Light Rail Modernization – Light Rail Vehicles Transit project (PPNO 2201), in Sacramento 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 multi-funded SB 1 LPP (Formulaic) and SB 1 SCCP PSGC Phase 1 – Light Rail Modernization – Light Rail Vehicles Transit project (PPNO 2201), in Sacramento County, for the time period as identified in the attachment.

BACKGROUND:

In June 2023, the Commission allocated \$24,431,000 for the Construction phase of the locally-administered multi-funded SB 1 LPP (Formulaic) and SB 1 SCCP PSGC Phase 1 – Light Rail Modernization – Light Rail Vehicles Transit project (PPNO 2201). The responsible agency has been unable to complete the project by the construction completion deadline. The

attachment describes the details of the project and explanation for the delay. The respective agency requests an extension.

Current SB 1 LPP (Formulaic) and SB 1 SCCP Guidelines stipulate that the agency implementing a project request a time extension if the project will not be completed within 36 months after award. 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
Multi-Funded LPP (Formulaic) and SCCP**

Project Number: 1
Applicant: Sacramento Regional Transit District
County: Sacramento
District: 03
PPNO: 2201
Allocation Amount: \$24,431,000 (LPP (Formulaic): \$1,437,000 and SCCP: \$22,994,000)
Phase: Construction
Allocation Date: 06/29/2023
Allocation Resolution: LPP-A-2223-50 and SCCP-A-2223-15
Award Date: 09/28/2023
Number of Months Requested: 6 Months
Extended Deadline: 03/31/2027
Department Recommendation: Support

PSGC Phase 1 – Light Rail Modernization – Light Rail Vehicles

The Sacramento Regional Transit District (SacRT) requests a 6-month time extension to complete the Construction (CON) phase of the PSGC Phase 1 – Light Rail Modernization – Light Rail Vehicles Transit project. SacRT experienced unexpected delays during the CON phase.

The project proposes to procure eight low-floor light rail vehicles (LRV) to replace aging high floor LRVs on the SacRT Blue Line, part of the Northeast Corridor in Sacramento County.

The project experienced schedule delays associated with the manufacture and delivery of the light rail vehicles by Siemens. SacRT received a formal force majeure notice from Siemens citing international supply chain and shipping disruptions related to regional conflicts affecting freight movement through the Red Sea and Suez Canal corridors. These disruptions affected the procurement, production, and international shipment of vehicle components and materials, resulting in delays to vehicle manufacturing and delivery.

The additional time will allow sufficient time to complete vehicle delivery and finalize the CON phase.

Therefore, SacRT is requesting a 6-month time extension for the period of project completion for the CON phase from September 30, 2026 to March 31, 2027.