

## MEMORANDUM

To: CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8a.(19), Action Item

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Division of Financial Programming

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT ALLOCATION FOR A  
LOCALLY-ADMINISTERED SENATE BILL 1 TRADE CORRIDOR ENHANCEMENT  
PROGRAM PROJECT, ON THE STATE HIGHWAY SYSTEM, PER TCEP  
GUIDELINES  
WAIVER 26-126**

### **ISSUE:**

Should the California Transportation Commission (Commission) extend the period of project allocation for the locally-administered Senate Bill 1 (SB 1) Trade Corridor Enhancement Program (TCEP) SR 132 West Phase 3A (Gates to Dakota) project (PPNO 3593), in Stanislaus County, for the time period as identified in the attachment?

### **RECOMMENDATION:**

The California Department of Transportation recommends that the Commission extend the period of project allocation for the locally-administered SB 1 TCEP SR 132 West Phase 3A (Gates to Dakota) project (PPNO 3593), in Stanislaus County, for the time period as identified in the attachment.

### **BACKGROUND:**

The Agency will be unable to request an allocation of funds by the June 30, 2026 deadline. The attachment shows the details of the project and an explanation for the delays that have resulted in this time extension request.

Current SB 1 TCEP Guidelines adopted by the Commission stipulate that funds programmed for all components of local grant projects are available for allocation only until the end of the fiscal year programmed. The Commission may approve a waiver to the timely use of funds deadlines, one-time only, for up to 12 months.

Attachment

**Time Extension/Waiver – Project Allocation  
SB 1 Trade Corridor Enhancement Program**

Project Number: 1  
Applicant: Stanislaus Council of Governments  
County: Stanislaus  
District: 10  
PPNO: 3593  
Allocation Amount: \$66,820,000  
Phase: Construction  
Number of Months Requested: 12 Months  
Extended Deadline: 06/30/2027  
Department Recommendation: Support

**SR 132 West Phase 3A (Gates to Dakota) project**

Stanislaus Council of Governments (StanCOG) requests a 12-month time extension for the period of project allocation for the Construction (CON) phase of the SR 132 West Phase 3A (Gates to Dakota) project. StanCOG experienced delays during the Right of Way (RW) phase.

The project proposes the construction of approximately five miles of a realigned, two-lane, access-controlled facility, designed with RW Certification to accommodate four lanes. The project also includes the construction of two grade-separations with overpasses at Dakota Avenue and Hart Road, as well as a roundabout at the new intersection of Russell Road and SR 132/Gates Road/Paradise Road.

Additional time is needed to complete the RW acquisition process, a necessary step to Ready to List and before advertising the project for construction. The project requires 24 partial and full acquisitions. Significant progress has already been made: appraisals have been completed, and acquisition offers have been presented to all affected property owners. Purchase and sale agreements have been executed for five properties, and escrow has closed on one property acquisition. The StanCOG Policy Board has adopted Resolutions of Necessity for the remaining 18 properties. Order of Possession motions have been filed with the Stanislaus County Court for each remaining property and are currently awaiting hearings.

Four additional properties are anticipated to close escrow by July 2026. Due to a recent judicial reassignment, several Order of Possessions are being rescheduled. It is expected that all of the hearings will be completed by January 2027, if they are not contested by the property owner. Following issuance of the final Order of Possession rulings, RW Certification is anticipated to be completed and approved by March 2027.

Given the uncertainty associated with potential property owner contests and the need to maintain schedule flexibility, additional time is needed to complete RW activities and allocate the CON phase.

Therefore, StanCOG is requesting a 12-month time extension for the period of project allocation for the CON phase from June 30, 2026 to June 30, 2027.