

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8b.(5), Action Item

Prepared By: Dee Lam, Chief
Division of Local Assistance

Subject: **REQUEST TO EXTEND THE PERIOD OF CONTRACT AWARD FOR
LOCALLY-ADMINISTERED ACTIVE TRANSPORTATION PROGRAM PROJECTS,
OFF THE STATE HIGHWAY SYSTEM, PER ATP GUIDELINES
WAIVER 26-133**

ISSUE:

Should the California Transportation Commission (Commission) extend the period of contract award for two locally-administered Active Transportation Program (ATP) projects, for the time periods as identified in the attachment?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission extend the period of contract award for two locally-administered ATP projects, for the time periods as identified in the attachment.

BACKGROUND:

In December 2025 and January 2026, the Commission allocated \$19,561,000 for two locally-administered ATP projects identified in the attachment. The responsible agencies have been unable to award the contract within 6 months of allocation, per ATP Guidelines (Guidelines). The attachment describes the details of the projects and the explanations for the delays. The respective agencies request an extension, and the planning agencies concur.

Current Guidelines adopted by the Commission, stipulate that the agencies implementing a project may request a time extension if the project will not be awarded within six months of allocation. The Commission may approve a waiver to the Timely Use of Funds deadline, one-time only, for up to 12 months.

Attachment

**Time Extension/Waiver – Contract Award
Active Transportation Program**

Project: 1
Applicant: City of Oakland
County: Alameda
PPNO: 2346
District: 04
Allocation Amount: \$17,269,000
Phase: Construction
Allocation Date: 01/30/2026
Allocation Resolution: FATP-2526-14
Number of Months Requested: 12 Months
Extended Deadline: 07/31/2027
Department Recommendation: Support

East Oakland Neighborhood Bike Routes

The City of Oakland (City) requests a 12-month time extension for the period of contract award for the Construction (CON) phase of the East Oakland Neighborhood Bike Routes project. The City has experienced delays with advertising the contract.

The project proposes to construct curb ramps, high-visibility crosswalks, traffic circles, speed humps, pavement markings, wayfinding signage, roadway repaving, and signal modifications.

The City has experienced delays due to the implementation of enhanced fiscal and legal review requirements following the City's declared fiscal emergency, requiring additional verification that funding and authorization conditions are satisfied prior to contract award and advertisement. The second is the change in federal Disadvantaged Business Enterprise (DBE) program requirements, including changes to program structure and compliance expectations, which introduced uncertainty regarding appropriate integration with the Small/Local Business Enterprise (S/LBE) program for federally funded contracts. These issues emerged beginning in mid-2025, following the City's fiscal emergency declaration and subsequent implementation of updated internal fiscal controls, and were further compounded in October 2025 with federal DBE program changes affecting compliance pathways for federally funded transportation projects.

The City is actively working to resolve these issues through coordinated review between fiscal, legal, and procurement teams to finalize required fiscal authorization and compliance documentation prior to advertisement. Also, the City is working toward clarifying the appropriate application of DBE and S/LBE requirements under current federal guidance. Once these determinations are complete, the project will proceed to advertisement. Additional time is needed to allow sufficient time to complete fiscal and legal contract compliance reviews and resolve DBE and S/LBE compliance questions. In addition, an additional 12 months allows the City a buffer due to the City's experience with extended federal review of past projects. In the

last year, the City has had two projects that experienced federal-related delays to award projects due to project descriptions.

Therefore, the City is requesting a 12-month time extension for the period of contract award for the CON phase from July 31, 2026 to July 31, 2027.

Project: 2
Applicant: Monterey County
County: Monterey
PPNO: 3114A
District: 05
Allocation Amount: \$2,292,000
Phase: Construction
Allocation Date: 12/05/2025
Allocation Resolution: FATP-2526-10
Number of Months Requested: 4 Months
Extended Deadline: 10/31/2026
Department Recommendation: Support

San Ardo Community and School Connections Through Active Transportation

Monterey County (County) requests a 4-month time extension for the period of contract award for the CON phase of the San Ardo Community and School Connections Through Active Transportation project. The County has experienced delays with advertising the contract.

The project proposes to construct a new sidewalk. Americans with Disabilities Act ramps, crosswalks, Rectangular Rapid Flashing Beacons, solar safety lights, and concrete curb and gutter.

After receiving the CON phase allocation approval, the County initiated the process of obtaining authorization from the county Board of Supervisors to advertise the project. This process took three months. The project was advertised on March 19, 2026, with bids due on April 16, 2026. After bid opening it was determined that each of the bids received were considered non-responsive, as they did not comply with the requirements set forth in the contract documents. Accordingly, the County rejected all bids as non-responsive and is scheduled to readvertise the project in late May in accordance with the California Public Contract Code. The bid opening is scheduled for late June, and the County anticipates awarding the contract in late July 2026. In the event there are issues with this round of bidding, the County needs additional time to re-bid the project.

Therefore, the County is requesting a 4-month time extension for the period of contract award for the CON phase from June 30, 2026 to October 31, 2026.