

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 25-26, 2026

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.8c.(6), Action Item

Prepared By: Jeffrey Wyly, Chief (Acting)
Division of Local Assistance

Subject: **REQUEST TO EXTEND THE PERIOD OF PROJECT COMPLETION FOR A TRANSIT AND INTERCITY RAIL CAPITAL PROGRAM COMPONENT, PER TIRCP ALLOCATION POLICY WAIVER 26-141**

ISSUE:

Should the California Transportation Commission (Commission) extend the period of project completion for the Transit and Intercity Rail Capital Program (TIRCP) (2022:05) South Bay Microtransit Expansion (Microtransit Expansion - Phase 1) component (PPNO CP105), in Santa Clara 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 completion for the TIRCP (2022:05) South Bay Microtransit Expansion (Microtransit Expansion - Phase 1) component (PPNO CP105), in Santa Clara County, for the time period as identified in the attachment.

BACKGROUND:

In June 2023, the Commission allocated \$5,561,000 for the TIRCP (2022:05) South Bay Microtransit Expansion (Microtransit Expansion - Phase 1) component (PPNO CP105). The responsible agency has been unable to complete the component phase per the Timely Use of Funds (TUF) policy.

The current TIRCP Allocation Policy stipulates that the agency implementing a project component request a time extension if the project will not be completed within the specified timeline. Under the TUF policy, an extension can be requested for up to 20 months for each delivery milestone, where permissible by statute. The attachment describes the details of the component and the explanation for the delay.

Attachment

**Time Extension/Waiver – Project Completion
Transit and Intercity Rail Capital Program**

Project Number: 1
Applicant: City of Cupertino
County: Santa Clara
District: 04
PPNO: CP105
Allocation Amount: \$5,561,000
Phase: Construction
Allocation Date: 06/29/2023
Allocation Resolution: TIRCP-2223-82
Award Date: 06/30/2023
Number of Months Requested: 20 Months
Extended Deadline: 02/29/2028
Department Recommendation: Support

(2022:05) South Bay Microtransit Expansion (Microtransit Expansion - Phase 1)

The City of Cupertino (City) requests a 20-month time extension for the period of project completion for the Construction (CON) phase of the (2022:05) South Bay Microtransit Expansion (Microtransit Expansion - Phase 1) component. The City has experienced unexpected delays in completing construction due to extending the service.

This project expands the City's existing on-demand microtransit service into the City of Santa Clara and improves connections to regional public transit services. The project will expand the service area of the existing on-demand microtransit program. The number of leased vehicles will expand from 9 to 16 and transition the entire fleet to zero-emission vehicles.

The City of Cupertino is requesting additional time to support its 5-year service plan per the California State Transportation Agency (CalSTA) award. The extra time will continue to support Cupertino's existing on-demand microtransit service and provide safe, affordable, and efficient travel throughout the community. Additionally, Phase 2 of this plan has been combined with Phase 1, which requires the additional time allowed as stated in the CalSTA award. Phase 2 is incorporating an additional 6.5 square miles for a total of 26.5 square miles throughout the entire zone and adding 4 more vehicles for a total of 16. The project will provide efficient service and improve first/last-mile connections to regional public transit services, including Caltrain, Valley Transportation Authority, and Amtrak. There is a concurrent request for supplemental funds on this month's Commission agenda.

Therefore, the City is requesting a 20-month time extension for the period of project completion for the CON phase from June 30, 2026 to February 29, 2028.