

**CITY OF TEMECULA
AGENDA REPORT**

TO: City Manager/City Council

FROM: Ron Moreno, Director of Public Works/City Engineer

DATE: June 10, 2025

SUBJECT: Award Construction Contract to Vance Corporation for Citywide Pavement Rehabilitation Rancho Way, Santiago Road, and Felix Valdez Avenue Project, PW24-08

PREPARED BY: Nino Abad, Senior Civil Engineer
Kellen Freeman, Assistant Engineer

RECOMMENDATION: That the City Council:

1. Award a construction contract to Vance Corporation, in the amount of \$1,358,523.25 for the Citywide Pavement Rehabilitation Rancho Way, Santiago Road, and Felix Valdez Avenue project, PW24-08; and
2. Authorize the City Manager to approve construction change orders up to \$135,852.33, which is equal to 10% of the contract amount; and
3. Make a finding that Citywide Pavement Rehabilitation Rancho Way, Santiago Road, and Felix Valdez Avenue, PW24-08, is exempt from Multiple Species Habitat Conservation Plan fees.

BACKGROUND: On March 25, 2025, the City Council approved the plans and specifications and authorized the Department of Public Works to solicit construction bids for the Citywide Pavement Rehabilitation Rancho Way, Santiago Road, and Felix Valdez Avenue Project, PW24-08.

The project proposes to perform pavement rehabilitation on Rancho Way (from Diaz Road to Business Park Drive), Felix Valdez Avenue (from Vincent Moraga Road to 6th Street), and Santiago Road (from Ynez Road to I-15 overcrossing) as identified in Bid Schedule “A” of the bid documents. Work also includes reconstruction of American with Disability Act (ADA) curb ramps and spandrels, adjustment of existing utilities to grade, installation and removal of temporary video detection, restoration and/or modifications to existing striping, and replacement loop detectors. The bid documents also included a Bid Schedule “B” which proposed resurfacing of the northwest parking lot of the Patricia H. Birdsall Sports Park.

The construction contract was publicly advertised between April 2, 2025, and April 30, 2025. Seven bids were electronically opened and publicly posted on the City's online bidding service, PlanetBids.

The results are as follows:

Rank	Bidder	Amount
1.	Vance Corporation	\$1,496,363.29
2.	R.J. Noble Company	\$1,688,166.25
3.	Onyx Paving Company, Inc.	\$1,693,000.00
4.	Calmex Engineering, Inc.	\$1,722,159.00
5.	All American Asphalt	\$1,789,715.00
	DASH Construction Company, Inc.	Non-Responsive
	LC Paving & Sealing, Inc.	Non-Responsive

DASH Construction Company and LC Paving & Sealing, Inc. listed various bid items on the subcontractor list that totaled over 100% of the bid item being performed by 2 different subcontractors. These bids were deemed non-responsive.

Staff have completed the analysis of the submitted bids and found that Vance Corporation of Beaumont, California to be the lowest responsive and responsible bidder. Vance Corporation has public contracting experience and has successfully completed similar projects for various public agencies.

After the bid deadline, changing budget priorities have resulted in staff recommending not to award Bid Schedule "B" with the contract for the northwest parking lot of the Patricia H. Birdsall Sports Park. Therefore, staff recommends the award of a construction contract for the value of only Bid Schedule "A" at \$1,358,523.25 plus a 10% contingency of \$135,852.33.

The Engineer's Estimate for the project was \$2,100,000. The project specifications allow for 60 working days (approximately three months) to complete the work.

The Multiple Species Habitat Conservation Plan (MSHCP) is an element of the Riverside County Integrated Project (RCIP) to conserve open space, nature preserves and wildlife to be set aside in some areas. It is designed to protect over 150 species and conserve over 500,000 acres in Western Riverside County. The City of Temecula is a permittee to the MSHCP and as such is required to abide by the Regional Conservation Authority's (RCA) MSHCP Mitigation Fee Implementation Manual adopted by Resolution 2020-013 on December 7, 2020. The RCA is a joint regional authority formed by the County and the Cities to provide primary policy direction for implementation of the MSHCP.

Beginning July 1, 2008, the RCA requires that locally funded Capital Improvement Projects contribute applicable MSHCP fees within 90-days of construction contract award. Fees outside the public right of way are calculated on a cost per acre of disturbed area basis, while fees for typical right of way improvements projects are five percent of construction costs. Maintenance only projects, such as this project, are exempt from MSHCP fees.

FISCAL IMPACT: The Citywide Pavement Rehabilitation Rancho Way, Santiago Road, and Felix Valdez Avenue Project, PW24-08 is a component of the Pavement Rehabilitation Program – Citywide which is identified in the City’s Capital Improvement Program (CIP) budget for Fiscal Years 2025-2029 and funded with Measure A and Road Repair and Accountability Act (RMRA) funds. There are adequate funds in the aforementioned accounts to cover the Contract amount of \$1,358,523.25, plus the 10% contingency of \$135,852.33, for a total encumbrance of \$1,494,375.58.

ATTACHMENTS:

1. Contract
2. Project Description
3. Project Location Maps