

**CITY OF TEMECULA
AGENDA REPORT**

TO: City Manager/City Council

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

DATE: October 14, 2025

SUBJECT: Award Construction Contract to American Asphalt South, Inc. for the Citywide Slurry Seal, PW25-06

PREPARED BY: Nino Abad, Principal Civil Engineer
William Becerra, Associate Engineer II

RECOMMENDATION: That the City Council:

1. Award a construction contract to American Asphalt South, Inc. in the amount of \$1,068,054.30 for the Citywide Slurry Seal, PW25-06; and
2. Authorize the City Manager to approve construction contract change orders not to exceed the contingency amount of \$534,027.15, which is equal to 50% of the Contract amount; and
3. Make a finding that the Citywide Slurry Seal, PW25-06 is exempt from Multiple Species Habitat Conservation Plan fees.

BACKGROUND: On September 9, 2025, the City Council approved the project specifications and authorized the Department of Public Works to solicit construction bids for the Citywide Slurry Seal, PW25-06.

The Citywide Slurry Seal Program is an annual project that will utilize slurry to seal the project roadways against water intrusion and deterioration of the asphalt concrete pavement wearing surface. Ideally slurry seal is applied every five to seven years as it prolongs pavement life thereby delaying more costly rehabilitation measures such as asphalt concrete overlays or removal and reconstruction. Construction involves roadway preparation by removal of existing striping and pavement markings, cleaning the roadway surface and sealing cracks. This is followed by application of slurry seal and subsequent restoration of striping and pavement markings. The project consists of slurry sealing over four million square feet of residential roadway at designated locations. As shown on the attached Project Location Maps, the slurry seal for this year will cover the Villages, Rancho Del Sol, Verano, Rancho Solano, Costain Signet, Avendale, Barclay Estates, Woodcrest Country, Ridgeview, and Promenade at Temecula areas.

The construction contract was publicly advertised between September 10, 2025, and September

25, 2025. On Thursday, September 25, 2025, five bids were electronically received, opened, and the results were publicly posted on the City's online bidding service, PlanetBids.

The results were as follows:

	Contractor	Bid Amount
1.	American Asphalt South, Inc	\$1,068,054.30
2.	Union Pavement Services, Inc.	\$1,125,348.80
3.	Pavement Coatings Co.	\$1,132,721.92
4.	Roy Allen Slurry Seal, Inc.	\$1,396,467.02
5	All American Asphalt	\$1,397,360.02

Staff has reviewed the bid proposals and found American Asphalt South of Riverside, California to be the lowest responsive and responsible bidder. American Asphalt South has successfully completed similar projects for various public agencies including the City of Temecula.

The Engineer's estimate for the project was \$1,473,822.93. The specifications allow for ninety working days for construction, which is approximately four months. Since the lowest responsive and responsible bid is well under the Engineer's estimate, staff is requesting a 50% contingency. This extra contingency will allow for treatment of additional streets expanding the area that can be completed as part of this year's Citywide Slurry program.

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) Fee Remittance and Collection Policy adopted by Resolution 07-04 on September 10, 2007. 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 started requiring 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 MHSCP fees.

FISCAL IMPACT: The Citywide Slurry Seal is included in the Fiscal Year 2025-26 Operating Budget and is funded with Measure A. Adequate funds are available for the contract amount of \$1,068,054.30, plus the 50% contingency amount of \$534,027.15 for a total encumbrance of \$1,602,081.45.

ATTACHMENTS:

1. Contract
2. Project Location Maps

3. Slurry Seal Street List