

**CITY OF TEMECULA
AGENDA REPORT**

TO: City Manager/City Council

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

DATE: October 28, 2025

SUBJECT: Approve Increase in Construction Contingency for Contract with Asad Holdings LLC DBA OrangeBlue General Contractors for Murrieta Creek Trail Solar Lights, PW21-13

PREPARED BY: Nino Abad, Principal Civil Engineer
Emalee Manning, Assistant Engineer II

RECOMMENDATION: That the City Council:

1. Increase the authorized construction contingency for the Murrieta Creek Trail Solar Lights Project, PW21-13 by \$27,237.25; and
2. Increase the City Manager's authority to issue contract change orders by \$27,237.25.

BACKGROUND: The Murrieta Creek Improvements Project, PW15-07, is identified in the 2026-2030 City of Temecula Capital Improvement Program Budget, and funds coordination efforts and several follow up projects to the Murrieta Creek Channel improvements constructed by the United States Army Corps of Engineers (USACE) and Riverside County Flood Control (RCFC) within City limits. The Murrieta Creek Trail Solar Lights Project, PW21-13, is one of these follow up projects, shares funds with PW15-07, and is installing twenty-seven (27) solar lights along the Murrieta Creek Trail between the Epperson Memorial Parking Lot, at the project's southern end, to the project's northern boundary located near the intersection of Moreno Rd and Old Town Front Street.

On July 22, 2025, the City Council approved a construction contract in the amount of \$108,949.00 and authorized the City Manager to approve contract change orders up to 25% of the contract amount, \$27,237.25.

The project, which is currently under construction, has encountered various unforeseen subsurface conditions necessitating extra work to install the foundations for the solar lighting. This extra work has already expended most of the existing contingency. Additional contingency is being requested at this time in case additional work is required beyond the current contingency amount.

Staff recommends an increase in the authorized contingency and the City Manager's authorization to issue construction change orders in the amount of \$27,237.25 for a total authorized contingency of \$54,474.50 which is equal to 50% of the original contract amount.

FISCAL IMPACT: The Murrieta Creek Improvements Project is included in the Fiscal Year 2026-30 Capital Improvement Program (CIP) and is funded with Measure S, DIF-Corporate Facilities, General Fund, and TEAM funds. There are sufficient funds available in the project account to increase the authorized contingency by \$27,237.25.

ATTACHMENTS:

1. Project Description
2. Project Location