

Agenda Report



Watsonville
CALIFORNIA

MEETING DATE: Tuesday, December 10, 2024

TO: City Council

**FROM: PUBLIC WORKS & UTILITIES DIRECTOR LINDBERG
PRINCIPAL ENGINEER THERIOT**

**SUBJECT: AWARD CONTRACT TO MCKIM CORPORATION FOR
RECONSTRUCTION OF GREEN VALLEY RD, ST-24-14523, IN
THE AMOUNT OF \$2,543,343.34**

RECOMMENDED ACTION:

It is recommended that City Council adopt a resolution awarding a contract to the lowest responsive bidder, McKim Corporation, for the Green Valley Rd Improvement Project – Carey Ave to Thicket Ln, No. ST-24-14523, in the amount of \$2,543,343.34.

DISCUSSION:

Green Valley Rd. is a vital arterial, serving over 20,000 vehicles per day. The pavement is showing its age, with much of this stretch of roadway in poor condition. The sheer number of trench cuts for the utilities combined with the general poor condition of the pavement contributes to the need to reconstruct the roadway. This project will reconstruct 2,200 linear feet of roadway, as well as replace curb ramps and provide a new Audible Pedestrian Signal (APS) at Carnation Drive.

The City received a \$1,833,000 grant from the Santa Cruz County Regional Transportation Commission (RTC) to assist with the construction of this project. The RTC approved the project for funding on December 7, 2023.

The Public Works and Utilities Department recently completed an underground utility project to replace sanitary sewer and waterlines on Green Valley Rd. The roadway rehabilitation project will repair the pavement damaged by the utility construction, as well as replace the pavement which has outlived its useful life.

The City Council adopted Resolution No. 136-24 (CM) approving plans and specifications and called for bids on July 9, 2024. Bids were received for the Green Valley Rd Improvement Project – Carey Ave to Thicket Ln, No. ST-24-14523, and publicly opened and read on November 14, 2024.

The following bids were received:

Contractor	Location	Bid
McKim Corporation	Gilroy, CA	\$2,543,343.34
Granite Construction	Watsonville, CA	\$2,774,891.35
Granite Rock	San Jose, CA	\$3,080,836.20
Galeb Paving	Saratoga, CA	\$3,466,989.88

CURRENT FUNDING

This project is included in the FY2024/25 approved budget as the Green Valley Road Improvements. There are sufficient funds in the following accounts and no additional appropriations are required.

Source	Account
RTC grant	0260-905-7837-14523
SB1	0306-924-7837-14523

There are costs associated with a construction project beyond the construction contract itself which include construction support services. Staff estimate these costs to be approximately \$450,000. These services will be done under separate contracts, and sufficient funds have been allocated to the current budget.

CALIFORNIA ENVIRONMENTAL QUALITY ACT (CEQA)

The project qualifies as Categorically Exempt under CEQA in accordance with CEQA Guidelines Section 15301, CE Class 1, maintenance of existing streets involving no expansion of capacity. Staff have filed a Notice of Exemption with the Santa Cruz County Clerk.

STRATEGIC PLAN:

2-Infrastructure & Environment
5-Public Safety

FINANCIAL IMPACT:

As shown above, the Green Valley Rd. Improvements Project is fully funded in the 2024/25 approved budget.

ALTERNATIVE ACTION:

The council could elect not to award the construction contract. The roadway would continue to deteriorate and the cost of rehabilitation in the future will continue to increase.

ATTACHMENTS AND/OR REFERENCES (If any):

1. Project Map