



Agenda Item A.9
CONSENT CALENDAR
Meeting Date: December 16, 2025

TO: Mayor and Councilmembers

SUBMITTED BY: Luz "Nina" Buelna, Public Works Director

PREPARED BY: Javier Garcia, Associate Engineer

SUBJECT: Increase the Construction Contingency amount for the 2025 Arterial Pavement Project

RECOMMENDATIONS:

Authorize the Public Works Director to increase the Construction Contingency for the 2025 Arterial Pavement Project in the amount of \$400,000 for a not-to-exceed amount of \$1,827,333.

BACKGROUND:

The Public Works Department solicited competitive bids per Municipal Code Section 3.05.210 for the 2025 Arterial Pavement Project (Project). Granite Construction Inc. (Granite) was the lowest responsible bidder and was awarded the base bid, Alternates 2, 3, 4, and 6 at the City Council meeting on June 17, 2025. The City Council authorized the City Manager to execute the Public Works Contract No. 2025-051 in the amount of \$9,238,401 with a contingency amount of \$1,427,333. Table 1 below shows details of the base bid and selected alternates.

Table 1: Awarded Base Bid and Bid Alternates for the 2025 Arterial Pavement Project

	Granite	Location
Base Bid	\$6,401,282.60	Berkeley Road (North Fairview Avenue to Goleta City Limits) Northeast Goleta Neighborhood Calle Real (North Kellogg Avenue to Goleta City Limits) Hollister Avenue (Camino Real Marketplace to Storke Road) Hollister Avenue (Cathedral Oaks Road to Pebble Beach Drive) S. Fairview Avenue (South Fairview Avenue to the north end)
Alternate 2	\$840,467.90	Calle Real (Calaveras Avenue to Sonoma Avenue)
Alternate 3	\$1,164,671.70	Berkeley Road (Sylvan Drive to Goleta City Limits)
Alternate 4	\$412,920.80	Los Carneros Road (Hollister Avenue to Castilian Drive)
Alternate 6	\$419,058.00	Storke Road (Hollister Avenue to Bollay Drive)

The scope of work for this project involves replacing pavement with hot mix asphalt, upgrading Americans with Disabilities Act (ADA) compliant curb ramps, and updating traffic striping and markings.

DISCUSSION:

The City issued Granite the notice to proceed with construction on July 7, 2025, and construction on the project began on July 14, 2025, in portions of northeastern Goleta. Granite has completed all work except for slurry seal treatment and striping on Hollister Avenue between Cathedral Oaks Road and Elderberry Drive, and microsurfacing treatment and striping on Storke Road from Hollister Avenue to Bollay Drive, and on Hollister Avenue from Camino Real Marketplace to Storke Road. This work is proposed in early 2026 when weather conditions meet minimum specifications.

Due to favorable bid results and increased project efficiencies, the City is able to expand the scope of this year's paving program to include additional streets for paving. Table 2 shows the proposed additional streets. See Attachment 1 for an updated 2025 Arterial Pavement Project Map with the proposed change order streets.

Table 2: Proposed Additional Streets for the 2025 Arterial Pavement Project

	Location
Additional Streets	Pacific Oaks Road (Hollister Avenue to Phelps Road) Calle Real (Salisbury Avenue to Rochester Way) Verdura Avenue (Carlo Drive to Vega Drive) Additional Storke Road Rehabilitation (Hollister Avenue to Bollay Drive)

An increase in the contingency budget would be required to rehabilitate the three additional streets. When the project was awarded, staff requested a contingency of approximately 15% of the contract amount. Staff is requesting to increase the contingency budget to approximately 20% of the original contract amount to rehabilitate the three additional streets.

Public Works staff recommends that the City Council approve and authorize the Public Works Director to increase the construction contingency by \$400,000 for a not-to-exceed amount of \$1,827,333.

FISCAL IMPACTS:

No new appropriation is required. The total estimated costs and funding sources associated with the Project are listed in Table 3. The funding amounts include the carryover budget for Fiscal Year 2024/25 and the adopted budget for Fiscal Year 2025/26.

Table 3 – Project Cost Estimate

Project Components	Project Costs	Funding Source	Funding Amounts
Design (Consultant)*	\$218,577.43	General Fund (101)	\$9,387,357.18
Construction (Base Bid & Alternates)	\$9,238,401.00	Gas Tax (201)	\$1,110,202.00
Construction Contingency	\$1,827,333.00	RMRA (203)	\$1,233,602.69
Construction Management (Consultant)	\$944,732.50	Measure A (205)	\$386,619.24
Staff Time	\$166,291.00	LSTP (306)	\$277,553.82
Total	\$12,395,334.93	Total	\$12,395,334.93

*Previously expended

There is approximately \$532,000 in unencumbered pavement budget available to support the proposed \$400,000 increase to the construction contingency.

ALTERNATIVES:

The City Council may elect not to approve the increase in construction contingency. The City Council may elect not to approve the increase in construction contingency. However, the additional street locations may not move forward as part of this project.

LEGAL REVIEW BY: Isaac Rosen, City Attorney

APPROVED BY: Robert Nisbet, City Manager

ATTACHMENTS:

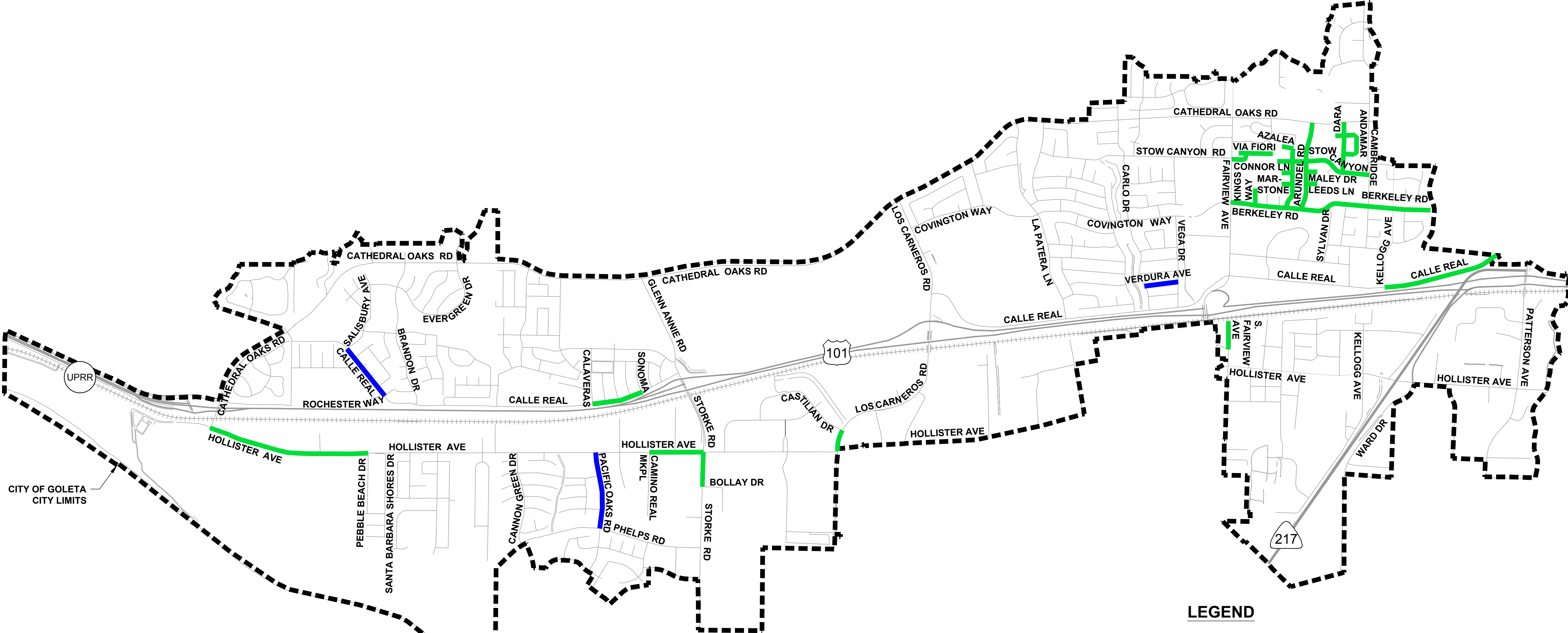
1. 2025 Arterial Pavement Project Map

ATTACHMENT 1

2025 Arterial Pavement Project Map

CITY OF GOLETA

2025 ARTERIAL PAVEMENT PROJECT



LEGEND

- CITY LIMITS
- ++++ UPRR LINE
- HIGHWAY
- CITY ROAD
- BASE BID & SELECTED ALTERNATES
- POTENTIAL CHANGE ORDER STREETS



NOVEMBER 2025

