



CITY OF WILDOMAR
CITY COUNCIL REGULAR MEETING
CONSENT CALENDAR
Agenda Staff Report # 1.9
Meeting Date: August 12, 2026

SUBJECT: Bundy Canyon Road Rehab Project and Slurry Seal Project
(CIP 057-3, 058-3) Contract Items

SUBMITTED BY: Jason Farag, Public Works Director/City Engineer

PREPARED BY: Cameron Luna, Associate Engineer

ACTION:

1. Approve a supplemental appropriation of \$313,242 in expenditures and increase in revenue budget for Fund 500 (Capital Reinvestment) to allocate for reimbursement monies related to the City of Wildomar's Memorandum of Understanding (MOU) with the City of Menifee for resurfacing Scott Road/Bundy Canyon Road.
2. Authorize an increase to the Public Works Director's ability to approve change orders, from a not to exceed 25% to a not to exceed 37% of the construction contract amount (contingency), to account for the 12% of contract contingency utilized for the additional work covered under the MOU Agreement.
3. Approve a deappropriation of Fund 120 (Measure AA) to decrease \$200,000 from CIP 103 and approve a supplemental appropriation for Fund 120 (Measure AA) to increase \$200,000 in expenditures for CIP 057-3.

BACKGROUND:

The City of Wildomar administers a Road Rehabilitation and Maintenance Program and a Slurry Seal Program. These programs are implemented as annual projects in the City's approved Five-Year Capital Improvement Program as CIP 057 and CIP 058. On February 10, 2026, the City awarded a construction contract to All American Asphalt for the current fiscal year's road rehab and slurry seal projects (CIP 057-3 and CIP 058-3).

DISCUSSION:

Item 1

On May 13, 2026, the City Council approved a Memorandum of Understanding (MOU) with the City of Menifee as part of the City of Wildomar's Bundy Canyon Road Rehab Project and Slurry Seal Project (CIP 057-3/058-3). The Wildomar Project Area and the Menifee Project Area together form a continuous pavement rehabilitation corridor along Scott Road and Bundy Canyon Road serving both jurisdictions. Following the MOU approval, staff from both Cities continued to work together and on July 24, 2026, the Menifee Project Area was substantially completed. The City of Menifee has confirmed the Contractor's expenditures and will be responsible for reimbursing the City of Wildomar in the amount of \$313,242. The updated budget detail sheet for CIP 057-3 accounting for this reimbursement amount is included as Attachment A. Staff recommends that the City Council approve a supplemental appropriation of \$313,242 in expenditures and increase in revenue budget for Fund 500 (Capital

Reinvestment) to allocate for reimbursement monies related to the MOU.

Item 2

As a result of the MOU, staff recommends the City Council authorize an increase to the Public Works Director's ability to approve change orders, from a not to exceed 25% of the construction contract amount (contingency) to 37%. In order to fiscally incorporate the MOU into the CIP 057-3 contract, 12% of contingency was required to facilitate the additional work occurring within the City of Menifee's jurisdiction. Authorizing this adjustment would restore the Public Works Director's original capacity for work with the City of Wildomar's jurisdiction as approved by City Council on February 10, 2026.

Item 3

As part of the Wildomar Trail Restriping Project (CIP 103, Project), the City has been preparing design plans for the restriping of Wildomar Trail at the I-15 to help improve traffic operations near the interchange. An encroachment permit from Caltrans is required to restripe the road because the area of work is within Caltrans right-of-way. The Project includes restriping of Wildomar Trail from Margaret Ln. east to Monte Vista Dr. and rehabilitation of some of the pavement within those limits. On August 3, 2026, the City received it's Caltrans encroachment permit approval for performing the work. As a result, staff is preparing a contract change order with the CIP 057-3/058-3 contractor, All American Asphalt, to complete the work as approved under the permit. To complete the work with the CIP 057-3/058-3 contract, staff is recommending moving the existing construction funds budgeted under CIP 103 to CIP 057-3/058-1. As a result, staff recommends that the City Council approve a deappropriation of Fund 120 (Measure AA) to decrease \$200,000 from CIP 103 and approve a supplemental appropriation for Fund 120 (Measure AA) to increase \$200,000 in expenditures for CIP 057-3.

ACCOUNT CODE:

Project: CIP 057-3

Phase: Construction

Budget Amendments:

- Capital Reinvestment (Fund 500)
Revenues (500-3542) = \$313,242
Expenditures (500-4500-52115) = \$313,242
- Measure AA (Fund 120)
Expenditures (120-4500-52115) = \$200,000

Project: CIP 103

Phase: Construction

Budget Amendments:

- Measure AA (Fund 120)
Expenditures (120-4500-52115) = \$0

FISCAL IMPACT:

Updated CIP Booklet Detail Sheets for the Projects are included under Attachment A.

ATTACHMENTS:

[A - Updated Project Budget Detail Sheet](#)