



## **CITY COUNCIL STAFF REPORT**

**ITEM NO. 5.4**

**DATE:** April 14, 2025

**TO:** Honorable Mayor and City Council

**FROM:** Brent Smith, Community Development Director

**SUBJECT:** Resolution authorizing a supplemental appropriation of Measure BB-Local Streets and Roads Fund 830, in the amount of \$80,000 in FY 2024-25 and authorizing acceptance for permanent maintenance, release of the security bonds, and execution of a Notice of Completion for the Railroad Avenue Street Improvements Project 2021-16.

### **RECOMMENDED ACTION**

Staff recommends the City Council adopt a resolution:

1. Authorizing a supplemental appropriation of \$80,000 from Measure BB-Local Streets and Roads Fund 830 to the FY 2024-25 budget for the Railroad Avenue Street Improvements Project 2021-16; and
2. Authorizing the acceptance for permanent maintenance, release of the security bonds, and authorizing the City Manager to sign the Notice of Completion for the Railroad Avenue Street Improvements Project 2021-16.

### **SUMMARY**

On October 23, 2023, City Council awarded the contract for construction of the Railroad Avenue Street Improvements Project to Redgwick Construction Company. The contract was substantially completed on March 12, 2025, and reached final completion on March 14, 2025. The contract can now be accepted for permanent maintenance and the process to release the contractor's bonds can begin.

A supplemental appropriation of \$80,000 from Measure BB-Local Streets and Roads Fund 830 is required to cover final costs associated with rehabilitating the Railroad Avenue/Livermore Avenue intersection, one of the City's most prominent intersections.

### **DISCUSSION**

The Railroad Avenue Street Improvements Project consisted of a number of improvements on Railroad Avenue between K Street and the entrance to the Livermore Valley Parking Garage. These improvements were required to support Downtown Specific Plan development. Improvements widened the street, extended turn lanes, replaced the sewer, installed crosswalks, modified traffic signals,

upgraded ramps, added landscaping to medians, and resurfaced and restriped the roadway. The project was located on Railroad Avenue, as shown in Attachment 1 - Location Map.

The project originally called for Type II micro-surfacing treatment of the intersection of Railroad Avenue and Livermore Avenue, one of the City's most prominent intersections. However, during construction, after further evaluation of the pavement surface condition at this intersection, it was concluded that the pavement was too deteriorated for micro-surfacing and that the proper treatment was to grind and overlay. This project had the opportunity to save cost and perform this critical improvement with a good contractor and avoided future impacts to the downtown area by starting another Capital Improvement Project. Furthermore, the improvements made were completed before the start of the Downtown's busy holiday season.

The project was completed in accordance with the contract documents in a manner acceptable to the City Engineer.

At time of award, the contractor provided a faithful performance bond guaranteeing completion of the project, and that bond must now be released. Six months after the date of the resolution accepting the project, the labor and materials bond guaranteeing the improvements should be reduced to an amount equal to any claims filed and of which notice has been given. The balance of the bond will be released upon the settlement of all claims and obligations for which the security was given (there are no known claims at this time). The security for the guarantee and warranty of work shall remain in effect for one year from the date of the resolution

### **FISCAL AND ADMINISTRATIVE IMPACTS**

The original construction contract was \$1,849,844. The contingency budget for change orders was 10% of that amount or \$200,000, whichever is greater, per Municipal Code 2.68.590B. The final contract amount including change orders is \$2,049,827. The total value of change orders is \$199,983 which consisted primarily of the following:

- Extending paving limits to accommodate the intersection of Railroad Avenue and Livermore Avenue to the west and include the crosswalk at the parking structure to the east.
- Relocating the sewer line to provide provisions for future development that stays consistent with the Downtown General Plan.

A supplemental appropriation of \$80,000 from Measure BB-Local Streets and Roads (Fund 830) in FY 2024-25 is required to cover final costs associated with rehabilitating the Railroad Avenue and Livermore Avenue intersection and to close out the project.

These maintenance improvements and minor roadway geometry modifications will not significantly increase operation, maintenance, and replacement costs.

### **COMMUNITY PILLAR**

5: Inclusive & Inviting Spaces & Places

### **GOAL**

3: Continue to implement the Downtown Specific Plan.

**ATTACHMENTS**

1. Location Map
2. Resolution
3. Exhibit A - Notice of Completion

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Fiscal Review by:



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