



Council Agenda Report

From: Ditas Esperanza, Capital Projects Engineer

Subject: Approval of a Resolution Authorizing the Award of a Construction Contract to Westrock LLC for the Merry Hill, 15th Street, and Terrace Hill Road Repair Project

CEQA Determination: The City finds that this action is categorically exempt from the California Environmental Quality Act ("CEQA") under the Class 1 exemption, which applies to the operation, repair, maintenance, permitting, leasing, licensing, or minor alteration of existing structures, facilities, mechanical equipment, or topographical features where the project involves negligible or no expansion of existing or former use (State CEQA Guidelines, § 15301).

Date: February 18, 2025

Facts

1. In 2012, the voters of Paso Robles passed Measure E-12, a half cent supplemental sales tax measure. Proceeds from this tax help fund the City's Street Maintenance and Repair program.
2. On February 4, 2020, City Council approved the updated Six-Year Street Maintenance and Repair Plan utilizing the remaining Measure E-12 supplemental sales tax revenues. Measure E-12 has a sunset date of March 31, 2025 and will be supplanted by voter-approved Measure I-24.
3. Consistent with the Maintenance and Repair plan, the Fiscal Year 2024-25 adopted budget included appropriations towards road maintenance repairs for Merry Hill, 15th Street, and Terrace Hill Road.
4. Plans and specifications were prepared and advertised for bid with an engineer's estimate for the project of \$782,900.
5. On January 30, 2025, six (6) bids were received as follows:

<u>Construction Company</u>	<u>Bid Amount</u>
Westrock LLC	\$673,999.00
Papich Construction	\$755,996.00
Souza Construction	\$714,277.70
Viborg Sand & Gravel	\$816,373.00
Ferravanti Grading & Paving	\$722,419.61
V. Lopez & Sons	\$1,041,626.40

6. Staff reviewed the lowest bid from Westrock LLC and found it to be a responsive and responsible bid.

Options

1. Take no action;
2. Approve Resolution 25-XXX awarding a construction contract to Westrock LLC to perform street repairs of Merry Hill, 15th Street, and Terrace Hill Road in the amount of \$673,999; or
3. Provide alternative direction to staff.

Analysis and Conclusions

In 2020, City Council approved the updated listing of streets scheduled to be repaired over the next six years. Included in the plan for FY 2024-25 is the repair of Merry Hill, 15th Street, and Terrace Hill Road. The Pavement Condition Index (PCI) of Merry Hill from Pacific to Fresno is 36, 15th Street from Chestnut to Terrace Hill Road is 32, and Terrace Hill Road (cul-de-sac) is 44. Engineered plans and specifications call for the removal and replacement of the existing asphalt (dig-out repairs) at several localized areas of failure. Once these repairs are completed, a 1-inch leveling course will be placed followed by a 2-inch rubberized asphalt final course.

This is one of the remaining projects to be funded by Measure E-12. The Measure sunsets on March 31, 2025. In November 2024, Paso Robles voters passed Measure I-24, to continue collecting sales tax revenue that may be used for street repairs. The voter-approved extension will allow the City to continue in its efforts to repair the City's street network system with a reliable funding source.

Fiscal Impact

The total cost of the construction contract with Westrock LLC is \$673,999. The project is included in the adopted FY 2024-25 Capital Improvement budget, and as such, no other action is needed.

CEQA

The City finds that this action is categorically exempt from the California Environmental Quality Act ("CEQA") under the Class 1 exemption, which applies to the operation, repair, maintenance, permitting, leasing, licensing, or minor alteration of existing structures, facilities, mechanical equipment, or topographical features where the project involves negligible or no expansion of existing or former use (State CEQA Guidelines, § 15301).

Recommendation (Option 2)

Approve Resolution 25-XXX, authorizing the City Manager to award a contract to Westrock LLC to perform Road Repairs of Merry Hill, 15th Street, and Terrace Hill Road, in the amount of \$673,999, and authorize the City Manager and City Attorney to make minor, technical, or non-substantive changes to the contract that are consistent with the Council's action.

Attachments

1. Resolution 25-XXX - Merry Hill, 15th Street, and Terrace Hill Road Repairs
2. Westrock LLC Bid
3. Location Map