



**AGENDA SUMMARY  
EUREKA CITY COUNCIL**

**TITLE: Pavement Rehabilitation 2023 Bid No. 2023-05 – Additional PG&E Funds**

**DEPARTMENT: Public Works - Engineering**

**PREPARED BY: Scott Ellsmore, Traffic Project Manager**

**PRESENTED FOR:**            Action             Information only             Discussion

**RECOMMENDATION**

1. Authorize staff to execute a change order to increase the contract with Mercer Fraser Company from \$2,386,000 to \$2,795,665 to include additional work to streets impacted by PG&E Maintenance Projects.

**FISCAL IMPACT**

No Fiscal Impact             Included in Budget            Additional Appropriation

**COUNCIL GOALS/STRATEGIC VISION**

Financially Sound City Providing Effective Services

**DISCUSSION**

The Pavement Rehabilitation 2023 Project, Bid No.2023-05, was awarded by Council on March 7<sup>th</sup>, 2023 to Mercer Fraser Company. The project consists of street rehabilitation in Old Town Eureka on: D Street, E Street, F Street, G Street, H Street, 2<sup>nd</sup> Street, and 3<sup>rd</sup> Street, as well as on Fairway Drive between Ridgecrest and City Limits-West. Additionally, within the Old Town Project Area, eight locations received new water valve assemblies.

Over the past year, the City has been working with PG&E to coordinate their maintenance projects prior to City pavement restoration projects. Out of this discussion arose the opportunity for the City to work with PG&E in regard to pavement restoration after completion of PG&E facility repairs. The City is in a unique position in regard to the design, management and construction of pavement restoration that PG&E is not. This advantage allows for the City to complete repairs faster and at a reduced rate compared to what PG&E can complete. PG&E has completed their Phase 16 and 17 Low Pressure Gas Main Repairs Projects and has committed \$406,665 for street repairs for restoration of areas where maintenance occurred. The City has investigated the scope of the repairs and determined these funds can be utilized more fully if managed and overseen by the City. For example, if PG&E was to manage the pavement restoration, this budget would

allow for repairs to include patches or similar in some cases. With the City managing the restoration, these repairs would also include larger street overlays over some of the restoration areas, providing a more uniform, longer lasting and more cost-effective approach.

The following locations that received PG&E maintenance repairs under the Phase 16 and 17 projects and will receive street restoration include: C Street between 14<sup>th</sup> Street and Wabash Avenue, B Street between Simpson and Sonoma Streets, Sonoma Street between California and Lowell Streets, Del Norte Street between Lowell and F Streets, Wabash Avenue between Lowell and D Streets, Cedar Street between Summer and B Streets, Clark between C and E Streets and Wabash Avenue between C and Lowell Streets.

Staff recommends that Council authorize staff to execute a change order to increase the contract for Mercer Fraser Company from \$2,386,000 to \$2,795,665 to cover the additional work to be performed on streets listed above which received PG&E repairs as part of the PG&E Phase 16 and 17 Projects.

Construction of the additional work is expected to be completed prior to the end of Fall 2023.

**REVIEWED AND APPROVED BY:**

- City Attorney
- City Clerk/Information Services
- Community Services
- Development Services
- Finance
- Fire
- Personnel
- Police
- Public Works