

# Capitola City Council Agenda Report



**Meeting:** March 26, 2026

**From:** Public Works Department

**Subject:** 41st Avenue Pavement Rehabilitation and Multimodal Improvements

**Recommended Action:** 1) Award a construction contract to Granite Rock Company for the 41st Avenue Pavement Rehabilitation and Multimodal Improvements Project in the amount of \$2,037,868; and 2) adopt a resolution amending the FY 2025-26 Budget in the amount of \$239,500 from RMRA and Measure D Funds and \$60,000 from the Gas Tax Fund identified in the FY 2025-26 Mid-Year Budget Report.

**Background:** On February 12, 2026, the City Council approved the plans and specifications and authorized the Department of Public Works to advertise the 41st Avenue Pavement Rehabilitation and Multimodal Improvements Project for construction bids.

The project rehabilitates pavement and implements multimodal safety improvements along 41st Avenue, a key regional corridor serving residential neighborhoods, commercial areas, and access to State Route 1. The project includes pavement rehabilitation along 41st Avenue, bicycle and pedestrian safety improvements, curb ramp upgrades, and updated pavement striping and signage.

In addition to the work shown in the bid documents, staff updated the striping design at the Clares Street intersection to reduce exposure for southbound bicyclists traveling through the intersection. The revised striping configuration improves positioning and guidance for bicyclists traveling southbound through the intersection area.

The update provides a 100-foot merge area that allows bicyclists to cross the right-turn lane and transition into the bike lane in advance of the intersection, similar to the configuration installed near the 41st Avenue on-ramp to southbound State Route 1. This change allows bicyclists to remain in the far-right bike lane longer, rather than traveling between lanes for the full length of the segment. Green striping is also added at the two driveways near the beginning of the right-turn lane to better highlight potential vehicle and bicycle crossing movements.

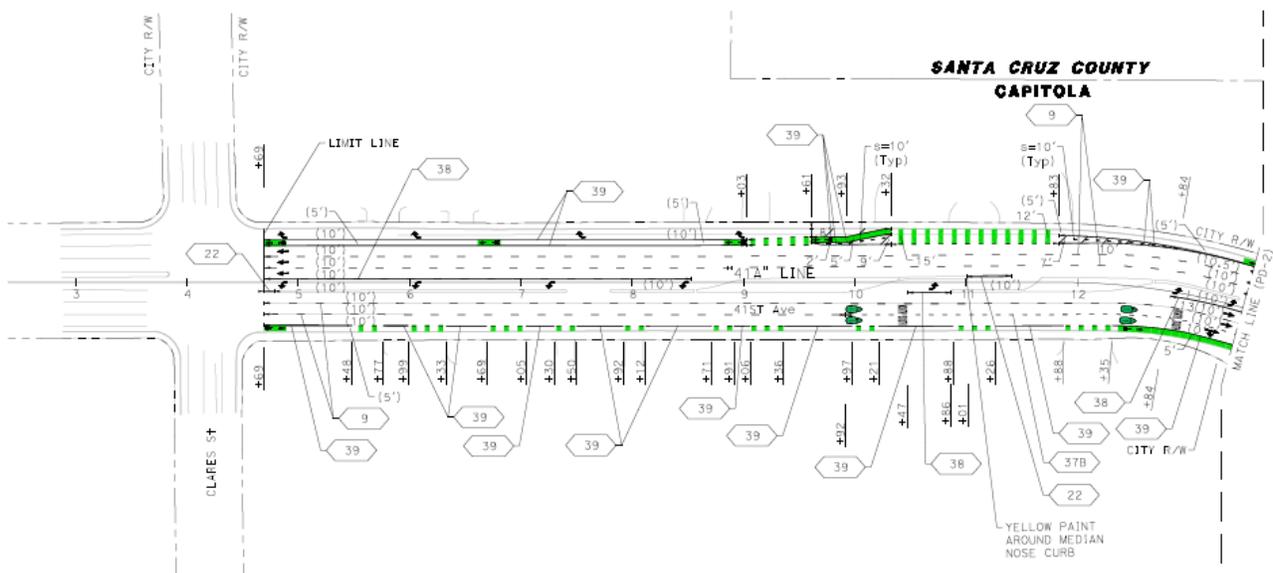


Figure 1. Existing Striping Configuration at Clares Street Intersection



<b>Funding Source</b>	<b>Amount</b>
RTC Grant	\$700,000
Local Transportation Funds	\$1,043,000
Mid-Year RMRA / Measure D Adjustment	\$239,500
Gas Tax	\$60,000
<b>Total Available</b>	<b>\$2,042,500</b>

Attachments:

1. Draft Construction Contract – Granite Rock
2. Budget Amendment Resolution

Alignment with 2025-2029 Strategic Plan Priority: Community Safety; Sustainable Infrastructure

Report Prepared By: Jessica Kahn, Public Works Director

Reviewed By: Julia Gautho, City Clerk; Marc Tran, City Attorney; Jim Malberg, Administrative Services Director

Approved By: Jamie Goldstein, City Manager