



CITY OF DEL REY OAKS

650 CANYON DEL REY BLVD., DEL REY OAKS, CALIFORNIA 93940

PHONE (831) 394-8511 FAX (831) 394-6421

Staff Report

DATE: June 8, 2026

TO: Honorable Mayor and City Council

FROM: John Guertin, City Manager

SUBJECT: Del Rey Park ADA Sidewalk Improvements Project Funding Source Amendment

CEQA: Staff has determined this project to be categorically exempt under Section 15301 of the CEQA Guidelines (Existing Facilities).

DISCUSSION

In February, the City of Del Rey Oaks solicited bids for the Del Rey Park ADA Sidewalk Improvements Project, which includes roadway excavation, subgrade preparation, construction of ADA-compliant sidewalks, curb ramps, and related concrete improvements at Del Rey Park. The contract was awarded to Coastal Excavating & Paving and the project has been completed.

Following the bid process, staff identified an issue with the environmental review documentation associated with the Community Development Block Grant (CDBG) funding originally intended to fund this project. Due to an error in the environmental review process, the project is not eligible to utilize the current fiscal year CDBG allocation. Proceeding with the use of CDBG funds could jeopardize compliance with federal grant requirements.

The project has been completed as planned and staff recommends funding the construction costs through available General Fund fund balance.

Importantly, the City's CDBG allocation remains available for use in Fiscal Year 2026-27. Staff anticipates returning to the City Council at a later date with recommendations for an eligible project that can utilize the available CDBG funding in compliance with all applicable federal requirements.

FISCAL IMPACTS

The project amount due to Coastal Paving is \$83,282.

Because CDBG funds cannot be used for this project due to the environmental review documentation issue described above, staff recommends appropriating funds from the General Fund fund balance to cover the project costs, including the construction contract, with the approved change order. The total project authorization would be \$83,282.

The City's Fiscal Year 2026-27 CDBG allocation remains available and may be programmed for a future eligible project to be identified and presented to the City Council at a later date.

RECOMMENDATION

Authorize the use of General Fund fund balance to fund the Del Rey Park ADA Sidewalk Improvements Project due to the inability to utilize CDBG funds resulting from an environmental review documentation error.

ATTACHMENTS

February 26, 2026 Staff Report for Award of Contract to Coastal Paving

Respectfully submitted,

John Guertin
City Manager



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PHONE (831) 394-8511 FAX (831) 394-6421

Staff Report

DATE: February 26, 2026

TO: Honorable Mayor and City Council

FROM: John Guertin, City Manager

SUBJECT: Award Contract for Del Rey Park ADA Sidewalk Improvements Project to Coastal Excavating & Paving, Inc.

CEQA: Staff has determined this project to be categorically exempt under Section 15301 of the CEQA Guidelines (Existing Facilities).

DISCUSSION

The City of Del Rey Oaks solicited bids for the Del Rey Park ADA Sidewalk Improvements Project, which includes roadway excavation, subgrade preparation, construction of ADA-compliant sidewalks, curb ramps, and related concrete improvements at Del Rey Park.

Bids were opened on March 11, 2026. Six bids were received from the following contractors, listed in ascending order of bid amount:

Coastal Excavating & Paving, Inc. — \$69,450
GraniteRock — \$69,800
JMS Cement Contractors, Inc. — \$78,980
Arrow Asphalt & Concrete — \$82,457
Monterey Peninsula Engineering — \$85,140
Don Chapin Company — \$100,250

The Engineer's Estimate for the project was \$86,300.

The City Engineer reviewed the bid proposals for mathematical accuracy, bid bonds, and compliance with the proposal requirements. All bids were determined to be responsive and responsible.

The City Engineer recommends awarding the contract to the lowest responsive bidder, Coastal Excavating & Paving, Inc., in the amount of \$69,450. Coastal Excavating & Paving previously completed improvements at Del Rey Park in 2022 and performed the work satisfactorily.

Pending Council approval, construction is anticipated to begin in spring 2026.

FISCAL IMPACTS

The contract amount is \$69,450.

Staff recommends authorizing a 10% contingency (\$6,945) for unforeseen construction conditions and engineering support for construction oversight as needed.

Funds for the project are included in the City's Capital Improvement Program.

RECOMMENDATION

Adopt the resolution awarding the Del Rey Park ADA Sidewalk Improvements Project contract to Coastal Excavating & Paving, Inc. in the amount of \$69,450, authorize the City Manager to execute the construction agreement, and authorize up to 10% contingency for construction costs.

ATTACHMENTS

City Engineer Recommendation and Tabulation of Bids
Construction Agreement

Respectfully submitted,

John Guertin
City Manager