

COUNCIL ACTION FORM

SUBJECT: SOUTH GRAND AVENUE EXTENSION – 0.1 MILES NORTH OF SOUTH 16TH STREET NORTH 0.54 MILES TO SOUTH 5TH STREET

BACKGROUND:

This project is part of the extension of South Grand Avenue from S 3rd Street to S 16th Street and associated projects to extend S 5th Street and for intersection improvements at S 16th Street/S. Duff Avenue. The projects have been broken into three phases to allow for potential flexibility in timing of construction and funding. The phases are:

- 1) S. 5th St extension and the portion of S. Grand Ave from Squaw Creek Drive to S. 5th St (previously awarded)
- 2) S Grand Ave south of S. 5th St (**this project**).
- 3) Reconstruction and widening additional turn lanes at S. Duff Ave and S. 16th St. (future letting)

A summary of revenues and projected expenses for all three phases is shown below.

Activity	Expenses	Revenue
Engineering (overall total)	\$2,500,000.00	
South 5 th Street Project (Awarded)	\$3,159,304.15	
S 16 th St/S Duff project (Estimated)	\$2,000,000.00	
Construction (This project)	\$9,368,716.27	
GO Bonds		\$11,580,000
MPO/STP Funds (\$4,300,000 in CIP)		\$5,500,000
Federal/State Grants (\$4,273,000 in CIP)		\$2,791,485
TOTAL	\$17,028,020.42	\$19,871,485

On February 18, 2020, bids for the project were received through the Iowa Department of Transportation (DOT) as follows:

Bidder	Bid Amount
<i>Engineer's Estimate</i>	\$12,200,000.00
Peterson Contractors Inc.	\$9,368,716.27
Jensen Construction Co.	\$9,737,096.91
Cramer and Assoc., Inc.	\$10,388,440.56
Godbersen-Smith Construction Co & Subsid.	\$10,621,904.58
Dixon Construction Co.	\$11,056,485.19
Herberger Construction Co., Inc.	\$12,519,934.40

ALTERNATIVES:

1. a. Accept the report of bids for the South Grand Avenue Extension – 0.1 Miles North of South 16th Street North 0.54 Miles to South 5th Street.
b. Approve the final plans and specifications for this project.
c. Award the South Grand Avenue Extension – 0.1 Miles North of South 16th Street North 0.54 Miles to South 5th Street to Peterson Contractors Inc. of Reinbeck, Iowa, in the amount of \$9,368,716.27, contingent upon receipt of Iowa DOT concurrence.
2. a. Accept the report of bids for the South Grand Avenue Extension – 0.1 Miles North of South 16th Street North 0.54 Miles to South 5th Street.
b. Reject award and direct staff to modify the project for a future Iowa DOT bid letting.
3. Do not proceed with the project at this time.

CITY MANAGER'S RECOMMENDED ACTION:

Awarding this project will allow the contractor to start construction of the S. Grand Avenue Extension by April 6, 2020, with project completion by Fall 2021. Delay or rejection of these plans and specifications will delay this project, and possibly jeopardize the funding.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, as described above.

Staff has been working with the property owners impacted by Phase 3 (the reconstruction and widening additional turn lanes at S. Duff Ave and S. 16th St.) Unfortunately, to date we have not be able to reach an agreement with all property owners regarding the purchasing of a portion of their land. Therefore, construction of this phase is unlikely to begin until FY 2020/21.