

COUNCIL ACTION FORM

SUBJECT: 2016/17 CYRIDE ROUTE PAVEMENT IMPROVEMENTS (S. 3RD / 4TH STREET)

BACKGROUND:

This annual program utilizes current repair and reconstruction techniques to make pavement improvements to streets that are or were bus routes. These streets were designed and built for light residential traffic. With these streets now designated as bus routes, accelerated deterioration of the street surface has occurred. Pavement improvements will restore street sections that will carry higher traffic volumes. Improving these streets will reduce maintenance needs for them. This reduction will allow for additional and earlier maintenance of other streets, which will prolong their useful life. **The location for this project is South 3rd Street from Grand Avenue to South Duff Avenue and South 4th Street from Squaw Creek to Grand Avenue.**

Since this project funding sources includes Iowa Department of Transportation (DOT) Surface Transportation Program (STP) funds, the project must follow Iowa DOT letting policies and be let by the Iowa DOT. On February 21, 2017, bids for the project were received as follows:

<i>Bidder</i>	<i>Bid Amount</i>
Engineer's Estimate	\$2,247,020.00
Manatt's, Inc.	\$2,495,582.55

The table on the following page summarizes project expenses and previously identified funding sources for the 2016/17 CyRide Route Pavement Improvements program.

Program Funding Summary

S. 3rd / 4th St.

2016/17 CyRide Route Pavement Improvements	
G.O. Bonds	\$ 525,000.00
STP Funds	\$ 1,292,000.00
Road Use Tax Funds	\$ 555,000.00
2016/17 Accessibility Enhancement Program	
Local Option Sales Tax	\$ 75,000.00
2016/17 Shared Use Path Maintenance	
Local Option Sales Tax	\$ 75,000.00
2016/17 Sanitary Sewer Rehabilitation Program	
Sewer Utility Fund	\$ 100,000.00
2016/17 Storm Sewer Improvement Program	
Storm Sewer Utility Fund	\$ 100,000.00
Total Funding	\$ 2,722,000.00

Program Expense Summary

Engineering & Contract Administration (estimated)	\$ 499,116.51
Construction Costs	\$ 2,495,582.55
Total Expenses	\$ 2,994,699.06

The one bid received puts the project \$272,699 over budget. Staff will need to evaluate funding alternatives, as well as cost-saving changes to the project.

ALTERNATIVES:

1. a. Accept the report of bids for the 2016/17 CyRide Route Pavement Improvements (S. 3rd / 4th Street) and
 - b. Delay action to award or reject until March 7th, 2017.
2. Reject the bids and direct staff to make modifications to the project.
3. Do not proceed with the project at this time.

MANAGER'S RECOMMENDED ACTION:

It is important for the City Council to understand that this project will impact many residents and visitors who typically use this roadway. Because South 3rd Street (S Grand Avenue to S Duff Avenue) and South 4th Street (Squaw Creek to S Grand Avenue) is a major east-west arterial across the community, this reconstruction/rehabilitation project will have an impact on traffic flow.

By reporting the bids and delaying the award for this project, staff will have the needed time to either identify additional available funds for the project or decide on cost-saving changes to the project with the potential to rebid. Staff will bring this project back to the City Council at its March 7th meeting.

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