

COUNCIL ACTION FORM

SUBJECT: TEAGARDEN AREA DRAINAGE IMPROVEMENTS

BACKGROUND:

In preparing the Teagarden Area Drainage Improvements, a Request for Proposals was issued for design services. On August 26, 2016, the City Council approved an agreement with Bolton & Menk, Inc. for the design of these improvements in an amount not to exceed \$69,500. Bolton & Menk, Inc. has been working on this design phase since 2016. City staff had been working with the owners of the two properties involved in the project where the improvements are planned. Bolton and Menk submitted check plans (60% of the design completion) for the City staff to review in 2018. At the time of that plan submittal, it was found that one of the properties was sold and the new owner disagreed with the chosen design solution.

Due to the additional design effort needed in working with the property owners, on November 27, 2018, the City Council approved additional professional services in an amount not to exceed \$21,500. New design solutions were developed and reviewed with the owners and were agreed upon. The property owners must sign easement agreements in order to proceed with awarding the construction bid. Bolton & Menk, Inc. completed plans and specifications for this contract with an estimated construction cost of \$360,730.

On April 17, 2019, bids for the project were received as follows:

Bidder	Amount
<i>Engineer's Estimate</i>	\$360,730.00
Con-Struct, Inc.	\$333,494.00
Keller Excavating	\$491,721.00

Revenue and expenses associated with this program are estimated as follows:

	Available Revenue	Estimated Expenses
Storm Sewer Utility Fund (carried over)	\$ 430,692.00	
G.O. Bonds	\$ 503,063.00	
Construction (Low Bid)		\$ 333,494.00
Engineering/Administration (Est.)		\$ 115,500.00
	<u>\$ 933,755.00</u>	<u>\$ 448,994.00</u>

ALTERNATIVES:

1. Award the contract for the Teagarden Area Drainage Improvements Project to Con-Struct, Inc. of Ames, Iowa in the amount of \$333,494.00
2. Do not proceed with this project.

CITY MANAGER'S RECOMMENDED ACTION:

It is anticipated that both property owners will sign easements prior to the May 28th City Council meeting. Staff is having consistent communications with these property owners to ensure the signatures are obtained in a timely manner. Awarding the contract as bid on April 17, 2019 will enable construction to be completed during the current 2019 construction season.

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