

ITEM # 33b
DATE: 10-14-08

COUNCIL ACTION FORM

SUBJECT: SOUTH DAYTON AVENUE IMPROVEMENTS

BACKGROUND:

This project will relocate South Dayton Avenue diagonally between the US Highway 30/South Dayton Avenue Interchange and South Dayton Avenue/Southeast 5th Street. In addition, the project includes dowel bar retrofit and grinding of the existing pavement north of the relocation to Lincoln Way. This rehabilitation is necessary due to increased truck traffic and will extend the life of the pavement by providing better load transfer.

The realignment of South Dayton Avenue is included as part of the South Gateway Subdivision developer's agreement. As stated in the recorded document, the City of Ames is responsible for completing the connection between the re-routed and the existing South Dayton Avenue.

Division 1 includes work as part of the South Gateway Subdivision developer's agreement. Staff has held several meetings with South Dayton Development LC and in order to take advantage of economies of scale, their construction obligation has been incorporated into the public bid plans as Division 1. The City Attorney drafted a supplemental agreement to outline financial security of Division 1 construction and it was submitted to the South Dayton Development LC. The City has not entered into a financial agreement at this time.

Division 2 includes work as part of the South Dayton Avenue Improvements project included in the 2007/08 Capital Improvements Plan. This work is the portion to connect re-routed and existing South Dayton Avenue.

Division 3 includes work also as part of the South Dayton Avenue Improvements project included in the 2007/08 Capital Improvements Plan. This work is the portion of rehabilitation identified as dowel bar retrofit and grinding of the existing pavement north to Lincoln Way.

On Wednesday, October 8, 2008, bids were received as follows:

<u>Bidder</u>	<u>Amount</u>
Engineer's Estimate(Divisions 1 & 2)	\$1,533,700.00
Peterson Contractor's, Inc.	\$1,539,512.40
OMG Midwest Inc. (Nuckolls Concrete Services)	\$1,571,079.01
Manatt's	\$1,574,619.55
Con-Struct	\$1,596,001.95
Wicks Construction, Inc.	\$1,644,245.30
Cedar Valley Corp.	\$1,678,931.85
Engineer's Estimate (Division 3)	\$ 64, 000.00
Manatt's	\$ 94,000.20
Wicks Construction Inc.	\$ 102,450.20

Total financing is programmed at \$1,050,000 from G.O. Bonds for the construction of Divisions 2 and 3. Division 1 is the responsibility of South Dayton LC as defined in the South Gateway Developer's Agreement. The low bid of this project had a total of \$649,172.10 for Division 1. This contract allowed the Division 3 portion to potentially be awarded as a separate contract from Divisions 1 and 2. **At the time this report was written, the financial security required of the Developer had not yet been received for Division 1.**

ALTERNATIVES:

- 1a. Accept the report of bids for the South Dayton Avenue Improvements.
- b. Approve the final plans and specifications for South Dayton Avenue Improvements.
- c. Award the South Dayton Avenue Improvements Divisions 1 and 2 to Peterson Contractors, Inc. of Reinbeck, IA, in the amount of \$1,539,512.40 and Division 3 to Manatt's, Inc. of Brooklyn, IA, in the amount of \$94,000.20.
2. Accept the report of bids for the South Dayton Avenue Improvements and delay award of Divisions 1, 2, and 3 until the financial security is in place.
- 3a. Accept the report of bids for the South Dayton Avenue Improvements for Division 3 and delay award of Divisions 1 and 2.
- b. Approve the final plans and specifications for South Dayton Avenue Improvements for Division 3.
- c. Award the South Dayton Avenue Improvements for Division 3 to Manatt's, Inc. of Brooklyn, IA, in the amount of \$94,000.20.
4. Reject the bids.

MANAGER'S RECOMMENDED ACTION:

This project originally planned for the developer to complete Division 1 as a separate contract, but was later combined to maximize economies of scale and coordinated schedules. **At this time, however, the financial security for Division 1 is not yet in place.** If the financial security for Division 1 is received by the time of the Council meeting, it is the recommendation of the City Manager that the City Council approve Alternative #1 and accept bids for all three divisions of work. However, if the security is **not** received by the time of the Council meeting, it is the recommendation of the City Manager that the City Council adopt Alternative No. 2, thereby accepting the report of bids for the South Dayton Avenue Improvements project and delaying award of Divisions 1, 2, and 3 until the financial security is in place.

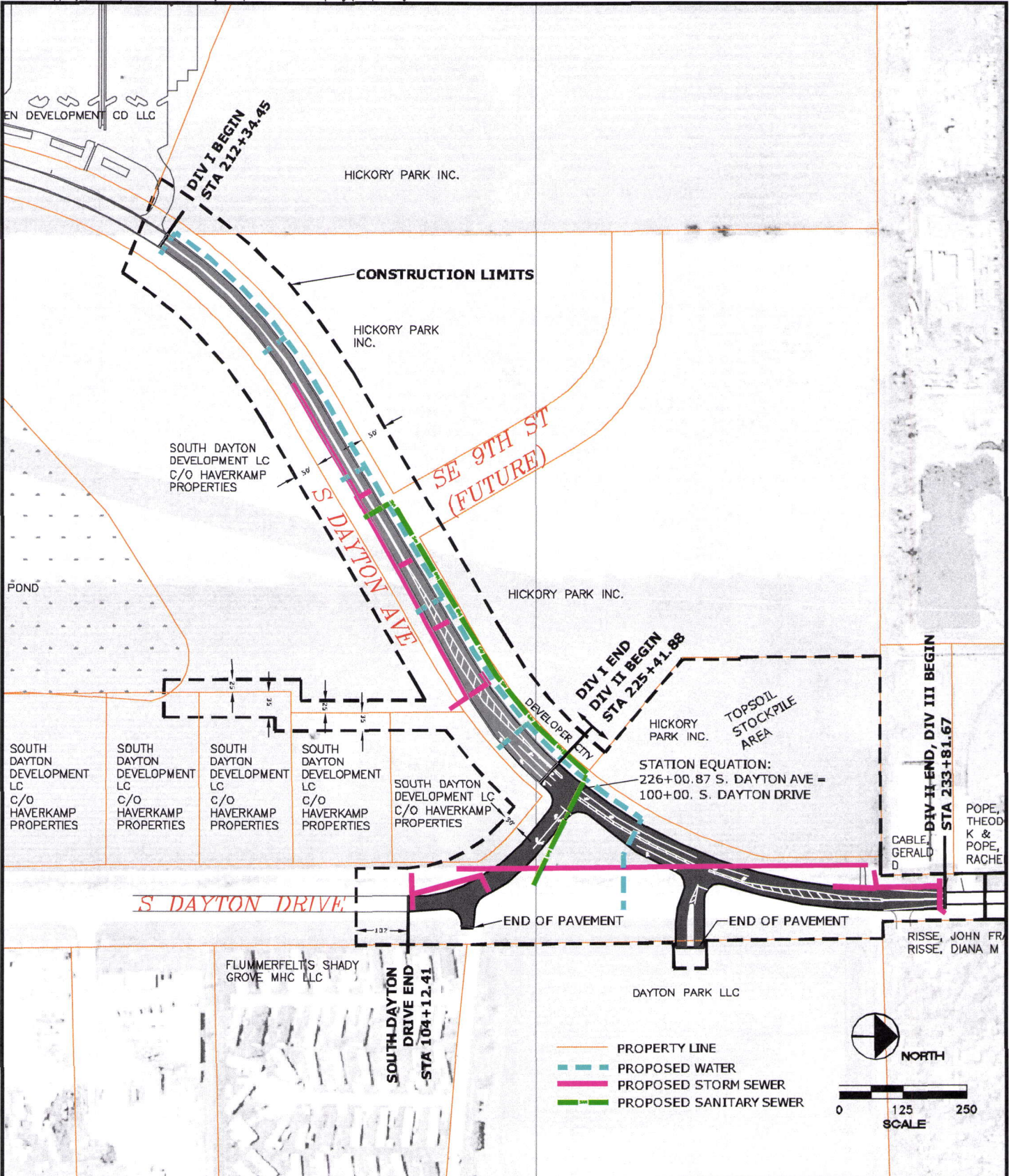


FIGURE: A

REVISION	NO.	DATE
DRAWN SRS	PROJECT NO. 1001-07A	DATE 9/3/08

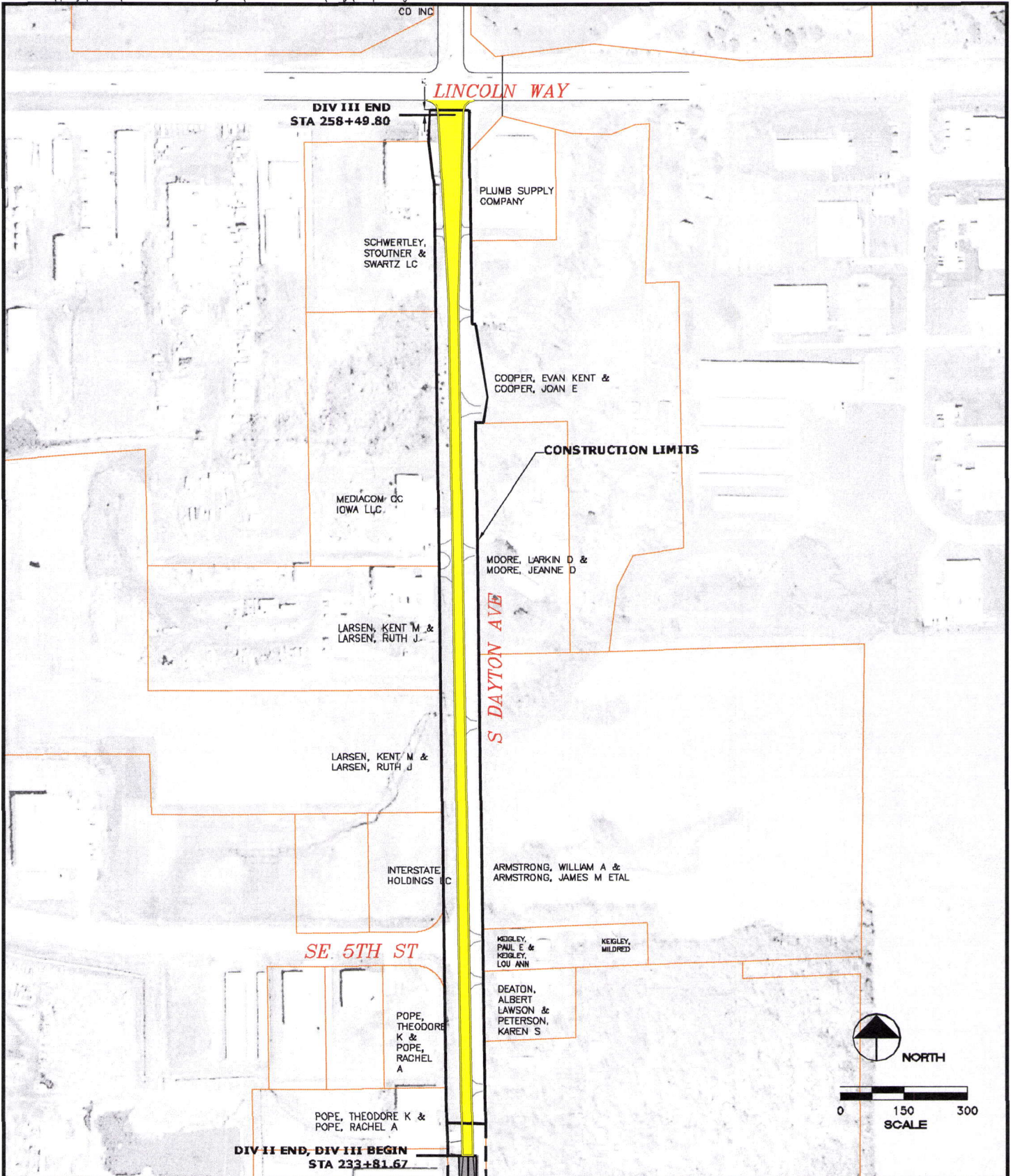


FIGURE:		B	
REVISION	NO.	DATE	
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