ITEM # 10 DATE: 06-09-09

COUNCIL ACTION FORM

<u>SUBJECT:</u> FUNDING AGREEMENT FOR 2008/09 ARTERIAL STREET PAVEMENT IMPROVEMENTS PROJECT (NORTH DAKOTA AVENUE – 600' SOUTH OF DELAWARE AVENUE TO ONTARIO STREET)

BACKGROUND:

The annual Arterial Street Rehabilitation program utilizes current repair techniques to rehabilitate arterial streets with asphalt or concrete. This rehabilitation of arterial streets is needed to restore structural integrity, serviceability, and ride-ability. Targeted streets are reaching a point of accelerated deterioration. By rehabilitating these streets prior to excessive problems, the service life will be extended by 10 to 15 years.

The 2008/09 program location is identified as North Dakota from 600 feet south of Delaware to Ontario Street. It is anticipated that the project will have a November 2009 letting with construction in 2010.

This program is shown in the 2008/09 Capital Improvements Plan being funded with \$467,573 from General Obligation Bonds and \$1,632,427 in Metropolitan Planning Organization Surface Transportation Program (STP) funds. These STP funds are administered by the Iowa Department of Transportation (IDOT). This program will also use 2007/08 and 2008/09 Pedestrian Walkway Program funding in the amount of \$313,000 from Local Option Sales Tax for the completion of the sidewalk on the west side of North Dakota from Lincoln Way to Ontario Street.

ALTERNATIVES:

- 1. Approve an agreement with the IDOT for funding of the 2008/09 Arterial Street Pavement Improvements project (North Dakota Avenue – 600' South of Delaware Avenue to Ontario Street).
- 2. Do not approve the agreement.

MANAGER'S RECOMMENDED ACTION:

By approving this agreement with the IDOT, it will be possible to move forward with the reconstruction of North Dakota Avenue during the 2010 construction season. Delay of approval or rejection of the agreement could delay reconstruction by at least one year.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby approving the STP funding agreement with the IDOT for the 2008/09 Arterial Street Pavement Improvements project (North Dakota Avenue – 600' South of Delaware Avenue to Ontario Street).