COUNCIL ACTION FORM

<u>SUBJECT:</u> FEDERAL STIMULUS PROGRAM PROJECT – SKUNK RIVER TRAIL (SOUTH RIVER VALLEY PARK TO CARR POOL)

BACKGROUND:

This project is for the construction of a shared use path from Carr Pool to South River Valley Park at East 13th Street. The project is using funding from the American Recovery and Reinvestment Act (ARRA), also known as the Federal Stimulus.

On July 28, 2009, City Council awarded this contract to Manatts Inc. of Ames, Iowa, in the amount of \$175,727.86. Construction was completed in the amount of \$181,158.51.

This project was approved to receive 100 percent funding up to \$250,000 or the actual contract award amount, whichever is less, from Federal Stimulus funding. However, engineering and project administration costs are not covered. Therefore, staff has identified \$200,000 savings from prior General Obligation Bond issues to cover the costs of these unbudgeted activities. Engineering and construction administration expenses are in the amount of \$25,533. The ARRA 2009 regulations require that change orders be funded locally. Therefore, the contract difference of \$5,430.65 between award and construction completion will be covered by unused General Obligation Bonds.

ALTERNATIVES:

- 1. Accept the Federal Stimulus Program Project Skunk River Trail (South River Valley Park to Carr Pool) as completed by Manatts, Inc. of Ames, Iowa, in the amount of \$181,158.51.
- 2. Direct staff to pursue other options.

MANAGER'S RECOMMENDED ACTION:

This project has now been completed, and final contract payment should be released to the contractor. Funding for the \$5,430.65 overage is available from unused General Obligation Bonds.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby accepting the Federal Stimulus Program Project – Skunk River Trail (South River Valley Park to Carr Pool) as completed by Manatts, Inc. of Ames, Iowa, in the amount of \$181,158.51.