

COUNCIL ACTION FORM

SUBJECT: **SUNSET RIDGE SUBDIVISION – 5th ADDITION HMA PAVING**

BACKGROUND:

Sunset Ridge Subdivision is the residential development located north of Lincoln Way at the west corporate limits. As part of the original Developer's Agreement approved by City Council in 2005, the developer was responsible for costs associated with utility and street extensions within the subdivision and the City would bear the costs of the extra width and thickness of the pavement for the collector streets (Wilder Avenue and Westfield Road) within the subdivision. Since approval of this agreement, Iowa bid laws have been updated and require for a project having any City funding that the entire project be bid by the City. This has led the City of Ames toward working with developers to come up with comparable trade-off projects to meet these financial agreements.

On October 23, 2012, City Council approved a supplemental agreement that includes updated means for meeting the financial obligations for the City to pay for the extra width and thickness of the pavement for the Collector Streets (Wilder Avenue and Westfield Road) within the subdivision. An option within the agreement is for the parties to mutually agree for the City to construct a single public improvement project at a cost equal to the total cost of the extra width and extra thickness for the collector streets (beyond that of a local street). This agreed upon project includes construction of the asphalt pavement within Sunset Ridge Subdivision 5th Addition.

On September 18, 2013, bids on the project were received as follows:

Engineer's Estimate	\$169,420.00
Manatt's, Inc.	\$144,060.00

The project will be financed with unobligated G.O. Bonds remaining from the completed 2010/11 Concrete Street Pavement Improvements program (\$192,586 available). Construction administration is estimated in the amount of \$8,650, bringing total estimated costs to \$152,710.

ALTERNATIVES:

- 1a. Accept the report of bids for the Sunset Ridge Subdivision – 5th Addition HMA Paving.
- b. Approve the final plans and specifications for the Sunset Ridge Subdivision – 5th Addition HMA Paving.

- c. Sunset Ridge Subdivision – 5th Addition HMA Paving to Manatt's, Inc. of Ames, Iowa, in the amount of \$144,060.
2. Do not proceed with this project.

MANAGER'S RECOMMENDED ACTION:

By approving plans and specification, establishing a bid date of September 18, 2013, and a report of bids of September 24, 2013, the street improvements will be completed this calendar year and will fulfill the City's financial commitment outlined in the second Supplemental Agreement.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby accepting the report of bids, approving the final plans and specifications, and awarding the Sunset Ridge Subdivision – 5th Addition HMA Paving to Manatt's, Inc. of Ames, Iowa, in the amount of \$144,060.