ITEM #: <u>31</u> DATE: 04-26-16

COUNCIL ACTION FORM

SUBJECT: GRANT AVENUE (HYDE AVENUE) PAVEMENT IMPROVEMENTS – CONSTRUCTION OBSERVATION CHANGE ORDER #1

BACKGROUND:

At the July 14, 2015 meeting, Council approved a professional services agreement with WHKS of Ames, Iowa in the amount of \$60,390 for construction observation and final project close out of the Grant Avenue paving project.

With the unpredictable weather slowing construction progress during mid-summer and late fall, the project was not completed as scheduled during the 2015 construction season. In order to complete the project the consultant has requested a not to exceed increase to the original amount by \$19,717.60 to complete the construction observation on the project. Completing the project with consultant observation staff will maintain consistency with the project, ensure compliance with the plans and specifications, and allow city staff to focus on ongoing and new construction projects that have already started or will start in the near future.

Costs for street construction, engineering, and administration will be shared and recovered through a special assessment district. The annexation agreements previously signed between the City and the three developers (Rose Prairie, Quarry Estates, and Hunziker) confirmed these financing arrangements.

City Council awarded the Grant Avenue paving project, including the bid alternate to construct the parking lot on the west side of Ada Hayden Park, to Manatt's Inc. of Brooklyn, Iowa, in the amount of \$2,867,082.90. To date, there have been change order items totaling \$46,647 (1.6%). Construction activities have resumed to complete the remaining items such as driveway paving and site restoration.

ALTERNATIVES:

- 1. Approve the change order for the construction observation service agreement for the Grant Avenue (Hyde Avenue) Paving project with WHKS & Company of Ames, Iowa, in an amount not to exceed \$19,717.60.
- 2. Reject the change order and direct staff to perform construction observation with City staff.

MANAGER'S RECOMMENDED ACTION:

By approving the change order, the project will maintain consistency of observational personnel and ensure that the plans and specifications are met and project final acceptance is timely.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby approving the change order for the construction observation service agreement for the Grant Avenue (Hyde Avenue) Paving project with WHKS & Company of Ames, Iowa, in an amount not to exceed \$19,717.60.