## **COUNCIL ACTION FORM**

SUBJECT: SOUTH GRAND AVE – SOUTH 5<sup>TH</sup> TO SQUAW CREEK DR AND SOUTH 5<sup>TH</sup> ST – SOUTH GRAND AVE TO 600' WEST OF SOUTH DUFF AVE.

## **BACKGROUND:**

This project is part of the extension of South Grand Avenue from S 3<sup>rd</sup> Street to S 16<sup>th</sup> Street and associated projects to extend S 5<sup>th</sup> Street and for intersection improvements at S 16<sup>th</sup> Street/S Duff Avenue. The projects have been broken into three phases to allow for potential flexibility in timing of construction and funding. The phases are:

- 1) S. 5<sup>th</sup> St extension and the portion of S. Grand Ave from Squaw Creek Drive (the existing dead end) to S. 5<sup>th</sup> St.
- 2) S Grand Ave South of S. 5<sup>th</sup> Street (this portion includes two bridges to accommodate Squaw Creek under the roadway).
- 3) Reconstruction and widening additional turn lanes at S. Duff Ave and S. 16<sup>th</sup> St.

This project includes extension of South 5<sup>th</sup> Street from South Grand Avenue to South Duff Avenue (Phase 1 described above).

Since this project funding source includes Iowa Department of Transportation (DOT) Surface Transportation Program (STP) and Federal/State Grant funds, the project must follow Iowa DOT letting policies and be let by Iowa DOT. On July 16, 2019, bids for the project were received as follows:

Bidder	Bid Amount
Engineer's Estimate	\$4,227,097.00
Peterson Contractors Inc.	\$3,159,304.15
Mcaninch Corporation & Affiliates	\$3,515,651.48
Concrete Technologies, Inc.	\$3,543,698.45
Absolute Concrete Construction, Inc.	\$3,569,437.70
Con-Struct, Inc.	\$3,639,983.25
Elder Corporation	\$3,670,000.00

A summary of revenues and projected expenses is shown below.

Activity	Expenses	Revenue
Engineering (overall total)	\$2,846,000.00	
Construction (this project)	\$3,159,304.15	
Construction (future phases)	\$10,000,000.00	
17/18 & 18/19 (GO Bonds)		\$7,700,000
17/18 & 18/19 (MPO/STP)		\$4,300,000
17/18 & 18/19 (Federal/State Grants)		\$3,450,000
IDALS Water Quality Grant		\$100,000
19/20 (GO Bonds)		\$2,000,000
TOTAL	\$16,005,304.15	\$17,550,000

## **ALTERNATIVES:**

- a. Accept the report of bids for the South Grand Ave South 5<sup>th</sup> St. to Squaw Creek Dr. and South 5<sup>th</sup> St. – South Grand Ave. to 600' west of South Duff Ave
  - b. Approve the final plans and specifications for this project.
  - c. Award the South Grand Ave South 5<sup>th</sup> St. to Squaw Creek Dr. and South 5<sup>th</sup> St. South Grand Ave. to 600' west of South Duff Ave to Peterson Contractors Inc. (PCI) of Reinbeck, Iowa, in the amount of \$3,159,304.15, contingent upon receipt of Iowa DOT concurrence.
- a. Accept the report of bids for the South Grand Ave South 5<sup>th</sup> St. to Squaw Creek Dr. and South 5<sup>th</sup> St. – South Grand Ave. to 600' west of South Duff Ave
  - b. Reject award and direct staff to modify the project for a future Iowa DOT bid letting.
- 3. Do not proceed with the project at this time.

## MANAGER'S RECOMMENDED ACTION:

By awarding this project, it will be possible to start construction of the new 5<sup>th</sup> Street extension and the connection to future Grand Avenue Extension. Delay or rejection of this project could also delay the future Grand Avenue Extension project and possibly jeopardize the funding.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, as described above.