

TO: The Honorable Mayor and City Council Members

FROM: Michael C. Van Milligen, City Manager

SUBJECT: SRF Green Alley Bid Set 3 – Year 2
(CIP 7102450)

DATE: February 20, 2015

Sealed bids were received for the SRF Green Alley Bid Set 3 – Year 2 Project. City Engineer Gus Psihoyos recommends award of the construction contract to the low bidder, Portzen Construction, in the amount of \$1,475,768.50, which is 4.43% over the engineer's estimate of probable cost. The higher cost is due to the confined space for working and the depth of sewer. As a result, special assessments for residents will be held at the preliminary assessment average of \$1,252.55 for the public improvements assessment, including engineering and contingency.

I concur with the recommendation and respectfully request Mayor and City Council approval.



Michael C. Van Milligen

MCVM:jh
Attachment

cc: Barry Lindahl, City Attorney
Cindy Steinhauser, Assistant City Manager
Teri Goodmann, Assistant City Manager
Gus Psihoyos, City Engineer