



TO: The Honorable Mayor and City Council Members

FROM: Michael C. Van Milligen, City Manager

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

DATE: April 13, 2016

City Engineer Gus Psihoyos is recommending acceptance of the SRF Green Alley – Bid Set 3 Year 2 Project, as completed by Portzen Construction, in the final contract amount of \$1,324,282.02, which is a 10.3% decrease under the original contract in the amount of \$1,475,768.50 due to reduced quantities of large porous aggregate. It is further recommended that the City Council adopt the Final Schedule of Assessments for this project.

The average public improvements assessment based on the engineers estimate, including contingency and engineering was estimated at \$1,252.55. The final average public improvements assessment is \$949.33. On average, this is a \$303.22 reduction in the final assessment versus the preliminary assessment originally shared with the property owners. Additionally, nine property owners had to replace lead water services. The average final cost for lead water service replacement is \$378.41 for those nine property owners. Most property owners (71) had sanitary sewer laterals replaced as part of the sanitary sewer main replacement. The average final cost for each homeowner with a sanitary sewer lateral requiring replacement was \$506.

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 Steinhauer, Assistant City Manager
Teri Goodmann, Assistant City Manager
Gus Psihoyos, City Engineer