



TO: The Honorable Mayor and City Council Members

FROM: Michael C. Van Milligen, City Manager

SUBJECT: SRF Green Alley Bid Set 3 – Year 3
(CIP 7102450, 3401654)

DATE: January 9, 2017

City Engineer Gus Psihoyos is recommending acceptance of the construction contract for the SRF Green Alley Bid Set 3-Year 3 Project, as completed by Portzen Construction, in the final contract amount of \$1,009,511.60, which is 11.4% under the original contract in the amount of \$1,139,598.75. The project came under contract due to reduced sanitary sewer repairs required. The final project included epoxy lining the sewer main rather than doing full replacement of the sewer main, saving substantial costs. Based on final construction costs, the total amount of alley improvement special assessments (not including voluntary assessments for extra work) for alley improvements is in the amount of \$103,796.90, which is less than the preliminary special estimate that was presented to the property owners. The average final assessment is \$1,313.89. There were fourteen private water services replaced for an average cost of \$872.49, which was slightly higher than what was stated on the preliminary assessment form.

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


Michael C. Van Milligen

MCVM:jh
Attachment

cc: Crenna Brumwell, City Attorney
Cindy Steinhauser, Assistant City Manager
Teri Goodmann, Assistant City Manager
Gus Psihoyos, City Engineer