

TO: The Honorable Mayor and City Council Members

FROM: Michael C. Van Milligen, City Manager

SUBJECT: SRF Green Alley Bid Set 4 – Year 3

DATE: November 14, 2017

City Engineer Gus Psihoyos is recommending City Council approval of resolutions accepting the improvements, approving the Final Schedule of Assessments, establishing the final contract amount of \$402,089.01, which is 18.9% under the original contract amount of \$495,809.75, and for the payment of the contract amount to Portzen Construction for the SRF Green Alley – Bid Set 4 year 3 Project. The project came under contract due to reduced sanitary sewer repairs required. The final project included epoxy lining the sanitary sewer main rather than doing full replacement, saving substantial costs.

Based upon final construction costs, the total amount of public improvement special assessments for alley improvements is in the amount of \$42,068.48. This is 23.7% less than the preliminary special assessment estimate that was presented to the property owners and approved at the project public hearing. The average final public improvement assessment is \$858.54.

The private water service special assessments are higher than what was stated on the preliminary assessment form. This was due to longer lengths of copper pipe required for some services. There were ten (10) private water services replaced for an average cost of \$1,102.28.

Low- to moderate-income property owners subject to alley assessment will be eligible for financial assistance ranging from 20 to 100 percent of the alley assessment for the owner-occupied resident property depending on family size and income level. This financial assistance program is made available through the One Percent Local Option Sales Tax.

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


Michael C. Van Milligen

MCVM:sv
Attachment

cc: Crenna Brumwell, City Attorney
Teri Goodmann, Assistant City Manager
Cori Burbach, Assistant City Manager
Gus Psihoyos, City Engineer