



City Council Memorandum

To: Mayor Fasbender & City Council Members
From: John Caven – Assistant City Engineer
Date: October 9, 2020
Item: Approve Final Payment – 2020 Mill & Overlay Program

COUNCIL ACTION REQUESTED

Council is requested to adopt the attached resolution approving final payment to Bituminous Roadways on the 2020 Mill & Overlay Program.

BACKGROUND INFORMATION

The project work was completed in September, 2020 and the punchlist was completed in early October, 2020.

FINANCIAL IMPACT

M & O original budget was \$500,000 between State Aid and Local Street segments, with about \$200,000 in anticipated expenses to State Aid Streets and \$300,000 in anticipated expenses on local streets. Additionally, the M & O project contract included work to upgrade additional pedestrian ramps on local streets in the vicinity of the project area under a separate allocation within the Streets Division for \$25,000. Heading into the project bid process, we expected a total project cost of \$525,000. Council may recall that bids for the program came in at around \$540,000. At the time bids were considered by the Council, staff indicated that to perform the project, we anticipated a budget amendment in the amount of approximately \$15,000 would be necessary to make ends meet. Due to this overage and the economic uncertainties being anticipated due to the pandemic, staff actually recommended rejection of the bids. Council did decide to proceed with the project and awarded a contract in the amount of \$539,476 to Bituminous Roadways.

As the construction process played out, the full scope of work was completed in accordance with the plans for the Mill & Overlay and ADA pedestrian ramp upgrades. In addition, a small amount of concrete work was added to the scope to construct a vehicular maintenance access into Wallin Park off of Northridge Drive for the Parks Department. The expense for this work will be paid to the contractor, but sourced out of Parks budget dollars. In the end, expenses attributable to State Aid Street segments came in at about \$179,000 which is around \$20,000 below expectations. The combination of expenses to local street segments and the ADA pedestrian ramp upgrades came in at about \$331,000, which is approximately \$6,000 above expectations, and will necessitate a small budget amendment to square funds with expenses. All told, the total expenses for the project, including testing and other project management expenses, was \$514,723. When excluding the Parks maintenance driveway to Wallin Park, the total cost of the Mill & Overlay and ADA upgrade work scope came to \$510,616, or about 2.8% below the total amount of funding allotted towards the project.

STAFF RECOMMENDATION

Staff is recommending that the City Council adopt the attached resolution approving final payment for the project.

CITY OF HASTINGS

DAKOTA COUNTY, MINNESOTA

RESOLUTION NO. _____

**RESOLUTION ACCEPTING WORK AND ORDERING FINAL PAYMENT
FOR PROJECT 2020 MILL & OVERLAY PROGRAM**

WHEREAS, pursuant to a written contract signed with the City of Hastings on May 18, 2020, Bituminous Roadways has satisfactorily completed the 2020 Mill & Overlay Program.

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF HASTINGS AS FOLLOWS; that the Clerk and Mayor are hereby directed to issue a proper order for the final payment of \$13,275.09 on the above said project for such contracts, taking the contractor receipt in full.

ADOPTED BY THE CITY COUNCIL OF HASTINGS, MINNESOTA, THIS 19TH DAY OF OCTOBER, 2020.

Ayes:

Nays:

ATTEST:

Julie Flaten, City Clerk

Mary Fasbender, Mayor

SEAL