



## Request for City Council Committee Action From the Department of Public Works

**Date:** July 25, 2006  
**To:** Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee  
**Referral to:** Honorable Paul Ostrow, Chair Ways & Means/Budget Committee  
**Subject:** **Amend Contract C-10776 with Park Construction Company for Central Avenue Paving Project**

### Recommendation:

Authorize an amendment increasing the amount of contract C-10776 with Park Construction Company by \$1,713,919.72, for a revised contract total of \$7,495,746.00, and extending the contract expiration date from December 31, 2005 to December 31, 2007. This action is within the current project budget and does not require an appropriation increase.

### Previous Directives:

- Award of construction bid, September 26, 2003
- Approval Mn/DOT Agreement No. 83008, 2003R-198, May 2, 2003
- Adopt Special Assessments, 2002R-073, March 22<sup>nd</sup>, 2002
- Street Designation, 2002R-020, February 1<sup>st</sup>, 2002
- Project Layout Approval, May 18<sup>th</sup>, 2001

**Prepared by:** Bill Fellows, P.E., Project Engineer, Engineering Services, 673-3625  
Rhonda Rae, P.E., Director Engineering Services, 673-3627

### Approved by:

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Steven A. Kotke, P.E., Acting City Engineer, Director of Public Works

**Presenters:** Don Elwood, P.E., Project Manager, Public Works

### Financial Impact (Check those that apply)

- No financial impact - or - Action is within current department budget (If checked, go directly to Background/Supporting Information)
- Action requires an appropriation increase to the Capital Budget
- Action requires an appropriation increase to the Operating Budget
- Action provides increased revenue for appropriation increase
- Action requires use of contingency or reserves
- Business Plan:  Action is within the plan.  Action requires a change to plan.
- Other financial impact (Explain):
- Request provided to department's Finance Dept. contact when provided to the Committee Coordinator

### Background/Supporting Information Attached:

The Central Ave NE (TH65) project was approved by City Council on May 18<sup>th</sup>, 2001. This project is a cooperative project between the State of Minnesota Department of Transportation and the City of Minneapolis. The Minnesota Department of Transportation provided \$3,790,000 and construction engineering for the project. The construction bid was awarded to Park Construction Company in September, 2003. Work included reconstructing the roadway, improving safety by channelization and access control, improving the spacing and function of

traffic signals, improving the flooding conditions at 34<sup>th</sup> Ave NE with the addition of a storm retention pond in Columbia Golf Course, high level lighting and installing a recreational path between St. Anthony Parkway and Columbia Parkway. Construction began in 2004 and is now nearly complete.

The work took longer to complete than anticipated in the original contract. Much of the delay was related to work on private utilities within the corridor. Although the project is finally near completion, some additional landscaping work, and payment for such work, will not be completed until the final landscape warranty period has expired in Fall 2007. Therefore, the contract must be extended beyond this date. Extension of the contract until December 31, 2007 is recommended.

The value of the work completed by Park Construction Company increased beyond the initial contract amount. The projected increase in the value of the work is not-to-exceed \$1,713,919.72. The final amount will be determined after final quantities are ascertained. The increase includes costs associated with additional subgrade excavation, traffic control, temporary sidewalks, material that needed to be hauled off of the site, and fuel escalation.

The not-to-exceed value of the work by Park Construction is within 4% of the initial Engineers Estimate. The recommended increase in the contract amount is within the project budget and does not require any appropriation increase.

Cc: Council President Paul Ostrow, Ward 1  
David Ybarra, Assistant Director, Purchasing