

COUNCIL COMMUNICATION

From: The City Manager

Subject: Cost Agreement (No. 09-5587) for the Genesee Avenue Reconstruction and Streetscaping project

Manager's Recommendation:

I recommend that the Cost Agreement (No. 09-5587) be approved and that the City Manager be authorized to execute this agreement on behalf of the City. The agreement has been approved by the City Manager as to substance and the City Attorney as to form. A resolution to approve the subject agreement appears under the regular order of business for your consideration.

Justification:

Transmitted herewith is a proposed Cost Agreement (City Clerk's File No. _____) with the Michigan Department of Transportation (MDOT) for the purpose of fixing the rights and obligations of the parties agreeing to the reconstruction and streetscape work along East Genesee Avenue from Franklin Street to Janes Avenue; including Hot Mix Asphalt (HMA) Paving, concrete pavement, traffic and pedestrian signal upgrades, decorative sidewalk, crosswalks, streetlights, fencing, decorative columns, landscaping, water main , sewer main and storm sewer replacement, concrete curb and gutter, ADA sidewalk ramps; together with necessary related work. The total project is estimated to cost \$5,933,200.00 of which Federal American Recovery and Reinvestment Act Urban Local (ARUL) funds will pay \$1,444,074.00, Federal Surface Transportation Urban Local (STUL) funds will pay \$760,000.00, Section 112 Federal Surface Transportation Project Grant #MI277 (Federal Earmark) funds will pay \$990,000.00 and the City's estimated share is \$2,739,126.00. The

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City of Saginaw is responsible for any cost overruns in excess of \$5,933,200.00.

Funds for the City's share will be made available in the Sewer Operation and Maintenance Surplus Fund Account No. 590-4840-881-9720 (\$1,482,563.00), Water Operation and Maintenance Refunding Bonds Fund Account No. 591-4741-881-8047 (\$1,228,063.00) and Major Streets Construction Projects Account No. 202-4614-781-8047 (\$28,500.00). The Project No. is ST 0801.

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.