

COUNCIL COMMUNICATION

From: The City Manager

Subject: Cost Agreement (No. 09-5653) for the Reconstruction of North Woodbridge Street from Houghton Avenue to Davenport Avenue

Manager's Recommendation:

I recommend that the Cost Agreement (No. 09-5653) 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.

Funds for the City's share will be made available in the Sewer Operation and Maintenance Sewer Surplus Construction Projects Fund Account No. 590-4840-881-8047 (\$550,000.00), Water Operation and Maintenance Refunding Bonds Construction Projects Fund Account No. 591-4741-881-8047 (\$608,600.00). The Project No. is ST 0904.

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 utility upgrade work along North Woodbridge Street from Houghton Avenue to Davenport Avenue; including Hot Mix Asphalt (HMA) Paving, concrete pavement, concrete curb and gutter, earthwork, water main, sewer main and storm sewer replacement, ADA sidewalk ramps; together with necessary related work. The total project is estimated to cost \$1,998,600.00 of which Federal American Recovery and Reinvestment Act Urban Local (ARUL) funds will pay \$400,000.00, Federal Surface Transportation Urban Local (STUL) funds will pay

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\$440,000.00 and the City's estimated share is \$1,158,600.00. The City of Saginaw is responsible for any cost overruns in excess of \$1,998,600.00.

Council Action:

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