



Memo

TO: Mayor and City Council
FROM: Joe Pepplichtsch, City Manager
DATE: Tuesday, June 02, 2009
RE: Monroe Street Improvements

On April 21st at 2:00 P.M., one bid was received on the above reference project from Paulsen, Inc. in the amount of \$631,887.50. This bid was approximately \$115,000 over the budgeted project cost, and was subsequently rejected due to cost constraints. Following rejection of the bid, Council authorized negotiation with the low bidder to bring in a project closer to the original project estimate.

The project scope was modified to include the following tasks and objectives:

- Reconstruction of the intersection of 3rd & Monroe would remain as per the original plan.
- Removal and replacement of the existing pavement from ½ block north of 3rd Street to 9th Street would be deleted from the project scope.
- Removal and replacement of the existing subgrade and sanitary sewer trench fill from ½ block north of 3rd Street to 9th Street would be deleted from the project scope.
- The asphalt overlay on the street from ½ block north of 3rd Street to 9th would be increased from 2" thick to an average 3" thick.
- A more specialized geotextile geonet would be installed to aid in the reduction of reflective cracking from the existing concrete to the asphalt surface.

The revised scope of the project was presented to Paulsen for their consideration. They have provided us with a proposal to complete Monroe Street Improvements with the revised project scope in the amount of \$468,554.00. The original Engineer's Opinion of Probable Construction Cost included in the grant application was \$522,550.00. I recommend the Council approve a contact for the revised scope and cost as indicated. The project completion date of October 31, 2009 would remain intact.