



ITEM REPORT UTILITIES COMMISSION

Agenda Date: 7/6/2022
Agenda Section: Business Item

Department Origination: Public Works

Agenda Item: Approve the RL Larson Excavating, Inc. Partial Pay Estimate in the amount of \$619,034.09 for the 2022 Foley Road, Isle Drive, and Forthun Road Improvements Project.

Approval Required: Simple Majority Vote

BACKGROUND

The City Council awarded the construction contract for the 2022 Foley Road, Isle Drive, and Forthun Road Improvements Project to RL Larson Excavating, Inc. on April 5, 2022 in the amount of \$3,539,601.51. The notice to proceed was issued on April 6, 2022 and the contractor began work on May 31, 2022.

During the month of June the following construction was completed:

- Clearing and grubbing
- Removals on Foley Road and removals on Isle Drive and Forthun Road off the existing streets.
- Rough grading of Isle Drive roundabout, excavation of Isle Drive retention pond, and excess material hauled from Isle Drive to Foley Road.
- Building embankment on Foley Road at future Inglewood Drive extension.
- Full Depth Reclamation on Foley Road.

Article 15 of the Standard General Conditions of the Construction Contract outlines the process for making progress payments to the Contractor. Progress payments for unit price contracts are made based on the number of units completed during a pay period. The application is reviewed and approved by the Contractor and Engineer prior to submittal to the City for processing.

Partial Pay Estimate No. 1 is presented in the amount of \$619,034.09. The payment includes the cost of unit price work completed through Wednesday, June 22, 2022, sanitary sewer and watermain materials on hand, and Change Order No. 1 items.

FINANCIAL IMPLICATIONS

The Contractor has earned \$651,614.83 to date which represents 18% of the contract value. In accordance with the agreement, 5% of the amount earned is being retained which results in a payment of \$619,034.09.

Project Budget = \$4,968,423

- Construction Contract = \$3,539,602
- Construction Contingency (5%) = \$176,980
 - Contingency Reduced to \$161,485 with Change Order No. 1
- Engineering = \$1,092,560
- Legal, Financial, Administrative = \$159,282

STAFF RECOMMENDATIONS

Staff have no concerns with the work completed this period and recommend making progress payment as outlined in Partial Pay Estimate No. 1.

COUNCIL ACTION REQUESTED

MOTION to approve the RL Larson Excavating, Inc. Partial Pay Estimate No. 1 in the amount of \$619,034.09 for the 2022 Foley Road, Isle Drive, and Forthun Road Improvement Project.