



ITEM REPORT UTILITIES COMMISSION

Agenda Date: 8/7/2025
Agenda Section: Information Only

Department Origination: Public Works

Agenda Item: 2024 Mill & Overlay and Full Depth Reclamation Improvements Project Monthly Update

Approval Required: No Action Required

BACKGROUND

Knife River has completed the punch list items. There were a few additional items that have been requested. There have been some infiltration issues on Donald Street and ditch corrections are required to fix the issues. There is also some additional topsoil needed to smooth out one of the residents yard. Once the additional items are completed, a change order will be proposed to add the work to the project.

Additionally, Widseth is still working with Knife River to resolve the M&O crown issues. Widseth met with Knife River after the July Utility Commission meeting and reviewed the parameters provided by the Utility Commission with Knife River. Since the dollar amount exceeded Knife Rivers initial expectation, they had to go back and review with the corporate office. Knife River requested a site meeting which was held on July 29th to review the onsite conditions again. At this meeting, Knife River explained the difficulty and potential issues with moving forward with the proposed corrections. The meeting ended with Knife River being tasked to prepare a counteroffer for the correction and also propose a possible deduction from the final payment for the City to use for future potential repairs. The proposed correction would take place towards the end of the construction season. A change order will also be proposed once the final correction and cost share has been determined.

For the reasons above, Change Order 7 is proposed to extend the final completion date to November 14, 2025. This will allow time for the additional items to be completed and for the M&O Crown issues to be addressed.

FINANCIAL IMPLICATIONS

STAFF RECOMMENDATIONS

COUNCIL ACTION REQUESTED