

## Susan Montenegro City Administrator

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## **COUNCIL COMMUNICATION:**

**TO:** Mayor Garrett and City Council Members

**FR:** Susan Montenegro **DA:** February 6, 2023

RE: 2021 Sidewalk Repair Program, Contract SW 2023 Extension

Lathrup Village is entering into its third year of the Sidewalk Repair Program. As the attached map shows, the City was divided into three segments and each segment was placed into years 2021, 2022, and 2023 of the sidewalk repair program. Bids for this three-year program were received at the beginning of this process and KD Cement was awarded the contract for the 2021 program year with an option to extend the contract in 2022 and 2023. KD Cement has asked for an increase of 2%, bringing the cost to \$175,271.19 (an increase of \$3,436.69).

Complaints/concerns from 13 persons were voiced at the January 23, 2023 Council meetings regarding the special assessment roll, sidewalk and culvert/ditch work that was done over the last two years. Council made the decision to table this decision based on these complaints and asked to have a special meeting scheduled with KD Cement present to address complaints from these citizens.

I ask Council to reconsider this and approve the contract extension for the 2023 program year.

- First, 2/3 of the project is complete, meaning more than 1,000 sidewalks have been a part of this program over the last two years.
- Second, of that number less than 3% complained. While their complaints are taken seriously, it is not enough to warrant not extending the contract for the third and final year.
- Third, KD Cement was the lowest bidder at \$171,834.50 two years ago. The highest bid of six bids received was \$422,519.50. Cement prices have increased 17% since the contract was awarded and Council runs the risk of having bids come back at 25-30% higher than the current price which could result in the prices being increased by \$50,000 \$127,000 for this final year.
- Fourth, the additional cost will then be put on those in the third year of the program.

Staff is working to address the complaints/concerns expressed at the Jan 23 meeting. Many other sidewalks were completed without issues or complaints. Staff recommends approving the contract extension for this year to complete the sidewalk repair program.

## **Suggested Motion:**

Approve the 2021 Sidewalk Repair Program, Contract SW 2023 Extension with KD Cement in the amount of \$175,271.19.