

CITY OF MARSHALL AGENDA ITEM REPORT

Presenter:	Jason Anderson
Meeting Date:	Tuesday, August 26, 2025
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Project PK-011 / S.P. 139-090-006: C Street/Southview Drive Trail Project - Consider Resolution Authorizing Execution of MnDOT Grant Agreement No. 1059790
Background Information:	<p>This project includes the installation of a 10-FT wide concrete trail from C Street to Southview Drive that generally runs parallel with Progress Drive. The trail then extends to the east along the south side of Southview Drive as an 8-FT wide concrete trail, ending at the intersection of Southview Drive and US 59/Main Street. Lastly, an 8-FT extension leads from the trail to existing walk at Southview Elementary School to provide a link to the front door of the school.</p> <p>City staff secured a Transportation Alternatives (TA) (Federal) grant in 2020 in the amount of \$399,528 for the construction of this shared use path. In addition, City Engineering staff submitted for, and received, \$211,997 in 2025 Active Transportation (AT) (State) grant funds to cover the 20% local match that was required by the TA grant.</p> <p>On 04/11/2025, the City received authorization from MnDOT to advance the status of this project with the project AT funding estimated at \$192,694 and federal TA grant funding estimated at \$399,528.</p> <p>On 06/10/2025, the City Council authorized the advertisement for bids for the project.</p> <p>On 07/08/2025, five bids were received with the low bid submitted by A&C Excavating, LLC of Marshall, Minnesota, in the amount of \$337,825.35.</p> <p>On 07/22/2025, Council awarded the project to A&C Excavating, LLC of Marshall, Minnesota, in the amount of \$337,825.35, contingent upon future execution of MnDOT Grant Agreement No. 1059790.</p> <p>Included in the packet is said State Active Transportation Program MnDOT Grant Agreement No. 1059790 for Council consideration. The grant is written for a total project obligation of \$62,767.95 in State AT funds. Upon execution of this grant agreement, our Active Transportation funds will be available to us by reimbursement.</p>
Fiscal Impact:	The City has \$399,528 in TA grant and \$192,694.00 in AT grant funding secured for this project. Based on bids, the current cost estimate is \$337,825.35 in construction costs, and \$54,052.06 in engineering costs (not grant eligible). Additionally, City staff has requested to advance up to \$75,000 in Municipal State Aid funds to help cover engineering fees and project costs in excess of grant awards. Engineering costs, as well as any construction costs that go above grant amount, will be funded with municipal state aid street (MSAS) funds, as requested per Resolution 25-007 in the amount of \$75,000 for this project.
Alternative/ Variations:	No alternative actions recommended.
Recommendations:	that the Council adopt RESOLUTION NUMBER 25-064, which is the "Resolution Authorizing Execution of MnDOT Grant Agreement No. 1059790" for the AT grant award in the amount of \$62,767.95 towards construction of the project.