



## MEMORANDUM

To: Mayor Hunsaker & City Council Members  
From: Norm Beagley, MPA, P.E., Assistant City Manager, City Engineering  
Date: June 11, 2021  
Re: MAG Interlocal Agreement for Santaquin Main Street Improvements Phase 4 to add a Change Order for Phase 5

On May 5, 2021, the City Council approved an interlocal cooperation agreement with Mountainland Association of Governments (MAG) for the Main Street Improvements Phase 4 (300 East to 100 West). Since that time, we have worked with MAG and J-U-B Engineers to explore the possibility of designing all of the remaining Main Street Improvements together (Phase 4 (300 East to 100 West) and Phase 5 (100 West to 600 West)). This effort was to specifically look at possible project efficiency and potential cost savings by designing both phases at the same time.

Our analysis shows that designing both phases at the same time would save the overall project (combined MAG and City funding) approximately \$200,000 or roughly 20% on the total project design costs. These savings on design costs will result in allowing more of the overall funding to go towards the actual construction of the project.

Approval of this addendum will allow 2021 funding to be used for the full design (both Phases). We anticipate that the full design will be complete during the first half of the 2022 calendar year. MAG will provide the majority of the funding for this consolidated design effort with Santaquin City contributing its 6.67% matching share.

Please note, with the consolidation of design, there is also an anticipated consolidation of the Phase 4 and Phase 5 construction efforts. Initially, MAG funds for construction were not anticipated until mid-2022 (for Phase 4) and not until 2024 (for Phase 5). With a possible consolidation, funding years may be adjusted by MAG and UDOT, with Phase 4 being likely delayed. However, by consolidating the construction, the impacts on our residents and US-6

travelers will be lessened (e.g. one project instead of two) and the overall costs are anticipated to be lowered (e.g. economies of scale and elimination of some mobilization costs, etc.)

For your consideration, I have attached the proposed amendment to the MAG interlocal agreement.

As another note, MAG staff is reviewing the proposed addendum language as of the writing of this memo. Therefore, minor adjustments may be needed prior to council meeting, pending any comments they may have.

I am available to answer any questions that you may have regarding this item.

Recommended Motion: Approve the amendment to the MAG interlocal agreement.