



January 31, 2024

Mr. Dan Buchholtz, Administrator
City of Spring Lake Park
1301 Eighty-First Avenue NE
Spring Lake Park, MN 55432-2188

Reference: 2024 Street Project (Sanburnol-Elm, 83rd Avenue, and Univ. Serv Dr.)
Project 193806347
Declare Amount to be Assessed and Order Final Assessment Roll

Dear Dan:

The streets in the 2024 Street Project are Sanburnol Drive (AKA 85th Ave.NE), Elm Drive NE, and 83rd Avenue NE (between University Service Drive and Terrace Road). The project also includes a short segment of University Service Drive that is entirely in the City of Blaine.

Bids were opened for the Project on January 30, 2024. The bid amounts are higher than the amounts estimated as part of the Feasibility Report for the Project. Below are the results of the Bids received.

	Contractor	Base Bid
Low	North Valley, Inc.	\$ 1,048,489.18
2	Park Construction Co.	\$ 1,071,123.38
3	Northwest Asphalt	\$ 1,119,089.01
4	Astech	\$ 1,128,818.44
5	Valley Paving, Inc	\$ 1,134,753.88
6	S.M. Hentges & Sons	\$ 1,188,491.71
7	Forest Lake Contracting	\$ 1,218,080.45
8	Bituminous Roadways	\$ 1,623,523.04

No action regarding the bids is necessary at this time. The next step in the process for the street project is to prepare for an assessment hearing. We have updated the estimated total project cost for the street project based on the low bid received from North Valley, Inc.

Based on the low bid, the current total project cost estimate for the street project is \$1,363,040. The current estimated amount to be assessed is \$251,983. These numbers are about 15% higher than the estimated costs presented in the Feasibility Report for the project.

At this time, we request that the council declare the amount to be assessed and order preparation of a final assessment roll. This action should include a Resolution.

The council can receive the Final Assessment Roll on February 20th. The Assessment Hearing can be held on March 18th. Contract Award can take place after the Assessment Hearing.



Current estimated project cost summary and possible revenue sources information is presented below.

	<u>Feasibility Report</u>	<u>Post Bid Estimate</u>
Construction	\$ 837,900	\$ 1,048,489
Const. Contingency	\$ 41,900	\$ 52,425
subtotal construction	\$ 879,800	\$ 1,100,914
plus soft costs	\$ 236,000	\$ 262,126
Total Estimated Project	\$ 1,115,800	\$ 1,363,040

Possible Revenue Summary:	<u>Feasibility Report</u>	<u>December Estimate</u>
City of Blaine	\$ 393,775	\$ 571,915
SLP Assessments	\$ 218,909	\$ 251,983
SLP State Aid	\$ 445,800	\$ 514,217
SLP other:	\$ 57,316	\$ 24,925
Estimated Total Project Cost	\$ 1,115,800	\$ 1,363,040

A current possible project schedule to complete major project milestones is:

Authorize Feasibility Report	June 5 and July 17 ✓
Accept Report and Call for Improvement Hearing	August 21, 2023 ✓
Authorize Preparation of Plans and Specifications	August 21, 2023 ✓
Public Improvement Hearing	October 2, 2023 ✓
City Council Approve Plans and Specifications	December 18, 2023 ✓
MnDOT State Aid Approval	January 16, 2024 ✓
Open Bids	January 30, 2024 ✓
Declare Costs and Order Final Assessment Roll	February 5, 2024
Receive Assessment Roll & Order Assessment Hearing	February 20, 2024
Public Assessment Hearing	March 18, 2024
Award Contract (Award Bids)	March 18, 2024
Begin Construction	May 2024

Please feel free to contact Jeff Preston or me if you have any questions or require any additional information.

Sincerely,
Stantec

Phil Gravel