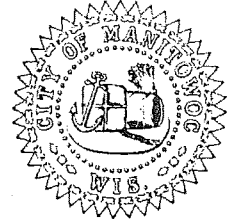


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CITY OF MANITOWOC

WISCONSIN, USA
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15-665



MEMO

**TO: Alder Dave Soeldner, Public Infrastructure Committee Chair
Public Infrastructure Committee**

FROM: Dan Koski, PE, Director of Public Infrastructure

DATE: June 8, 2015

RE: 2015 Seal Coating Bids & Alternatives

Alder Soeldner and Members of the Public Infrastructure Committee:

The City received one bid for the 2015 Seal Coating & Prep work at a price of \$128,032.35. We had budgeted \$80,000 for the project, with \$60,000 in revenue from assessments, for a net expense of \$20,000, which is the amount levied for this project in 2015. At this point we have not identified any areas where we could find the additional \$48,032.35 to fund the project. We had thought about rebidding this work in the hope of getting lower numbers by reducing the amount of streets, or eliminating crackfilling. Neither scenario is likely to provide favorable results though, as fewer streets often result in higher unit costs and higher assessment rates, and eliminating the crackfilling would result in a high potential of an inferior product with a lower lifespan.

We therefore are recommending not doing any seal coating this year. Regarding the funds we had budgeted for the project, we have identified two potential alternative options for your consideration:

1. Use the allocated funds for the reconstruction of the alley bounded by Pine St., Waldo Blvd., and N. 8th St. This alley would also have offsetting revenue, although not as much (alleys get at 2/3 reduction). The current cost estimate for the alley project is \$46,000, with estimated revenue of \$13,200, for a net expense of \$32,800. Since the revenue is in the form of assessments, we would not realize it this year, hence we would have to make an unbudgeted request to the CAWG group for \$26,000 to cover the shortfall for this project.
2. Use the money to do the repairs on Franklin St. at S. 21st St and S. 26th St that were caused by the oversized loads from Broadwind. For this project, Broadwind may contribute \$10,000 towards the project, and we could potentially use \$4,819.60 from tonnage fees associated with the stone hauling CUP. The cost estimate for this project is \$34,000. In this scenario, deducting \$10,000 and \$4,819.60 from the \$34,000 would leave \$19,180.40, which could be covered from the \$20,000 that was levied for the 2015 Seal Coating project. Provided favorable bids were obtained, no unbudgeted requests would need to be made.

We recommend going with Option 2, and with your approval, would seek bids immediately.

15-531

