

# RICHFIELD MUNICIPAL CENTER, NOTICED TO BE HELD IN BARTHOLOMEW ROOM

## MOVED TO COUNCIL CHAMBERS

AUGUST 29, 2023 4:00 PM

Call to order

#### **OTHER BUSINESS**

1. Consider approval of a change order to design and install a soil retention system for the 65th Street Reconstruction Project in order to replace sanitary sewer and install a stormwater box culvert.

#### Staff Report No. 104

2. Consider authorizing the City Engineer, City Manager, and Mayor to execute a Construction Work Order agreement with MnDOT and the I-494 Project 1 design-build contractor for the construction of a sanitary sewer crossing underneath I-35W.

#### Staff Report No. 105

#### 3. Adjournment

Auxiliary aids for individuals with disabilities are available upon request. Requests must be made at least 96 hours in advance to the City Clerk at 612-861-9739.

AGENDA SECTION: AGENDA ITEM # OTHER BUSINESS

1.



# STAFF REPORT NO. 104 CITY COUNCIL MEETING 8/29/2023

 REPORT PREPARED BY:
 Olivia Wycklendt, Civil Engineer

 DEPARTMENT DIRECTOR REVIEW:
 Kristin Asher, Public Works Director

 8/23/2023
 OTHER DEPARTMENT REVIEW:

 N/A
 N/A

CITY MANAGER REVIEW: Katie Rodriguez, City Manager 8/23/2023

# ITEM FOR COUNCIL CONSIDERATION:

Consider approval of a change order to design and install a soil retention system for the 65th Street Reconstruction Project in order to replace sanitary sewer and install a stormwater box culvert.

# **EXECUTIVE SUMMARY:**

## **Background**

Consistent with City Council direction, the Capital Improvement Plan (CIP), and the City's Comprehensive Plan, staff has been working towards the construction of the 65th Street Reconstruction Project over the past few years.

The 65th Street Reconstruction Project consists of a full road reconstruction to replace existing deteriorating infrastructure along the 65th Street corridor between 66th Street/Rae Drive and Nicollet Avenue. In addition to this road reconstruct, other improvements along this corridor include pedestrian improvements on Lyndale Avenue and the implementation of new trail along Richfield Lake on the North side of 65th Street. New stormwater infrastructure will be installed to address historical flooding issues in the area, and to accommodate any additional runoff that may occur from the redevelopment of the HUB property. The existing 18-inch watermain that runs through the HUB property will be relocated to 65th Street to allow for more flexibility when the HUB property redevelopments.

## Necessity for Change Order

During excavation for the sanitary sewer replacement and storm sewer box culvert on 65th St, City staff were notified by Enclave, the owners of the Lynvue Apartment property, that the Lynvue building had been constructed on a four foot deep foundation and they were concerned about the stability of the building during excavation. Work was immediately stopped and staff reached out to consultant geotechnical engineers at Braun Intertec to assess the risk to the Lynvue building and the need for an engineered soil stabilization system.

Analysis by Braun Intertec shows that an engineered soil retention system is needed to install both the storm sewer box culvert and the sanitary sewer without impact to the Lynvue building. The system deemed most appropriate is the installation of permanent H-Piles with a timber lagging wall. In the interest of future maintenance access to the City's utilities, and to eliminate the risk of vibratory impacts to the Lynvue building during the removal of temporary H-piles, a permanent solution is proposed as the best course of action.

The anticipated cost to design and construct the soil retention system, modify the project's utility design, and accommodate any costs that may arise due to project delays is estimated to be \$700,000. The project's existing contingency is nearly exhausted. In order for the project to maintain a reasonable schedule and allow maintenance access to City utilities in the future, staff is advising that City Council approve the change order for the soil-retention system along 65th St.

The cost for the design and installation of the soil retention system, minor design and construction modifications to the sanitary sewer and storm sewer, and possible project delay costs will be borne by the project, however funding sources will need to be identified. Staff are investigating potential funding sources, including utility funds, franchise fees, Municipal State Aid construction funds, and Tax Increment Financing (TIF) pooled funds, and capital reserves, among other sources.

Staff and the City Attorney are investigating whether any external organizations could or should share responsibility for the extra costs incurred with this change order, as well as determining what requirements will be needed in future redevelopment reviews to ensure similar situations do not occur in the future.

#### **RECOMMENDED ACTION:**

By Motion: Approve the change order to design and install a soil retention system for the 65th St Reconstruction Project to replace sanitary sewer and install a stormwater box culvert.

#### **BASIS OF RECOMMENDATION:**

#### A. HISTORICAL CONTEXT

#### Need for Soil Retention System

On July 19 of 2023, the City received a letter from Enclave Companies formally notifying the City of their concerns regarding the soil stabilization surrounding the footings of the building at 6501 Lyndale Ave S while excavation for storm sewer installation was being prepared as a part of the 65th St Reconstruction Project. They requested that the City remedy this risk and provide documentation showing appropriate densities/specifications of the soil required for the building. This risk largely results from the building's footings being approximately 4' in depth.

Over the course of the next several weeks, the City hired Braun Intertec as a consultant to analyze the situation and propose possible design solutions so that the 65th St Reconstruction Project may continue to move forward with sewer and stormwater installation while minimizing risk to the Lynvue Apartments.

Several solutions were investigated, including soil solidification, a W-section Retention wall, and temporary or permanent H-Piles with timber lagging. Soil solidification was both costly and has yielded mixed results in the past, so it was removed as a possible solution. The two solutions that were deemed most appropriate were to install either a temporary or permanent H-Pile with timber lagging soil retention wall.

Braun reached out to Veit, Bolander, and Minger for quotes on these solutions. Bolander's estimate came in at the lowest, with the temporary wall being estimated at a cost of \$445,687.00 and the permanent wall at \$525,706.00.

Braun indicated that it had concerns with removing the H-Piles in the case of a temporary soil retention system, as the vibration from the removals could pose a risk to the footings of the Lynvue building. Additionally, the permanent H-Pile system would allow for safer maintenance access to the underground utilities in the future.

For these reasons, staff are recommending the installation of a permanent H-Pile with timber lagging soil retention wall parallel to the Lynvue Apartments on 65th St.

#### B. POLICIES (resolutions, ordinances, regulations, statutes, etc):

The 65th Street Reconstruction Project is consistent with the following approved plans:
 5 Year Street Reconstruction

- Comprehensive Plan (Chapter 7 Transportation)
- Pedestrian Master Plan
- Bicycle Master Plan
- Street Reconstruction Guiding Principles
- Complete Streets Policy
- Arterial Roads Study

#### C. CRITICAL TIMING ISSUES:

For project construction to continue and remain on schedule, the change order must be approved.

## D. FINANCIAL IMPACT:

- The overall project uses/sources is attached.
- The contingency for the project at the time the contract was awarded was \$206,700 (2% of construction costs); 2% is typical for contingency at time of project award.
- As of August 21st, 2023, the total amount of approved change orders is \$90,148.03. Change Order 10 is anticipated to be approved soon, with the total amount in change orders being \$195,852.37.
- This leaves the project with \$10,847.63 in contingency.
- The anticipated cost to design and construct the soil retention system, modify the project's utility design, and accommodate any costs that may arise due to project delays is estimated to be \$700,000.

#### E. LEGAL CONSIDERATION:

The City Attorney has been participating in staff discussions and will be available to answer questions.

#### ALTERNATIVE RECOMMENDATION(S):

None

#### PRINCIPAL PARTIES EXPECTED AT MEETING:

None

#### ATTACHMENTS:

Description

Sources and Uses Summary

Type Backup Material

65th St Reconstruction/Lyndale Avenue Pedestrian Improvements Richfield Project No.

SAP Nos.

41017
157-104-004
157-105-005
157-363-033

			Council Action						Council Action
					4/23/21 CIP				
			30% Engineer's		Estimate			Final Engineer's	
			Estimate and		(updated soures	60% Engineer's	90% Engineer's	Estimate and	
			Project Approval		for Council	Estimate	Estimate	Project Bid	
			(Updated	4/23/21 CIP	Worksession	(Updated	(Updated	(Updated	
	2019 CIP	2020 CIP	7/20/2020)	Estimate	7/23/21)	10/5/2021)	12/6/2021)	4/14/2022)	Contract Award
Planned Construction Year:	2020	2020&2021	2022	2022	2022	2022-2023	2022-2023	2022-2023	2022-2023
Estimated Uses:			-	-					
Design	\$600,000	\$704,000	\$842,000	\$950,000	\$950,000	\$950,000.00	\$970,000.00	\$970,000	\$970,000
65th St Reconstruction	\$5,500,000	\$6,100,000	\$3,362,700	\$3,750,000		\$3,930,000.00	\$4,240,000.00	\$4,680,000.00	\$5,685,000
Lyndale Ave Improvments	to all take at the state	to all other all all and a	\$52,000	\$670,000	\$670,000	\$280,000.00	\$360,000.00	\$350,000.00	\$450,000
Stormwater Improvements	Included above	Included above	\$2,500,000	\$2,100,000	\$2,100,000	\$3,100,000.00	\$3,200,000.00	\$3,900,000.00	\$4,200,000
Change Orders									
Right of Way	\$50,000	\$60,000	\$60,000	\$60,000	\$60,000	\$60,000	\$60,000	\$30,000	\$30,000
Legal	\$90,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000.00	\$100,000.00	\$100,000	\$100,000
Constrcution Admin/Engineering	\$550,000	\$610,000	\$591,470	\$600,000	\$600,000	\$600,000.00	\$600,000.00	\$850,000	\$850,000
Staff	\$90,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000.00	\$100,000.00	\$100,000	\$100,000
Contingency	\$1,100,000	\$1,220,000	\$1,182,940	\$1,304,000	\$1,304,000	\$1,462,000.00	\$1,170,000.00	\$893,000.00	\$206,700
Bond Issuance Costs						\$200,000.00	\$200,000.00	\$200,000	\$300,000
	20% Contingency	20% Contingency	20% Contingency	20% Contigency	20% Contigency	20% Contigency	15% Contingency	10% Contingency	2% Contingency
Total Uses	\$7,980,000	\$8,894,000	\$8,791,110	\$9,634,000	\$9,634,000	\$10,782,000	\$11,000,000	\$12,073,000	\$12,891,700
Sources:									
Street Reconstruction Bonds	\$8,000,000	\$7,800,000	\$7,800,000	\$8,600,000		\$6,500,000	\$6,500,000	\$6,500,000	\$5,400,000
Utility Bonds	.,,,	\$1,200,000	\$1,200,000	\$1,200,000	\$3,700,000	\$4,500,000	\$4,500,000	\$4,500,000	\$4,600,000
Municipal State Aid								\$1,075,000	\$1,800,000
ARPA									\$1,100,000
Total Sources	\$8,000,000	\$9,000,000	\$9,000,000	\$9,800,000	\$9,800,000	\$11,000,000	\$11,000,000	\$12,075,000	\$12,900,000
Difference	\$20,000	\$106,000	\$208,890	\$166,000	\$166,000	\$218,000	\$0	\$2,000	\$8,300

#### Notes

Sources and Uses Tracking - updated 5/5/2022

Anticipated Debt Issuance (updated 05/2022):		Low Risk
Street Reconstruction Bonds	2022	Medium Ris
Utility Bonds	2022	High Risk

AGENDA SECTION: AGENDA ITEM # OTHER BUSINESS

2.

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# STAFF REPORT NO. 105 CITY COUNCIL MEETING 8/29/2023

REPORT PREPARED BY: Chad Donnelly, Assistant Utility Superintendent

DEPARTMENT DIRECTOR REVIEW: Kristin Asher, Public Works Director 8/17/2023

OTHER DEPARTMENT REVIEW:

CITY MANAGER REVIEW: Katie Rodriguez, City Manager 8/22/2023

# ITEM FOR COUNCIL CONSIDERATION:

Consider authorizing the City Engineer, City Manager, and Mayor to execute a Construction Work Order agreement with MnDOT and the I-494 Project 1 design-build contractor for the construction of a sanitary sewer crossing underneath I-35W.

# **EXECUTIVE SUMMARY:**

Public Works is requesting authorization to enter into a work order agreement with MnDOT for the construction of a sanitary sewer crossing underneath I-35W. This work order is pursuant to the Master Utility Agreement for the I-494 Project 1 (MnDOT Agreement No. 1051052) and approved by the City Council on February 14, 2023.

The project will replace the existing 9-inch clay sewer that is below I-35W on the north side of I-494. This utility services a portion of the business district along the 77<sup>th</sup> St corridor and is a critical piece of infrastructure. The project will eliminate a flow capacity issue that has been long outstanding, as well as eliminate a conflict foreseen with the bridge abutments that are proposed with I-494 Project 1.

Although this project was not programmed, the timing of I-494 Project 1 provides a unique cost-saving opportunity to resolve these issues. The costs associated with designing and resolving the bridge abutment conflict are being applied towards the cost of designing and constructing the new crossing.

# **RECOMMENDED ACTION:**

By Motion: Authorize the City Engineer, City Manager, and Mayor to execute a work order agreement with MnDOT and the I-494 Project 1 design-build contractor for the construction of a sanitary sewer crossing underneath I-35W.

# **BASIS OF RECOMMENDATION:**

# A. HISTORICAL CONTEXT

See Executive Summary.

# B. POLICIES (resolutions, ordinances, regulations, statutes, etc):

Construction of this sanitary sewer crossing is consistent with City Council Priority/Outcome 3a - Sustainable infrastructure: City infrastructure supports service needs.

#### C. CRITICAL TIMING ISSUES:

This project as well as the location of the work is critical to the timely progress of I-494 Project 1. The Construction Work Order will need to be executed as soon as possible once design work has been completed in order to not delay I-494 Project 1.

#### D. FINANCIAL IMPACT:

- The cost of the sanitary sewer crossing is estimated at \$635,634.
- The cost of the project to resolve the bridge abutment conflict is estimated at \$135,000.
- This value is being applied towards the total cost which means \$500,634 is the estimated expense the City will bear. This cost could change slightly depending on the final design of the sanitary sewer crossing.
- The project will be funded from the City's sanitary sewer utility fund.
- In order to fund this project, Public Works will reduce the linear feet of sanitary sewer lining proposed in 2024. The 2024 budget currently programs \$900,000 for sanitary sewer lining.

#### E. LEGAL CONSIDERATION:

None

#### ALTERNATIVE RECOMMENDATION(S):

None

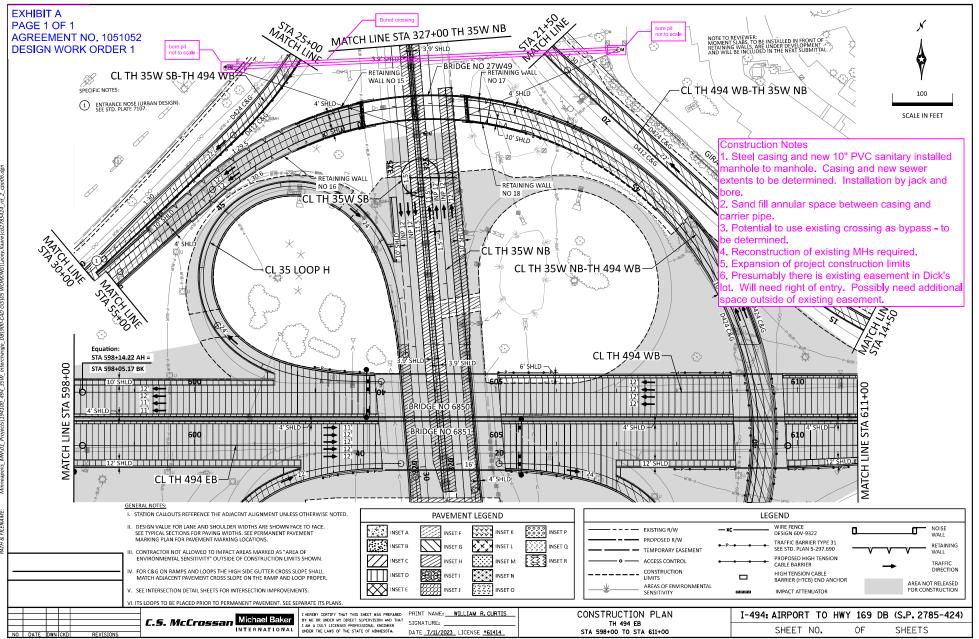
#### PRINCIPAL PARTIES EXPECTED AT MEETING:

None

#### ATTACHMENTS:

	Description	Туре
D	Preliminary Design Sketch	Exhibit
D	Cost Summary	Backup Material

#### DESIGN WORK ORDER 1, PAGE 7 OF 10



PLOT NAME: cd2785424 m 2.cp06 PLOT NAME: more poils Amilot Projects194100 494 35W Interchange DB1900-CND GISIO5 WORKINGLiacer/Aanel (cd2785421 m 2. cp056.dm PLNH & FLEMANE: Minneapoils MMIOT Projects1194100 494 35W Interchange DB1900-CND GISIO5 WORKINGLiacer/Aanel (cd2785421 m 2. cp056.dm

2023

I-494 Richfield Sanitary Sewer Conflict 9-30 Scope/ROM Pricing Options - Rev 2					
Option 1 - Base Scope (Required by Contract) Split Casing around existing 9" Pipe Option 1 Total	<u>U of M</u> LS	<u>Qty</u> 1.0	<u>Unit Price</u> \$135,000.00	Total Price           \$ 135,000.00           \$ 135,000.00	
Option 3 - Full Replacement	<u>U of M</u>	Qty	Unit Price	Total Price	
Design Fee	LS	1.0	\$ 77,000.00	\$ 77,000.00	
Mobilization	LS	1.0	\$ 18,500.00	\$ 18,500.00	
24" Steel Casing Pipe (Jacked)	LF	225.0	\$ 800.00	\$ 180,000.00	
24" Steel Casing Pipe	LF	435.0	\$ 220.00	\$ 95,700.00	
10" PVC SDR 26	LF	660.0	\$ 110.00	\$ 72,600.00	
4" Insulation	SY	200.0	\$ 60.00	\$ 12,000.00	
Connect to Existing Pipe	EA	2.0	\$ 4,100.00	\$ 8,200.00	
Remove / Abandon Existing Pipe	LF	696.0	\$ 35.00	, ,	
Sanitary Sewer Bypass	LS	1.0	\$ 40,000.00	\$ 40,000.00	
Remove Curb and Gutter	LF	60.0	\$ 7.00	\$ 420.00	
Sawcut Bituminous Pavement	LF	100.0	\$ 5.00	\$ 500.00	
Remove Bituminous Pavement	SY	300.0	\$ 11.00	\$ 3,300.00	
Concrete Curb & Gutter B612	LF	100.0	\$ 55.00	\$ 5,500.00	
Replace Bituminous Pavement	TON	100.0	\$ 280.00	\$ 28,000.00	
Subtotal 1				\$ 566,080.00	
Fixed Fee (6.94% of Subtotal 1)				\$ 39,285.95	
Subtotal 2				\$ 605,365.95	
Design Risk (1% of Subtotal 2)				\$ 6,053.66	
Bond Risk (1% of Subtotal 2)				\$ 6,053.66	
Utility Warranty Risk (3% of Subtotal 3)				\$ 18,160.98	
Option 3 Total				\$ 635,634.25	
Base Scope Deduct				\$ (135,000.00)	
Option 3 Total Outside Base Scope				\$ 500,634.25	

#### Add Option

Upsize Jacked Steel Casing to 30"

LF \_\_\_\_225.0 \$ \_\_\_200.00 \$ \_\_\_45,000.00