



City of Grand Island

Tuesday, June 13, 2017

Council Session

Item G-10

#2017-164 - Approving Payment of Utility Relocation Services performed by CenturyLink for the Capital Avenue – Webb Road to Broadwell Avenue Project

Staff Contact: John Collins, P.E. - Public Works Director

Council Agenda Memo

From: Keith Kurz PE, Assistant Public Works Director

Meeting: June 13, 2017

Subject: Approving Payment of Utility Relocation Services performed by CenturyLink for the Capital Avenue – Webb Road to Broadwell Avenue Project

Presenter(s): John Collins PE, Public Works Director

Background

The Capital Avenue; Webb Road to Broadwell Avenue widening project consisted of removal of the previous 24' wide asphalt roadway and construction of a new five lane curbed concrete roadway. Other improvements included construction of sidewalks and a concrete hike/bike trail, updated street lighting, and construction of new storm sewer. A pedestrian signal was also constructed approximately 1000' east of Webb Road to provide for safe crossing for users of the hike/bike trail.

The roadway improvements and construction of the hike/bike trail required relocation of utilities owned by the City of Grand Island, Northwestern Energy and CenturyLink.

On June 24, 2014, via Resolution No. 2014-179, City Council approved the City entering into an agreement with CenturyLink to provide utility services for the Capital Avenue; Webb Road to Broadwell Avenue widening project. The total estimate at the time of the agreement for such relocation work was \$272,388.74, which was to cover non-betterment expenses less any credits for salvaged or junked materials. The original scope of work included lowering 2,400 feet of conduit and cable, one manhole reconstruction and one remote cabinet relocation. Since the facilities resided in a private easement formerly owned by CenturyLink on the north side of Capital Avenue, the relocation work was a project cost and eligible for federal aid. The City was to be reimbursed 80% of the actual costs.

Discussion

Once relocation of the CenturyLink utilities were underway unexpected work arose which consisted of adjustment to an additional 2,090 feet of conduit and cable, additional underground utility vaults, soil condition issues, inclement weather, and special ordering of specific equipment in a short timeframe to keep the overall project on schedule. This

additional work caused an increase in CenturyLink expenses of \$160,327.24. With utility relocation costs for Northwestern Energy and Grand Island Utilities being under the cost estimate by a total of \$382,279.60 a reallocation of utility funds and federal authorization to cover these additional expenses at the 80/20 cost share has been requested and approved. With the reallocation of funds the City will be reimbursed \$346,172.79 of the total CenturyLink invoice of \$432,715.98, for a final City expense of \$86,543.19.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council approve the agreement for Utility Relocation Services to be performed by CenturyLink for the Capital Avenue – Webb Road to Broadwell Avenue Project.

Sample Motion

Move to approve the agreement.



Pete Ricketts, Governor

May 25, 20178

Tim Golka
City of Grand Island
100 East 1st Street
P.O. Box 1968
Grand Island, Nebraska 68802

RE: CN 42707, URB-5436(5), Capital Avenue, Utility Relocation

Dear Tim:

In 2014, the City of Grand Island entered into Utility agreements between Northwest Energy (Agreement BR1304), Century Link (Agreement BR1305) and City of Grand Island Utilities (Agreement BR1306) for Utility work on the above referenced project.

NDOR is aware that Northwestern Energy and Grand Island Utilities actual costs were less than estimated in the original agreements. Century Links actual costs were significantly higher than originally estimated. Although Century Links cost were higher, NDOR will reimburse the City of Grand Island for 80% of all Utility costs associated with the Utility work done by Century Link in the amount of \$346,172.78. All utility work was determined to be eligible for federal reimbursement.

Below is the breakdown of Utility estimate and actual costs.

	Agreement Estimate	Actual Costs
Northwestern Energy	\$620,000.00	\$441,785.78
Century Link	\$272,388.74	\$432,715.98
Grand Island Utilities	\$725,000.00	\$520,934.62
	\$1,617,388.74	\$1,395,436.38

If you have any additional questions regarding the Utility reimbursement, please feel free to contact me.

Sincerely,

Glenn Steffensmeier
Local Project Coordinator

Kyle Schneweis, P.E., Director

Department of Roads

1500 Highway 2

OFFICE 402-471-4567 FAX 402-479-4325



CenturyLink

Customer Name: *City of Grand Island*
Customer Number: *NE E796953*
Bill Date: *May 18, 2017*

Amount Due: \$432,715.98
Payment Due By: June 18, 2017

Bill To:
City of Grand Island
ATTN: Tim Golka
PO BOX 1968
Grand Island, NE 68802

Remit Payment To:
CenturyLink
PO BOX 2348
Seattle, WA 98111-2348

Please return this portion with your check made payable to CenturyLink



CenturyLink

Customer Name: *City of Grand Island*
Customer Number: *NE E796953*
Bill Date: *May 18, 2017*

Amount Due: \$432,715.98
Payment Due By: June 18, 2017

Account Summary

Invoice# A349032

Work consisted of relocating and replacing an 1800 pair SAI Cabinet in front of the Vets Home via placing 355' of 900 pair cable 546' of fiber cable 1 hand hole and performing the associated splicing terminations and testing. Work also consisted of lowering 3200' of 9 way duct, adjusting 4 manholes, rebuilding 1 manhole, and adjusting a section of the 16 way duct on Capitol Ave.

Current Charges: \$432,715.98

Account Summary Notes

Note: Total Owed -Per the parties' agreement for a Manual Invoice, the above itemizes the full amount due for this milestone, but may not represent the full amount due on the account.

RESOLUTION 2017-164

WHEREAS, on June 24, 2014, via Resolution No. 2014-179, City Council approved the City entering into an agreement with CenturyLink to provide utility services for the Capital Avenue; Webb Road to Broadwell Avenue widening project; and

WHEREAS, the total estimate at the time of the agreement for such relocation work was \$272,388.74, which was to cover non-betterment expenses less any credits for salvaged or junked materials; and

WHEREAS, the facilities resided in a private easement formerly owned by CenturyLink on the north side of Capital Avenue, resulting in the relocation work qualifying as a project cost and eligible for federal aid; and

WHEREAS, once relocation of the CenturyLink utilities were underway unexpected work arose which consisted of adjustment to an additional 2,090 feet of conduit and cable, additional underground utility vaults, soil condition issues, inclement weather, and special ordering of specific equipment in a short timeframe to keep the overall project on schedule; and

WHEREAS, the additional work caused an increase in CenturyLink expenses of \$160,327.24; and

WHEREAS, utility relocation costs for Northwestern Energy and Grand Island Utilities were under the cost estimate by a total of \$382,279.60 therefore a reallocation of utility funds and federal authorization to cover these additional expenses at the 80/20 cost share was requested and approved; and

WHEREAS, the reallocation of funds will allow the City to be reimbursed \$346,172.79 of the total CenturyLink invoice of \$432,715.98, for a final City expense of \$86,543.19.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the total CenturyLink invoice in the amount of \$432,715.98 is hereby authorized and approved for payment.

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Adopted by the City Council of the City of Grand Island, Nebraska, June 13, 2017.

Jeremy L. Jensen, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form June 12, 2017	City Attorney
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