

**ROSEVILLE**  
**REQUEST FOR COUNCIL ACTION**

Date: February 14, 2022  
Item No.: 10.g

Department Approval



City Manager Approval



Item Description: Approve Final Payment for Cleveland Watermain Improvements

**BACKGROUND**

On February 8, 2021, the City Council awarded the Cleveland Watermain Improvements to SGP Contracting, Inc. Work completed under the contract totaled \$1,137,134.72. The work was successfully completed during the 2021 season and the project is ready to be closed out.

The project consisted of replacing the watermain on Cleveland Avenue between County Road C2 and County Road D. Work included replacing valves, hydrants, reconnecting water services and associated restoration work.

City policy requires that the following items be completed to finalize a construction contract:

- Certification from the City Engineer verifying that all of the work has been completed in accordance with plans and specifications. (See Attachment B)
- A resolution by the City Council accepting the contract and beginning the one-year warranty. (See Attachment A)

**FINANCIAL IMPACTS**

The final contract amount, \$1,137,134.72, is \$195,069.18 (20.7%) more than the awarded amount of \$942,065.54. The cost increase was related to contaminated soils found on the project, additional costs for soils corrections and additional valves needed to complete the watermain replacement.

Outside of the contract with SGP Contracting, Inc. this project included costs for testing and other miscellaneous expenses that totaled \$49,439.90 for a total project cost of \$1,186,574.62. The overall budget for the project in the CIP was \$1,100,000.00.

All costs for the project will be paid using the water utility fund.

**STAFF RECOMMENDATION**

The work completed was in accordance with project plans and specifications. Staff recommends the City Council approve a resolution accepting the work completed as the Cleveland Watermain Improvements and authorize final payment of \$11,371.35 to SGP Contracting, Inc.

25 **REQUESTED COUNCIL ACTION**

26 Motion to adopt the resolution accepting the work completed as Cleveland Watermain  
27 Improvements, starting the one-year warranty and authorizing final payment of \$11,371.35.

Prepared by: Jesse Freihammer, Assistant Public Works Director/City Engineer  
Attachments: A: Resolution  
B: Certification from City Engineer

**EXTRACT OF MINUTES OF MEETING  
OF THE  
CITY COUNCIL OF THE CITY OF ROSEVILLE**

\* \* \* \* \*

1 Pursuant to due call and notice thereof, a regular meeting of the City Council of the City  
2 of Roseville, County of Ramsey, Minnesota, was duly held on the 14<sup>th</sup> day of February,  
3 2022, at 6:00 p.m.

4  
5 The following members were present: and the following members were  
6 absent: .

7  
8 Councilmember introduced the following resolution and moved its adoption:

**RESOLUTION No.**

**FINAL CONTRACT ACCEPTANCE  
CLEVELAND WATERMAIN IMPROVEMENTS**

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10  
11  
12  
13  
14  
15  
16 BE IT RESOLVED by the City Council of the City of Roseville, as follows:

17  
18 WHEREAS, pursuant to a written contract signed with the City on February 8, 2021,  
19 SGP Contracting, Inc. has satisfactorily completed the improvements associated with the  
20 Cleveland Watermain Improvements contract.

21  
22 NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF  
23 ROSEVILLE, MINNESOTA, that the work completed under said contract is hereby  
24 accepted and approved; and

25  
26 BE IT FURTHER RESOLVED, that, upon receiving final documents from the  
27 contractor, the City Manager is hereby directed to issue a proper order for the final  
28 payment of such contract and taking the contractor's receipt in full; and

29  
30 BE IT FURTHER RESOLVED, that the one-year warranty period as specified in the  
31 contract shall commence on February 14, 2022.

32  
33 The motion for the adoption of the foregoing resolution was duly seconded by  
34 Councilmember and upon vote being taken thereon, the following voted in  
35 favor thereof: and the following voted against the same: .

36  
37 WHEAREUPON said resolution was declared duly passed and adopted.





February 14, 2022

TO THE CITY COUNCIL, CITY OF ROSEVILLE, MINNESOTA

RE: Cleveland Watermain Improvements  
Contract Acceptance and Final Payment

Dear Council Members:

I have observed the work executed as a part of the Cleveland Watermain Improvements. I find that this contract has been fully completed in all respects according to the plans, specifications, and the contract. I therefore recommend that final payment be made from the improvement fund to the contractors for the balance on the contract as follows:

Original Contract amount (based on estimated quantities)	\$942,065.54
Actual amount due (based on actual quantities)	\$1,137,134.72
Previous payments	\$1,125,763.37
Balance Due	\$11,371.35

The construction costs for this project have been funded as follows:

Water Utility Fund	\$1,137,134.72
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Please let me know if you have any questions or concerns and would like more information.

Sincerely,

Jesse Freihammer, P.E  
City Engineer/Asst. Public Works Director  
651-792-7042  
Jesse.Freihammer@cityofroseville.com