

**Department of Public Works**

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City Engineer

August 2, 2024

To: Alder Mollie Jones, Chair  
Public Works and Services Committee

From: John Rooney  
Commissioner of Public Works

Re: Amendment to the State/Municipal Financial Agreement for State Project ID: 2290-00-03/73, STH 38 Northwestern Ave. (Golf Ave. to Rapids Dr.)

We have received an amendment to the State/Municipal Financial Agreement (SMFA) for State Project ID: 2290-00-03/73, STH 38 Northwestern Ave. (Golf Ave. to Rapids Dr.).

The Municipality agrees to the following 2021-2025 State Let – Highway project funding conditions:

- Project design costs are funded with up to 75% state/federal funding up to a funding limit of \$105,000. The municipality agrees to provide the remaining 25% and any funds in excess of the \$105,000 state/federal funding limit – estimated at \$35,000 Local share. Any real estate or utility costs are 100% locally funded. This reflects an increase in the amount of \$20,000 total design costs (or \$15,000 Fed/State increase, \$5,000 Local increase)
- The Construction funding decreased \$32,500 and in addition to the decrease, the State agreed to cover the cost of the parking lane pavement. State/Federal funding for construction increased to \$786,600; whereas the Local share for construction decreased to \$18,400 (\$13,400 construction and \$5,000 non-participating items).
  - The previous SMFA had the total construction cost as \$837,500 - \$750,500 State/Federal and \$87,000 Local funding.

The total project cost distribution is estimated as follows:

	<u>State/Federal Funds</u>	<u>Municipal Funds</u>	<u>Total</u>
Design & State Review	\$105,000	\$35,000	\$140,000
Construction	\$786,600	\$18,400	\$805,000
<b>Totals</b>	<b>\$891,600</b>	<b>\$53,400</b>	<b>\$945,000</b>

Funding for the City share will be provided from the 2025 – 2034 Capital Improvement Program Budget.

If the Committee agrees, the appropriate action would be to approve the SMA and authorize the Mayor and City Clerk to sign and amend the agreement.

JCR:km