



REPORT TO: CITY COUNCIL

MEETING DATE: SEPTEMBER 13, 2021

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| Agenda Item: | 8f. CC-21-181 |
| Prior Council Action/Related Items: (Hyperlinks Or PDF) | P:\2020 CC SUA SEDA\042020\CC-20-62 Utility Relocation Agreements.pdf |
| Background / Issue: | <ul style="list-style-type: none"> • Previously, the City entered into an agreement with ODOT to share costs for improvements to Perkins Road (USH 177) from 6th Avenue to Airport Road. • The City’s share of the costs of the project is for engineering design, right-of-way acquisition and cost to relocate utilities. • April of 2020 the City entered into relocation agreements with Oklahoma Natural Gas (ONG) and OG&E with the City’s share of the costs estimated to be \$317,999 including the contingency. • Council approved the request and associated budget amendment. • ONG estimated the City’s share of the costs to be \$237,044, which was 30.13% of the total estimated cost. • ONG has completed the work and billed \$270,506. The increased cost was due to several factors including working around other utilities. • City Engineering has reviewed the costs and believe they are appropriate. • The City’s share of the total cost actually went down from the estimated 30.13 % to 23.805%. The additional cost exceeds what has been appropriated by \$10,000. |
| Proposal/Solution: | <ul style="list-style-type: none"> • Staff recommends an additional \$10,000 in expenditures from the allocated capital project funds to pay for the unforeseen expenses incurred by ONG. |
| Financial Impact/Funding Source(s): | <ul style="list-style-type: none"> • Funding source is the previously approved and allocated capital project funds. There are sufficient funds remaining to fund the additional expense. |

Strategic Plan Alignment:

#1 Effective Services & Accountable Government: To provide effective services and accountable government for all citizens by practicing fiscal responsibility, transparency and outstanding customer service.

4 Connected Spaces: To develop a strong sense of place that recognizes the interconnectedness of people, buildings and public systems that best serve the needs of the public.

Recommended Action/Motion:

Motion to approve an additional \$10,000 from the STPW22 capital project funds for the City's share of ONG relocation cost to relocate its utilities on the Perkins Road improvement project.

Prepared By:

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Reviewed By:

Patti Osmus, Assistant to the City Manager

Submitted By:

Norman McNickle, City Manager