



PUBLIC WORKS STAFF REPORT

MEMO DATE:	February 23, 2020
MTG. DATE:	March 2, 2020
TO:	Public Works & Properties Committee
FROM:	JJ Larson – Village Director of Public Works & Utilities
RE:	Main Street Bike Path Updated Costs & Project Scope

BACKGROUND

The second phase of the Main Street Bike Path project has been planned for construction in 2021. The Financial Management Plan called for an expenditure of \$450,000 of TID 5 cash to complete the project. Village Engineer, Kevin Lord provided an updated cost estimate which has the anticipated costs for the bike path project at \$594,000.

At the January 5th, 2021 Public Works Committee meeting, options were presented to urbanize the west side of CTH N from School Rd. north to the second phase of the Cottage Grove Commons development, as well as cost estimates to replace the other failing asphalt in the center of CTH N in the area. At that time, this Committee recommended seeking the Dane County PARC grant for the bike path project and look into the feasibility of TID 5 funding for the other work to urbanize N as well with the intention of doing it all as one project in late 2021 or early 2022.

Given the increase in anticipated cost and TID 5's available cash, the project cannot rely on TID 5 cash to cover anything over the original \$450,000 expenditure that was planned for. This means this Committee and the Village Board have to reconsider this project and its financial impact; any funding over the \$450,000 will have to be borrowed for.

OVERVIEW

The Committee is being asked to consider a recommendation on two things; first the bike path extension project given the new information on estimated cost and TID cash availability. Does this Committee still recommend moving forward with the project knowing that it could mean additional borrowing? An additional factor is the PARC grant; MSA will be submitting an application to cover costs up to 50% (\$297,000), but this funding is in no way guaranteed.

The second item for consideration is the total project scope. Given the information on TID 5 cash availability, and newly updated estimates, does this Committee still recommend pursuing the bike path project and complete urbanization & asphalt replacement in this area of CTH N as one project?

Updated bike path estimate	\$594,156.00
CTH N west side urbanization/turn lane extension	\$166,681.60
CTH N remaining asphalt replacement	\$137,304.00
TOTAL ALL-IN PROJECT	\$898,141.60
TID 5 Cash – planned expenditure	(\$450,000)
Previously unplanned borrowing required for “all-in”	\$448,141.60
Potential PARC Grant (maximum award)	(\$297,078.00)
Best-case scenario “all-in” (additional unplanned borrowing req'd)	\$151,063.00