
24TH AVE S IMPROVEMENTS PROJECT

CONSTRUCTION CONTINGENCY AMENDMENT

MARCH 13, 2025

Khai Le, P.E.



PROJECT BACKGROUND



PUGET SOUND ENERGY (PSE) COORDINATION TIMELINE (PRE-CONSTRUCTION)

City notified PSE about the project construction schedule and requested all conflicts to be resolved by March 1, 2023

June 2020

City provided PSE with notice of the proposed project

Utility coordination kick-off meeting

March 2021

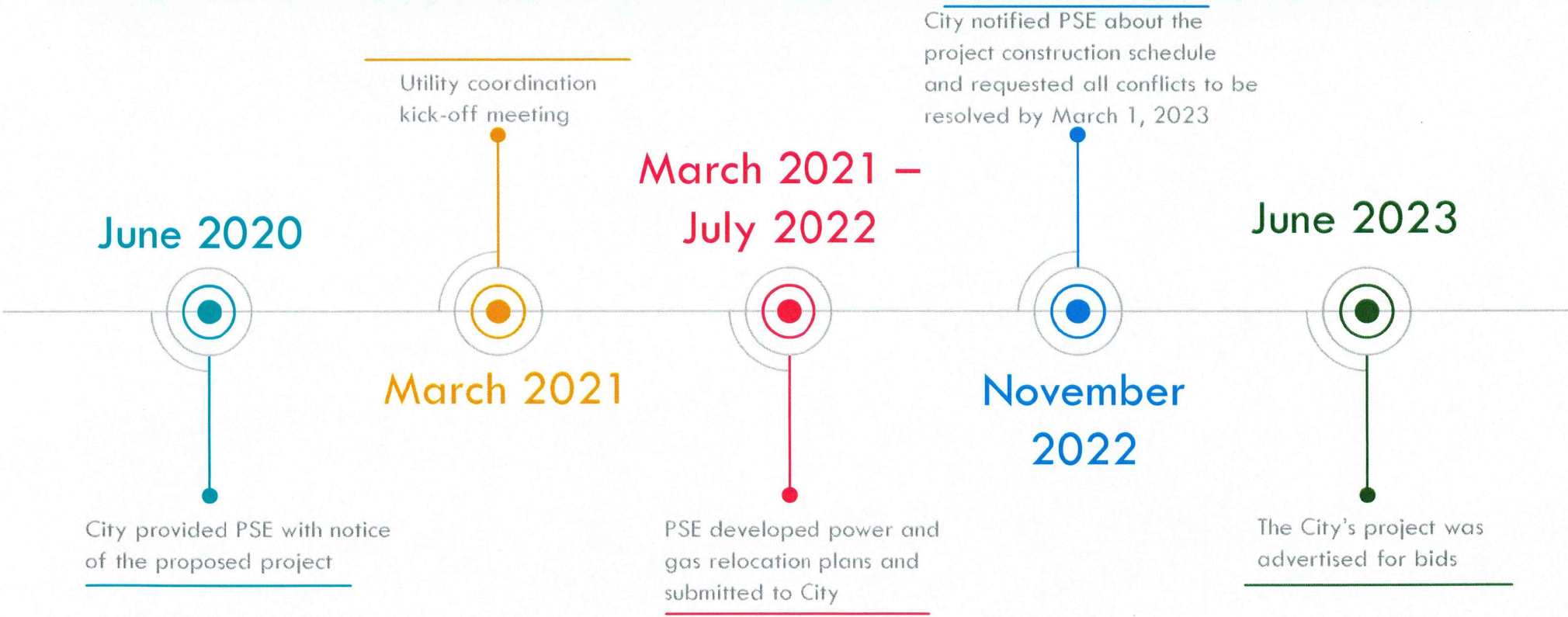
March 2021 –
July 2022

PSE developed power and gas relocation plans and submitted to City

November
2022

June 2023

The City's project was advertised for bids



PSE COORDINATION TIMELINE (DURING CONSTRUCTION)

At pre-construction meeting,
PSE transmission poles (Phase II) and
distribution poles (with communications
still attached) are in conflict

The City directed the contractor to resume
construction activities.
Contractor notified the City about
additional conflicts with PSE gas services

July 2023

Mar 2024

Oct 2024

July 2023

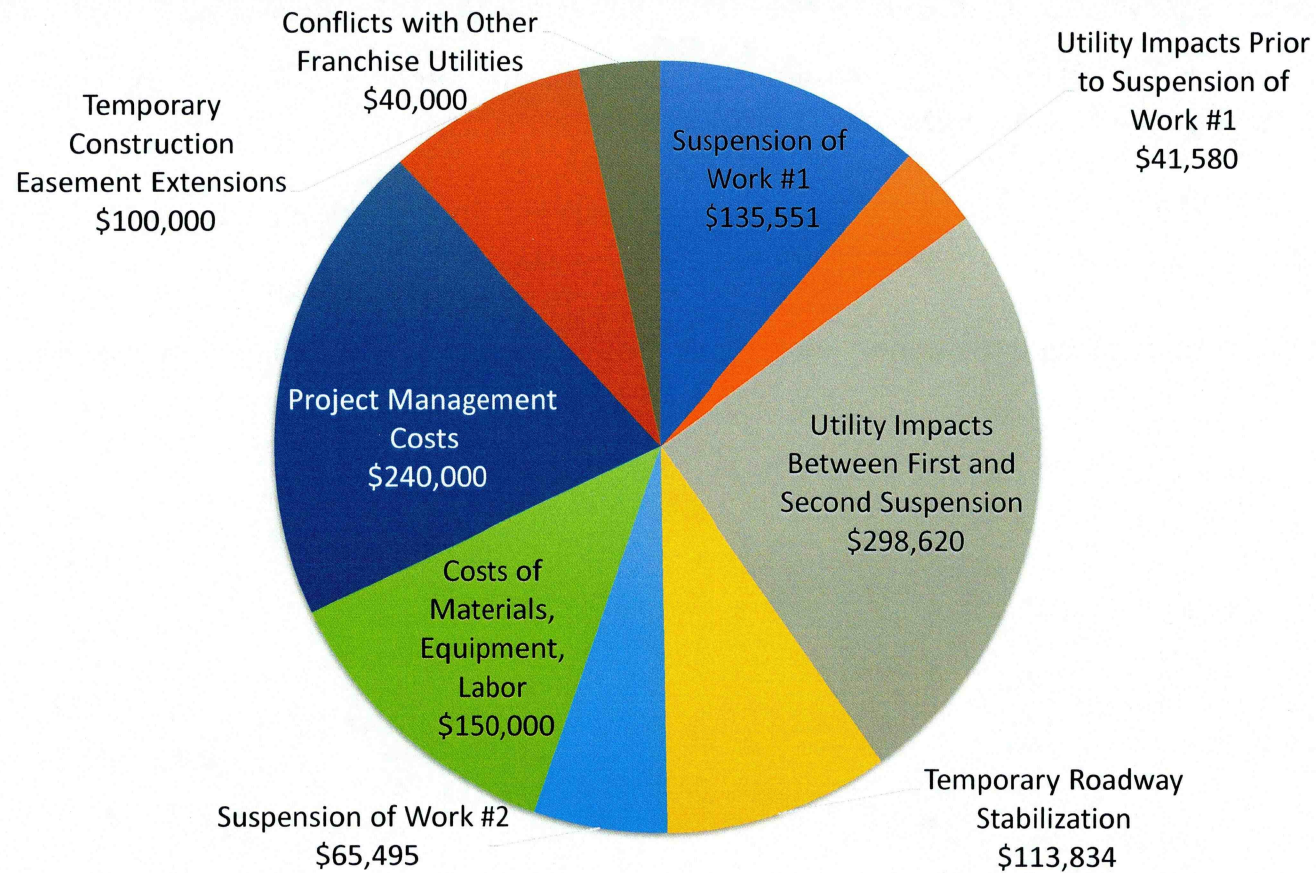
June 2024

PSE notified the City that relocation of
gas and distribution poles (Phase I)
was complete

The City's project went into
Suspension of Work #1.
March 13th PSE relocations complete,
communications still in conflict

The City's project
went into Suspension
of Work #2

CONSTRUCTION COST INCREASES DUE TO PSE CONFLICTS




NEXT STEPS

- The 24th Ave S Improvements Project will resume construction on March 24, 2025, and the contractor expects to complete the project by October 31, 2025
- City staff met with PSE on October 24, 2024, regarding the added construction costs to the City's project and requested reimbursement of added costs due to PSE negligence
- Negotiations with PSE regarding the added construction costs related to PSE utility conflicts are ongoing

RECOMMENDED MOTION(S)

Motion 1: “I move to increase the project construction contingency for the 24th Ave S Improvements Project, in the amount of \$1,185,080, bringing the total project construction contingency to \$1,887,080.


Motion 2: “I move to direct administration to bring forward a budget amendment to the 2025-2030 Capital Improvement Plan and the 2025 Capital Budget to include the amended 24th Ave S Improvements Project as described herein, and include such amendment in the next available budget amendment ordinance.”