

"Consent" or "Regular" Agenda Item?

[Regular]

To: West Fargo City Commission

From: Dan Hanson, City Engineer

Date: October 16, 2023

Subject: District No 1345 – Sandhills 6th Addition

Action: Approve Amended Engineer's Report

Commission President

Bernie Dardis

<u>Primary Portfolio:</u>

Administration/Finance

<u>Secondary Portfolio:</u>

Street, Water and Sewer

Commission Vice President

Brad Olson

<u>Primary Portfolio:</u>
Street, Water and Sewer
<u>Secondary Portfolio:</u>
Police and Fire

Commissioner

Roben Anderson <u>Primary Portfolio:</u>
Planning, Zoning and Engineering <u>Secondary Portfolio:</u>
Sanitation

Commissioner

Mark Simmons

<u>Primary Portfolio:</u>

Police and Fire

<u>Secondary Portfolio:</u>

Planning, Zoning and Engineering

Commissioner

Mandy George

<u>Primary Portfolio:</u>
Sanitation
<u>Secondary Portfolio:</u>
Administration/Finance

City Administrator

Dustin T. Scott

Assistant City Administrator

Vacant

New Information and Recommendation:

On July 10, 2023 the Commission approved an Engineer's Report for this project. Since that time, the Developer has acquired multiple properties and recently approached the City to revise the size of the pond which would allow the plat to be revised to include an additional developable lot (Lot 1, Block 1) of approximately 3 acres. The pond will still be designed to provide regional retention for the Sandhills Archery lot, the Hazer property and the Restad properties along with the Ocho Indy lots. The Developer's intent is to bring an additional plat forward in the future for some of the properties they have acquired which will allow the pond to ultimately be constructed with the project to provide additional regional retention for all properties within the development. The amended Engineer's Report takes into account the construction of the pond to the full build out for the development.

Another change to assessments in the previous version versus the current version, properties that are not directly adjacent to a street have been reduces to an area factor of 25% of a full cost assessment as they are receiving regional benefit, but not direct benefit. These properties are shown in green on the attached Benefit Methodology Map. An example of this is one of the Hazer properties that has their estimated assessment reduced from \$219,961.01 to \$52,613.36.

The following documents are attached for review/consideration:

- Amended Engineer's Report
- Improvement Exhibit
- Benefit Methodology Map
- Associated Resolutions

Staff Recommendation:

Approve Amended Engineer's Report

Financial Analysis:

The modifications proposed increase the total estimated project cost to \$7,470,000 from \$7,360,000 that was presented in the July 10th Engineer's Report, but also reduces the assessed cost per square foot by adding in the additional properties to be assessed.

All costs associated with this project are to be assessed to benefitting properties.

Previously Presented Information and Commission Actions:

May 1, 2023 -

- <u>Staff Recommendation:</u> Accept Petitions for Improvements and Preliminary Work Agreements from both developers; and Authorize preliminary engineering.
- <u>Commission Action:</u> Commissioner Simmons moved and Commissioner Olson seconded to approve. No opposition, motion carried.

July 10, 2023

- <u>Staff Recommendation:</u> Create Improvement District No. 1345, Approve Engineer's Report; Direct Engineer to prepare both a Task Order for "Basic Services" along with Plans and Specifications; and Approve Resolution of Necessity.
- <u>Commission Actions:</u> Commissioner Simmons moved and Commissioner Olson seconded. Commissioner George opposed, motion carried on a 4:1 vote.



Dan Hanson, City Engineer Jerry Wallace, Asst. City Engineer Andrew Wrucke, Asst. City Engineer Kayla Volness, Office Manager

Engineering Department

800 4th Ave E, West Fargo, ND (701) 515-5100 westfargond.gov/Engineer

Engineer's Report

(Pursuant to N.D.C.C. 40-22-10)

Improvement District No.

New Water Supply, Sewerage, Street Systems and Incidentals

Sandhills 6th Addition

General Nature (Scope)

This project will support the development of land located west of 26th St NW between 4th Avenue N and Interstate I-94 that is currently being platted as Sandhills 6th Addition, Sandhills 7th Addition as well as three adjacent parcels. Work will include New Water Supply, Sewerage, Street Systems and Incidentals located within the proposed Sandhills 6th Addition subdivision.

On July 10, 2023, an Engineer's Report was presented to the Commission that was approved. Since that time, the Developer has proposed additional lots to be serviced by the project. A revised Feasibility Study has been completed to show the infrastructure improvements for the development to be installed. The new Feasibility Study added land that has been recently acquired that would also receive benefit.

The biggest change is the addition of a lot that is approximately 3 acres that will also be able to be developed. The addition of these Developer owned parcels to the assessed areas reduces the cost per square foot of assessed properties and opens up further land to be developed even though the total estimated cost of the project has increased by \$110,000.

Purpose

The developers, Ocho Indy, LLC and Ryan Restad, have expressed that they have companies interested in building in the proposed development and this project along with the proposed platting of the two Additions will provide additional commercial properties for development. This project will provide city services to 47.47 acres of properties within the Sandhills 6th Addition plat and the 2.71 acres of property within the Sandhills 7th Addition plat to include water and sewer mains, storm sewer and streets to be installed to West Fargo Standards and Specifications.

Additionally there are three properties adjacent to these plats and this project that will benefit from the proposed improvements as it will provide new streets and utilities to service their properties.

Feasibility

Existing infrastructure in the area is currently established to allow connections and extending of utilities to service the project area as shown in the Feasibility Study. The project is consistent with the City of West Fargo Comprehensive Plan. The project is constructible, and funding would be accomplished via the special assessment process.

District Creation Consideration (N.D.C.C 40-22-10)

The special assessment district for this project included all of the properties within the Sandhills area, however the only properties intended to be assessed are properties adjacent to the improvements that are receiving direct benefit from the project.

Estimate of Probable Cost

Bid Proposal Items	\$4,890,975	\$5,625,000
Contingency (~15%)	\$734,025	
Consultant (Design/Construction)		\$815,000
Legal & Administration		\$280,000
Land Acquisition		\$500,000
Bonding/Interest		\$250,000
Total Estimated Cost		\$7,470,000
Total Estimated Cost		ψ7,170,000
of Funds		
of Funds Special Assessments		\$7,470,000
of Funds Special Assessments City Funds	40	\$7,470,000
of Funds Special Assessments City Funds Capital Impr. Sales Tax	\$0	\$7,470,000
Special Assessments City Funds Capital Impr. Sales Tax Water/Sewer Revenue	\$0	\$7,470,000
of Funds Special Assessments City Funds Capital Impr. Sales Tax		\$7,470,000 \$0

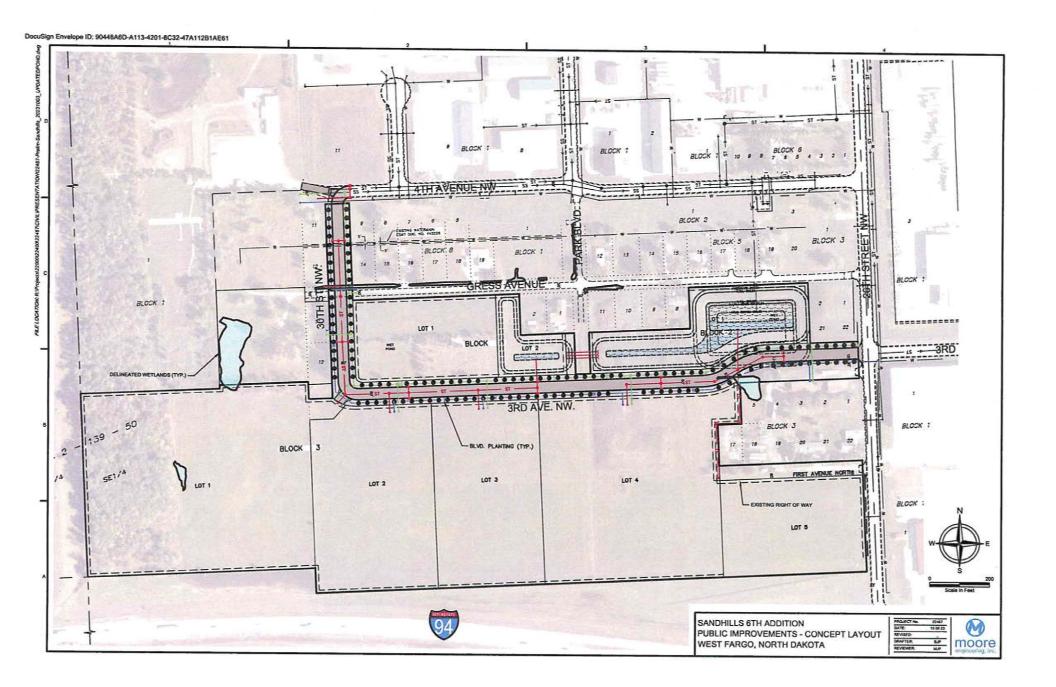
Supporting Documents (available upon request)

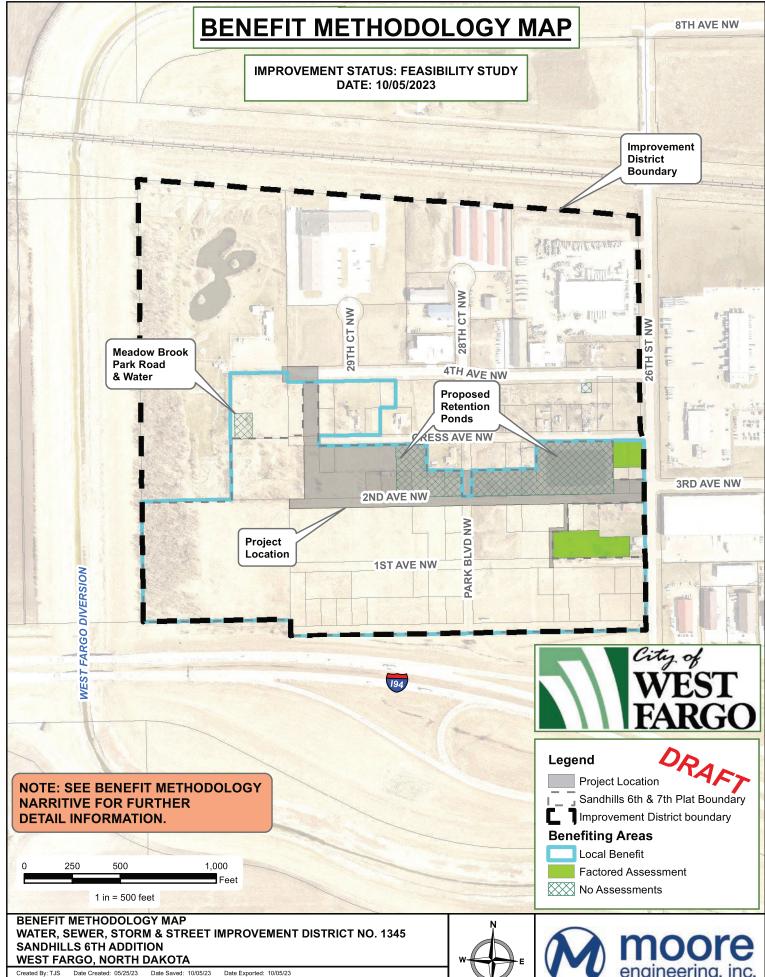
- A. Itemized Estimate of Probable Cost
- B. Amended Feasibility Study
- C. Maps, Drawings, Etc.

The proposed improvements are cost effective and will adhere to city policies as well as applicable state and/or federal regulations.

Daniel R. Hanson, P.E. ND Registration No. 4962







Created By: TJS Date Created: 05/25/23 Date Saved: 10/05/23 Date Exported: 10/05/23 Plotted By: kyle volk Parcel Date: 02/15/22 Aerial Image: 2020 FM Metro Elevation Data: Lidar Horizontal Datum: NAD 1983 StatePlane North Dakota South FIPS 3302 Feet Vertical Datum: NAVD1988 T:\Projects\22400\22467\22467A_1345_BenefitMethodologyMap.mxd





Commissioner introduced the following	ng resolution and moved its adoption:
RESOLUTION APPROVING AME	NDED ENGINEER'S REPORT
BE IT RESOLVED by the Board of City Commissi	oners of the City of West Fargo, North Dakota,
that the report of the Engineer for the City of Wes	st Fargo as to the general nature, purpose and
feasibility along with an estimate of the probable of	ost of the work has been filed with this Board
and that the same is hereby approved as amended	for Improvement District 1345 – New Water
Supply, Sewerage, Street Systems, and Incidentals.	
Dated: October 16, 2023	
	APPROVED:
	President of Board of City Commissioners
ATTEST:	
City Auditor	
The motion for the adoption of the foreg	going resolution was duly seconded by
Commissioner Upon roll call vote bei	ng taken thereon, the following commissioners
voted in favor thereof:	The following
commissioners were absent and not voting:	The following commissioners voted

nay: ______. The majority having voted aye, the motion was carried and the resolution was

duly adopted.

Commissioner introduced the following	ng resolution and moved its adoption:
RESOLUTION DIRECTING ENGINEE	R TO PREPARE AMENDED REPORT
BE IT RESOLVED by the Board of City Commencessary to make certain improvements consist streets, and other essential infrastructure necessary above specified improvements, be constructed and Water Supply, Sewerage, Street Systems; and I hereby directs Daniel Hanson, the Engineer for engineer, to prepare an amended report as to the proposed project and an estimate of the probable	ing of water main, sanitary sewer, storm sewer, by to service the properties in connection with the d made in Improvement District No. 1345 – New Incidentals of the City of West Fargo, the City the City of West Fargo and being a competent the general nature, purpose and feasibility of the
Dated: October 16, 2023	
	APPROVED:
	President of Board of City Commissioners
ATTEST:	
City Auditor	

The motion for the adoption of the foregoing resolution was duly seconded by Commissioner ______. On roll call vote the following commissioners voted aye: ______. The following commissioners voted nay: ______. The following commissioners were absent and not voting: _____. The majority having voted aye, the motion carried and the resolution was duly adopted.