

## LRB - FISCAL SECTION ANALYSIS

**SEPTEMBER 8, 2004**  
**PUBLIC IMPROVEMENTS COMMITTEE**

**ITEM 10, FILE 040625**  
**EMMA J. STAMPS**

File #040625 is a resolution authorizing the proper City officers to execute an Out-of-Program Agreement between Columbia St. Mary's Hospital and the City of Milwaukee for construction of relocated water main in North Lake Drive north of East North Avenue to allow the hospital to proceed with the initial phase of its redevelopment plans. (DPW-Water Works)

### **Background**

1. Columbia St. Mary's hospital is replacing its Lake Drive campus hospital facilities in various phases. The project is located at 2323 North Lake Drive in the 3<sup>rd</sup> aldermanic district.
2. Resolution 040256, adopted July 2004, indicates that the entire project is expected to be completed in 2009.

### **Discussion**

The city water main must be realigned to accommodate a reconfiguration of the hospital's main entrance area at North Lake Drive.

The first phase of the project involves reconfiguration of the hospital's main entrance area and the relocation or realignment of certain hospital and City utilities including realignment of a City water main located at North Lake Drive north of East North Avenue.

The Out-of-Program agreement further provides that:

- The hospital will incur all costs, including reimbursing the Water Works for designing the engineering plans for the water main realignment and inspecting construction work in progress.
- The Milwaukee Water Works agrees to design and inspect the construction of the proposed water main realignment.
- The hospital, and its contractors, shall construct and install the proposed water main realignment.
- The cost of city staff services shall be established as the wages of the person or persons engaged in such work plus all costs of overhead.

File 040625 also authorized the Commissioner to authorize to make minor, non-substantive changes to the Out-of-Program agreement, prior to its execution.

## **Fiscal Impact**

Adoption of File 040625 authorizes the Water Works to accept reimbursements up to an unspecified amount, for services upon execution to the Out-of-Program Agreement. The agreement does provide for the hospital depositing funds with the city for the following:

- \$2,500 for the city's cost of reviewing design engineering plans
- \$28,800 irrevocable letter-of-credit for estimated infrastructure improvements
- \$13,500 for total estimated cost of construction engineering
- Any monetary shortages from actual cash deposits and actual costs

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