## CITY COUNCIL **COMMUNICATION:**

## ITEM

## OFFICE OF THE CITY MANAGER CITY OF DES MOINES, IOWA

02-136

**SYNOPSIS** -

**AGENDA:** 

On the March 18, 2002, Council agenda is a roll call approving payment of a claim by Nationwide Insurance for the removal of underground structures and tanks on Parcel A and Parcel B of the Allied Gateway Campus in the amount of \$202,764.16.

MARCH 18, 2002

**SUBJECT:** 

FISCAL IMPACT -

PAYMENT OF CLAIM FOR ALLIED GATEWAY CAMPUS

Funds for payment of the claim are available in the economic development section of the Capital Improvement Program (CIP).

TYPE:

**RECOMMENDATION -**

**RESOLUTION ORDINANCE** RECEIVE/FILE Approval.

**BACKGROUND** -

**SUBMITTED BY:** 

RICHARD CLARK **DEPUTY CITY** MANAGER

On March 20, 2000, by Roll Call No. 00-796, the City Council approved a Contract for Sale of Land for Private Redevelopment between the City and Nationwide Mutual Insurance Company. The contract provides that the City would remove all existing structures, including basement walls and underground storage tanks, within the parcels conveyed for the project. During construction of the foundation system for the building and parking garage, Nationwide's contractor encountered several underground structural and tank obstructions that were required to be removed. Nationwide has submitted documentation of the costs incurred to remove these obstructions that were reviewed by City staff from engineering, legal,

and economic development and recommended for payment.