

**STATE OF MINNESOTA
DEPARTMENT OF TRANSPORTATION
AND
CITY OF DULUTH
DETOUR AGREEMENT
For Trunk Highway No. 61 Detour**

State Project Number (SP):	<u>6925-145</u>	Original Amount Encumbered
Trunk Highway Number (TH):	<u>61 = 103</u>	<u>\$88,082.61</u>
Federal Project Number:	<u>NHPP-CRP-STBG 0061(353)</u>	

This Agreement is between the State of Minnesota, acting through its Commissioner of Transportation ("State") and the City of Duluth acting through its City Council ("City").

Recitals

1. The State is about to perform grading, mill, overlay, ADA improvements and roundabout construction upon, along, and adjacent to Trunk Highway No. 61 from 26th Avenue East to 0.14 miles north of 60th Avenue East under State Project No. 6925-145 (TH 61=103); and
2. The State requires a detour to carry TH 61 traffic on Superior Street, 40th Avenue East, 26th Avenue East and 21st Avenue East during the construction; and
3. The State is willing to reimburse the City for the road life consumed by the detour as hereinafter set forth; and
4. A portion of the TH 61 detour route is in poor to fair shape and may not be able to support Trunk Highway Traffic. The State will provide a lump sum payment to the City toward a one-and-a-half-inch bituminous overlay to help bring that portion of the detour route to an acceptable standard; and
5. Minnesota Statutes § 471.59, subdivision 10, § 161.25, and § 161.20, subdivision 2(b), authorize the parties to enter into this Agreement.

Agreement

1. Term of Agreement; Incorporation of Exhibits

- 1.1. Effective Date.** This Agreement will be effective on the date the State obtains all signatures required by Minnesota Statutes § 16C.05, subdivision 2.
- 1.2. Expiration Date.** This Agreement will expire when the State removes all detour signs, returns the temporary Trunk Highway detour to the City, and pays for the detour compensation.

2. Agreement Between the Parties

2.1. Detour.

- A. Location.** The State will establish the TH 61 detour route on the following City streets as detailed in the project plans or Special Provisions:

Stage 1A & 1B – Superior Street and 21st Avenue East for a total distance of 4.77 miles.

Stage 1C & 1D (Car) (South) – Superior Street and 40th Avenue East for a total distance of 2.87 miles.

Stage 1C & 1D (Truck) (South) – Superior Street and 21st Avenue East for a total distance of 2.20 miles.

Stage 1C & 1D (Car) (North) – 21st Avenue East, Superior Street and 40th Avenue East for a total distance of 2.46 miles.

Stage 2B Phase 2 & Stage 2C (Car) (South) – Superior Street and 26th Avenue East for a total distance of 4.40 miles.

Stage 2B Phase 2 & Stage 2C (Truck) (South) – Superior Street and 21st Avenue East for a total distance of 4.77 miles.

- B. *Modification of the Detour Route.*** The State may modify the detour route or may add additional roadways to the official detour during construction. The State will request concurrence from the City for changes to the detour route. If such change increases the States total payment amount over the maximum obligation in Article 3.2, the Agreement will be amended.
 - C. *Axle Loads and Over-Dimension Loads.*** The City will permit 10-ton axle loads on the detour route.
 - D. *Traffic Control Devices.*** The State may install, maintain, and remove any traffic control devices it considers necessary to properly control the detoured traffic. The State may paint roadway markings, such as the centerline, edge lines, and necessary messages.
 - E. *Detour Maintenance.*** The State will perform any necessary bituminous patching and ordinary maintenance on the roadway or shoulder of the City streets used for the detour, at no cost or expense to the City. Bituminous patching is defined as any work, including continuous full width overlays, less than 100 feet in length. All State expenditures beyond those required for bituminous patching and ordinary maintenance will be credited against the road life consumed reimbursement due the City.
 - F. *Duration.*** The State will provide the City with advance notice identifying the dates the State intends to place and remove the detour signing.
- 2.2. *Basis of State Cost (Road Life Consumed).*** The State will reimburse the City for the road life consumed by the detour using the following methods, as set forth in the Detour Management Study Final Report dated January 1991, and updated by MnDOT's Policy on Cost Participation for Cooperative Construction Projects and Maintenance Responsibilities between MnDOT and Local Units of Government.
- A.** The "Gas Tax Method" formula, multiplies the Combined Tax Factor per mile times the Average Daily Traffic ("ADT") count of vehicles diverted from the Trunk Highway times the city street length in miles times the duration of the detour in days to determine the State's cost for the road life consumed by the detour. If an ADT changes, the parties will amend the Agreement.
 - B.** The City may, at its option, perform an "Equivalent Overlay Method" analysis. A State-approved firm, at no cost or expense to the State, must perform the testing and analysis. The City will keep records and accounts to verify any claim it might bring against the State for additional costs using the "Equivalent Overlay Method".

2.3. *Basis of State Cost (Lump Sum Payment for Bituminous Overlay).*

- A.** A portion of the detour on Superior Street from 45th Avenue East to the Duluth East High School bus entrance may not be able to adequately support Trunk Highway Traffic. The State will pay a lump sum amount of **\$60,000.00** to the City toward a one-and a half inches bituminous overlay and associated striping to help bring that portion of the detour route to an acceptable standard. This lump sum payment will be in lieu of a Road Life Consumed payment for that portion of the detour route and will be excluded from reimbursement under article 2.2.A.

3. Payment

3.1. For Road Life Consumed. \$28,082.61 is the State's estimated cost for the road life consumed by the detour based on the data below:

<u>Stage</u>	<u>Tax Factor</u>	<u>ADT</u>	<u>Road Length (Miles)</u>	<u>Duration (Days)</u>	<u>Cost</u>
Stage 1A & 1B	0.00513	6760	4.21	40	\$5,839.91
Stage 1C & 1D (Car) (South)	0.00513	6336	2.41	96	\$7,520.05
Stage 1C & 1D (Truck) (South)	0.00513	424	1.64	96	\$342.45
Stage 1C & 1D (Car) (North)	0.00513	8884	2.46	96	\$10,762.97
Stage 2B Phase 2 & Stage 2C (Car) (South)	0.00513	6336	3.84	27	\$3,369.98
Stage 2B Phase 2 & Stage 2C (Truck) (South)	0.00513	424	4.21	27	\$247.25
Road Life Consumed Amount:					<u>\$28,082.61</u>

The State's total payment for the road life consumed by the detour is equal to the amount computed by using the "Gas Tax Method" formula plus any amount determined by using the "Equivalent Overlay Method" analysis that is in excess of twice the "Gas Tax Method" amount.

3.2. Lump Sum Payment for Bituminous Overlay. \$60,000.00 is the State's full and complete lump sum payment amount for bituminous overlay on Superior Street as described in Article 2.3.A.

3.3. Maximum Obligation. \$250,000.00 is the maximum obligation of the State under this Agreement and must not be exceeded unless the maximum obligation is increased by execution of an amendment to this Agreement.

3.4. Conditions of Payment – Road Life Consumed. The State will pay the City the State's total road life consumed payment amount after the following conditions have been met:

- A. Execution of this Agreement and the City's receipt of the executed Agreement.
- B. State's encumbrance of the State's total payment amount.
- C. State's removal of all detour signs.
- D. State notifies the City of the removal of the detour signs, and the number of days the detour was in effect.
- E. State's receipt of a written request from the City for payment.

3.5. Conditions of Payment – Lump Sum for Bituminous Overlay. The State will pay the City the State's total lump sum amount for bituminous overlay after the following conditions have been met:

- A. Execution of this Agreement and the City's receipt of the executed Agreement.
- B. State's encumbrance of the State's total payment amount.

C. State's receipt of a written request from the City for payment.

4. Release of Road Restoration Obligations

By accepting the State's road life consumed payment plan and total payment amount, the City releases the State of its obligation, under Minnesota Statutes § 161.25, to restore the city streets used as a TH 61 detour to as good of condition as they were before designation as temporary trunk highways.

5. Authorized Representatives

Each party's Authorized Representative is responsible for administering this Agreement and is authorized to give and receive any notice or demand required or permitted by this Agreement.

5.1. The State's Authorized Representative will be:

Name, Title: Morris Luke, Assistant District Traffic Engineer (or successor)
 Address: 1123 Mesaba Ave., Duluth, MN 55811
 Telephone: (218) 725-2778
 E-Mail: morris.luke@state.mn.us

5.2. The City's Authorized Representative will be:

Name, Title: Cindy Voigt, City Engineer (or successor)
 Address: 411 West 1st Street, 240 City Hall, Duluth, MN 55802
 Telephone: (218) 730-5071
 E-Mail: cvoigt@duluthMN.gov

6. Assignment; Amendments; Waiver; Contract Complete

- 6.1. Assignment.** No party may assign or transfer any rights or obligations under this Agreement without the prior consent of the other party and a written assignment agreement, executed and approved by the same parties who executed and approved this Agreement, or their successors in office.
- 6.2. Amendments.** Any amendment to this Agreement must be in writing and will not be effective until it has been executed and approved by the same parties who executed and approved the original Agreement, or their successors in office.
- 6.3. Waiver.** If a party fails to enforce any provision of this Agreement, that failure does not waive the provision or the party's right to subsequently enforce it.
- 6.4. Contract Complete.** This Agreement contains all prior negotiations and agreements between the State and the City. No other understanding regarding this Agreement, whether written or oral, may be used to bind either party.

7. Liability

The City and State will be responsible for their own acts and omissions, to the extent authorized by law. Minnesota Statutes § 3.736 governs the State's liability. Minnesota Statutes, Chapter 466 governs the liability of the City.

8. State Audits

Under Minnesota Statutes § 16C.05, subdivision 5, the City's books, records, documents, and accounting procedures and practices relevant to this Agreement are subject to examination by the State and the State Auditor or Legislative Auditor, as appropriate, for a minimum of six years from the end of this Agreement.

9. Government Data Practices

The City and State must comply with the Minnesota Government Data Practices Act, Minnesota Statutes Chapter 13, as it applies to all data provided by the State under this Agreement, and as it applies to all data created, collected, received, stored, used, maintained, or disseminated by the City under this Agreement. The civil remedies of Minnesota Statutes § 13.08 apply to the release of the data referred to in this clause by either the City or the State.

10. Governing Law; Jurisdiction; Venue

Minnesota law governs the validity, interpretation, and enforcement of this Agreement. Venue for all legal proceedings arising out of this Agreement, or its breach, must be in the appropriate state or federal court with competent jurisdiction in Ramsey County, Minnesota.

11. Termination; Suspension

11.1. *By Mutual Agreement.* This Agreement may be terminated by mutual agreement of the parties or by the State for insufficient funding as described below.

11.2. *Termination for Insufficient Funding.* The State may immediately terminate this Agreement if it does not obtain funding from the Minnesota Legislature, or other funding source; or if funding cannot be continued at a level sufficient to allow for the payment of the services covered here. Termination must be by written or fax notice to the City. The State is not obligated to pay for any services that are provided after notice and effective date of termination. However, the City will be entitled to payment, determined on a pro rata basis, for services satisfactorily performed to the extent that funds are available. The State will not be assessed any penalty if this Agreement is terminated because of the decision of the Minnesota Legislature, or other funding source, not to appropriate funds.

11.3. *Suspension.* In the event of a total or partial government shutdown, the State may suspend this Agreement and all work, activities, performance, and payments authorized through this Agreement. Any work performed during a period of suspension will be considered unauthorized work and will be undertaken at the risk of non-payment.

12. Force Majeure

No party will be responsible to the other for a failure to perform under this Agreement (or a delay in performance), if such failure or delay is due to a force majeure event. A force majeure event is an event beyond a party's reasonable control, including but not limited to, unusually severe weather, fire, floods, other acts of God, labor disputes, acts of war or terrorism, or public health emergencies.

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STATE ENCUMBRANCE VERIFICATION

Individual certifies that funds have been encumbered as required by Minnesota Statutes § 16A.15 and 16C.05.

Signed: _____

Date: _____

SWIFT Purchase Order: 3000842027

CITY OF DULUTH

The undersigned certify that they have lawfully executed this contract on behalf of the Governmental Unit as required by applicable charter provisions, resolutions, or ordinances.

By: _____
(Mayor)

Date: _____

Attested: _____
(City Clerk)

Date: _____

Approved as to form:

By: _____
(City Attorney)

Date: _____

Countersigned: _____
(City Auditor)

Date: _____

DEPARTMENT OF TRANSPORTATION

Recommended for Approval:

By: _____
(District Engineer)

Date: _____

Approved:

By: _____
(State Design Engineer)

Date: _____

COMMISSIONER OF ADMINISTRATION

By: _____
(With Delegated Authority)

Date: _____

CITY OF DULUTH

RESOLUTION

IT IS RESOLVED that the City of Duluth enter into MnDOT Agreement No. 1061151 with the State of Minnesota, Department of Transportation for the following purposes:

To provide for payment by the State to the City for the use of Superior Street, 40th Avenue East, 26th Avenue East and 21st Avenue East as a detour route during the construction to be performed upon, along, and adjacent to Trunk Highway No. 61 from 26th Avenue East to 0.14 miles north of 60th Avenue East under State Project No. 6925-145 (TH 61=103).

IT IS FURTHER RESOLVED that the _____
(Title)
and the _____
(Title)
are authorized to execute the Agreement and any amendments to the Agreement.

CERTIFICATION

I certify that the above Resolution is an accurate copy of the Resolution adopted by the Council of the City of Duluth at an authorized meeting held on the _____ day of _____, 2025, as shown by the minutes of the meeting in my possession.

Subscribed and sworn to me this _____ day of _____, 2025

Notary Public _____

My Commission Expires _____

(Signature)

(Type or Print Name)

(Title)