MEMORANDUM

TO: Gary Knopp, Assembly President
    Members, Kenai Peninsula Borough Assembly

THRU: David R. Carey, Kenai Peninsula Borough Mayor
      Craig Chapman, Finance Director
      Mark Fowler, Purchasing & Contracting Officer

FROM: Doug Schoessler, Road Service Area Director

DATE: April 15, 2011

SUBJECT: Resolution 2011-034, Road Service Area Capital Improvement Project:
         Mercedes Court #N2MER Contract Award and Allocation

KPB Resolution 2011-034 was submitted with blanks for consideration at the April 19, 2011
Assembly meeting. This memo and accompanying bid tab includes the information to fill in the
blanks.

The Kenai Peninsula Borough Road Service Area solicited bids for Mercedes Court Capital
Improvement Project #N2MER for completion in summer 2011. The lowest responsive bid was
received from G&H Construction in the amount of $56,598.61 for the Mercedes Court project.
The total cost for this project is $90,461.00 which includes RSA project management wages,
engineering, construction costs, inter-departmental charges, and contingency.

This project is submitted to the assembly for approval because funds for CIP’s have only been
appropriated by the assembly but not yet allocated. This project has been approved through
Road Service Area Resolution 2009-10 Approving the FY2011 Capital Improvement Projects.

Please add the following language to fill in the blanks on resolution 2011-034.

➢ Amend the 5th whereas clause as follows:

WHEREAS, the RSA has solicited and received five (5) bids for the RSA Capital Improvement
Project: Mercedes Court #N2MER; and
➢ Amend the 6th whereas clause as follows:

WHEREAS, the bids have been reviewed by the RSA and the low responsive bid was submitted by G&H Construction;

➢ Amend section 1 of the resolution as follows:

SECTION 1. That the mayor is authorized to award a contract to G&H Construction to perform the work for RSA Capital Improvement Project: Mercedes Court #N2MER for the bid amount of $56,598.61.

➢ Amend section 2 of the resolution as follows:

SECTION 2. That the mayor is authorized to allocate project cost, $90,461.00, to account number 434.33950.N2MER.49999.

FINANCE DEPARTMENT FUNDS
VERIFIED

Acct. # 434.33950.9STIP.49999
Amount $ 90,461.00
By: Date: 4/18/11
KENAI PENINSULA BOROUGH
PURCHASING & CONTRACTING

BID TAB FOR: ITB11-050 RSA 2011 CIP Mercedes Court

<table>
<thead>
<tr>
<th>CONTRACTOR</th>
<th>BASE BID</th>
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<tbody>
<tr>
<td>G&amp;H Construction</td>
<td>$56,598.61</td>
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<tr>
<td>S&amp;R Enterprises</td>
<td>$66,828.60</td>
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<tr>
<td>Hammond Trucking</td>
<td>$64,023.45</td>
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<tr>
<td>Foster Construction</td>
<td>$75,776.00</td>
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<tr>
<td>Wolverine Supply</td>
<td>$106,687.00</td>
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</tbody>
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Engineers Estimate: $69,640.00

DUE DATE: April 13, 2011 @ 2:00 PM

KPB OFFICIAL: Mark Fowler, Purchasing & Contracting Officer