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: August 1, 2011

SUBJECT: Resolution 2011-080, Road Service Area Capital Improvement Project:
          Ridgefield Road and Fishhook Road #W4RID Contract Award and Allocation

KPB Resolution 2011-080 was submitted with blanks for consideration at the August 2, 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 Ridgefield Road and
Fishhook Road Capital Improvement Project #W4RID for completion in summer 2011. The
lowest responsive bid was received from Covey Enterprises in the amount of $415,757.65 for the
Ridgefield Road and Fishhook Road project. The total cost for this project is $495,956.00 which
includes RSA project management wages, engineering, construction costs, inter-departmental
charges, utility relocations 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 2011-080:

➢ Amend the 5th whereas clause as follows:

WHEREAS, the RSA has solicited and received four (4) bids for the RSA Capital
Improvement Project: Ridgefield Road and Fishhook Road #W4RID; and

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Amend the 6th whereas clause as follows:

WHEREAS, the bids have been reviewed by the RSA and the low responsive bid was submitted by Covey Enterprises:

Amend section 1 of the resolution as follows:

SECTION 1. That the mayor is authorized to award a contract to Covey Enterprises to perform the work for RSA Capital Improvement Project: Ridgefield Road and Fishhook Road #W4RID for the bid amount of $415,757.65.

Amend section 2 of the resolution as follows:

SECTION 2. That the mayor is authorized to allocate project cost, $495,956.00 to account number 434.33950.W4RID.49999.

FINANCE DEPARTMENT FUNDS VERIFIED

Acct. # 434.33950.9STIP.49999
Amount $495,956.00
By: ___________________ Date: 9/1/2011
<table>
<thead>
<tr>
<th>CONTRACTOR</th>
<th>BASE BID</th>
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<tr>
<td>East Road Services</td>
<td>$441,552.75</td>
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<tr>
<td>J. C. Johnson &amp; Son</td>
<td>$546,345.50</td>
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<tr>
<td>Covey Enterprises</td>
<td>$415,757.65</td>
</tr>
<tr>
<td>Arno Construction</td>
<td>$511,672.50</td>
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<tr>
<td><strong>Engineers Estimate</strong></td>
<td><strong>$448,862.50</strong></td>
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**DUE DATE:** July 27, 2011 @ 2:00 PM

**KPB OFFICIAL:**

Mark Fowler, Purchasing & Contracting Officer