

## **POSSIBLE MOTION**

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**I move to approve an award to Coastal Excavation Inc., in the amount of \$812,433.13 for completion of the Hollywood Way and New Archangel Street Utility and Street Improvements project**

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## MEMORANDUM

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**To:** Mayor McConnell and Members of the Assembly  
Mark Gorman, Municipal Administrator

**From:** Michael Harmon, P.E., Public Works Director  
Dan Tadic, P.E., Municipal Engineer  
David Longtin, P.E., Senior Engineer

**Reviewed:** Tori Fleming, Contract Coordinator  
Jay Sweeney, Chief Finance and Administrative Officer

**Date:** December 1, 2014

**Subject:** Hollywood Way and New Archangel Street Utility and Street Improvements  
Recommendation for Award of Contract to Coastal Excavation, LLC

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Background:

The Public Works Department advertised an Invitation to Bid for the Hollywood Way and New Archangel Street Utility and Street Improvements project in accordance with City and Borough of Sitka (CBS) procurement policies. The project scope includes replacement and/or extension of existing CBS water, sewer and storm drainage utilities and new pavement, curb & gutter and sidewalk.

Bids were opened for this project on November 25, 2014. Two responsive and responsible bids were received, as indicated in the following table

Bidder	Base Bid	Additive Alternate	Total Bid
Coastal Excavation, LLC	\$ 734,428.23	\$ 78,004.90	\$ 812,433.13
Aggregate Construction, Inc.	\$ 834,233.00	\$ 60,880.00	\$ 895,113.00
Engineer's Estimate	\$ 679,405.00	\$ 76,474.00	\$ 755,879.00

The base bid provides for replacement of existing utilities. The additive alternate extends the water main on Hollywood Way. The Hollywood Way main from DeGross Street currently dead-ends approximately half way to Sawmill Creek Road. The additive alternate proposes to push it through to Sawmill Creek Road, improving water circulation and flow characteristics.

Analysis:

Public Works proposes to award a contract to Coastal Excavation, LLC, in the amount of \$812,433.13 for this project, to complete the base bid and the additive alternate. The work is anticipated to be finished by August 2015.

Fiscal Note:

The project budget consists of the following revenue sources:

\$220,000.00	CBS funding (water, wastewater and streets budgets)
+ \$552,300.00	Alaska Department of Environmental Conservation (ADEC) grant
+ \$750,000.00	<u>ADEC loans</u>
<b>\$1,524,300.00</b>	<b>total project funding available</b>

The ADEC Municipal Matching Grant program offers a 70% grant / 30% municipal match for communities with a population of less than 10,000. The loan will be used for the local match. It is anticipated that the majority of the loan will not be needed.

**Recommendation:**

**Award a contract to Coastal Excavation, LLC, in the amount of \$812,433.13 for completion of the Hollywood Way and New Archangel Street Utility and Street Improvements project.**