

City of Bethel Action Memorandum

Action memorandum No.	18-23		
Date action introduced:	March 27, 2018	Introduced by:	Peter Williams, City Manager
Date action taken:	March 27, 2018	<input checked="" type="checkbox"/> Approved	<input type="checkbox"/> Denied
Confirmed by:	<i>KM</i>		

Action Title: Authorize City Administration to negotiate and execute a construction contract with Company X in the amount of \$1,389,850 to repair the existing sewer lagoon jetty.

Attachment(s): None.

Department/Individual:	Initials:	Remarks:
Administration / Peter Williams	<i>PW</i>	<i>Recommend</i>
Finance / Jim Chevigny		
Public Works / Bill Arnold	<i>BA</i>	<i>RECOMMENDS</i>

Amount of fiscal impact:		Account information:
	No fiscal impact at this time.	
\$1,389,850	Funds in USDA-RD Grant/Loan Budget.	42-50 / 64-50 / 64-51
	Requires funding in FY 2019 Budget.	

Summary Statement

The City of Bethel hired CH2M Engineer firm to prepare the design and construction bid documents, and serve as project manager for the Sewer Lagoon Jetty Repair project. CH2M prepared the construction bid documents, which were reviewed and approved by USDA-RD and the City of Bethel. Bid documents to hire a contractor to repair the jetty were issued on or about February 9, 2018 and two bid packages were received by the March 9, 2018 deadline.

A pre-bid conference was held at City Hall in Bethel on February 21, 2018. Three contractors attended the meeting and two expressed interest in preparing and submitting a bid package.

CH2M reviewed the two bid packages submitted and qualified the company with the lowest bid price. USDA-RD concurred with the selection. The following lump sum bid prices were received:

Company X \$1,389,850
 Company Y \$1,951,468

The City's three funding sources to pay for this contract are given in order of application:

1. State of Alaska Designated Legislative Grant (\$700,000)
2. USDA-RD Loan (\$913,000)
3. USDA-RD Grant (1,669,358)

