



MEMORANDUM

Resolution 25-091, A Resolution of the City Council of Homer, Alaska, Awarding a Contract for the Construction of the Raw Water Transmission Line Replacement Project to Southcentral Construction, Inc. of Anchorage, Alaska, in the Amount of \$1,413,485.37 and Authorizing the City Manager to Negotiate and Execute the Appropriate Documents. City Manager/Public Works Director.

Item Type: Backup Memorandum
Prepared For: City Council
Date: October 14, 2025
From: Daniel Kort, Public Works Director
Through: Melissa Jacobsen, City Manager

I. Issue:

The purpose of this Memorandum is to request approval to award the construction contract for the Raw Water Transmission Line Replacement Project to Southcentral Construction, Inc.

II. Background:

The Raw Water Transmission Line is a very old cast iron pipe that conveys water from the Raw Water Pump house on the shore of Bridge Creek Reservoir to the Drinking Water Treatment Plant. This pipe has had numerous cracks/failures in recent years due to the age and condition of the pipe. A catalyst of this project is being proactive, because if the City experienced a serious earthquake, a major failure is possible that could leave the entire City without water for a prolonged duration. The City Council adopted Ordinance 20-56, which appropriated \$215,000 which was later increased to \$247,585 by Ordinance 21-18 for the design of a new raw water transmission line.

The City received a grant from the Alaska Department of Homeland Security and Emergency Management through the Hazard Mitigation Grant Program which was accepted by Ordinance 23-58. The grant originally awarded was \$2,109,033 but was increased to \$2,229,333 to include the installation of new fiber optic cable running parallel to the water main.

III. Bids Received:

In accordance with the procurement policy manual, the City advertised an invitation to bid in the Homer News on August 7 and 14, 2025 and in the Anchorage Daily News on August 10, 2025.

Bids were opened at 2:00 PM on September 19, 2025, and six bids were received as listed in the table below. As indicated in the table below, Southcentral Construction, Inc was the lowest responsive bidder.

Bidder	Bid Value
Southcentral Construction, Inc.	\$1,413,485.37
East Road Services, Inc.	\$1,598,008.00
Bristol Prime Contractors, LLC	\$3,807,244.61
Central Environmental, Inc.	\$2,821,567.50
Granite Construction Company	\$3,108,351.00
Caliber Construction Alaska, LLC	\$3,995,280.64

IV. Recommendation

The Public Works Department recommends that the Homer City Council award the contract for the construction of the Raw Water Line Replacement Project to Southcentral Construction, Inc. of Anchorage Alaska in the amount of \$1,413,485.37.