

1 **CITY OF HOMER**  
2 **HOMER, ALASKA**

3 City Manager/  
4 Public Works Director

5 **RESOLUTION 23-097**  
6

7 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA  
8 AUTHORIZING ISSUANCE OF A SOLE SOURCE CONTRACT IN THE  
9 NOT TO EXCEED AMOUNT OF \$42,500 TO ARNO CONSTRUCTION,  
10 INC. OF HOMER, ALASKA, TO INSTALL WATER AND SEWER  
11 SERVICE LINES FOR A FUTURE RESTROOM AT JACK GIST PARK  
12 AND AUTHORIZING THE CITY MANAGER TO NEGOTIATE AND  
13 EXECUTE THE APPROPRIATE DOCUMENTS.  
14

15 WHEREAS, The FY 23 Capital Budget was amended by Ordinance 23-37 to appropriate  
16 \$42,500 from the HAWSP Fund to install water and sewer service lines for a future Jack Gist  
17 Park Restroom; and  
18

19 WHEREAS, Arno Construction, Inc., was contracted to build the road, water and sewer  
20 improvements for the Jack Gist Subdivision, and the water and sewer mains will cross the  
21 Jack Gist Park parking lot; and  
22

23 WHEREAS, Homer City Code allows exceptions to be made to bidding requirements in  
24 cases where a sole source procurements is justified, HCC 3.16.060(i); and  
25

26 WHEREAS, A sole source procurement is justified because:

- 27 1. Arno Construction will be on site with its equipment and materials, doing  
28 exactly the same work for the service line connections as it will be doing for  
29 the subdivision improvements and it is highly unlikely another contractor  
30 could mobilize and perform the same work as cost effectively; and
- 31 2. It is late in the construction season, so waiting until Arno Construction is  
32 finished with the subdivision, will push the service line installation, if done  
33 by another contractor, to 2024; and
- 34 3. It is not feasible to have two contractors doing underground utility work in  
35 the same place at the same time.  
36

37 WHEREAS, Arno Construction's quote to install the service connections is \$42,500 which  
38 is deemed fair and reasonable compared to historic costs for similar work; and  
39

40 WHEREAS, It is requested that a small contingency be added in case actual quantities  
41 installed during construction differ slightly from the computed quantities.  
42

43 NOW THEREFORE BE IT RESOLVED that the Homer City Council hereby authorizes  
44 issuance of a sole source contract to Arno Construction, Inc. of Homer, Alaska, in the Not to



45 Exceed amount of \$42,500 to install water and sewer service lines in Jack Gist Park to serve a  
46 future restroom and Authorizes the City Manager to Negotiate and Execute the Appropriate  
47 Documents.

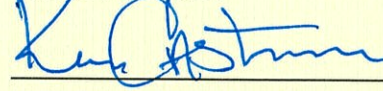
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49 PASSED AND ADOPTED by the Homer City Council this 25<sup>th</sup> day of September, 2023.

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CITY OF HOMER



KEN CASTNER, MAYOR

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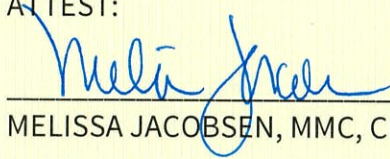
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56 ATTEST:

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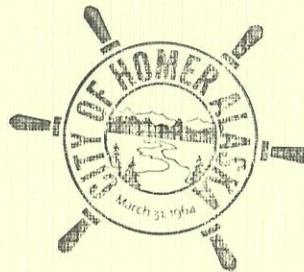
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MELISSA JACOBSEN, MMC, CITY CLERK

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# MEMORANDUM

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**Resolution 23-097, A Resolution Authorizing Issuance of a Sole Source Contract to Arno Construction, Inc., of Homer, Alaska, In The Not To Exceed Amount of \$42,500 To Install Water and Sewer Service Lines for a Future Restroom at Jack Gist Park and Authorizing the City Manager to Negotiate and Execute the Appropriate Documents.**

**Item Type:** Backup Memorandum  
**Prepared For:** City Council  
**Date:** September 7, 2023  
**From:** Janette Keiser, PE, Public Works Director/City Engineer  
**Through:** Rob Dumouchel, City Manager

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**I. Issue:** The purpose of this Memorandum is to request approval to award a contract to Arno Construction, Inc., to install water/sewer service lines for a future Jack Gist Park restroom.

**II. Background:**

The FY23 Capital Budget includes \$42,500 appropriated from the HAWSP Fund through the adoption of Ordinance 23-37 for the purpose of installing water and sewer service lines in Jack Gist Park for a future restroom.

Arno Construction, Inc. ("Arno") is building the road, water and sewer improvements for the Jack Gist Subdivision. The water and sewer mains will cross the Jack Gist Park parking lot. It makes sense for Arno to install the service connections from these mains to the site of the future restroom as well.

Homer City Code allows exceptions to be made to bidding requirements in certain cases. See HCC 3.16.060. One of these exceptions is for sole source procurements. HCC 3.16.060(i). A sole source procurement is justified because Arno will be on site with its equipment and materials, doing exactly the same work for the service line connections as it will be doing for the subdivision improvements. It is highly unlikely another contractor could mobilize and perform the same work as cost effectively. Further, it is late in the construction season. Waiting until Arno is finished with the subdivision, will push the service line installation, if done by another contractor, to 2024. It is not feasible to have two contractors doing underground utility work in the same place at the same time.

Arno's quote to install the service connections is \$42,500, which is deemed fair and reasonable, compared to historic costs for similar work.

- III. RECOMMENDATIONS:** That the City Council approves a sole source contract to Arno Construction to install water and sewer connection lines in Jack Gist Park for a future restroom.