1 CITY OF HOMER 2 HOMER, ALASKA 3 City Manager 4 Public Works Director 5 **RESOLUTION 23-102** 6 7 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA 8 AUTHORIZING REIMBURSEMENT IN THE AMOUNT OF \$110,000 TO 9 BEACHY CONSTRUCTION FOR THE CONSTRUCTION OF A 10 SHOULDER EXTENSION ON WEST FAIRVIEW AVENUE FOR USE BY NON-MOTORIZED TRANSPORTATION AND AUTHORIZING THE 11 12 CITY MANAGER TO NEGOTIATE AND EXECUTE THE APPROPRIATE DOCUMENTS. 13 14 15 WHEREAS, Ordinance 23-35(A) appropriated \$110,000 from the HART Roads Fund as part of the former Non-Motorized Transportation Opportunity Program, for the construction 16 17 of an extended shoulder on the West Fairview Avenue Extension Project that would be built 18 as part of the Terra Bella Subdivision; and 19 20 WHEREAS, The developer of the Terra Bella Subdivision is Beachy Construction; and 21 WHEREAS, Homer City Code allows exceptions to be made to bidding requirements in 22 23 the case where a sole source procurements is justified, HCC 3.16.060(i); and 24 25 WHEREAS, A sole source procurement is justified because: 1. Beachy Construction will be on site with its subcontractors, equipment and 26 27 materials, doing exactly the same work for the subdivision development as 28 it will be doing for the extended shoulder and it is highly unlikely another developer or contractor could mobilize and perform the same work as cost 29 effectively; and 30 2. It is not feasible to have two contractors doing underground utility work in 31 32 the same place at the same time. 33 34 WHEREAS, Beachy Construction's cost to perform the work is deem fair and reasonable, compared to historic costs for similar work. 35 36 37 NOW THEREFORE BE IT RESOLVED that the Homer City Council hereby authorizes reimbursement in the amount of \$110,000 to Beachy Construction for the construction of an 38 39 extended shoulder on West Fairview Avenue for use by non-motorized transportation. 40 41 PASSED AND ADOPTED by the Homer City Council this 25th day of September, 2023.

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Page 2 of 2 RESOLUTION 23-102 CITY OF HOMER

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46		KEN CASTNER, MAYOR
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51	MELISSA JACOBSEN, MMC, CITY CLERK	





Resolution 23-102, Authorizing Issuance of a Sole Source Contract in the Amount of \$110,000 to Beachy Construction to Construct a Shoulder Extension on West Fairview Avenue for Use by Non-Motorized Transportation and Authorizing the City Manager to Negotiate and Execute the Appropriate Documents.

Item Type: Backup Memorandum

Prepared For: Mayor Castner and City Council

Date: September 20, 2023

From: Janette Keiser, PE, Public Works Director/City Engineer

Through: Rob Dumouchel, City Manager

Issue: The purpose of this Memorandum is to request approval to reimburse Beachy Construction for the construction of an extended shoulder on West Fairview Avenue for use by non-motorized transportation.

II. Background:

Ordinance 23-35(A) appropriated \$110,000 from the HART Roads Fund as part of the former Non-Motorized Transportation Opportunity Program, for the construction of an extended shoulder on the West Fairview Avenue Extension Project that would be built as part of the Terra Bella Subdivision. The developer of the Terra Bella Subdivision is Beachy Construction.

Homer City Code allows exceptions to be made to bidding requirements in the cases where a sole source procurements is justified, HCC 3.16.060(i). A sole source procurement is justified in this case because:

- Beachy Construction was on site with its subcontractors, equipment and
 materials, doing exactly the same work for the subdivision development as it will
 be doing for the extended shoulder and it is highly unlikely another developer or
 contractor could mobilize and perform the same work as cost effectively;
- 2. It was not feasible to have two contractors doing underground utility work in the same place at the same time.

Beachy Construction's cost to perform the work is deem fair and reasonable, compared to historic costs for similar work.

Memorandum CC-23-224

City Council September 25, 2023

III. **RECOMMENDATIONS:** That the City Council approves reimbursement to Beachy Construction in the amount of \$110,000 to construct the West Fairview Avenue Extended Shoulder.

1 CITY OF HOMER 2 HOMER, ALASKA 3 City Manager/ 4 Public Works Director 5 ORDINANCE 23-35(A) 6 7 AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA 8 AMENDING THE FY23 CAPITAL BUDGET BY APPROPRIATING 9 \$110,000 FROM THE HOMER ACCELERATED ROADS AND TRAILS (HART) ROADS FUND FOR A NON-MOTORIZED OPPORTUNITY 10 11 PROJECT ON WEST FAIRVIEW AVENUE. 12 WHEREAS, The City experimented with various small works programs during the 2022 13 and 2023 fiscal years; and 14 15 WHEREAS, Small works programs were developed to ensure funding is available for 16 projects that are "known unknowns" and of a size to be too big for the operational budget, but 17 18 too unpredictable in timing for the capital budget: and 19 WHEREAS, the programs proved valuable, however, we've learned that there are clear 20 benefits to reworking the programs for administrative purposes and public transparency; and 21 22 23 WHEREAS, the existing programs will be closed and re-launched through new ordinances; and 24 25 WHEREAS, future spending from these programs will require a separate ordinance for 26 any new projects wishing to use the funds set aside for the program; and 27 28 WHEREAS, Ordinance 22-25 appropriated \$750,000 to the Non-Motorized 29 30 Transportation Opportunity Program within HART Roads; and 31 32 WHEREAS, One of the targeted opportunities was to construct an extended shoulder on the West Fairview Avenue Extension project that would be built as part of the new Terra Bella 33 34 Subdivision; and 35 36 WHEREAS, Design work commenced on the shoulder extension project, paid for with 37 monies authorized by Ordinance 22 -25; and 38 39 WHEREAS, Construction is slated for summer 2023, with an expected cost of \$108,698 for the extended shoulder work. 40 41 42 NOW, THEREFORE, THE CITY OF HOMER ORDAINS: 43

Section 1. The Homer City Council hereby amends the FY23 Capital Budget by 44 appropriating \$110,000 for a non-motorized opportunity project on West Fairview Avenue as 45 follows: 46 47 48 Fund No. **Description** <u>Amount</u> HART Roads \$110,000 49 160 50 Section 2. This is a budget amendment ordinance only, is not permanent in nature, 51 and shall not be codified. 52 53 ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 22nd day of May, 2023. 54 55 56 CITY OF HOMER 57 58 59 KEN CASTNER, MAYOR ATTEST: 60 61 62 MELISSA JACOBSEN, MMC, CITY CLERK 63 64 YES: (p 65 66 NO: 0 67 ABSTAIN: O 68 ABSENT: O 69 70 First Reading: May 8, 2023 Public Hearing: May 22, 2023 71 diam [Second Reading: May 27, 2023 72 Effective Date: May 23, 2023 73