

**CITY OF HOMER  
HOMER, ALASKA**

City Manager/  
Public Works Director

**RESOLUTION 24-072**

A RESOLUTION OF THE CITY COUNCIL OF HOMER ALASKA  
AWARDING THE CONTRACT FOR THE HOMER AIRPORT SIDEWALK  
REPLACEMENT PROJECT TO THE FIRM OF PENINSULA BUILDERS,  
LLC OF HOMER, ALASKA IN THE AMOUNT OF \$249,961.36 AND  
AUTHORIZING THE CITY MANAGER TO NEGOTIATE AND EXECUTE  
THE APPROPRIATE DOCUMENTS.

WHEREAS, Competitive Bids were solicited for the Homer Airport Sidewalk Replacement Project in conformance with the City of Homer Procurement Policy by advertisement in the Homer News on May 16 and 23, 2024; the Anchorage Daily News on May 19, 2024, three plans rooms in the state and the city website; and

WHEREAS, One bid was received by Peninsula Builders, LLC on June 4, 2024 and considered responsive. (see Memorandum CC-24-137); and

WHEREAS, This award is not final until written notification is received by Peninsula Builders, LLC from the City of Homer; and

WHEREAS, This award is contingent on the adoption of Ordinance 24-29.

NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska, awards the contract to Peninsula Builders, LLC of Homer, Alaska for the Homer Airport Sidewalk Replacement Project in the Amount of \$249,961.36 and Authorizes the City Manager to Negotiate and Execute the appropriate documents.

PASSED AND ADOPTED by the Homer City Council this 17<sup>th</sup> day of June, 2024.



CITY OF HOMER

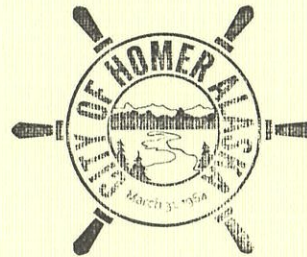
KEN CASTNER, MAYOR

ATTEST:

RENEE KRAUSE, MMC, ACTING CITY CLERK



- 45 Fiscal note: Ordinance 24-29 General Fund CARMA \$75,100; Re-Appropriated FY22 CAP Funds  
46 via Ordinance 24-21 \$98,714.98 and FY24/FY25 Capital Budget \$76,175





# MEMORANDUM

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**Resolution 24-072, Awarding the Contract for the Homer Airport Sidewalk Replacement Project to Peninsula Builders, LLC of Homer, Alaska.**

**Item Type:** Backup Memorandum  
**Prepared For:** Mayor Castner and City Council  
**Date:** June 11, 2024  
**From:** Daniel Kort, Public Works Director  
**Through:** Melissa Jacobsen, Interim City Manager

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**Summary:**

Recommendation of award of the Homer Airport Sidewalk Replacement Project to Peninsula Builders, LLC of Homer, Alaska.

**Background:**

The City of Homer originally requested a quotation for the Airport Sidewalk Replacement Project in response to the failing condition of the airport sidewalk and subsequent slip, trip, and fall incidents that place the City at risk of potential litigation. The original sole source vendor quote came in much higher than the Public Works Department (PWD) expected. The value of this quote was greater than the threshold of the procurement policy which required a formal bidding process. There never was a formal engineer's estimate for the project, so before the formal bidding process, the City Engineer made an internal estimate for the project using Anchorage project values. When considering the bidding market of Anchorage versus the bidding market of Homer, it was determined the internal engineer's estimate was likely underestimating the value of the project. After the competitive bidding process, the PWD only received one bid, which exceeded the internal engineer's estimate of \$150,000 to \$200,000.

The City of Homer issued an Invitation to Bid in accordance with the Procurement Policy. It was advertised in the Homer News on May 16<sup>th</sup> and 23<sup>rd</sup> and in the Anchorage Daily News on May 19, 2024, Three Plan Rooms in the State and on the City Website.

The City issued one addendum and one bid was received from Peninsula Builders, LLC of Homer, Alaska, in the amount of \$249,961.36, which was found to be responsive.

**Recommendation:**

Recommend City Council award this project to Peninsula Builders LLC of Homer, Alaska in the amount of \$249,961.36.

# CITY OF HOMER FINANCIAL SUPPLEMENT

PROJECT NAME	<u>Additional Funding - Airport Sidewalk Replacement</u>	DATE	<u>06/06/2024</u>
DEPARTMENT	<u>Public Works</u>	SPONSOR	<u>City Manager/PW Director</u>
REQUESTED AMOUNT	<u>\$ 75,071</u>		

DESCRIPTION	<p>The FY24/25 Capital Budget includes \$76,175 for the Homer Airport Terminal Sidewalk Replacement Project. Ordinance 24-21 re-appropriated the FY22 Community Assistance Program Payment for ADA Improvements bringing for a total funding allocated up to \$174,889.98. The Airport Terminal Sidewalk Replacement Project is an urgent need and has been previously put out to bid without drawings or formal specifications which received no response, and Public Works staff assembled drawings and specifications for the project to include in a more substantive Invitation to Bid package.</p> <p>The Airport Terminal Sidewalk Replacement Project was put out to bid again with bids due on June 4, 2024 and one bid was received in an amount that exceeds the appropriations to date for this project. Additional funding is necessary to complete the Airport Terminal Sidewalk Replacement Project.</p>
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FUNDING SOURCE(S)	OPERATING	GF CARMA	GF FLEET CARMA	PORT RESERVES	WATER CARMA
	0%	100%	0%	0%	0%
	HAWSP	HART-ROADS	HART-TRAILS	PORT FLEET RESERVES	SEWER CARMA
	0%	0%	0%	0%	0%

FUNDING SOURCE 1: GF CARMA (156)	FUNDING SOURCE 2:	FUNDING SOURCE 3:
Current Balance <u>\$ 1,754,566</u>	Current Balance _____	Current Balance _____
Encumbered <u>\$ 941,105</u>	Encumbered _____	Encumbered _____
Requested Amount <u>\$ 75,071</u>	Requested Amount _____	Requested Amount _____
Other Items on Current Agenda <u>\$ 0</u>	Other Items on Current Agenda _____	Other Items on Current Agenda _____
Remaining Balance <u>\$ 738,390</u>	Remaining Balance _____	Remaining Balance _____
FUNDING SOURCE 4:	FUNDING SOURCE 5:	FUNDING SOURCE 6:
Current Balance _____	Current Balance _____	Current Balance _____
Encumbered _____	Encumbered _____	Encumbered _____
Requested Amount _____	Requested Amount _____	Requested Amount _____
Remaining Balance _____	Remaining Balance _____	Remaining Balance _____