

**CITY OF HOMER
HOMER, ALASKA**

City Clerk

RESOLUTION 25-031

A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA,
AWARDING THE CONTRACT FOR THE OHLSON LANE WEST
BUNNELL AVENUE ROADWAY AND WATER IMPROVEMENT
PROJECT TO EAST ROAD SERVICES, INC OF HOMER, ALASKA IN
THE AMOUNT NOT TO EXCEED \$2,064,000 AND AUTHORIZE THE
CITY MANAGER TO NEGOTIATE AND EXECUTE THE APPROPRIATE
DOCUMENTS.

WHEREAS, In accordance with the Procurement Policy the Invitation to Bid was
advertised in the Homer News on February 28, 2025 and March 6, 2025, in the Anchorage Daily
News on March 9, 2025; and

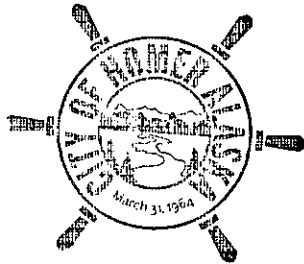
WHEREAS, The Invitation to Bid was listed with three plans rooms in the State and on
the City website; and

WHEREAS, There were Seven Addendums issued and bids were due by 2:00 p.m. on
Tuesday, April 8, 2025, and five bids were received; and

WHEREAS, Bids were reviewed in accordance to the criteria established and it was
determined that the firm of East Road Services, Inc. of Homer, Alaska provided the overall best
selection for the services requested as identified in the Invitation to Bid documents.

NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska, awards the
Contract for the Ohlson Lane West Bunnell Roadway and Water Improvement Project to East
Road Services, Inc. of Homer, Alaska, in the Amount Not to Exceed \$2,064,000 and authorizes
the City Manager to negotiate and execute the appropriate documents.

PASSED AND ADOPTED by the Homer City Council this 14th day of April, 2025.



CITY OF HOMER

RACHEL LORD, MAYOR

ATTEST:

Renee Krause
RENEE KRAUSE, MMC, CITY CLERK

Fiscal Note: Ordinance 24-61 appropriated \$2,000,000 from HART Roads; \$1,997,500 remains.



MEMORANDUM

Resolution 25-031, A Resolution of the City Council of Homer, Alaska Awarding the Contract for the Ohlson Lane West Bunnell Avenue Roadway and Water Improvements Project to the firm of East Road Services of Homer Alaska in the Amount of \$2,064,000 and Authorizing the City Manager to Negotiate and Execute the Appropriate Documents. City Clerk.

Item Type: Backup Memorandum
Prepared For: Mayor Lord and City Council
Date: April 9, 2025
From: Leon Galbraith, P.E., City Engineer
Through: Melissa Jacobsen, City Manager

Summary:

This Resolution serves to authorize a contract for construction of the Ohlson Lane and W. Bunnell Avenue road, water and stormwater improvements.

Background:

An invitation to bid for the above-referenced project was publicly advertised in the Homer News on February 27, 2025 and March 6, 2025 and in the Anchorage Daily News on March 9, 2025. The latest engineer's estimate was \$2,559,149. There were seven addendums issued on the project and 5 bids were opened at 2:00 PM on April 8, 2025. The following bids were deemed responsive:

BIDDER	AMOUNT
East Road Services	\$2,063,075.60
Southcentral Construction	\$2,235,063.00
Granite Construction Company	\$4,418,055.00
QAP	\$3,775,320.00
Bristol Infrastructure Design Services	\$3,883,569.00

Project Budget:

Funds budgeted to the project to absorb the cost of construction are as follows:

Ordinance 24-24 appropriated \$90,000 from the Water CARMA Fund to complete the design of the new water main.

Ordinance 24-61 appropriated \$2,000,000 from the HART Roads Fund for construction of the project. Ordinance 25-21 appropriated \$300,000 from the Water CARMA Fund for construction of the new water main.

Ordinance 25-28 unappropriated \$268,605 from the HART Roads Fund, leaving \$1,731,395 in remaining money from HART Roads.

Additionally, the City is receiving from ADEC's State Revolving Loan Program \$491,400 in principle forgiveness for the water main replacement and \$324,000 in principle forgiveness for the construction of storm drain.

The total project funding from all sources is \$2,936,795.

Expenditures in the amount of \$67,501 for completing the project design and \$63,412 is expected to be spent on bidding and construction assistance services.

The low bid for construction, from East Road Services is for \$2,063,075.60

This leaves the project with a \$742,806.40 contingency.

Recommendation:

Public Works recommends that a contract be awarded to East Road Services in the amount of \$2,063,075.60 for construction of the Ohlson Ln. and W. Bunnell Ave. Roadway and Water Improvements Project.