

**CITY OF HOMER  
HOMER, ALASKA**

City Manager/  
Public Works Director

**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.

WHEREAS, In accordance with the Procurement Policy the Request for Proposal was  
advertised in the Homer News on August 7, 2025 and August 14, 2025, in the Anchorage Daily  
News on August 10, 2025; and

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

WHEREAS, Six bids were received and opened on September 19, 2025 and Southcentral  
Construction, Inc. was the lowest responsive and responsible bidder with a bid of  
\$1,413,485.37.

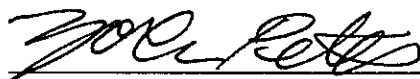
NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska, awards a  
Contract for the construction of the Raw Water Transmission Line Replacement Project to  
Southcentral Construction, Inc. of Anchorage Alaska in the Amount of \$1,413,485.37 and  
authorizes the City Manager to negotiate and execute the appropriate documents.

PASSED AND ADOPTED by the Homer City Council this 27th day of October, 2025.

CITY OF HOMER

  
RACHEL LORD, MAYOR

ATTEST:



ZACH PETTIT, ACTING CITY CLERK

Fiscal Note: Ordinance 23-58 and Ordinance 25-14 authorized the city to accept a \$2,229,333  
grant from the Alaska Department of Homeland Security and Emergency Management for  
construction of this project



# MEMORANDUM

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**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

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**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.

| <b>Bidder</b>                    | <b>Bid Value</b> |
|----------------------------------|------------------|
| 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.

**CITY OF HOMER  
HOMER, ALASKA**

City Manager

**ORDINANCE 23-58**

AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA AMENDING THE FY24 CAPITAL BUDGET BY ACCEPTING AND APPROPRIATING A HAZARD MITIGATION GRANT PROGRAM AWARD IN THE AMOUNT OF \$2,109,033 FROM THE ALASKA DIVISION OF HOMELAND SECURITY & EMERGENCY MANAGEMENT (DHS&EM) TO REPLACE THE CITY'S RAW WATER TRANSMISSION MAINS AND AUTHORIZING THE CITY MANAGER TO NEGOTIATE AND EXECUTE THE APPROPRIATE DOCUMENTS.

WHEREAS, The DHS&EM Hazard Mitigation Grant Program assists States and local communities in implementing long-term hazard mitigation measures following a major disaster; and

WHEREAS, Municipalities in the Kenai Peninsula Borough were eligible to apply for Hazard Mitigation Grant Program funds after a federal disaster declaration was approved for the November 30, 2018 earthquake in Alaska; and

WHEREAS, The City of Homer applied for funds to replace the City's 47-year old, seismically vulnerable, cast iron raw water transmission mains with more resilient High Density Polyethylene pipe designed to the specifications in Seismic Guidelines for Water Pipelines (ALA, 2005); and

WHEREAS, The City is pleased to have been awarded \$2,109,033 from the DSH&EM Hazard Mitigation Grant Program to support activities essential to replace the cast iron water mains; and

WHEREAS, Protecting the City's critical water utility infrastructure from seismic damage significantly mitigates the likelihood, severity, and duration of adverse life, health and public safety consequences related to earthquake events.

NOW, THEREFORE, THE CITY OF HOMER ORDAINS:

Section 1. The Homer City Council hereby amends the FY24 Capital Budget by accepting and appropriating the Hazard Mitigation Grant 4413-001 1R from the Alaska Division of Homeland Security and Emergency Management in the amount of \$2,109,033 as follows:



**CITY OF HOMER  
HOMER, ALASKA**

City Manager

**ORDINANCE 25-14**

AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA  
ACCEPTING AND APPROPRIATING THE HAZARD MITIGATION  
GRANT 4413-001 AMENDMENT #2 FROM THE ALASKA DIVISION OF  
HOMELAND SECURITY & EMERGENCY MANAGEMENT WHICH ADDS  
FUNDS IN THE AMOUNT OF \$120,300 TO PROCURE AND  
CONSTRUCT A FIBER OPTIC LINE AS PART OF THE RAW WATER  
TRANSMISSION MAIN REPLACEMENT PROJECT AND  
AUTHORIZING THE CITY MANAGER TO EXECUTE THE  
APPROPRIATE DOCUMENTS.

WHEREAS, The Alaska Division of Homeland Security and Emergency Management  
(DHS&EM) Hazard Mitigation Grant Program (HMGP) assists States and local communities in  
implementing long-term hazard mitigation measures following a major disaster; and

WHEREAS, The City of Homer applied to and was awarded HMGP funds to replace the  
City's 47-year old, seismically vulnerable, cast iron raw water transmission mains with more  
resilient High Density Polyethylene (HDPE) pipe designed to the specifications in Seismic  
Guidelines for Water Pipelines (ALA, 2005); and

WHEREAS, Homer City Council accepted and appropriated the HGMP grant award 4413-  
001 1R via Ordinance 23-58 on November 27, 2023; and

WHEREAS, During the implementation of the project, the City recognized the need to  
upgrade the dedicated communications line that allows operation of water supervisory  
controls and data acquisition (SCADA) systems, as the communications line is presently a  
twisted pair copper wire at approximately 50-years old that has deteriorated, experiences  
frequent outages and poses a long-term vulnerability in the City of Homer drinking water  
supply system; and

WHEREAS, The City requested a Scope of Work and Budget Modification from DHS&EM  
to address this vulnerability by procuring and constructing 3,800 feet of buried fiber optic line  
to provide secure, reliable and resilient SCADA communications; and

WHEREAS, SCADA reliability is critical to the operation of the City's drinking water utility  
as it provides real-time monitoring, control data transmission and alerts of various parameters  
at both the un-manned raw water pump station and the water treatment plant; and

WHEREAS, DHS&EM approved the City's Scope of Work Change and Budget Modification request and has issued an Amendment to the Hazard Mitigation Grant 4413-001 1R to add the fiber optic line to the project's scope and budget in the amount of \$120,300.

NOW, THEREFORE, THE CITY OF HOMER ORDAINS:

Section 1. The Homer City Council hereby amends the FY25 Capital Budget by accepting and appropriating the Hazard Mitigation Grant 4413-001 1R Amendment #2 from the Alaska Division of Homeland Security and Emergency Management in the amount of \$120,300 as follows:

| <u>Fund</u> | <u>Description</u>                                               | <u>Amount</u> |
|-------------|------------------------------------------------------------------|---------------|
| 215-0838    | DHS&EM Hazard Mitigation Grant<br>Grant 4413-001 1R Amendment #2 | \$120,300     |

Section 2. The total construction project cost budget for the City of Homer is \$2,229,333 as follows:

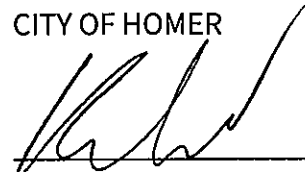
| <u>Fund</u> | <u>Description</u>                          | <u>Amount</u> |
|-------------|---------------------------------------------|---------------|
| 215-0838    | DHS&EM Hazard Mitigation Grant Amendment #2 | \$120,300     |
| 215-0838    | DHS&EM Hazard Mitigation Grant 4413-001 1R  | \$2,109,033   |

Section 2. The City Manager is authorized to execute the appropriate documents.

Section 3. This ordinance is a budget amendment only, is not of a permanent nature and is a non code ordinance.

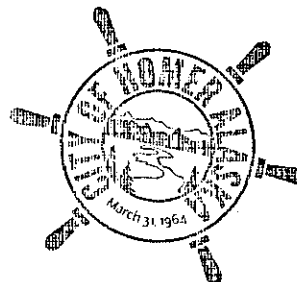
ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA this 24<sup>th</sup> day of February, 2025.

CITY OF HOMER

  
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RACHEL LORD, MAYOR

ATTEST:

  
RENEE KRAUSE, MMC, CITY CLERK



84 YES: 5  
85 NO: 0  
86 ABSTAIN: 0  
87 ABSENT: 1  
88  
89 Introduction: 2/10/25  
90 Public Hearing: 2/24/25  
91 Second Reading: 2/24/25  
92 Effective Date: 2/25/25