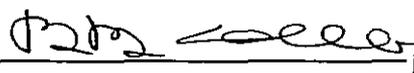


**CITY OF PALMER ACTION MEMORANDUM**

**SUBJECT:** Authorize City Manager to Award and Execute a Contract for the Lucas Area Water and Street Improvements Project to Twin Peaks Construction in the Amount of \$3,295,714.30

**AGENDA OF: June 10, 2008**

**Council action:** Authorized

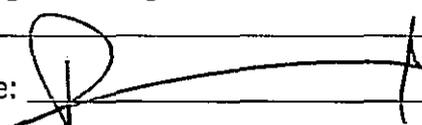
**Approved for presentation by B.B. Allen, City Manager** 

Route To:	Department/Individual:	Initials:	Remarks:
X	Originator --	GW 	
X	City Clerk		
X	City Attorney		
	Public Safety Director		
X	Administrative Services Director		
	Community Services Director		
	Planning & Community Development Director		
	Public Works Director		

**Attachment(s):** Recommendation Letter from HDL re Bid Tabulations

**Fiscal note:**

	No fiscal impact.	
X	Funds are budgeted from this account number:	Various – See Below
	Funds are not budgeted. Budget modification is required. Affected account numbers:	

Finance Director Signature: 

**Summary statement:** The City publicly opened bids on May 22, 2008, at 2:00 p.m. for the Lucas Area Water and Street Improvements project. All bids were reviewed and an error was found with Twin Peaks Construction's total for Schedule A. The difference was \$29,118. Per specifications, bids are based on unit prices; therefore their bid total was revised which lowered their total bid from \$3,324,832.30 to \$3,295,714.30. The mathematical error did not affect the ranking of the bids.

The project is funded through a variety of sources including State of Alaska Department of Environmental Conservation grants, Federal Environmental Protection Agency grants, Matanuska-Susitna Borough Dust Control grant funds, State of Alaska grants through

Department of Commerce, Community and Economic Development, and a Special Assessment District.

The corrected bids are summarized below.

<u>Contractor</u>	<u>Schedule A - Base Bid</u>	<u>Schedule B- Additive Alt. 1</u>	<u>Total Bid</u>
Engineer's Estimate	\$3,065,125.50	\$223,577.75	\$3,288,703.25
Twin Peaks Construction	\$3,081,150.50	\$214,563.80	\$3,295,714.30
South Central Construction Granite Const.	\$3,223,805.00	\$225,640.45	\$3,449,445.45
dba Wilder Const.	\$3,844,129.50	\$217,269.65	\$4,061,399.15

It is recommended the contract be awarded to Twin Peaks Construction for the base bid and additive alternate total of \$3,295,714.30.

**Administration recommendation:** Approve action memorandum no. 08-041.