

# Kenai Peninsula Borough

## Purchasing & Contracting Department

---

### MEMORANDUM

**TO:** Brent Johnson, Assembly President  
Members, KPB Assembly

**THRU:** Peter A. Micciche, Mayor *PM*  
Brandi Harbaugh, Finance Director *BH*

**FROM:** John Hedges, Purchasing & Contracting Director *JH*

**DATE:** May 9, 2024

**RE:** Ordinance 2023-19-52, Redirecting Previously Appropriated State and Federal Fiscal Recovery Funds to the Borough Administration Building Roof Replacement Project (Mayor)

---

In the FY2023 budget capital funds were appropriated to replace the existing roof system on the Borough Administration building at 144 N. Binkley St, Soldotna.

In the design process it was discovered the existing storm water drainage system and dry wells were no longer functional and in need of replacement, some structural modifications to the parapet were necessary, and that several life safety code conditions needed to be addressed.

On June 13, 2023 bids were opened for the project and only one bid was received, from Orion Construction Inc. for \$1,464,499.00.

In an effort to reduce the complications associated with the execution of the work and lower costs, some of the non-roof related work was removed from the project and bid separately. This work was completed in 2023 for \$108,350.00, by Endires Company Inc.

On April 25, 2023 a reduced scope of work was bid for just the roof replacement and structural repair portions of the project. Only one bid was received, from Orion Construction Inc., for \$1,392,000.00.

The scope of the project does not make it practical to phase or further reduce the scope of services and it is recommended that \$575,614.92 in American Rescue Plan Act ("ARPA") State and Local Fiscal Recovery grant funding be appropriated for the award of the project.

Due to the limited construction season, time is of the essence and a shortened hearing is requested to keep this work on schedule. A shortened hearing will allow for an immediate contract award and ensure this project is completed in 2024.

Page -2-

Date

To:

RE: O2023-19-52

---

Currently there are ARPA funds available in projects that are either completed or may not be completed by the December 31, 2024 deadline for the use of ARPA funds.

- The Hope Roof Rehabilitation; \$287,923.00
- Homer High School Roof Replacement; \$19,313.25
- West Homer Elementary Siding; \$268,378.67

It is recommended that the funding be appropriated and the award of the work to Orion Construction Inc. be allowed to proceed.


Your consideration is appreciated.

FINANCE DEPARTMENT  
FUNDS VERIFIED

Acct. No. 400.71040.SLF08.49999 Amount: \$ 287,923.02

Acct. No. 400.72010.SLF03.49999 Amount: \$ 19,313.25

Acct. No. 400.72051.SLF04.49999 Amount: \$ 268,378.67

By: 

Date: 5/9/2024