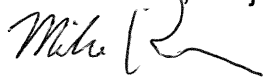


SUBJECT: East Susitna Avenue Paving Bid

PREPARED BY: Mike Kriebler, Project Administrator

DATE: August 17, 1998



FOR AGENDA OF: August 24, 1998

SUMMARY: The bid opening for this project was held at 10 a.m., August 17, 1998. Only two bids were received. The bids were read aloud, as follows:

D&L Construction	\$290,099.00
Wilder Construction	247,672.50
Engineer's Estimate	164,407.00

I have reviewed the bids and found that certain conditions of Section 6.24.170 of the City Code were not met. Specifically,

1. fewer than the minimum three qualified bids were received, and, therefore approval requires unanimous consent of the Council; and
2. the bids were significantly more than 10% higher than the engineer's cost estimate.

At this time, Staff finds that awarding the contract would not be in the best interest of the City. (See Informational Memorandum 98-90.)

RECOMMENDED ACTION:

For Council to reject the submitted bids for East Susitna Avenue Paving at this time and direct Administration to restructure the project and re-bid the project in the spring of 1999.



Reviewed by: SARAH PALIN, Mayor

APPROVED

DATE: 8/24/98
BY: K. Van Yuden