



	Approved	Denied
Action taken	6/24/02	
Other:		
Verified by:	<i>R. Smith</i>	

WASILLA CITY COUNCIL MEMORANDUM

CM No. 02-36

**TITLE: Contract Extension Renewal for Rappe Excavating for Equipment Rental
In the amount of \$600,000.00.**

COUNCIL MEETING DATE: June 24, 2002

ADMINISTRATION INITIAL: *[Signature]*

REQUESTED BY: Public Works

PREPARED BY: Public Works

Date Prepared: June 14, 2002

FISCAL IMPACT:

If yes, amount requested: \$600,000 Account No.: various accounts

SUMMARY STATEMENT:

Rappe Excavating is currently under contract for Equipment Rental Services. Rappe Excavating by submitting the lowest bid was awarded the contract for FY2001. The contract allows for two one-year extensions and a 2.5% annual rate increase. The City exercised the renewal option with a 2.5% rate increase for FY2002 due to approximately \$2.00/hour increase in rates of pay by the Department of Labor and an increase in the cost of fuel for equipment.

The second and last contract renewal extension is being requested for Council approval at this time to include a 2.5% rate increase due to increase in labor and fuel.

This contract pays for road maintenance and various other small or emergency repair and maintenance projects.

STAFF RECOMMENDED ACTION: Council is requested to approve the renewal of the Equipment Rental Contract to Rappe Excavating for \$600,000.

Attachments: none