

Resolution 20-51

A RESOLUTION AUTHORIZING THE MAYOR TO NEGOTIATE AND EXECUTE A CONTRACT WITH HEKO SERVICES, INC FOR THE NELSON LAGOON DOCK PROJECT IN AN AMOUNT NOT TO EXCEED \$1,110,000 AND TO APPROPRIATE \$300,000 FROM THE BOROUGH'S ALASKA MUNICIPAL LEAGUE INVESTMENT POOL PORTFOLIO TO COMPLETE THE PROJECT

WHEREAS, the Village of Nelson Lagoon is located on the northern coast of the Alaska Peninsula at the end of a sand spit that extends between Nelson Lagoon to the south and the Bering Sea to the north; and

WHEREAS, commercial fishing dominates the economy in Nelson Lagoon and the remaining Aleutians East Borough (“Borough”) communities; and

WHEREAS, the communities rely heavily on marine infrastructure to meet the community’s needs; and

WHEREAS, the Nelson Lagoon Dock consists of a modest pile supported dock constructed in 1995 with two boat lift piers and a boat launch ramp subsequently added to the facility; reportedly in 2003; and

WHEREAS, in April 2016 the Borough hired moffatt & nichol (M&N) to conduct a condition assessment of the dock and in October 2016 M&N was hired to complete a Tier 2 report that consisted of a corrosion evaluation and underwater inspection of the pilings; and

WHEREAS, M&N determined that the dock is in overall fair to poor condition with areas that require immediate attention; and

WHEREAS, the following scope of work was determined to repair items of immediate concern and to extend the useful life of the facility: mobilization/demobilization; replacing timber fender piling; replace steel fender piling; replacing steel whaler and fender units; repair damage bearing piles; repair dock impact damage; furnish and install cathodic protection system; replace safety ladders and furnish and install life rings, fire extinguishers and cabinets; and

WHEREAS, the Borough entered into contract with M&N in February 2019 to provide project management, administration and quality control services; design phase services; environmental permitting; bid phase services and serve as the Borough's representative throughout the design, construction and construction phase services; and

WHEREAS, M&N provided contract drawings and drafted bid documents for the repairs; and

WHEREAS, the opinion of probable cost for the repairs is \$965,000; and

WHEREAS, the Nelson Lagoon Dock Repair project went out to bid in December 2019 and three addendums were issued; and

WHEREAS, a pre bid meeting was held on January 7, 2020 via teleconference; and

WHEREAS, on January 29, 2020 the Borough conducted the bid opening and only received one bid for the project; and

WHEREAS, the Borough and M&N reviewed the proposal and determined that Heko Services, Inc was a responsive bidder with a bid offer of \$1,090,000; and

WHEREAS, the Borough requests the Assembly's authorization for the Mayor to negotiate and execute the contract with Heko in an amount not to exceed \$1,090,000; and

WHEREAS, contingent upon Assembly approval the Borough will enter into contract with Heko Services, Inc; and

WHEREAS, the Nelson Lagoon Dock project shall be completed no later than July 31, 2020;

WHEREAS, as of January 2020 there is approximately \$873,000 available for this project in Nelson Lagoon Dock Repairs account number E 20-862-209-600; and

WHEREAS, an additional \$300,000 is needed to cover the \$1,090,000 project, pay the remaining fees due to M&N for the project management services and for some minor contingencies;

WHEREAS, funds in the amount of \$300,000 are available and would be appropriated from the Borough's Alaska Municipal League Investment Pool Portfolio for the Nelson Lagoon Dock Repairs Project.


NOW THEREFORE, BE IT RESOLVE, the Aleutians East Borough Assembly authorizes the Borough Mayor to negotiate and execute a contract with Heko Services, Inc. in an amount not to exceed \$1,110,000; and

NOW THEREFORE, BE IT FURTHER RESOLVED, the Aleutians East Borough Assembly authorizes the appropriation of \$300,000 from the Borough's Alaska Municipal League Investment Pool portfolio to complete the project.

PASSED AND APPROVED by the Aleutians East Borough on this day February 13, 2020.


Alvin D. Osterback, Mayor

ATTEST:


Tina Anderson, Borough Clerk