

CITY OF SOLDOTNA  
ORDINANCE 2017-016

AN ORDINANCE INCREASING ESTIMATED REVENUES AND APPROPRIATIONS BY \$250,000 IN THE STREET CONSTRUCTION FUND AND THE SMALL CAPITAL PROJECTS FUND AND BY \$35,000 IN THE UTILITY FUND AND THE UTILITY SYSTEM CAPITAL IMPROVEMENTS FUND FOR ADDITIONAL SOUTH KOBUK STREET PAVEMENT REHABILITATION PROJECT EXPENDITURES

WHEREAS, the rehabilitation of South Kobuk was included as part of the FY17 Capital Budget; and

WHEREAS, as part of the FY17 Capital Budget, funds were appropriated from the General Fund to complete this project; and

WHEREAS, Ordinance 2017-011 appropriated Utility Fund monies to complete several utility related repairs/improvements that were identified to be completed while the street is already under construction; and

WHEREAS, the project was bid with a base bid and additive alternates to maximize available funding; and

WHEREAS, after bids were received, there are only appropriations available to fund the base bid, consisting of the section from Wilson Street to Porcupine Court; and

WHEREAS, to achieve economies of scale, additive alternates could be awarded by appropriating an additional \$250,000 from the Street Construction Fund and \$35,000 from the Utility Fund, which would complete the section from Porcupine Court to Redoubt Avenue; and

WHEREAS, it is in the best interest of the City of Soldotna to appropriate additional funds for this project;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SOLDOTNA, ALASKA:

Section 1. That estimated revenues and appropriations be increased as follows:

Street Construction Fund

Increase Estimated Revenues:	
Appropriation of Fund Balance	\$ 250,000
Increase Appropriations:	
Transfer to Capital Project Fund	\$ 250,000

Small Capital Projects Fund

Increase Estimated Revenues:	
Transfer from Street Construction Fund	\$ 250,000
Increase Appropriations:	
South Kobuk Street Rehabilitation	\$ 250,000

Utility Fund

Increase Estimated Revenues:		
Appropriation of Fund Balance	\$	35,000
Increase Appropriations:		
Transfer to Capital Project Fund	\$	35,000

Utility System Capital Improvements Fund

Increase Estimated Revenues:		
Transfer from Utility Fund	\$	35,000
Increase Appropriations:		
South Kobuk Utility Repairs/Improvements	\$	35,000

Section 2. This ordinance shall become effective immediately upon its enactment.

ENACTED BY THE CITY COUNCIL THIS 24TH DAY OF MAY, 2017.

\_\_\_\_\_  
Pete Sprague, Mayor

ATTEST:

\_\_\_\_\_  
Michelle M. Saner, MMC, City Clerk

Yes:  
No:  
Absent:

**TO:** MARK DIXSON, CITY MANAGER  
**THROUGH:** KYLE KORNELIS, PUBLIC WORKS DIRECTOR  
**FROM:** LEE FREY, PROJECT MANAGER *LF*  
**DATE:** MAY 3, 2016  
**SUBJECT:** SOUTH KOBUK STREET PAVEMENT REHABILITATION – ADDITIONAL APPROPRIATION REQUEST

The City of Soldotna will be rehabilitating South Kobuk Street during the summer of 2017. This project will consist of repaving the street, upgrading curb ramps, and repairs to sidewalks and utilities. Utility repairs and improvements will include replacement of damaged manhole frames and valve boxes, insulation of a sewer main and fire hydrant leg with freezing issues, repairs to sewer manholes and two extensions of existing sewer stubs to get them past the edge of asphalt.

The street rehabilitation will be funded by the Small Capital Projects Fund; \$550,000 was appropriated in the 2017 capital budget for the design and construction of the road project. Utility repairs or improvements will be funded by the Utility System Capital Improvement Fund; \$105,000 was appropriated with Ordinance 2017-011. The project was bid with a base bid and additive alternates to maximize the available funding. Two bids were received for the project and both were close to the engineer's estimates. With current funding the City can only award the base bid, which will rehabilitate the street from Wilson Lane to Porcupine Court. With an additional appropriation of \$250,000 from the Street Construction Fund and \$35,000 from the Utility Fund, the City will be able to change order the additive alternates into the contract and complete construction of the entire project from Wilson Lane to Redoubt Avenue.

The Finance Department and Public Works Department have reviewed the balances in the Street Construction Fund and the Utility Fund and believe they are sufficient to support this appropriation. The Street Construction Fund is funded by previous special assessment district (SAD) payments and for the portions of the project cost that are repaid to the City by the parcels benefitted by the improvement.

Kobuk Street was identified as a high priority project for rehabilitation in the Streets Inventory and Management Plan and needs improvement. Cost savings will be realized with a Contractor already onsite and the Project already competitively bid.

The Public Works Department respectfully requests an appropriation of \$250,000 from the Street Construction Fund and \$35,000 from the Utility Fund to successfully complete the South Kobuk Street Pavement Rehabilitation project.