



KENAI PENINSULA BOROUGH

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**DAVID R. CAREY
BOROUGH MAYOR**

TO: Milli Martin, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: *DM* David R. Carey, Mayor
Craig Chapman, Finance Director *BO for CCC*
Mark Fowler, Purchasing & Contracting Officer
Marcus Mueller, Land Management Officer *MCM*

FROM: Rachel Parra, North Peninsula Recreation Director *B for RP*
ML for Kevin Lyon, Major Projects Director

Date: April 23, 2009

Subject: Ordinance 2008-19-55, Supplemental funding for Fire Alarm and ADA
Upgrades at Nikiski Community Recreation Center

Funds totaling \$650,000 were previously received from the state of Alaska for facility improvements at the Nikiski Community Recreation Center (NCRC) and were appropriated through Ordinance 2005-19-28 in the amount of \$175,000 and Ordinance 2008-19-10 in the amount \$475,000.

Approximately \$506,312 remains of the grant funds, which the North Peninsula Recreation Service Area (NPRSA) would like to use for ADA upgrades and installation of a fire alarm system at the NCRC.

The estimate for the ADA upgrades and installation of a fire alarm system was \$385,000. Hazardous materials were subsequently identified within the project limits and contributed to the unanticipated high bids.

The Purchasing Department solicited bids on April 16, 2009 and received a low bid of \$628,180 from Blazy Construction of Soldotna Alaska. With engineering, project management, contingency, and administrative cost; the revised cost of this project is now estimated at \$753,092.

The administration is requesting that the additional funding of \$246,780 needed to complete this project be shared by the North Peninsula Recreation Center and the Land Trust Fund.

This ordinance would transfer \$123,390 from the Land Trust Fund and use \$123,390 from the North Peninsula Recreation Service Areas Capital Project Fund, fund balance to provide the additional funds for this project.

Voter approval is not needed as the funding is from grants and also the Kenai Superior Court in Case No. 3KN-06-1129 CI held that it is not legal to require voter approval for the assembly to appropriate funds for a project.

Shortened hearing is being requested for this ordinance. This will allow the project to be awarded.

FINANCE DEPARTMENT
FUNDS VERIFIED
250.27900 FB \$123,390
ACT # 459.27900 FB \$123,390
BY: CBW DATE: 4/23/09
BB for CCC