TO:	Mayor and Borough Assembly
FROM:	Brad Ryan, Borough Manager
DATE:	April 27, 2023
SUBJECT:	Solid Waste Transfer Facility Construction Rebid

Three bids were received for the Solid Waste Transfer Facility Construction project rebid:

Ames1, LLC \$8,489,647.80
Hamilton Construction \$8,920,000.00
Dawson Construction, LLC \$8,983,000.00

According to the project Request for Bids and SMC 4.05.040(E)(2):

<u>Skagway Bidder Preference:</u> A bid shall be awarded to a Skagway bidder if Bidder's bid is not more than five percent higher than the lowest responsive nonresident bidder's.

The only "Skagway bidder" responsive to this RFB, pursuant to <u>SMC 4.05.025(1)</u>, is Hamilton Construction. The lowest responsive nonresident bidder is Ames1, LLC. According to code, the bid shall be awarded to Hamilton Construction if its bid is not more than five percent higher than the Ames1, LLC bid.

A bid of **\$8,914,130.19** or more would be "five percent higher" than the Ames1, LLC bid (\$8,489,647.80 x 1.05).

The Hamilton Construction bid of \$8,920,000.00 is **5.069**% above the Ames1 bid, or \$5,869.81 above the requirements of the Skagway Bidder Preference clause.