

City of Bethel Action Memorandum

Action memorandum No.	23-09		
Date action introduced:	5-9-2023	Introduced by:	Peter A. Williams, City Manager
Date action taken:	5-9-2023	<input checked="" type="checkbox"/> Approved	<input type="checkbox"/> Denied
Confirmed by:	K M		

Action Title: Direct Administration to negotiate and execute a five-year contract with KNIK Construction Company, Inc. for the purchase of crushed gravel.

Attachment(s): (1) Draft Purchase Agreement for City of Bethel to purchase crushed gravel from KNIK Construction Company, Inc.

Amount of fiscal impact	Source of Funding	Account information
	No fiscal impact at this time.	
\$440,000	Proposed FY 2024 Budget – Street Maint. Gravel	100-66-6131
\$600,000	FY 2024 CIP Budget – Streets & Roads Road Improvements	100-66-6892
\$130,000	Proposed FY 2004 Budget – Municipal Dock Expenses	520-50-6121

Summary Statement

The City of Bethel prepared and issued a Request for Bids document to purchase crushed gravel on April 4, 2023 with the proposal submission deadline of April 24, 2023. The City received one proposal from KNIK Construction Company, Inc. by the deadline from a qualified provider of crushed gravel.

The *five-year* contract will allow the City to purchase the following two types of gravel at the price per ton indicated.

Type	Price 2023-2028	Price 2018-2023	% Increase
C-1	\$64 per ton	\$55 per ton	16
D-1	\$81 per ton	\$68 per ton	19