

SUBJECT: APPROVAL OF UTILITY RELOCATION COSTS IN THE AMOUNT OF \$130,923 TO ENSTAR NATURAL GAS CO. FOR THE JOLLY CREEK DRAINAGE IMPROVEMENTS PROJECT IN RSA 21.

AGENDA OF: June 2, 2026

ASSEMBLY ACTION:

Approved under the consent agenda 06/02/26 - EMW

AGENDA ACTION REQUESTED: Present to the Assembly for consideration.

Route To:	Signature
Originator	5/14/2026 ☒ Austin Larson Signed by: Austin Larson
Project Management Division Manager	5/15/2026 ☒ Tom Adams, P.E. for Cole Bran... Signed by: Tom Adams
Public Works Director	5/15/2026 ☒ Tom Adams, P.E. Signed by: Tom Adams
Purchasing Director	5/18/2026 ☒ R. Krafft Signed by: R. Krafft
Finance Director	5/19/2026 ☒ Cheyenne Heindel Signed by: Cheyenne Heindel
Borough Attorney	5/19/2026 ☒ Nicholas Spiropoulos Signed by: Nicholas Spiropoulos
Borough Manager	5/19/2026 ☒ Michael Brown Signed by: Mike Brown
Borough Clerk	5/19/2026 ☒ Brenda J. Henry for Signed by: Brenda Henry

ATTACHMENT (S): Cost Estimate (1 pp)
Drawing (11 pp)

SUMMARY STATEMENT: The Jolly Creek Drainage Improvements Phases I and II, Project Number 30043-2100-2133 in RSA 21- Big Lake, will improve drainage along Hollywood Drive to include grading and drainage structures.

As part of the design process, utilities reviewed the project plans to identify potential conflicts. Each utility in the project area was issued a \$5,000 reimbursable purchase order (PO) for

preliminary engineering. If conflicts cannot be avoided, relocation must occur before construction, which is planned for late summer 2026 through 2027.

ENSTAR Natural Gas Company (ENSTAR) provided a reimbursable time and materials cost estimate of \$127,993.00 for relocating natural gas utilities. MSB 3.08.161 requires Assembly approval for contract awards over \$100,000.

The Administration is requesting approval of additional cost to ENSTAR in the amount of \$130,923. This includes \$2,930.00 for additional engineering and \$127,993.00 for utility relocation, bringing the total authorized amount to \$135,923.00, which includes the initial \$5,000 for preliminary engineering.

Additionally, the Administration requests approval to extend the completion date to December 31, 2026, and authority to extend the contract by up to 90 days if unforeseen circumstances arise.

RECOMMENDATION OF ADMINISTRATION: Approve utility relocation costs of \$130,923.00 to ENSTAR Natural Gas for the Jolly Creek Drainage Improvements Phases I and II, Project Number 30043-2100-2133 in RSA 21, extend the completion date to December 31, 2026, and authority to extend the time of performance up to 90 days.

MATANUSKA-SUSITNA BOROUGH

FISCAL NOTE

Agenda Date: June 2, 2026

SUBJECT: APPROVAL OF ADDITIONAL COST OF \$130,923 TO ENSTAR NATURAL GAS CO. FOR PRELIMINARY ENGINEERING AND UTILITY RELOCATION SERVICES FOR THE JOLLY CREEK DRAINAGE IMPROVEMENTS PROJECT IN RSA 21.

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT YES NO
AMOUNT REQUESTED \$130,923	FUNDING SOURCE RSA Capital Projects
FROM ACCOUNT # 410.000.000 4xx.xxx	PROJECT# 30043-2100-2133
TO ACCOUNT:	PROJECT #
VERIFIED BY: 5 / 1 9 / 2 0 2 6  Liesel Zanto Signed by: Liesel Zanto	[Redacted Signature Area]

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING						

CAPITAL	130.9					
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REVENUE						
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FUNDING:

(Thousands of Dollars)

General Fund						
State/Federal Funds						
Other	130.9					
TOTAL	130.9					

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

APPROVED BY:	 Recoverable Signature
	 Cheyenne Heindel Signed by: Cheyenne Heindel

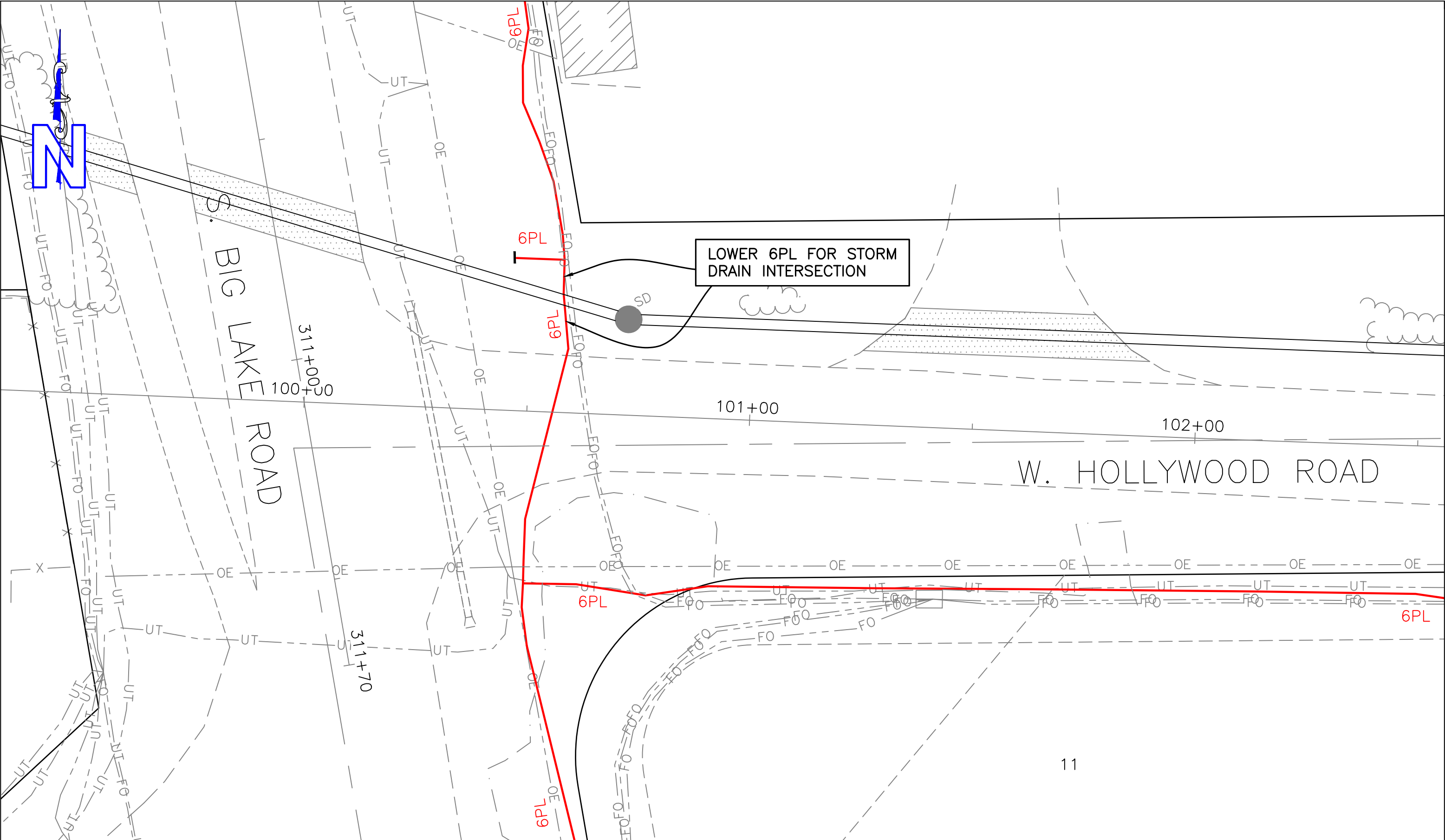
Reimbursable Project Cost Estimate

Project: Jolly Creek Drainage Phase 1 and 2
ENSTAR Proposal #: 8797 RC #: 0

Date: 4/22/2026

A. Preliminary Engineering			
16 man hours @	\$80.00 /Hr		\$1,280.00
Construction Overhead =	64.81% of Labor Cost		\$830.00
Transportation & Equipment =	17.28% of Labor Cost		\$221.00
Payroll Tax =	25.00% of Labor Cost		\$320.00
Admin & General Overhead =	138.95% of Labor Cost		\$1,779.00
		A.	\$4,430.00
B. Construction Engineering			
Regular Time:	56 man hours @	\$50.00 /Hr	\$2,800.00
Overtime:	0 man hours @	\$75.00 /Hr	\$0.00
Payroll Tax =	25.00% of Labor Cost		\$700.00
		B.	\$3,500.00
C. Construction Labor			
Regular Time:	280 man hours @	\$50.00 /Hr	\$14,000.00
Overtime:	60 man hours @	\$75.00 /Hr	\$4,500.00
Payroll Tax =	25.00% of Labor Cost		\$4,625.00
		C.	\$23,125.00
D. Construction Overhead			
	64.81% of Labor Costs (in sections B + C)	D.	\$13,805.00
E. Materials & Supplies			
		E.	\$500.00
F. Materials Handling Charge			
	19.42% of Materials (section E)	F.	\$97.00
G. Transportation & Equipment			
	17.28% of Construction Eng. & Labor (in sections B + C)	G.	\$3,681.00
H. Contract Construction			
Contract Excavator [hrs]	100 /Hr @	\$325.33 /Hr	\$32,533.00
Contract Backhoe [hrs]	50 /Hr @	\$238.22 /Hr	\$11,911.00
Contract Dozer [hrs]	0 /Hr @	\$238.22 /Hr	\$0.00
Contract Roller [half days]	10 /Half Day @	\$521.25 /Half Day	\$5,213.00
Contract Compressor [days]	0 /Day @	\$271.65 /Day	\$0.00
Contract Service Truck [hrs]	40 /Hr @	\$188.31 /Hr	\$7,532.00
Boring (2") [ft]	0 /Ft @	\$64.00 /Ft	\$0.00
Boring (4") [ft]	0 /EA @	\$74.00 /EA	\$0.00
Boring (6") [ft]	0 /Ft @	\$92.00 /Ft	\$0.00
		H.	\$57,189.00
I. Administrative & General Overhead			
	138.95% of Labor Costs (excluding payroll tax)	I.	\$29,596.00
Project Sub-total:			<u>\$135,923.00</u>
J. Department of Labor Notice of Work Fee			
1.0% of contract construction costs <i>if contract construction costs over \$25,000 J.</i>			
Total before any betterments:			<u>\$135,923.00</u>
K. Betterments			

Reimbursable Project Cost Estimate: \$135,923.00



ENSTAR NATURAL GAS COMPANY


ANCHORAGE, ALASKA

PROPOSED GAS LINES

JOLLY CREEK PH 1 & 2

SHEET 1 OF 11

SCALE 1"=20'



ER #:

PROP #: 8797

GRID(S): NW3236

DESIGN SPECIFICATIONS:

A. PIPE DIAMETER: 2"

B. WALL THICKNESS OR SDR:SDR11

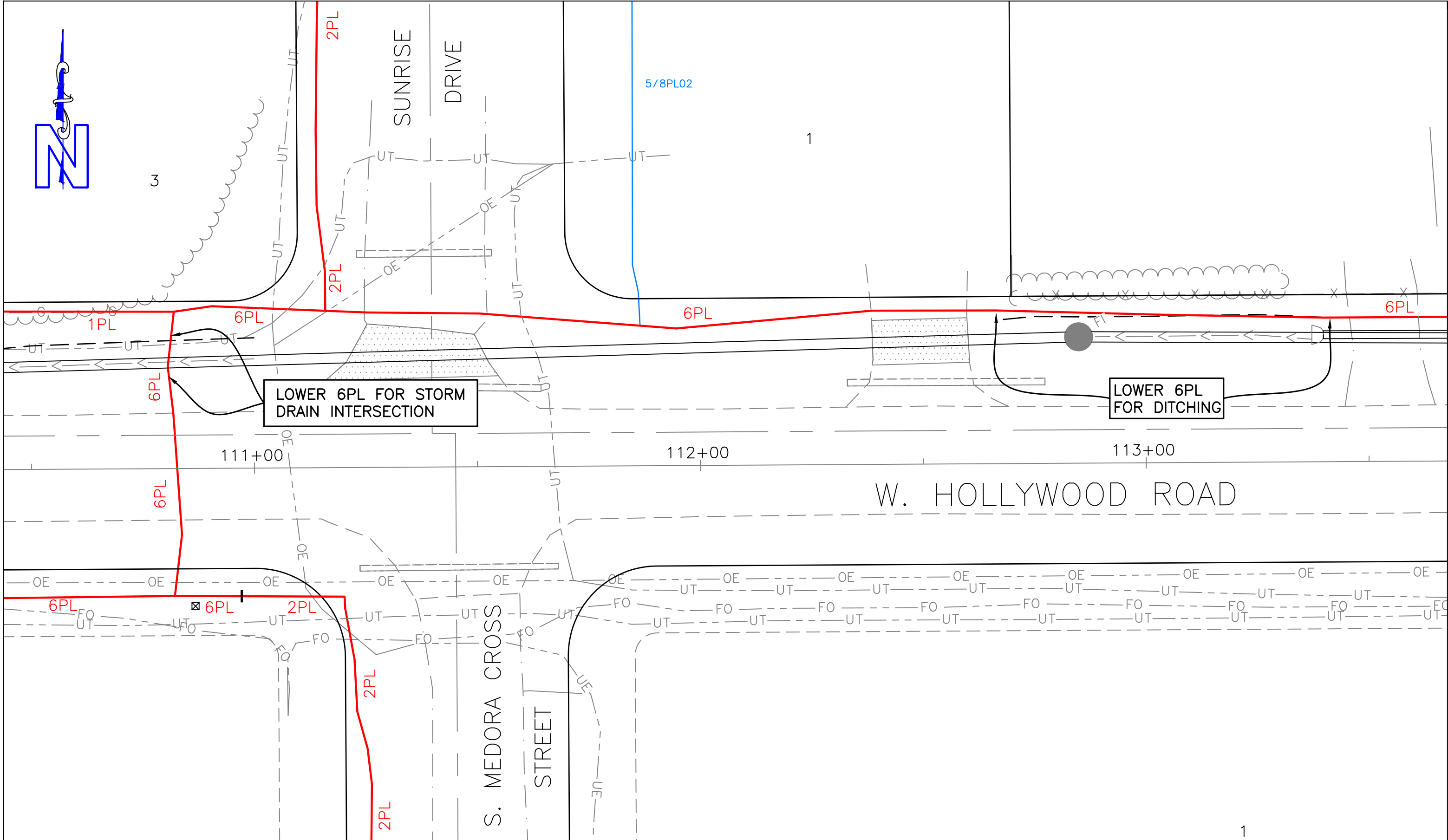
C. MATERIAL GRADE: PE 3408/4710

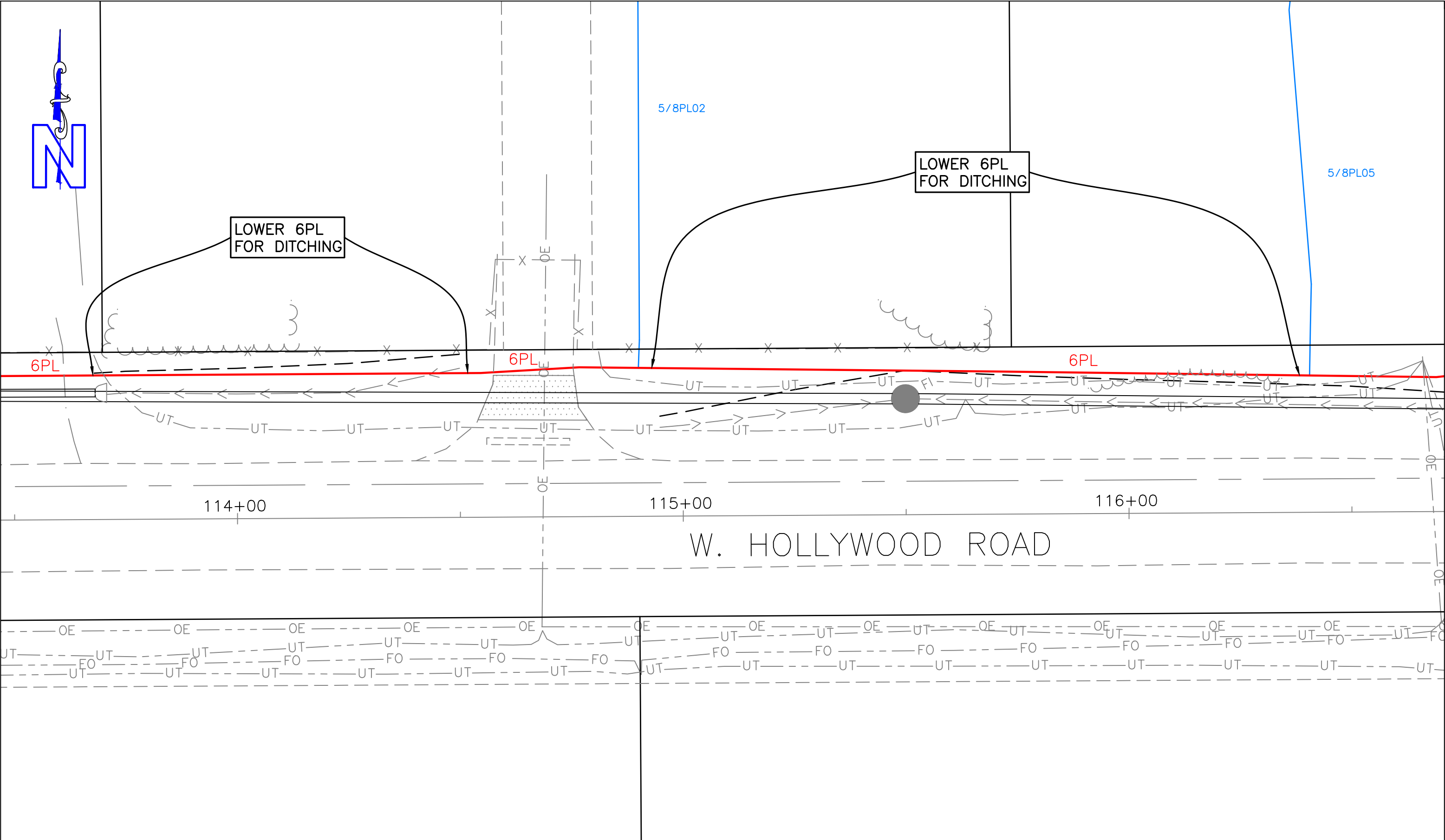
D. COATING TYPE: N/A

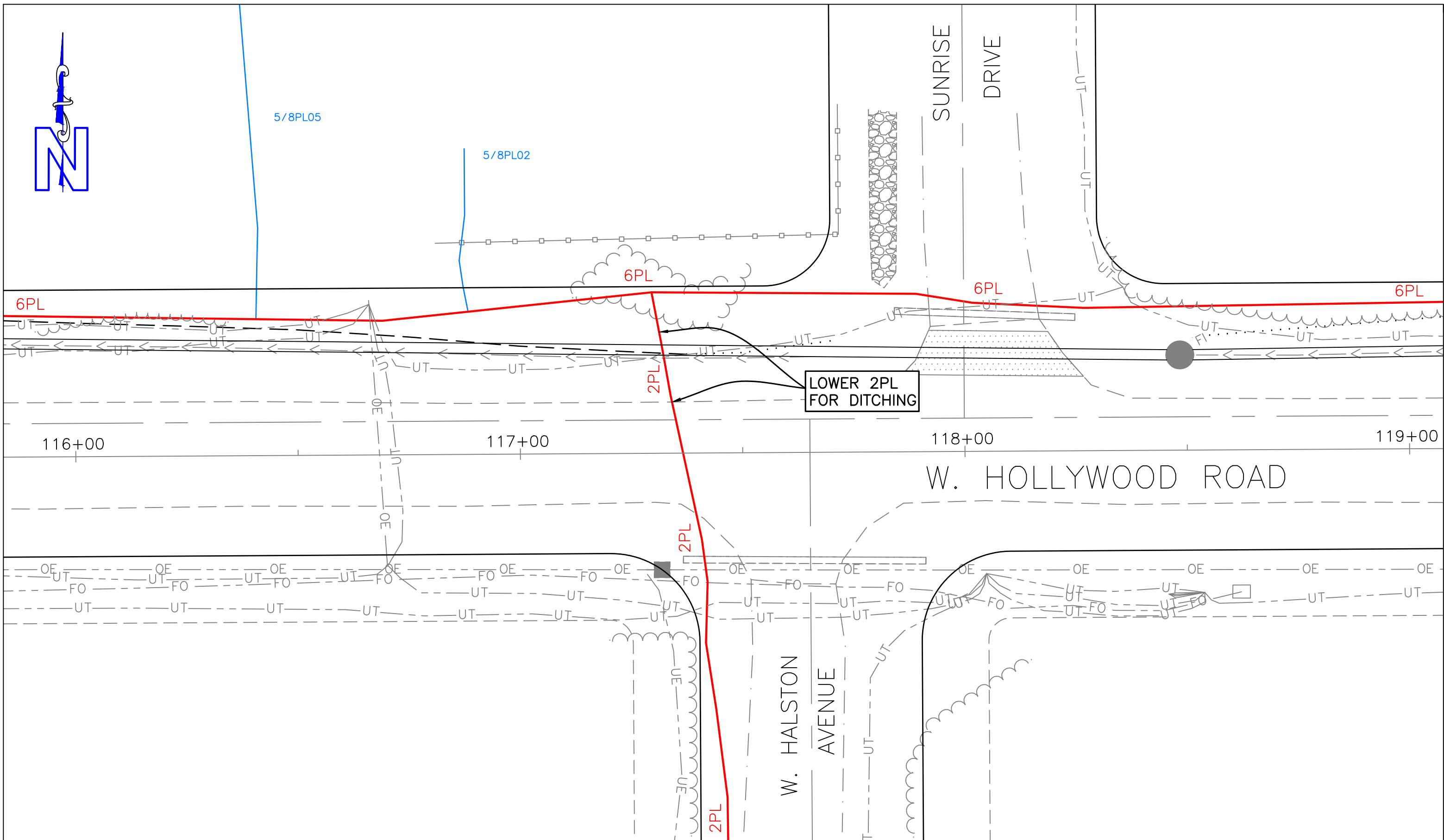
E. MAOP: 60 PSIG

	BY	DATE	CHKD
REVISION	JA	3-18-26	CL
ORIGINAL	JA	3-11-26	CL

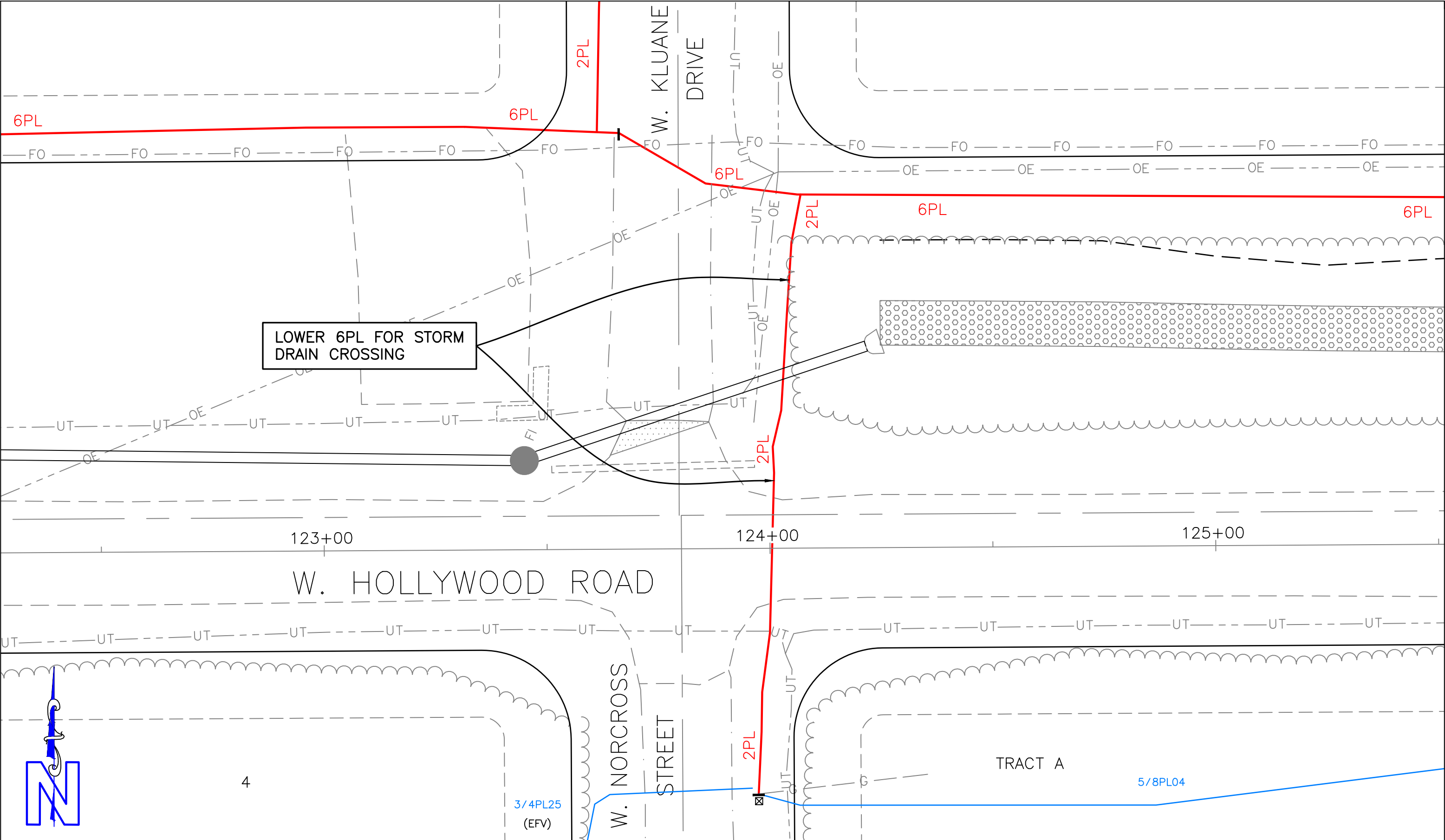
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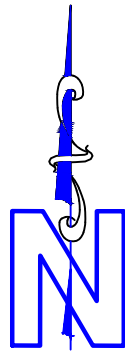




ENSTAR NATURAL GAS COMPANY  ANCHORAGE, ALASKA	PROPOSED GAS LINES JOLLY CREEK PH 1 & 2 SHEET 4 OF 11	SCALE 1"=20' 	ER #: PROP #: 8797 GRID(S): NW3236	DESIGN SPECIFICATIONS: A. PIPE DIAMETER: 2" B. WALL THICKNESS OR SDR:SDR11 C. MATERIAL GRADE: PE 3408/4710 D. COATING TYPE: N/A E. MAOP: 60 PSIG		BY	DATE	CHKD
					REVISION	JA	3-18-26	CL
					ORIGINAL	JA	3-11-26	CL



ENSTAR NATURAL GAS COMPANY  ANCHORAGE, ALASKA	PROPOSED GAS LINES JOLLY CREEK PH 1 & 2 SHEET 5 OF 11	SCALE 1"=20' 	ER #: PROP #: 8797 GRID(S): NW3236	DESIGN SPECIFICATIONS: A. PIPE DIAMETER: 2" B. WALL THICKNESS OR SDR:SDR11 C. MATERIAL GRADE: PE 3408/4710 D. COATING TYPE: N/A E. MAOP: 60 PSIG		BY	DATE	CHKD
					REVISION	JA	3-18-26	CL
					ORIGINAL	JA	3-11-26	CL



LEGEND:

- MAIN LINE
- SERVICE LINE
- LOWER FOR DITCHING

14

5/8PL09

1

W. KLUTINA DRIVE

201+00

202+00

6PL

6PL

2PL

2PL

2PL

6PL

6PL

6PL

W. HOLLYWOOD ROAD

W. HOLLYWOOD ROAD

ENSTAR NATURAL GAS COMPANY

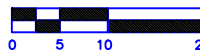


PROPOSED GAS LINES

JOLLY CREEK PH 1 & 2

SHEET 6 OF 11

SCALE 1"=20'



ER #:

PROP #: 8797

GRID(S): NW3236

DESIGN SPECIFICATIONS:

- A. PIPE DIAMETER: 2"
- B. WALL THICKNESS OR SDR:SDR11
- C. MATERIAL GRADE: PE 3408/4710
- D. COATING TYPE: N/A
- E. MAOP: 60 PSIG

REVISION

ORIGINAL

BY

JA

JA

DATE

3-18-26

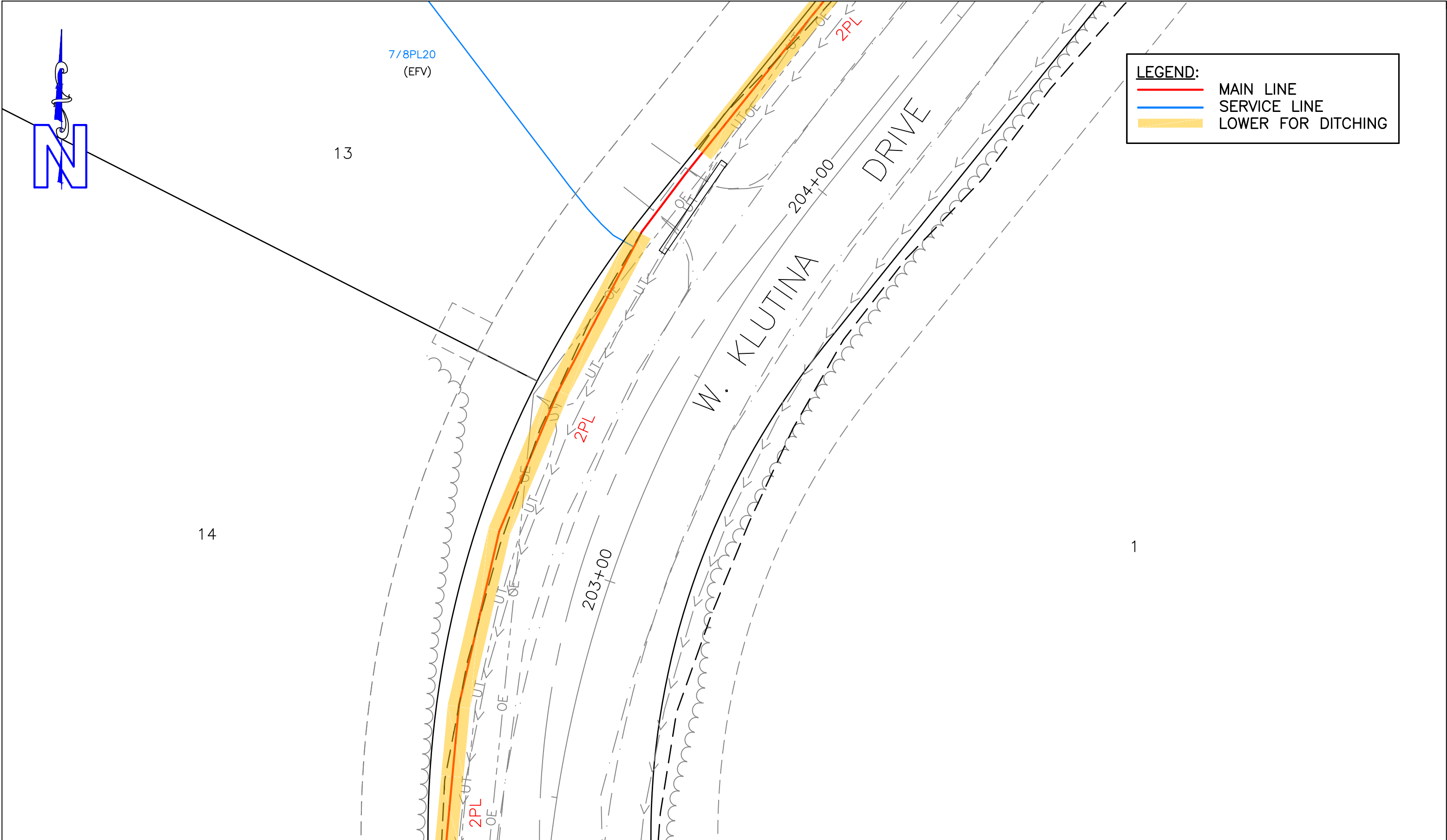
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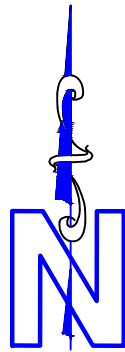
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CL

CL

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LEGEND:

MAIN LINE

SERVICE LINE

LOWER FOR DITCHING

12

3/4PL24
(EFV)

W. KLUTINA DRIVE

W. KLONDIKE DR

5/8PL09

1

ENSTAR NATURAL GAS COMPANY

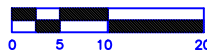


PROPOSED GAS LINES

JOLLY CREEK PH 1 & 2

SHEET 8 OF 11

SCALE 1"=20'



ER #:

PROP #: 8797

GRID(S): NW3236

DESIGN SPECIFICATIONS:

- A. PIPE DIAMETER: 2"
- B. WALL THICKNESS OR SDR:SDR11
- C. MATERIAL GRADE: PE 3408/4710
- D. COATING TYPE: N/A
- E. MAOP: 60 PSIG

REVISION

ORIGINAL

BY

JA

JA

DATE

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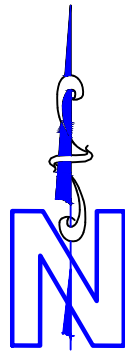
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LEGEND:

MAIN LINE

SERVICE LINE

LOWER FOR DITCHING

11

10

W. KLUTINA DRIVE

207+00

208+00

209+00

5/8PL09

5/8PL09

2PL

2PL

JOLLY CREEK PH 1 & 2

SHEET 9 OF 11

SCALE 1"=20'

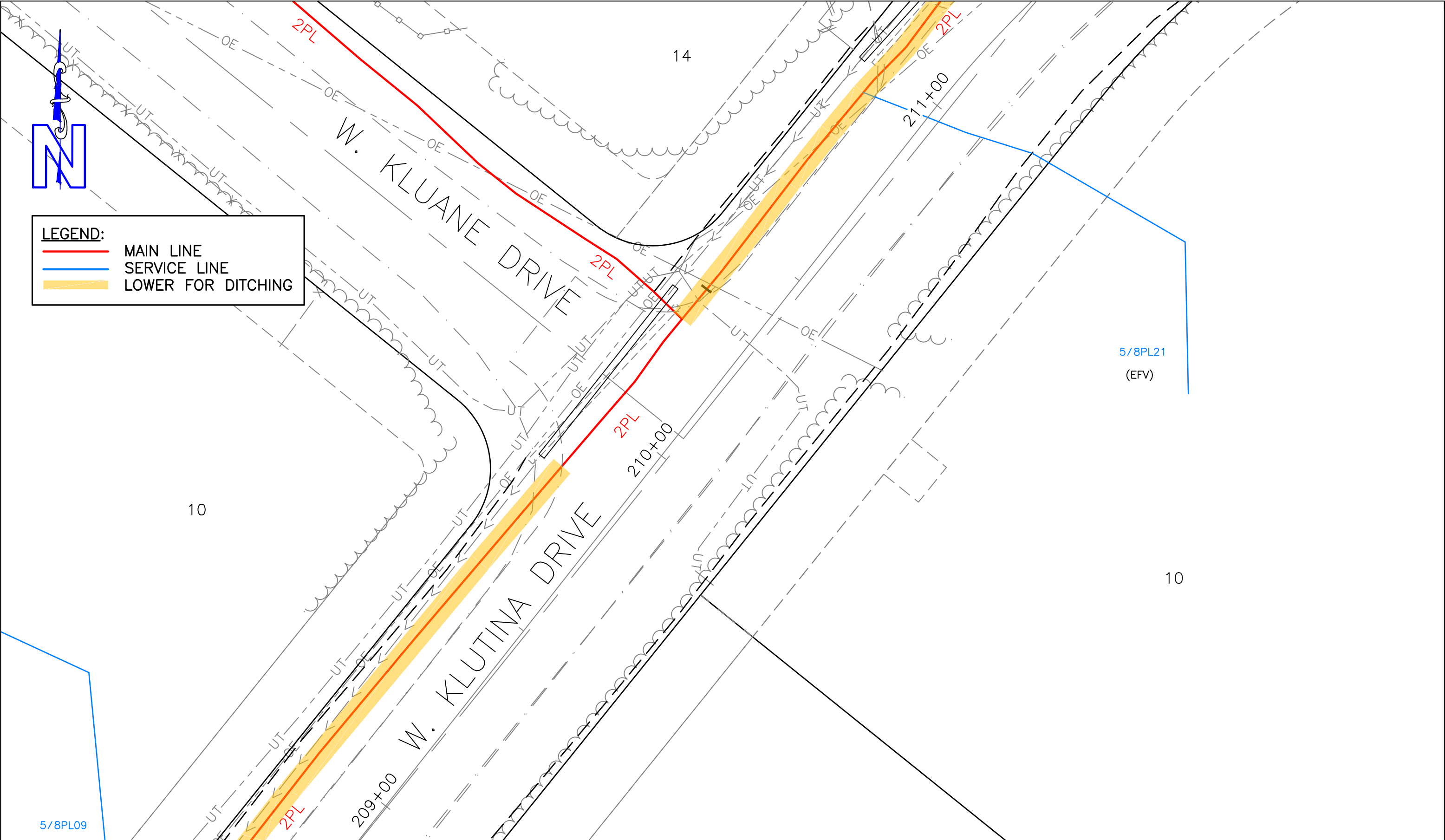


ER #:
PROP #: 8797
GRID(S): NW3236

DESIGN SPECIFICATIONS:
A. PIPE DIAMETER: 2"
B. WALL THICKNESS OR SDR:SDR11
C. MATERIAL GRADE: PE 3408/4710
D. COATING TYPE: N/A
E. MAOP: 60 PSIG

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ORIGINAL	JA	3-11-26	CL

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ENSTAR NATURAL GAS COMPANY


ANCHORAGE, ALASKA

PROPOSED GAS LINES

JOLLY CREEK PH 1 & 2

SHEET 10 OF 11

SCALE 1"=20'



ER #:

PROP #: 8797

GRID(S): NW3236-7

DESIGN SPECIFICATIONS:

A. PIPE DIAMETER: 2"

B. WALL THICKNESS OR SDR:SDR11

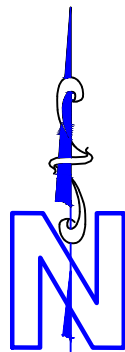
C. MATERIAL GRADE: PE 3408/4710

D. COATING TYPE: N/A

E. MAOP: 60 PSIG

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ORIGINAL	JA	3-11-26	CL

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LEGEND:

MAIN LINE

SERVICE LINE

LOWER FOR DITCHING

1

7/8PL15
(EFV)

2PL

213+00

W. KLUTINA DRIVE

2PL

212+00

211+00

2PL

10

14

ENSTAR NATURAL GAS COMPANY

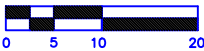
ANCHORAGE, ALASKA

PROPOSED GAS LINES

JOLLY CREEK PH 1 & 2

SHEET 11 OF 11

SCALE 1"=20'



ER #:

PROP #: 8797

GRID(S): NW3237

DESIGN SPECIFICATIONS:

- A. PIPE DIAMETER: 2"
- B. WALL THICKNESS OR SDR:SDR11
- C. MATERIAL GRADE: PE 3408/4710
- D. COATING TYPE: N/A
- E. MAOP: 60 PSIG

REVISION

BY

DATE

CHKD

JA

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ORIGINAL

JA

3-11-26

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