SUBJECT: APPROVAL OF CHANGE ORDER NO. 4 FOR CONTRACT NO. 25-005B WITH AAA VALLEY GRAVEL. LLC FOR THE POINT MACKENZIE ROAD RECONSTRUCTION PROJECT TO EXTEND THE SUBSTANTIAL COMPLETION DATE TO JUNE 30, 2026, AND THE FINAL COMPLETION DATE TO JULY 31, 2026.

## AGENDA OF: December 2, 2025

ASSEMBLY	ACTION:	Approved	under	the	consent	agenda	12/02/25	-	ВЈН

AGENDA ACTION REQUESTED: Present to the Assembly for consideration.

Route To:	Signature
Originator	X Andrew Strahler
Project Management Division Manager	X Cole Branham Signed by: Cole Branham
Public Works Director	X Tom Adams, PE Signed by: Tom Adams
Purchasing Director	X Rustin Krafft  Signed by: Rust Krafft
Finance Director	X Cheyenne Heindel
Borough Attorney	11/19/2025 X Nicholas Spiropoulos Signed by: Nicholas Spiropoulos
Borough Manager	X Michael Brown  Signed by: Mike Brown
Borough Clerk	1 1 / 1 9 / 2 0 2 5  Lonnie McKechnie  Signed by: Lonnie McKechnie

ATTACHMENT(S): Correspondence from AAA Valley and Kinney Engineering(2pp)

SUMMARY STATEMENT: The Point Mackenzie Road MP 0-7 Rehabilitation Phase 1 project, Project No. 35472-1807, is part of the Transportation Infrastructure Program 2021 (TIP21), approved as Proposition 1 by MSB voters in November 2021. The purpose of the project is to reconstruct the embankment, add shoulders, and pave

Page 1 of 2 AM No. 25-132 to provide safer access to Port Mackenzie, Goose Creek Correctional Center, and Point Mackenzie Agricultural District.

On August 23, 2024 Purchasing awarded contract no. 25-005B, to AAA Valley Gravel LLC (AAA), for the Point Mackenzie Road MP 0-7 Rehabilitation Phase 1 project in RSA 17-Knik. This award was approved by Action Memorandum No. 24-091, presented to the Assembly on August 20,2024. The original contract amount was \$4,219,893.33 and the final completion date was December 25, 2025.

Change Order No. 1, added \$32,816 to the contract to remove and replace geotextile material for increased strength, to improve poor existing soil conditions and protect overlying materials.

Change Order No. 2, added \$ 106,292 to increase flagging for safety and TCP.

Change Order No. 3, added \$10,702.30 to remove buried obstructions encountered during construction and add ditch linear grading. This change order also changed the substantial completion date to December 15, 2025.

Change Order No. 4, requests approval to extend the substantial completion date to June 30, 2026 and the final completion date to July 31, 2026. During Construction, unforeseen circumstances have caused delays in the work to be completed. On September 30, 2025, a striping truck, property of the AHTNA subcontractor PNC Inc., was totaled in an accident on a different project. Due to the loss of equipment in the accident, PNC could not install the MMA (Methyl Methacrylate) traffic markings on the project during this season. AAA proposes to install temporary striping to leave the project in appropriate conditions for winter shutdown and complete MMA traffic marking work during the 2026 construction season.

**RECOMMENDATION OF ADMINISTRATION:** Approve change order No. 4 for contract No. 25-005B with AAA Valley Gravel LLC for the Point Mackenzie Road MP 0-7 Rehabilitation Phase 1 project in RSA 17-Knik to extend the substantial completion date June 30, 2026 and the final completion date to July 31, 2026.

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October 6, 2025

Cody Lankford AAA Valley Gravel 110 W 38th Avenue, Suite 100 Anchorage, AK 99503

Construct Point MacKenzie Road MP 0-7 Rehabilitation Phase 1 Subject:

Contract No: 25-005B

Completion Date Response

Dear Mr. Lankford:

KE received AAA Valley Gravel's H-010 letter requesting an extension to the Substantial and Final Completion dates due to a work place accident AAA's subcontractor (PNC) was involved in. The substantial and final completion date are changed to June 30, 2026 and July 31, 2026 respectively.

Please provide a schedule and submittals for temporary striping materials. No additional payment will be made for temporary striping. A winter shutdown walkthrough will be schedule following temporary shutdown.

If you have any questions, please contact me at (907) 707-1107 or at tae.voight@kinneyeng.com.

Sincerely,

Kinney Engineering, LLC

Tae Voight, P.E

**Project Engineer** 

AM 25-132



To: Kinney Engineering, LLC 550 S. Alaska St, Suite 206 Palmer, AK 99645

Attn: Tae Voight

Project: Construct Point Mackenzie Road MP 0-7 Rehabilitation Phase 1

Contract No: 25-005B

Subject: Serial Letter H-010 – Substantial and Final Completion Date Extension

Dear Ms. Voight,

The purpose of this letter is to formally request an extension to the substantial and final completion dates on the above-mentioned project.

Date: October 3, 2025

AAA Valley Gravel's striping subcontractor, PNC Inc., was involved in a workplace accident on a different project on September 30, 2025. Due to the loss of equipment in the accident, PNC is unable to install the MMA traffic markings on the Point Mackenzie Road MP 0-7 project this construction season. AAA Valley Gravel is asking to extend the Substantial and Final Completion Dates in the contract to June 30, 2026 and July 31, 2026, respectively.

In order to leave the project in an appropriate condition for Winter Shutdown, AAA Valley Gravel and PNC are proposing to install temporary striping. If the proposed dates above and temporary striping are acceptable to the owner, we are requesting a written response in a timely manner in order to perform the temporary striping.

We appreciate the effort by all parties on this matter. If you should have any further questions or concerns, please do not hesitate to contact me directly at 907-365-9065 or <a href="mailto:clankford@ahtna.net">clankford@ahtna.net</a>. We look forward to your response.

Respectfully,

Cody Lankford Project Manager AAA Valley Gravel, LLC

CC: Michael Himler, AAA Valley Gravel Josh Cross, Kinney Engineering Andrew Strahler, Mat-Su Borough