

SUBJECT: APPROVAL OF ADDITIONAL UTILITY RELOCATION COSTS OF \$ 44,207.49 TO ENSTAR NATURAL GAS CO. FOR THE HELEN LANE RECONSTRUCTION PROJECT IN RSA 25 (BOGARD).

AGENDA OF: August 18, 2026

ASSEMBLY ACTION:

AGENDA ACTION REQUESTED: Present to the Assembly for consideration.

Route To:	Signature
Originator	8 / 3 / 2 0 2 6 X A u s t i n L a r s o n S i g n e d b y : A u s t i n L a r s o n
Project Management Division Manager	8 / 3 / 2 0 2 6 X C o l e B r a n n h a m S i g n e d b y : C o l e B r a n n h a m
Public Works Director	8 / 3 / 2 0 2 6 X T o m A d a m s , P E S i g n e d b y : T o m A d a m s
Purchasing Director	8 / 3 / 2 0 2 6 X D u s t i n S i l v a S i g n e d b y : D u s t i n S i l v a
Finance Director	8 / 3 / 2 0 2 6 X C h e y e n n e H e i n d e l S i g n e d b y : C h e y e n n e H e i n d e l
Borough Attorney	8 / 3 / 2 0 2 6 X N i c h o l a s S p i r o p o u l o s S i g n e d b y : N i c h o l a s S p i r o p o u l o s
Borough Manager	8 / 3 / 2 0 2 6 X M i c h a e l B r o w n S i g n e d b y : M i c h a e l B r o w n
Borough Clerk	8 / 3 / 2 0 2 6 X L . M c K e c h n i e S i g n e d b y : L e a n n e M c K e c h n i e

Fiscal Note (1 pp)

ATTACHMENT (S) : Cost Estimate (1 pp)

SUMMARY STATEMENT: The Helen Lane Reconstruction Project (Phase 1 of multiple phases within the Williwaw Subdivision) in Road Service Area 25 (Bogard) will upgrade Helen Lane through drainage improvements, reconstruction of the roadway structural section, and paving. These improvements address roadway deficiencies that do not meet Borough minimum construction standards and experience significant drainage issues. The project will enhance roadway durability, improve safety, reduce long-term maintenance costs,

and provide more reliable access for local residents.

As part of the project design process, ENSTAR Natural Gas Company (ENSTAR) was issued a \$5,000 reimbursable purchase order (PO) for preliminary engineering services. During its review of the project plans, ENSTAR identified unavoidable conflicts with existing natural gas utilities, and provided a reimbursable time-and-materials cost estimate of \$117,550.00 for relocating the affected utilities.

Following completion of the utility relocation work, ENSTAR identified an internal engineering estimating error and additional costs associated with a longer than anticipated construction duration. As a result, ENSTAR submitted final actual costs requiring an additional \$44,207.49, bringing the total utility relocation cost to \$166,757.49.

Pursuant to MSB 3.08.161, Assembly approval is required for change orders exceeding 125 percent of the original contract amount for contracts valued between \$100,000 and \$500,000.

The Administration is requesting approval of additional costs of \$44,207.49 for ENSTAR's final actual utility relocation costs, increasing the total reimbursable PO amount to \$166,757.49, including the previously encumbered \$122,550.00.

RECOMMENDATION OF ADMINISTRATION: Approve an additional \$44,207.49 to ENSTAR Natural Gas Company for final utility relocation costs associated with the Helen Lane Reconstruction Project in Road Service Area 25 (Bogard).

MATANUSKA-SUSITNA BOROUGH

FISCAL NOTE

Agenda Date: August 18, 2026

SUBJECT: APPROVAL OF ADDITIONAL UTILITY RELOCATION COSTS OF \$ 44,207.49 TO ENSTAR NATURAL GAS CO. FOR THE HELEN LANE RECONSTRUCTION PROJECT IN RSA 25 (BOGARD) .

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT YES NO
AMOUNT REQUESTED \$44,207.49	FUNDING SOURCE RSA Capital Projects
FROM ACCOUNT # 410.000.000 4xx.xxx	PROJECT#30045
TO ACCOUNT:	PROJECT #
VERIFIED BY: 8 / 3 / 2 0 2 6 ☒ L i e s e l Z a n t o Signed by: L i e s e l Z a n t o	

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		44.2				
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REVENUE						
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FUNDING:

(Thousands of Dollars)

General Fund						
State/Federal Funds						
Other		44.2				
TOTAL		44.2				

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

APPROVED BY:	8 / 3 / 2 0 2 6 ☒ C h e y e n n e H e i n d e l Signed by: C h e y e n n e H e i n d e l
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Reimbursable Project Cost Estimate

Project: 22-25-1252 North Helen Lane Reconstruction
ENSTAR Proposal #: 8718 RC #: 42510

Date: 7/30/2026

A. Preliminary Engineering				
7 man hours @	\$51.64 /Hr		\$361.00	
Construction Overhead =	76.87% of Labor Cost		\$278.00	
Transportation & Equipment =	16.31% of Labor Cost		\$59.00	
Payroll Tax =	25.00% of Labor Cost		\$90.00	
Admin & General Overhead =	131.05% of Labor Cost		\$473.00	
			A.	\$1,261.00
B. Construction Engineering				
Regular Time:	0 man hours @	\$56.91 /Hr	\$0.00	
Overtime:	0 man hours @	\$85.37 /Hr	\$0.00	
Payroll Tax =	25.00% of Labor Cost		\$0.00	
			B.	\$0.00
C. Construction Labor				
Regular Time:	79.5 man hours @	\$60.35 /Hr	\$4,797.83	
Overtime:	0 man hours @	\$90.00 /Hr	\$0.00	
Payroll Tax =	25.00% of Labor Cost		\$1,199.00	
			C.	\$5,996.83
D. Construction Overhead				
	76.87% of Labor Costs (in sections B + C)		D.	\$3,688.00
E. Materials & Supplies				
			E.	\$797.69
F. Materials Handling Charge				
	21.14% of Materials (section E)		F.	\$169.00
G. Transportation & Equipment				
	16.31% of Construction Eng. & Labor (in sections B + C)		G.	\$783.00
H. Contract Construction - 2026				
Laborer/Welder/Flagman (Davis Bacon) - ST	171 Hr @	\$151.33 /Hr	\$25,877.43	
Laborer/Welder/Flagman (Davis Bacon) - OT	23 Hr @	\$194.58 /Hr	\$4,475.34	
Kenworth Truck/Trailer (w/Operator) Davis Bacon - ST	33 Hr @	\$259.44 /Hr	\$8,561.52	
Kenworth Truck/Trailer (w/Operator) Davis Bacon - OT	33 Hr @	\$302.66 /Hr	\$9,987.78	
135 Hitachi Excavator (w/Operator) Davis Bacon - ST	72 Hr @	\$335.09 /Hr	\$24,126.48	
135 Hitachi Excavator (w/Operator) Davis Bacon - OT	6.5 Hr @	\$378.34 /Hr	\$2,459.21	
CS 323 C Cat Compactor (Roller) Day Rental (Dry)	9 Day @	\$782.66 /Day	\$7,043.94	
420 CAT Backhoe/Loader (w/Operator) Davis Bacon - ST	48 Hr @	\$245.37 /Hr	\$11,777.76	
420 CAT Backhoe/Loader (w/Operator) Davis Bacon - OT	3.5 Hr @	\$288.62 /Hr	\$1,010.17	
Service Truck w/Tools (Dry Hourly)	235.5 Hr @	\$97.37 /Hr	\$22,930.64	
D-3 CAT Dozer (w/Operator) Davis Bacon - ST	72 Hr @	\$245.37 /Hr	\$17,666.64	
D-3 CAT Dozer (w/Operator) Davis Bacon - OT	6.5 Hr @	\$288.62 /Hr	\$1,876.03	
375 CFM Compressor Rental (Dry)	9 Day @	\$296.59 /Day	\$2,669.31	
			H.	\$140,462.25
I. Administrative & General Overhead				
	131.05% of Labor Cost (excluding payroll tax)		I.	\$6,288.00
	Overhead Adjustment (Based on actuals)			\$5,675.86
	ENSTAR Davis Bacon Fringe Benefit Adjustment			\$1,635.86
Project Sub-total:				\$166,757.49
J. Department of Labor Notice of Work Fee				
	1.0% of contract construction costs <i>if contract construction costs over \$25,000</i>	J.		
Total before any betterments:				\$166,757.49
K. Betterments				
		K.		\$0.00
Revised Reimbursable Project Cost Estimate:				\$166,757.49
Original PO (incl. Preliminary Engineering):				\$122,550.00
136% Final Change Order Amount:				\$44,207.49