

SUBJECT: Award of Bid No. 26-157B to Tew's Inc. for the contract amount of \$1,116,525.33 for RSA 21 Big Lake Annual Road Maintenance - Rebid.

AGENDA OF: June 2, 2026

ASSEMBLY ACTION: Defeated with Assemblymembers McKee, Fonov, and Bernier in support. 06/02/26 - EMW
 Reconsideration filed: 06/03/26. Reconsideration Passed with Assemblymember Bowles opposed:06/16/26. Adopted with Assemblymembers Bowles and Gamble opposed 06/16/26
 Motion to rescind filed: 06/16/26
 Motion to rescind failed with Assemblymembers Gamble and Bowles in support: 07/21/26

AGENDA ACTION REQUESTED: Present to the Assembly for consideration.

Route To:	Signature
Purchasing Director	5/19/2026 X Rustin Krafft Signed by: Rustin Krafft
Public Works Director	5/19/2026 X Tom Adams, PE Signed by: Tom Adams
Finance Director	5/21/2026 X Cheyenne Heindel Signed by: Cheyenne Heindel
Borough Attorney	5/21/2026 X Nicholas Spiropoulos Signed by: Nicholas Spiropoulos
Borough Manager	5/21/2026 X Michael Brown Signed by: Mike Brown
Borough Clerk	5/21/2026 X Brenda J. Henry for Signed by: Brenda Henry

ATTACHMENT (S) : Analysis Sheet (1p)
 Scope of Work (2p)

SUMMARY STATEMENT: On April 22, 2026, the Matanuska-Susitna Borough Purchasing Division issued a solicitation requesting bids from qualified contractors to perform RSA 21 Big Lake Annual Road Maintenance. The Matanuska-Susitna Borough contracts out annual road maintenance throughout the local road service areas. Contractors are to provide services to the Borough for all road assets approved for maintenance within the Road Service Area (RSA). Contract Services are comprised of three general activities: Routine Maintenance, Periodic Maintenance, and Public Construction. Services purchased will support the Public Works Department in assembly district #5.

In response to the advertisement, three responsive bids were received. Award recommendation is being made to Tew's Inc. as the lowest responsive and responsible bidder based on the Total Bid Amount.

The term length for this agreement is for one year with two additional one-year renewals (a potential three-year contract), subject to annual appropriation of funds by the Borough Assembly.

In accordance with MSB 3.08.170(B), Administration requests authority to modify the resulting contract completion date by 90 days for unforeseen circumstances.

The Public Works Department, Operations and Maintenance Division will be administering the contract.

RECOMMENDATION OF ADMINISTRATION: Approve the subject action memorandum.

MATANUSKA-SUSITNA BOROUGH

FISCAL NOTE

Agenda Date: June 2, 2026

SUBJECT: Award of bid number 26-157B to Tew's Inc. for the contract amount of \$1,116,525.33 for RSA 21 Big Lake Annual Road Maintenance – Rebid.

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT YES NO
AMOUNT REQUESTED \$1,116,525.33	FUNDING SOURCE FY27 Big Lake RSA Operating Budget
FROM ACCOUNT # 277.000.000 4xx.xxx	PROJECT
TO ACCOUNT :	PROJECT #
VERIFIED BY: _____ X _____ Signed by: Liesel Zanto	CERTIFIED BY:
DATE:	DATE:

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031
Personnel Services						
Travel						
Contractual		1,116.5				
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING		1 116 5				

CAPITAL						
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REVENUE						
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FUNDING:

(Thousands of Dollars)

General Fund						
State/Federal Funds						
Other		1 116 5				
TOTAL		1 116 5				

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

PREPARED BY: _____ PHONE: _____

DEPARTMENT: _____ DATE: _____



Recoverable Signature

X

Cheyenne Heindel

APPROVED BY: _____ DATE: _____

Signed by: Cheyenne Heindel

SECTION 102

SCOPE OF WORK

- 2.0 Description.** The work consists of performing year-round routine maintenance. Work may also consist of periodic maintenance or public construction that is approved by the Borough prior to commencement. The Contractor shall complete all work in accordance with the Contract.
- 2.1 Roads Approved for Maintenance.** The Borough's GIS dashboard (<https://matsugov.us/roads/maintenance>) identifies the road service area (RSA) boundary and the road maintenance classifications included in this Contract. Mileage shown in the bid documents is for road assets approved for maintenance within this Contract. The Borough shall provide written notification to the Contractor of any changes in approved service area road mileage or road maintenance classification. If the RSA contains a maintenance agreement with another entity (i.e. DOT, City of Wasilla, etc) that divides maintenance responsibilities, the contractor will be notified and respective maintenance will follow terms and definitions of this contract for the respective agreement.
- 2.2 Services.** The Contractor shall provide services to the Borough for all road assets approved for maintenance within the RSA to their classification and shall identify, prioritize, and plan services in accordance with the terms of this Contract. Services are comprised of three general activities as follows:
- A. Routine Maintenance.** Routine maintenance is the daily monitoring of road assets and the work required to conform to the Specifications for Road Maintenance.
 - 1. Routine Maintenance includes activities and response to conditions that are both predictable and unpredictable in nature.
 - 2. Payment for routine maintenance shall be made on a per mile basis as shown on the Bid Form.
 - B. Periodic Maintenance.** Periodic maintenance is work typically performed at certain intervals to provide protection, decrease the rate of deterioration, and preserve integrity of road assets.
 - 1. Periodic Maintenance must be timely completed which requires a written Task Order from the Borough prior to commencing work. The amount of the PO cannot be exceeded without the Borough's written approval.
 - 2. Periodic Maintenance is required to conform to the Specifications for Road Maintenance and the Alaska Department of Transportation & Public Facilities Standard Specifications for Highway Construction (2017).
 - 3. The annual quantity of Periodic Maintenance will be reallocated every contract year by the Borough to meet the needs of the RSA.
 - 4. Payment for Periodic Maintenance shall be made at the contract unit price for the quantity of authorized work completed and accepted during the billing cycle.
 - C. Public Construction.** Public Construction is work that includes rehabilitation, alteration, extension, or repair of roadways.
 - 1. Public construction requires written authorization in the form of a Task Order from the Borough prior to commencing work. The amount of the Task Order cannot be exceeded without the Borough's written approval.

2. The annual quantity of Public Construction will be allocated every contract year to meet the needs of the RSA.
3. Payment for Public Construction shall be made at the contract unit price for the quantity of authorized work completed and accepted during the billing cycle.
4. All Public construction, no matter the value of the Task Order, shall not pay less than the current prevailing wage rates as described in Alaska Statute 36.05.
5. Public Construction is required to conform to the Alaska Department of Transportation & Public Facilities Standard Specifications for Highway Construction (2017)

2.3 Three (3)-Year Anticipated Work Plan. The Borough shall provide the Contractor a Three-Year Anticipated Work Plan in a format determined by the Borough:

- A. By no later than 90 days after a complete Startup Condition Assessment has been received from the Contractor for the first contract year.
- B. Each year thereafter on or before March 1 of each contract year (if the contract is renewed).

2.4 Additional Work. The Borough may request Contractor to perform additional work. Contractor may provide a proposal for requested Additional Work to the Borough for acceptance, including a description of the work to be completed and the price. Compensation for Additional Work will be at the agreed price.

- A. Additional Work completed without the Borough's approval will not be paid.
- B. Nothing in this Contract is intended to restrict the Borough from hiring other contractors to perform Additional Work. The Borough may use other contractors to complete work.

2.5 Equipment. The Contractor's rates for equipment are shown in contract documents. Rates will cover per hour, with operator, and shall include the total amount the Borough will pay under every circumstance covered by this contract.

2.6 Changes to Contract. Changes to the Contract must be in writing and can only made by the Borough. Contractor shall not perform work on any road, bridge or pedestrian facility not shown on the GIS dashboard or specifically identified within this contract unless otherwise provided by written change order issued by the Borough. The Borough may adjust road mileage or modify any road maintenance classification by issuing a change order to the Contractor.

Date: May 11, 2026

26-157B RSA 21 Big Lake Annual Road Maintenance - Rebid													
Detailed Bid Tabulation:													
SCHEDULE A: ROUTINE MAINTENANCE													
				NST Heavy Haul		Tews, Inc.		McKenna Brothers Paving		Red Valley Services, LLC			
Item	Work Description	Pay Unit	Est. Qty	Unit Price	Extended Price	Unit Price	Extended Price	Unit Price	Extended Price	Unit Price	Extended Price	Unit Price	Extended Price
SCHEDULE A: ROUTINE MAINTENANCE													
A-1	LEVEL 1	MILE	0.0	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
A-2	LEVEL 2	MILE	21.8	\$ -	\$ -	\$ 8,200.00	\$ 178,760.00	\$ 12,247.00	\$ 266,984.60	\$ 10,000.00	\$ 218,000.00	\$ -	\$ -
A-3	LEVEL 3	MILE	79.9	\$ -	\$ -	\$ 8,200.00	\$ 655,180.00	\$ 12,247.00	\$ 978,535.30	\$ 10,000.00	\$ 799,000.00	\$ -	\$ -
A-4	LEVEL 4	MILE	1.5	\$ -	\$ -	\$ 8,200.00	\$ 12,300.00	\$ 12,247.00	\$ 18,370.50	\$ 10,000.00	\$ 15,000.00	\$ -	\$ -
TOTAL BID (SCHEDULE A)					\$ -		\$ 846,240.00		\$ 1,263,890.40		\$ 1,032,000.00		\$ -
DEDUCTIVE ALTERNATE 1													
DA-1	Modify 5.01.6 d. to allow berms measured on the homeowner side of the driveway to be no more than 12 inches high on any portion for the full width of the driveway for Level 1, 2, and 3.	MILE	101.7	\$ -	\$ -	\$ 400.00	\$ 40,680.00	\$ 3,000.00	\$ 305,100.00	\$ 1,650.00	\$ 167,805.00	\$ -	\$ -
SCHEDULE B: PERIODIC MAINTENANCE													
SCHEDULE B: PERIODIC MAINTENANCE													
				NST Heavy Haul		Tews, Inc.		McKenna Brothers Paving		Red Valley Services, LLC		0	
Item	Work Description	Pay Unit	Est. Qty	Unit Price	Extended Price	Unit Price	Extended Price	Unit Price	Extended Price	Unit Price	Extended Price	Unit Price	Extended Price
B-1	CRACK SEALING	POUND	38,150	\$ -	\$ -	\$ 2.60	\$ 99,190.00	\$ 1.60	\$ 61,040.00	\$ 2.40	\$ 91,560.00	\$ -	\$ -
670 (2)	SINGLE STRIPE	MILE	35.8	\$ -	\$ -	\$ 800.00	\$ 28,640.00	\$ 850.00	\$ 30,430.00	\$ 800.00	\$ 28,640.00	\$ -	\$ -
670 (3)	DOUBLE STRIPE	MILE	18	\$ -	\$ -	\$ 1,700.00	\$ 30,430.00	\$ 1,700.00	\$ 30,430.00	\$ 1,600.00	\$ 28,640.00	\$ -	\$ -
670 (4)	TRANSVERSE PAVEMENT MARKING LINES	SQUARE FOOT	21,670	\$ -	\$ -	\$ 1.40	\$ 30,338.00	\$ 1.40	\$ 30,338.00	\$ 2.20	\$ 47,674.00	\$ -	\$ -
670 (5)	TRANSVERSE PAVEMENT MARKING, WORDS AND SYMBOLS	EACH	12	\$ -	\$ -	\$ 270.00	\$ 3,240.00	\$ 270.00	\$ 3,240.00	\$ 200.00	\$ 2,400.00	\$ -	\$ -
B-2	CALCIUM CHLORIDE	TON	46.4	\$ -	\$ -	\$ 90.00	\$ 4,176.00	\$ 90.00	\$ 4,176.00	\$ 90.00	\$ 4,176.00	\$ -	\$ -
B-3	S. Gonder Road (1.0 mi)	EACH	4	\$ -	\$ -	\$ 100.00	\$ 400.00	\$ 100.00	\$ 400.00	\$ 100.00	\$ 400.00	\$ -	\$ -
TOTAL BID (SCHEDULE B)					\$ -		\$ 196,414.00		\$ 160,054.00		\$ 203,490.00		\$ -
SCHEDULE C: PUBLIC CONSTRUCTION													
SCHEDULE C: PUBLIC CONSTRUCTION													
				NST Heavy Haul		Tews, Inc.		McKenna Brothers Paving		Red Valley Services, LLC		0	
202 (4)	REMOVAL OF CULVERT PIPE	LINEAR FOOT	200	\$ -	\$ -	\$ 16.00	\$ 3,200.00	\$ 16.00	\$ 3,200.00	\$ 16.00	\$ 3,200.00	\$ -	\$ -
203 (3)	UNCLASSIFIED EXCAVATION	CUBIC YARD	1,310	\$ -	\$ -	\$ 24.00	\$ 31,440.00	\$ 24.00	\$ 31,440.00	\$ 20.00	\$ 26,200.00	\$ -	\$ -
203 (27)	DITCH LINEAR GRADING	STATION	178	\$ -	\$ -	\$ 90.00	\$ 16,020.00	\$ 90.00	\$ 16,020.00	\$ 100.00	\$ 17,800.00	\$ -	\$ -
301 (1)	AGGREGATE BASE COURSE, GRADING D-1	TON	190	\$ -	\$ -	\$ 29.00	\$ 5,510.00	\$ 29.00	\$ 5,510.00	\$ 29.00	\$ 5,510.00	\$ -	\$ -
301 (3)	AGGREGATE SURFACE COURSE, GRADING E-1	TON	890	\$ -	\$ -	\$ 26.00	\$ 23,140.00	\$ 26.00	\$ 23,140.00	\$ 26.00	\$ 23,140.00	\$ -	\$ -
302 (2)	AGGREGATE FOR SUBGRADE MODIFICATION	CUBIC YARD	1,056	\$ -	\$ -	\$ 31.00	\$ 32,736.00	\$ 31.00	\$ 32,736.00	\$ 31.00	\$ 32,736.00	\$ -	\$ -
302 (3)	PROCESSING FOR SUBGRADE MODIFICATION	STATION	5	\$ -	\$ -	\$ 220.00	\$ 1,100.00	\$ 220.00	\$ 1,100.00	\$ 215.00	\$ 1,075.00	\$ -	\$ -
303 (1)	RECONDITIONING	STATION	148	\$ -	\$ -	\$ 90.00	\$ 13,320.00	\$ 90.00	\$ 13,320.00	\$ 95.00	\$ 14,060.00	\$ -	\$ -
401 (1)	HMA, TYPE II, CLASS B	TON	200	\$ -	\$ -	\$ 125.00	\$ 25,000.00	\$ 125.00	\$ 25,000.00	\$ 145.00	\$ 29,000.00	\$ -	\$ -
401 (18)	REPAIR UNSTABLE PAVEMENT	SQUARE YARD	276	\$ -	\$ -	\$ 34.00	\$ 9,384.00	\$ 34.00	\$ 9,384.00	\$ 34.00	\$ 9,384.00	\$ -	\$ -
603 (1-12)	CSP 12 INCH	LINEAR FOOT	470	\$ -	\$ -	\$ 60.00	\$ 28,200.00	\$ 60.00	\$ 28,200.00	\$ 55.00	\$ 25,850.00	\$ -	\$ -
603 (1-18)	CSP 18 INCH	LINEAR FOOT	120	\$ -	\$ -	\$ 80.00	\$ 9,600.00	\$ 80.00	\$ 9,600.00	\$ 65.00	\$ 7,800.00	\$ -	\$ -
603 (1-24)	CSP 24 INCH	LINEAR FOOT	200	\$ -	\$ -	\$ 120.00	\$ 24,000.00	\$ 120.00	\$ 24,000.00	\$ 75.00	\$ 15,000.00	\$ -	\$ -
630 (1)	GEOTEXTILE SEPARATION	SQUARE YARD	840	\$ -	\$ -	\$ 2.10	\$ 1,764.00	\$ 2.10	\$ 1,764.00	\$ 2.00	\$ 1,680.00	\$ -	\$ -
640 (1)	MOBILIZATION AND DEMOBILIZATION	CONTINGENT SUM	ALL REQ'D		\$ 12,000.00		\$ 12,000.00		\$ 12,000.00		\$ 12,000.00		\$ 12,000.00
641 (5)	EROSION AND SEDIMENT CONTROL BY DIRECTIVE	CONTINGENT SUM	ALL REQ'D		\$ 1,000.00		\$ 1,000.00		\$ 1,000.00		\$ 1,000.00		\$ 1,000.00
643 (2A)	TRAFFIC MAINTENANCE	CONTINGENT SUM	ALL REQ'D		\$ 6,000.00		\$ 6,000.00		\$ 6,000.00		\$ 6,000.00		\$ 6,000.00
643 (15A)	FLAGGING	CONTINGENT SUM	ALL REQ'D		\$ 2,080.00		\$ 2,080.00		\$ 2,080.00		\$ 2,080.00		\$ 2,080.00
TOTAL BID (SCHEDULE C)					\$ -	\$ 21,080.00		\$ 245,494.00		\$ 245,494.00		\$ 233,515.00	\$ 21,080.00
EQUIPMENT RATE SCHEDULE FOR ADDITIONAL WORK													
				NST Heavy Haul		Tews, Inc.		McKenna Brothers Paving		Red Valley Services, LLC		0	
Equipment Description		Pay Unit	MSB Rate	Contractor Hourly Rate		Contractor Hourly Rate		Contractor Hourly Rate		Contractor Hourly Rate		Contractor Hourly Rate	
MOTOR GRADER 150 HP		hour	\$165	\$ -	\$ -	\$ 350.00	\$ -	\$ 165.00	\$ -	\$ 165.00	\$ -	\$ -	\$ -
D3 CATERPILLAR OR EQUAL DOZER WITH 6-WAY BLADE		hour	\$125	\$ -	\$ -	\$ 75.00	\$ -	\$ 125.00	\$ -	\$ 125.00	\$ -	\$ -	\$ -
WHEEL LOADER 4 YD ARTICULATING		hour	\$125	\$ -	\$ -	\$ 155.00	\$ -	\$ 125.00	\$ -	\$ 150.00	\$ -	\$ -	\$ -
DUMP TRUCK 10 YD TANDEM AXLE		hour	\$125	\$ -	\$ -	\$ 105.00	\$ -	\$ 125.00	\$ -	\$ 125.00	\$ -	\$ -	\$ -
CATERPILLAR 315 OR EQUAL EXCAVATOR 1/2 YD BUCKET		hour	\$150	\$ -	\$ -	\$ 130.00	\$ -	\$ 150.00	\$ -	\$ 150.00	\$ -	\$ -	\$ -
CATERPILLAR 330 OR EQUAL EXCAVATOR 1-1/2 YD BUCKET		hour	\$150	\$ -	\$ -	\$ 130.00	\$ -	\$ 150.00	\$ -	\$ 175.00	\$ -	\$ -	\$ -
SELF-PROPELLED VIBRATORY COMPACTOR 60 IN DRUM		hour	\$100	\$ -	\$ -	\$ 80.00	\$ -	\$ 100.00	\$ -	\$ 100.00	\$ -	\$ -	\$ -
TRACTOR, 2 AXLES WITH TRAILER (14 WHEELS)		hour	\$100	\$ -	\$ -	\$ 80.00	\$ -	\$ 100.00	\$ -	\$ 100.00	\$ -	\$ -	\$ -
TRACTOR, 2 AXLES WITH TRAILER (18 WHEELS)		hour	\$100	\$ -	\$ -	\$ 80.00	\$ -	\$ 100.00	\$ -	\$ 100.00	\$ -	\$ -	\$ -
ROAD BRUSHING TRACTOR WITH ARTICULATING BROOM		hour	\$100	\$ -	\$ -	\$ 80.00	\$ -	\$ 100.00	\$ -	\$ 100.00	\$ -	\$ -	\$ -
MOTORIZED VACUUM STREET SWEEPER		hour	\$140	\$ -	\$ -	\$ 120.00	\$ -	\$ 140.00	\$ -	\$ 130.00	\$ -	\$ -	\$ -
COMBINATION VACUUM TRUCK		hour	\$350	\$ -	\$ -	\$ 165.00	\$ -	\$ 350.00	\$ -	\$ 350.00	\$ -	\$ -	\$ -
LABORER, GENERAL		hour	\$75	\$ -	\$ -	\$ 55.00	\$ -	\$ 75.00	\$ -	\$ 75.00	\$ -	\$ -	\$ -
TOTAL RATE SCHEDULE FOR ADDITIONAL WORK			\$ 1,805.00	\$ -		\$ 1,605.00		\$ 1,805.00		\$ 1,845.00		\$ -	\$ -
EQUIPMENT RATE SCHEDULE FOR ADDITIONAL WORK													
				NST Heavy Haul		Tews, Inc.		McKenna Brothers Paving		Red Valley Services, LLC		0	
SCHEDULE A - ROUTINE MAINTENANCE				\$ -	\$ -	\$ 846,240.00	\$ 1,263,890.40	\$ 1,032,000.00	\$ -	\$ -	\$ -		
DEDUCTIVE ALTERNATE 1 SCHEDULE A				\$ -	\$ -	\$ 40,680.00	\$ 305,100.00	\$ 167,805.00	\$ -	\$ -	\$ -		
SCHEDULE B - PERIODIC MAINTENANCE				\$ -	\$ -	\$ 196,414.00	\$ 160,054.00	\$ 203,490.00	\$ -	\$ -	\$ -		
SCHEDULE C - PUBLIC CONSTRUCTION				\$ -	\$ -	\$ 245,494.00	\$ 245,494.00	\$ 233,515.00	\$ 21,080.00				
EQUIPMENT RATE SCHEDULE FOR ADDITIONAL WORK				\$ -	\$ -	\$ 1,605.00	\$ 1,805.00	\$ 1,845.00	\$ -	\$ -	\$ -		

		NST Heavy Haul		Tews, Inc.		McKenna Brothers Paving		Red Valley Services, LLC		0	
TOTAL BID AMOUNT	\$	-	\$	1,116,525.33	\$	1,257,635.73	\$	1,165,540.00	\$	21,080.00	
EQUIPMENT WEIGHT FACTOR		(0.10)		(0.01)		0.00		0.00		(0.10)	
WEIGHTED TOTAL BASIS OF AWARD		No Bid	\$	1,104,153.86	\$	1,257,635.73	\$	1,168,122.91	\$	18,972.00	

= bidder calculation error