

**CHUGACH ELECTRIC ASSOCIATION, INC.**  
**Anchorage, Alaska**

**BOARD MEETING**  
**AGENDA ITEM SUMMARY**

**March 16, 2005**

**ACTION REQUIRED**

**AGENDA ITEM NO. IX.C**

**Information Only**  
 **Motion**  
 **Resolution**  
 **Executive Session**  
 **Other**

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**TOPIC**

Contract award for construction of the South Anchorage Substation.

**DISCUSSION**

Construction for the new South Anchorage Substation was begun in 2004 with site preparation and the installation of transformer foundations and a fence. All major equipment, such as transformers, circuit breakers, medium voltage switchgear and steel support structures is on order or has been delivered. Installation of the equipment, a control building and communication facility is the final step in bringing the substation "on line".

Chugach received three bids from its pre-qualified contractors.

NORCON, Inc. submitted the lowest responsive bid. The bid prices are:

<u>Contractor</u>	<u>Bid</u>
NORCON, Inc	\$2,989,422.30
City Electric, Inc.	\$4,607,636.35
Redi Electric, Inc.	\$5,163,771.19

The Engineer's estimate was \$5,372,163.74

The lower bid prices are primarily attributed to lower labor costs bid for the project.

**CEO's RECOMMENDATION**

Recommend approval of the attached resolution awarding a contract to NORCON, Inc.

Motion: Move that the Chugach Board of Directors authorize the Chief Executive Officer to execute a contract for construction of the South Anchorage Substation to NORCON, Inc. in an amount not to exceed \$2,989,422.30



## RESOLUTION

WHEREAS, Chugach Electric Association, Inc. (Chugach) has determined the need to construct a new bulk substation in south Anchorage;

WHEREAS, Chugach has included construction of this new bulk substation in the 2005-2009 Capital Improvement Plan;

WHEREAS, Chugach has solicited and received bids for the construction of the substation from three bidders;

WHEREAS, Chugach has evaluated the bids and found NORCON, Inc. to be the lowest responsive and responsible bidder;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Chugach Electric Association, Inc., that the Chief Executive Officer is authorized to execute a construction contract with NORCON, Inc., in an amount not to exceed \$2,989,422.30.

I, Pat Jasper, do hereby certify that I am that I am Secretary of Chugach Electric Association, Inc., an electric non-profit cooperative membership corporation organized and existing under the laws of the State of Alaska: that the foregoing is a complete and correct copy of a resolution adopted at a meeting of the Board of Directors of this corporation, duly and properly called and held on the \_\_\_\_ day of \_\_\_\_\_, 2005; that a quorum was present at the meeting; that the resolution is set forth in the minutes of the meeting and has not been rescinded or modified.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the seal of this corporation the \_\_\_\_ day of \_\_\_\_\_, 2005.

\_\_\_\_\_  
Secretary