MEMORANDUM

TO: MAYOR JENSEN AND BOROUGH ASSEMBLY

FROM: KARL HAGERMAN, UTILITY DIRECTOR

SUBJECT: AWARD RECOMMENDATION – SCOW BAY GENERATOR 2 DESIGN BUILD

DATE: 9/30/2025

CC: STEVE GIESBRECHT, BOROUGH MANAGER

Petersburg Municipal Power and Light (PMPL) issued a Request for Proposals for the Scow Bay Generator #2 Design Build project on August 5, 2025. This project will move the facility design to construction ready documents, including a detailed construction estimate, before a contract amendment is approved for the actual construction.

On September 25, 2025, PMPL received and opened all proposals which met the submission deadline. Proposals were received from McG Constructors Inc. of Sitka, Alaska and Dawson Construction, LLC of Juneau, Alaska.

PMPL undertook an evaluation and scoring process that required 5 staff members to compare the proposals with the requirements of the RFP and apply a qualitative score to each of the weighted scoring criteria that were detailed in the document. Scoring criteria included the Contractor's experience in similar projects; the qualifications and experience of the proposed Designer of Record; available resources to complete the work required; a plan and schedule for completion of the work; and a proposed cost of design, heavy move tasks and facility commissioning services.

As a result of the evaluation and scoring process, PMPL recommends that the Borough Assembly award a design build contract to **Dawson Construction**, **LLC** to complete the Scow Bay Generator #2 Design Build engineering, heavy move tasks and project commissioning for the price of \$768,330.00.

It is important to note that the award amount does not include construction pricing at the present time. Once the contractor has completed the 95% construction plans in coordination with PMPL, a contract amendment will be negotiated to accomplish the construction of the project based on a detailed construction estimate.

Funding for this Contract is available in Capital Project Fund 728. Current plans will complete design in the early spring of 2026, construction will start in April 2026 and final completion will be in October 2026.

Thank you for your consideration.