

# **STORES BUILDING CAPITAL REQUEST**

**Garry White**

**From:** Scott Brylinsky [scott@cityofsitka.com]  
**Sent:** Monday, September 15, 2008 3:38 PM  
**To:** garrywhite@gci.net  
**Cc:** Dave Wolff; 'Mary Larsen'; 'Grant Miller'  
**Subject:** request SCIP board agenda item - Stores Building Sprinkler Rehab project  
**Attachments:** Stores sprinkler rehab - probable costs.xls

Garry,

This is to request an agenda item for discussion at the next SCIP Board meeting.

The item is additional funding for SCIP Stores Building Sprinkler Rehab project. The specific question is: "Does the board recommend the Assembly allocate an additional \$15,000 in capital funds for this project?"

**Background:**

The FY09 SCIP capital budget has a \$30,000 project for SCIP stores building sprinkler rehabilitation. Bids were opened Sept 9. Based on the one bid received, the total project will be close to \$45,000. (see attached spreadsheet)

Two obvious underlying questions are:

- 1) What is the likelihood of renting the building, and therefore the time frame for return on investment, if we do the project?
- 2) What is the opportunity cost, or rather, if we are going to spend an additional \$15,000 on top of \$30,000 is this the best place to allocate this additional money?

Scott

**Scott Brylinsky**  
Public Works Operations Chief  
100 Lincoln Street  
Sitka, AK 99835  
907-747-4040  
907-747-7668 fax

9/22/2008

			Estimated	Actual	Totals
<b>Base Bid</b>					
<b>1. Construction Costs*</b>					
A. Construction Bid			\$25,000.00	\$25,498.00	
A. 1 additive alternate 1 (required per Fire Marshal)				\$ 9,500.00	
Subtotal - construction bid				\$34,998.00	
B. Construction Contingency at 20%				\$6,999.60	
<b>Total Construction Costs</b>					<b>\$41,997.60</b>
<b>2. Other Project Costs</b>					
A. A/E Design Fees				\$0.00	
B. Design Survey			\$0.00		
C. Construction Management			\$1,259.93		
D. PIPs training			3.0%		
E. Advertising					
F. CBS Personnel		na			
G. CBS Fringe Benefits		na			
H. Permits		Incl in bid			
<b>Total Other Project Costs</b>					<b>\$1,259.93</b>
<b>3. Total Project Costs</b>					<b>\$43,257.53</b>