STATE OF ALASKA INVITATION TO BID (ITB)



Airport Runway & Highway Sand - TSAIA

ITB NUMBER: 2523C050

ISSUE DATE: APRIL 18, 2023

The Department of Transportation and Public Facilities, Central Region Procurement, Supply & Services is soliciting bids from qualified vendors to provide Hot Mix for multiple locations.

IMPORTANT NOTICE: If you received this solicitation from the State of Alaska's "Online Public Notice" web site, you must register with the procurement officer listed below in order to receive notification of subsequent amendments to the solicitation. Failure to register with the procurement officer may result in the rejection of your offer.

BIDDER'S NOTICE: By signature on this form, the bidder certifies that they comply with the following:

- (1) the bidder has a valid Alaska business license or will obtain one prior to award of any contract resulting from this ITB. If the bidder possesses a valid
 - Alaska business license, the license number must be written below or one the following forms of evidence submitted with the bid:
 - a canceled check for the business license fee;
 - a copy of the business license application with a receipt date stamp from the State's business license office;
 - a receipt from the State's business license office for the license fee;
 - a copy of the bidder's valid business license;
 - a sworn notarized affidavit that the bidder has applied and paid for a business license;
- (2) the price(s) submitted was arrived at independently and without collusion, under penalty of perjury, and that the bidder is complying with:
 - the laws of the State of Alaska;
 - the applicable portion of the Federal Civil Rights Act of 1964;
 - the Equal Employment Opportunity Act and the regulations issued thereunder by the state and federal government;
 - the Americans with Disabilities Act of 1990 and the regulations issued thereunder by the state and federal government;
 - the bid will remain open and valid for at least 90 days;
 - all terms and conditions set out in this Invitation to Bid (ITB).

If a bidder does not hold an Alaska Business License (1) at the time designated in the ITB for opening the state will disallow the Alaska Bidder Preference. Bids must also be submitted under the name as appearing on the bidder's current Alaska business license in order to receive the Alaska Bidder Preference. If a bidder fails to comply with (2) of this paragraph, the state may reject the bid, terminate the contract, or consider the contractor in default.

DAN TRUBIANO PROCUREMENT OFFICER	COMPANY SUBMITTING BID	Note: An Alaska Business License will be required prior to award. Out-of-State bidders must also comply with all corporate laws of the State of Alaska regarding performing business in the State.
Phone: 907-269-0862	AUTHORIZED SIGNATURE	E-MAIL ADDRESS
Fax: 907-269-0802 Email: <u>daniel.trubiano@alaska.gov</u>	PRINTED NAME	ALASKA BUSINESS LICENSE NUMBER
	DATE	VENDOR TAX ID NUMBER

This procurement is being processed and administered under the DOT&PF delegation of procurement authority in accordance with AS 36.30.270, COB # 03-006, and is a commodity code assigned to DOT&PF by the Department of Administration, Office of Procurement and Property Management for procurement action.

TABLE OF CONTENTS

SECTION	DESCRIPTION	PAGE NUMBER
1.01	PURPOSE OF THE ITB	5
1.02	DEADLINE FOR RECEIPT OF BIDS	5
1.03	PRIOR EXPERIENCE	5
1.04	INVITATION TO BID (ITB) REVIEW	5
1.05	QUESTIONS PRIOR TO DEADLING FOR RECEIPT OF BIDS	5
1.06	SUBMITTING BIDS	5
1.07	BID FORMS	6
1.08	PRICES	6
1.09	BID GUARANTEE	7
1.10	PERFROMANCE BOND – SURETY DEPOSIT	7
1.11	ASSISTANCE TO BIDDERS WITH DISABILITY	7
1.12	AMENDMENTS TO BIDS	7
1.13	AMENDMENTS TO THE ITB	8
1.14	ITB SCHEDULE	8
1.15	SITE INSPECTION	8
1.16	ALTERNATE BIDS	8
1.17	ANNOTATED LITERATURE	8
1.18	SUPPORTING INFORMATION	8
1.19	FIRM, UNQUALIFIED, AND UNCONDITIONAL OFFER	9

SECTIO	N TWO: BACKGROUND INFORMATION	
2.01	CONTRACT TERM	9
2.02	QUANTITY	9
2.03	ESTIMATED QUANTITIES	9
2.04	CONTRACT PRICES	9
2.05	CONTRACT PRICE ADJUSTMENTS	9
2.06	PRICE DECREASES	10
2.07	CONTRACT EXTENSION	10
2.08	CONTRACT FUNDING	10
2.09	PROCUREMENT OFFICER OF RECORD AND PROJECT MANAGER	10
2.10	SERVICE DEFICIENCY CLAIMS	10
2.11	CONTRACT CHANGES – UNANTICIPATED AMENDMENTS	10
2.12	WORKMANSHIP AND MATERIALS	11
2.13	RIGHT TO INSPECT PLACE OF BUSINESS	11
2.14	BILLING INSTRUCTIONS	11
2.15	PAYMENT FOR STATE PURCHASES	11
2.16	PROMPT PAYMENT FOR STATE PURCHASES	11
2.17	THIRD-PARTY FINANCING AGREEMENTS NOT ALLOWED	11
2.18	CONTRACT PAYMENT	11
2.19	LOCATION OF WORK	12
2.20	SUBCONTRACTORS	12

2.21	JOINT VENTURES	12
2.22	F.O.B. POINT	12
2.23	DELIVERY	12
2.24	ADVANCE NOTICE OF DELIVERY	12
2.25	WEIGHT TICKETS	13
2.26	TESTING	13
2.27	PRE-AWARD TESTING	13
2.28	TESTING AFTER AWARD	13
2.29	CERTIFIED LAB TEST RESULTS	13
2.30	ACCEPTANCE TEST	14
2.31	INSPECTION/MODIFICATION - REIMBURSEMENT FOR UNACCEPTABLE DELIVERABLES	14
2.32	LIQUIDATED DAMAGES	14
2.33	INDEMNIFICATION	14
2.34	NONDISCLOSURE AND CONFIDENTIALITY	15
2.35	INSURANCE REQUIREMENTS	15
2.36	TERMINATION FOR DEFAULT	16

SECTION THREE: SCOPE OF WORK AND CONTRACT INFORMATION		
3.01	SCOPE	17

4.01	ALASKA BUSINESS LICENSE AND OTHER REQUIRED LICENSES	20
4.02	EVALUATION OF BIDS	20
4.03	EXTENSION OF PRICES	20
4.04	NOTICE OF INTENT TO AWARD	21
4.05	AUTHORITY	21
4.06	COMPLIANCE	21
4.07	SUITABLE MATERIALS, ETC.	21
4.08	ORDER DOCUMENTS	21
4.09	HUMAN TRAFFICKING	21
4.10	RIGHT OF REJECTION	22
4.11	STATE NOT RESPONSIBLE FOR PREPARATION COSTS	22
4.12	ASSIGNMENTS	22
4.13	FORCE MAJEURE (IMPOSSIBILITY TO PERFORM)	22
4.14	DISCLOSURE OF BID CONTENTS	23
4.15	DEFAULT	23
4.16	DISPUTES	23
4.17	SEVERABILITY	23
4.18	CONTRACT CANCELLATION	23
4.19	GOVERNING LAW; FORUM SELECTION	24
4.20	SOLICITATION ADVERTISING	24
4.21	QUALIFIED BIDDERS	24

4.22	FEDERALLY IMPOSED TARIFFS	24
4.23	SITE INSPECTION	25
4.24	PROTEST	25
4.25	APPLICATION OF PREFERENCES	25
4.26	ALASKA BIDDER PREFERENCE	26
4.27	ALASKA VETERAN PREFERENCE	26
4.28	USE OF LOCAL FOREST PRODUCTS	27
4.29	LOCAL AGRICULTURAL AND FISHERIES PRODUCT PREFERENCE	27
4.30	ALASKA PRODUCT PREFERENCE	27
4.31	EMPLOYMENT PROGRAM PREFERENCE	28
4.32	ALASKANS WITH DISABILITIES PREFERENCE	28
4.33	PREFERENCE QUALIFICATION LETTER	28
4.34	METHOD OF AWARD	28

SECTION FIVE: ATTACHMENTS		
5.01	ATTACHMENT A BID SCHEDULE	29
5.01	ATTACHMENT B ALASKA-BIDDER-PREFERENCE-CERTIFICATION FORM	29

SECTION 1 INTRODUCTION & INSTRUCTIONS

SEC. 1.01 PURPOSE OF THE ITB

This Invitation to Bid (ITB) is intended to result in a mandatory use contract for the purchase of Airport Runway & Highway Maintenance Sand for the Ted Stevens Anchorage International Airport, for the Alaska Department of Transportation & Public Facilities.

SEC. 1.02 DEADLINE FOR RECEIPT OF BIDS

Bids must be received no later than <u>2:00PM</u> Alaska Time on <u>MAY 9, 2023</u>, at which time they will be publicly opened. Late bids or amendments will be disqualified and not opened or accepted for evaluation.

SEC. 1.03 PRIOR EXPERIENCE N/A

SEC. 1.04 INVITATION TO BID (ITB) REVIEW

Bidders shall carefully review this ITB for defects and questionable or objectionable material. Comments concerning defects and questionable or objectionable material in the ITB should be made in writing and received by the procurement officer at least ten days before the bid opening date. This will allow time for an amendment to be issued if one is required. It will also help prevent the opening of a defective bid, upon which award cannot be made, and the resultant exposure of bidders' prices.

SEC. 1.05 QUESTIONS PRIOR TO DEADLINE FOR RECEIPT OF BIDS

All questions must be in writing and directed to the procurement officer. The interested party must confirm telephone conversations in writing. Two types of questions generally arise. One may be answered by directing the questioner to a specific section of the ITB. These questions may be answered over the telephone. Other questions may be more complex and may require a written amendment to the ITB. The procurement officer will make that decision.

PROCUREMENT OFFICER: Dan Trubiano PHONE: 907-269-0862 EMAIL: <u>daniel.trubiano@alaska.gov</u> FAX: 907-269-0872

SEC. 1.06 SUBMITTING BIDS

Bidders must submit one hard copy of their bid, in writing, to the procurement officer in a sealed package.

The sealed bid package must be addressed as follows:

Department of Transportation & Public Facilities Central Region Procurement Supplies & Services Attention: **Dan Trubiano** Invitation to Bid (ITB) Number: **2523C050** ITB Title: **Airport Runway & Highway Sand - TSAIA** 2200 East 42nd Ave. Room 110 Anchorage, Alaska 99508

ELECTRONIC BID SUBMISSION: If sending electronically; bids must be emailed to <u>dotcrprocurement@alaska.gov</u> no later than the date and time listed on page one of this ITB as the deadline for receipt of bids, and must contain the ITB number in the subject line of the email. Emailed bids must be submitted as an attachment in PDF format. Please note that the maximum size of a single email (including all text and attachments) that can be received by the state is **10mb (megabytes)**. If the email containing the bid exceeds this size, the bid must be sent in multiple emails that are each less than **10 megabytes** and each email must comply with the requirements described above. The state is not responsible for unreadable, corrupt, or missing attachments. It is the bidder's responsibility to contact the issuing office at **(907) 269-0867** or **269-0873** to confirm that the bid has been received. Failure to follow the above instructions may result in the bid being found non-responsive and rejected.

SEC. 1.07 BID FORMS

Bidders shall use the forms identified in this ITB for submitting bids. All bids must be signed by an individual authorized to bind the bidder to the provisions of the ITB.

BIDDER'S CERTIFICATION

By signature on the bid, the bidder certifies that they comply with the following:

- A. the laws of the State of Alaska;
- B. the applicable portion of the Federal Civil Rights Act of 1964;
- C. the Equal Employment Opportunity Act and the regulations issued thereunder by the state and federal government;
- D. the Americans with Disabilities Act of 1990 and the regulations issued thereunder by the state and federal government;
- E. all terms and conditions set out in this ITB;
- F. the price(s) submitted was arrived at independently arrived and without collusion, under penalty of perjury; and
- G. that the bid will remain open and valid for at least 90 days.

If any bidder fails to comply with [a] through [g] of this paragraph, the state reserves the right to disregard the bid, terminate the contract, or consider the contractor in default.

CONFLICT OF INTEREST

Each bid shall include a statement indicating whether or not the company or any individuals working on the contract has a possible conflict of interest (e.g., currently employed by the State of Alaska or formerly employed by the State of Alaska within the past two years) and, if so, the nature of that conflict. The procurement officer reserves the right to **consider a bid non-responsive and reject it** or cancel the award if any interest disclosed from any source could either give the appearance of a conflict or cause speculation as to the objectivity of the contract to be performed by the bidder.

SEC. 1.08 PRICES

The bidder shall state prices in the units of issue on this ITB. Prices quoted in bids must be exclusive of federal, state, and local taxes. If the bidder believes that certain taxes are payable by the state, the bidder may list such taxes separately, directly below the bid price for the affected item.

SEC. 1.09 BID GUARANTEE

Bids must be accompanied by a bid guarantee in the form of a Certified or Cashier's check in the amount of **\$5,000** made payable to the State of Alaska. The bid guarantee of each successful bidder will be retained until that bidder has furnished a satisfactory Performance Bond or Individual Surety. If the successful bidder fails to deliver the required Performance Bond or Individual Surety within the time required, the bid guarantee will be forfeited to the State of Alaska. The bid guarantee of each unsuccessful bidder will be returned as soon as practical after award has been made.

Bidders must submit their bid guarantee with their bid in order to be considered responsive. The Bid Guarantee **may not** be submitted electronically or by fax.

SEC. 1.10 PERFORMANCE BOND - SURETY DEPOSIT

PERFORMANCE BOND: Any posted performance bonds will ensure performance over the entire term of the contract. In the event it becomes necessary for the state to cancel the contract issued as a result of this ITB due to non-compliance during the term of the contract, regardless of the circumstances or time remaining on the contract, the bonding company shall well and truly perform and complete all obligations and work under said contract in accordance with the terms of the performance bond. A performance bond is to be in the amount of **25% of the contract award price**.

INDIVIDUAL SURETY: In lieu of a performance bond, a successful bidder may post an individual surety to ensure performance over the entire term of the contract. In the event it becomes necessary for the state to cancel the contract issued as a result of this ITB due to non-compliance during the term of the contract, regardless of the circumstances or time remaining on the contract, the individual surety will be declared as liquidated damages and become due and payable to the state. By signature on this ITB, the bidder acknowledges this condition and voluntarily relinquishes any and all claims to the entire individual surety. The individual surety may be in any of the following forms:

• CERTIFIED OR CASHIER'S CHECK: A certified or cashier's check, made payable to the State of Alaska in the amount of 25% of the contract award price.

OR

• SPECIAL NOTICE ACCOUNT OR CERTIFICATE OF DEPOSIT: A special notice account book or certificate of deposit, made payable to the State of Alaska in the amount of 25% of the contract award price.

Failure to supply this document within the time required will cause the state to declare the bidder non-responsible and to reject the bid.

SEC. 1.11 ASSISTANCE TO BIDDERS WITH A DISABILITY

Bidders with a disability may receive accommodation regarding the means of communicating this ITB or participating in the procurement process. For more information, contact the procurement officer no later than ten days prior to the deadline for receipt of bids.

SEC. 1.12 AMENDMENTS TO BIDS

Amendments to or withdrawals of bids will only be allowed if acceptable requests are received prior to the deadline that is set for receipt of bids, in accordance with 2 AAC 12.140. No amendments or withdrawals will be accepted after the deadline unless the delay is due to an error of the contracting agency, in accordance with 2 AAC 12.160.

STATE OF ALASKA - INVITATION TO BID (ITB) 2523C050

TITLE: Airport Runway & Highway Sand - TSAIA

SEC. 1.13 AMENDMENTS TO THE ITB

If an amendment is issued, it will be provided to all who were notified of the ITB and to those who have registered with the procurement officer after receiving the ITB from the State of Alaska Online Public Notice website.

SEC. 1.14 ITB SCHEDULE

The ITB schedule set out herein represents the State of Alaska's **best estimate** of the schedule that will be followed. If a component of this schedule, such as the deadline for receipt of bids, is delayed, the rest of the schedule may be shifted accordingly. All times are Alaska Time.

ACTIVITY	TIME	DATE
Issue Date / ITB Released		April 18, 2023
Site Visit		N/A
Deadline for Receipt of Bids / Bid Due Date	2:00 PM Alaska Time	MAY 9, 2023
Bid Evaluations Complete		May 11, 2023
Notice of Intent to Award		May 12, 2023
Contract Award / Purchase Order (PO)		May 23, 2023

This ITB does not, by itself, obligate the state. The state's obligation will commence when the contract is approved by the Commissioner of the Department of Transportation & Public Facilities (DOT&PF), or the Commissioner's designee. Upon written notice to the contractor, the state may set a different starting date for the contract. The state will not be responsible for any work done by the contractor, even work done in good faith, if it occurs prior to the contract start date set by the state.

SEC. 1.15 SITE INSPECTION

N/A

SEC. 1.16 ALTERNATE BIDS

Bidders may only submit one bid for evaluation. In accordance with 2 AAC 12.830 alternate bids (bids that offer something different than what is asked for) will be rejected.

SEC. 1.17 ANNOTATED LITERATURE

Bidders must annotate their product literature to identify for the state the location of the supporting information regarding each product specification set out in this ITB. A bidder's failure to comply with this clause, within the time set by the state, will cause the state to consider the offer non-responsive and reject the bid.

SEC. 1.18 SUPPORTING INFORMATION

Bidders shall submit all required technical, specification, and other supporting information with their bid, so that a detailed analysis and determination can be made by the procurement officer that the product offered meets the ITB specifications and that other requirements of the ITB have been met. However, provided a bid meets the requirements for a definite, firm, unqualified, and unconditional offer, the state reserves the right to request supplemental information from the bidder, after the bids have been opened, to ensure that the products or services offered completely meet the ITB requirements. The requirement for such supplemental information will be at the reasonable discretion of the state and may include the requirement that a bidder will provide a sample product(s) so that the state can make a first-hand examination and determination.

A bidder's failure to provide this supplemental information or the product sample(s), within the time set by the state, will cause the state to consider the offer non-responsive and reject the bid.

STATE OF ALASKA - INVITATION TO BID (ITB) 2523C050

TITLE: Airport Runway & Highway Sand - TSAIA

SEC. 1.19 FIRM, UNQUALIFIED, AND UNCONDITIONAL OFFER

Bidders must provide enough information with their bid to constitute a definite, firm, unqualified and unconditional offer. To be responsive a bid must constitute a definite, firm, unqualified and unconditional offer to meet all the material terms of the ITB. Material terms are those that could affect the price, quantity, quality, or delivery. Also included as material terms are those which are clearly identified in the ITB and which, for reasons of policy, must be complied with at risk of bid rejection for non-responsiveness.

SECTION 2 CONTRACT INFORMATION

SEC. 2.01 CONTRACT TERM

The length of the contract will be from the date of award through <u>April 30, 2024</u>, with the States option to renew for four (4) additional one (1) year periods under the same terms and conditions as the original contract. Renewals are to be exercised solely by the state.

SEC. 2.02 QUANTITY

The annual sand quantity is a Firm amount, to be placed before June 30 annually.

SEC. 2.03 ESTIMATED QUANTITIES

The quantities referenced in this ITB are the state's estimated requirements and may vary more or less from the quantities actually purchased. The state will use the estimated use numbers for the evaluation and award of the ITB but the state does not guarantee any minimum purchase.

SEC. 2.04 CONTRACT PRICES

Contract prices are to remain firm through the duration of the contract.

SEC. 2.05 CONTRACT PRICE ADJUSTMENTS

Prices are to remain firm through the initial term of the contract. The contractor may request a 2% Percentage Price Increase adjustment, in writing, 30 days prior to the contract renewal date. If a contractor fails to request a Percentage Price Increase adjustment 30 days prior to the renewal date, the adjustment will be effective 30 days after the state receives their written request.

Said price increase may not, under any circumstances, exceed two (2) percent of the unit price of the contract for the preceding 12 months. No retroactive contract price adjustments will be allowed.

The contractor may be asked to provide clear and convincing evidence, satisfactory to the state, that all of the following conditions exist:

- 1. the increase is the result of increased costs at the manufacturer's level and not costs under the contractor's control, and that;
- 2. the increase will not produce a higher profit margin for the contractor than that on the original contract, and that;
- 3. the increase affects only certain items that are clearly identified by the contractor.

Some acceptable forms of the evidence referred to above may take the form of a certified invoice from the manufacturer. The price increase evidence provided by the contractor shall be independently verified and approved by the procurement officer or contract administrator prior to the effective date of the price increase.

SEC. 2.06 PRICE DECREASES

During the full term of the contract, all price decreases experienced by the contractor must be passed on to the state. The contractor's failure to strictly and faithfully adhere to this clause, within the time required, will be considered in breach of contract.

SEC. 2.07 CONTRACT EXTENSION

Unless otherwise provided in this ITB, the state and the successful bidder/contractor agree: (1) that any extension of the contract excluding any exercised renewal options, will be considered as a month-to-month extension, and all other terms and conditions shall remain in full force and effect and (2) the procurement officer will provide written notice to the contractor of the intent to cancel the month-to-month extension at least thirty (30) days before the date of cancellation. A month-to-month extension may only be executed by the procurement officer via a written contract amendment.

SEC. 2.08 CONTRACT FUNDING

Payment for the contract is subject to funds already appropriated and identified. The resulting contract award will be state Apt funded.

SEC. 2.09 PROCUREMENT OFFICER OF RECORD AND PROJECT MANAGER

The Procurement Office of Record (POR): is responsible for all changes to the contract including all contractamendment such as renewals and price adjustments.The current POR is listed below:Dan Trubiano, Procurement Specialist907-269-0862

SEC. 2.10 SERVICE DEFICIENCY CLAIMS

The contractor's failure to provide a service required by this contract will be grounds for the state to issue a Service Deficiency Claim (SDC) to the contractor. The SDC will be provided to the contractor in writing by the Project Manager or assigned designee. The contractor will advise the state, in writing, of the corrective action being taken.

If a deficiency is not corrected within 24hrs from the time it is issued, the state may issue another SDC and procure, from another contractor, the services necessary to correct the problem. The contractor will then be obligated to reimburse the state for the amount required to correct the problem.

If a contractor gets more than two substantiated SDCs in a 30-day period or a total of five substantiated SDCs in a 60-day period, it will be grounds for the state to declare the contractor in default.

SEC. 2.11 CONTRACT CHANGES – UNANTICIPATED AMENDMENTS

During the course of this contract, the contractor may be required to perform additional work. That work will be within the general scope of the initial contract. When additional work is required, the state will provide the contractor a written description of the additional work and request the contractor to submit a firm time schedule for accomplishing the additional work and a firm price for the additional work. Cost and pricing data must be provided to justify the cost of such amendments per AS 36.30.400.

The contractor will not commence additional work until the procurement officer has secured required state approvals necessary for the amendment and issued a written contract amendment.

STATE OF ALASKA – INVITATION TO BID (ITB) 2523C050 TITLE: Airport Runway & Highway Sand - TSAIA SEC. 2.12 WORKMANSHIP AND MATERIALS

All work must be performed in a thorough and workmanlike manner and in accordance with current industry practices. The contractor will be held responsible for the quality of the service, maintenance and inspections. Service, maintenance and inspections that are improperly done will be redone, by the contractor, at the contractor's risk and expense.

SEC. 2.13 RIGHT TO INSPECT PLACE OF BUSINESS

At reasonable times, the state may inspect those areas of the contractor's place of business that are related to the performance of a contract. If the state makes such an inspection, the contractor must provide reasonable assistance.

SEC. 2.14 BILLING INSTRUCTIONS

Invoices must be sent directly to the ordering agency's address shown on the individual Purchase Order. All invoices submitted should include the associated weight tickets. The ordering agency will only make payment after it receives the merchandise or service and the invoice. Question concerning payment must be addressed to the ordering agency. Invoices for partial deliveries will not be accepted. Partial payments will not be made. Invoices must be submitted to the appropriate office.

SEC. 2.15 PAYMENT FOR STATE PURCHASES

Payment for agreements under \$500,000 for the undisputed purchase of goods or services provided to a state agency, will be made within 30 days of the receipt of a proper billing or the delivery of the goods or services to the location(s) specified in the agreement, whichever is later. A late payment is subject to 1.5% interest per month on the unpaid balance. Interest will not be paid if there is a dispute or if there is an agreement that establishes a lower interest rate or precludes the charging of interest.

Any single contract payments of \$1 million or higher must be accepted by the contractor via Electronic Funds Transfer (EFT).

SEC. 2.16 PROMPT PAYMENT FOR STATE PURCHASES

The state is eligible to receive a **5%** discount for all invoices paid within **15** business days from the date of receipt of the commodities or services and/or a correct invoice, whichever is later. The discount shall be taken on the full invoice amount. The state shall consider payment being made as either the date a printed warrant is issued or the date an electronic funds transfer (EFT) is initiated.

SEC. 2.17 THIRD-PARTY FINANCING AGREEMENTS NOT ALLOWED

Because of the additional administrative and accounting time required of the state when third party financing agreements are permitted, they will not be allowed under this contract.

SEC. 2.18 CONTRACT PAYMENT

Under no conditions will the state be liable for the payment of any interest charges associated with the cost of the contract.

The state is not responsible for and will not pay local, state, or federal taxes. All costs associated with the contract must be stated in U.S. currency.

SEC. 2.19 LOCATION OF WORK

Anchorage International Airport, 5740 Dehavilland Avenue, Anchorage, Alaska 99502.

SEC. 2.20 SUBCONTRACTORS

Subcontractors will not be allowed.

SEC. 2.21 JOINT VENTURES

Joint ventures will not be allowed.

SEC. 2.22 F.O.B. POINT

Indicate, in the space provided under "Bid Schedule", the time required to make delivery after the receipt of an order. Failure to make an entry in the space provided will be construed as an offer to deliver quantities within the time and quantity stated. Bids that specify deliveries in excess of the time and quantity stated will be considered non-responsive and the bids will be rejected.

SEC. 2.23 DELIVERY

Indicate, in the space provided under "Bid Schedule", the time required to make delivery after the receipt of an order. Failure to make an entry in the space provided will be construed as an offer to deliver quantities within the time and quantity stated. Bids that specify deliveries in excess of the time and quantity stated will be considered non-responsive and the bids will be rejected.

SEC. 2.24 ADVANCE NOTICE OF DELIVERY

The Contractor must provide the State 48 hours advance notice of delivery. Failure to provide advance notice may delay the State's ability to accept the shipment.

After normal business hours, most State maintenance yards are unattended, yet secured and therefore inaccessible. Therefore, deliveries will only be accepted at the final destination during normal State business hours; Monday through Friday, excluding State holidays, 8am to 4:30pm, unless other prior arrangements are made with the State's designated contact as instructed above. All stations must be available for deliveries with no penalty to the Contractor during those designated normal business hours. All after normal business hour deliveries must be pre-approved by the State's designated contact for that destination. However, prior approval to deliver outside normal business hours is not guaranteed due to lack of available personnel or other scheduling conflicts. Any additional costs (personnel and equipment) incurred by the State to accommodate deliveries made outside normal business hours will be solely at the Contractor's expense. Note: Overtime wages and minimum call out requirements are subject to the State Office of Personnel and union bargaining agreements. Disclosure of the approximate amount of additional costs may be acquired upon request from the State's designated contact at the time the arrangement is made. Upon the State's request, the Contractor shall submit in writing, their acceptance of responsibility for any additional costs and their intended delivery schedule.

STATE OF ALASKA – INVITATION TO BID (ITB) 2523C050 TITLE: Airport Runway & Highway Sand - TSAIA SEC. 2.25 WEIGHT TICKETS

The State requires proof of deliveries whereas; weight tickets must be presented to the receiving on-site personnel for signature at the time of delivery. A DOT/PF signature is required on all weight tickets submitted for payment. Only computer generated weight tickets from weigh scales tested and approved by the State of Alaska Division of Measurement Standards and to be of sufficient length to weigh vehicles in a single draft will be accepted. For each delivery made, the weight ticket must clearly identify the destination, the truck and driver, the gross weight, tare weight and net weight of each vehicle used in the delivery. Handwritten tickets will not be accepted. Double-draft weighing of vehicles is a violation of AS 45.75.380(a)(1) Incorrect use of Weight or Measure and is subject to a \$250.00 fine per truck.

SEC. 2.26 TESTING

If required, testing of the products will be in accordance with the **most recent revision** of applicable ASHTO, ASTM, and Alaska Test Methods (found in the attachment below)

http://www.dot.state.ak.us/stwddes/desmaterials/mat_waqtc/assets/pdf/testman/2018/atm_2018.pdf

SEC. 2.27 PRE-AWARD TESTING

Prior to the award of a contract resulting from responses to this ITB, the state may require testing of the materials offered. Such testing may require submission of samples of offered materials to the DOT/PF State Materials Lab in Anchorage, Alaska. By signature on this ITB, the contractor agrees to provide such samples, if required, in the manner prescribed by the Anchorage DOT/PF State Materials Lab. Samples must be submitted within five (5) calendar days from the date requested, and in the manner and quantities requested by DOT/PF Central Region Supply & Services. The contractor's failure to submit the samples or the state's rejection of the samples for failure to meet the specifications of the ITB will cause the state to declare the bid non-responsive and reject the bid.

SEC. 2.28 TESTING AFTER AWARD

At any time after the award of a contract resulting from this ITB, the state may require testing of the materials being provided. Such testing may require submission of samples of offered materials to the DOT/PF State Materials Lab in Anchorage, Alaska. By signature on this ITB, the contractor agrees to provide such samples if required in the manner prescribed by the Anchorage DOT/PF State Materials Lab. Samples must be submitted within five (5) calendar days from the date requested, and in the manner and quantities requested by the DOT/PF Central Region Supply & Services. The contractor's failure to submit the samples or the state's rejection of samples for failure to meet the specifications of the ITB will, if not corrected within twenty-four (24) hours of notification, cause the state to declare the contractor in default and obtain the required materials from another source. The defaulted contractor will be responsible to pay any difference in price, if higher than the contract price, encountered by the state as a result.

SEC. 2.29 CERTIFIED LAB TEST RESULTS

When the contracted quantity of sand is completed and stockpiled, the Contractor shall provide gradation test results as specified in the lot from the stockpile and/or truck by an independent AASHTO Accredited Laboratory performed in accordance with WAQTC FOP for AASHTO T27/T11. Sampling and testing shall be performed by a WAQTC Qualified Technician. Each sample for gradation testing shall be taken from a separate quadrant of the stockpile or truck.

STATE OF ALASKA – INVITATION TO BID (ITB) 2523C050 TITLE: Airport Runway & Highway Sand - TSAIA SEC. 2.30 ACCEPTANCE TEST

The certified lab test results must be provided to the Shop foreman for approval prior to delivery as proof that the sampled piles meet the State specifications.

In addition, the state may conduct an acceptance test. If so, the test will use appropriate means to determine if the product offered meets the ITB specifications. The contractor will be allowed to observe the tests. If the product fails to meet the ITB specifications the state will, at its option, reject the bid, cancel the contract, allow the contractor to repair the defective product or allow the contractor to replace the defective product. In no instance will the state pay any cost associated with the remedy for the defective product. The state's acceptance of tested product may not be interpreted as evidence that the product is in perfect working order.

The contractor will allow the State representative to take a material sample of the stockpiles prior to acceptance for delivery. The samples will be taken from random locations throughout the piles. These tests will be conducted to see if these samples meet specifications. Samples may also be taken randomly throughout the delivery process. These samples will be taken to the Department of Transportation & Public Facilities Statewide Materials Testing Laboratory (or another certified testing lab of the state's choice). These samples will be tested to see if they still meet the specifications set forth.

Samples taken by the contractor shall be taken at the contractor's expense. Any samples taken by the state will be taken at the state's expense

SEC. 2.31 INSPECTION/MODIFICATION - REIMBURSEMENT FOR UNACCEPTABLE DELIVERABLES

The contractor is responsible for the completion of all work set out in the contract. All work is subject to inspection, evaluation, and approval by the project manager. The state may employ all reasonable means to ensure that the work is progressing and being performed in compliance with the contract. The project manager may instruct the contractor to make corrections or modifications if needed in order to accomplish the contract's intent. The contractor will not unreasonably withhold such changes.

Substantial failure of the contractor to perform the contract may cause the state to terminate the contract. In this event, the state may require the contractor to reimburse monies paid (based on the identified portion of unacceptable work received) and may seek associated damages.

SEC. 2.32 LIQUIDATED DAMAGES

Does not apply

SEC. 2.33 INDEMNIFICATION

The contractor shall indemnify, hold harmless, and defend the contracting agency from and against any claim of, or liability for error, omission or negligent act of the contractor under this agreement. The contractor shall not be required to indemnify the contracting agency for a claim of, or liability for, the independent negligence of the contracting agency. If there is a claim of, or liability for, the joint negligent error or omission of the contractor and the independent negligence of the contracting agency, the indemnification and hold harmless obligation shall be apportioned on a comparative fault basis.

"Contractor" and "contracting agency", as used within this and the following article, include the employees, agents and other contractors who are directly responsible, respectively, to each. The term "independent negligence" is negligence other than in the contracting agency's selection, administration, monitoring, or controlling of the contractor and in approving or accepting the contractor's work.

SEC. 2.34 NONDISCLOSURE AND CONFIDENTIALITY

Contractor agrees that all confidential information shall be used only for purposes of providing the deliverables and performing the services specified herein and shall not disseminate or allow dissemination of confidential information except as provided for in this section. The contractor shall hold as confidential and will use reasonable care (including both facility physical security and electronic security) to prevent unauthorized access by, storage, disclosure, publication, dissemination to and/or use by third parties of, the confidential information. "Reasonable care" means compliance by the contractor with all applicable federal and state law, including the Social Security Act and HIPAA. The contractor must promptly notify the state in writing if it becomes aware of any storage, disclosure, loss, unauthorized access to or use of the confidential information.

Confidential information, as used herein, means any data, files, software, information or materials (whether prepared by the state or its agents or advisors) in oral, electronic, tangible or intangible form and however stored, compiled or memorialized that is classified confidential as defined by State of Alaska classification and categorization guidelines provided by the state to the contractor or a contractor agent or otherwise made available to the contractor or a contractor agent in connection with this contract, or acquired, obtained or learned by the contractor or a contractor agent in the performance of this contract. Examples of confidential information include, but are not limited to: technology infrastructure, architecture, financial data, trade secrets, equipment specifications, user lists, passwords, research data, and technology data (infrastructure, architecture, operating systems, security tools, IP addresses, etc.).

If confidential information is requested to be disclosed by the contractor pursuant to a request received by a third party and such disclosure of the confidential information is required under applicable state or federal law, regulation, governmental or regulatory authority, the contractor may disclose the confidential information after providing the state with written notice of the requested disclosure (to the extent such notice to the state is permitted by applicable law) and giving the state opportunity to review the request. If the contractor receives no objection from the state, it may release the confidential information within 30 days. Notice of the requested disclosure of confidential information by the contractor must be provided to the state within a reasonable time after the contractor's receipt of notice of the requested disclosure and, upon request of the state, shall seek to obtain legal protection from the release of the confidential information.

The following information shall not be considered confidential information: information previously known to be public information when received from the other party; information freely available to the general public; information which now is or hereafter becomes publicly known by other than a breach of confidentiality hereof; or information which is disclosed by a party pursuant to subpoena or other legal process and which as a result becomes lawfully obtainable by the general public.

SEC. 2.35 INSURANCE REQUIREMENTS

Without limiting the contractor's indemnification, it is agreed that the contractor shall purchase at its own expense and maintain in force at all times during the performance of services under this agreement the following policies of insurance. Where specific limits are shown, it is understood that they shall be the minimum acceptable limits. If the contractor's policy contains higher limits, the state shall be entitled to coverage to the extent of such higher limits.

STATE OF ALASKA - INVITATION TO BID (ITB) 2523C050

TITLE: Airport Runway & Highway Sand - TSAIA

Certificates of Insurance must be furnished to the procurement officer prior to contract approval and must provide for a notice of cancellation, non-renewal, or material change of conditions in accordance with policy provisions. Failure to furnish satisfactory evidence of insurance or lapse of the policy is a material breach of this contract and shall be grounds for termination of the contractor's services. All insurance policies shall comply with and be issued by insurers licensed to transact the business of insurance under AS 21.

Proof of insurance is required for the following:

- <u>Workers' Compensation Insurance</u>: The contractor shall provide and maintain, for all employees engaged in work under this contract, coverage as required by AS 23.30.045, and; where applicable, any other statutory obligations including but not limited to Federal U.S.L. & H. and Jones Act requirements. The policy must waive subrogation against the state.
- <u>Commercial General Liability Insurance</u>: covering all business premises and operations used by the contractor in the performance of services under this agreement with minimum coverage limits of \$300,000 combined single limit per occurrence.
- <u>Commercial Automobile Liability Insurance</u>: covering all vehicles used by the contractor in the performance of services under this agreement with minimum coverage limits of \$300,000 combined single limit per occurrence.

SEC. 2.36 TERMINATION FOR DEFAULT

If the POR determines that the contractor has refused to perform the work or has failed to perform the work with such diligence as to ensure its timely and accurate completion, the state may, by providing written notice to the contractor, terminate the contractor's right to proceed with part or all of the remaining work.

SECTION 3 SPECIFICATIONS

SEC. 3.01 SCOPE

Item #1: <u>Airport Runway</u> Sand

Ted Stevens Anchorage International Airport

Materials applied to aircraft movement surfaces must consist of <u>washed</u> granular mineral sand particles free of stone, clay, debris, slag, chloride salts, and other corrosive substances. The pH of the water solution containing the material must be approximately neutral (pH 7). Material must meet the following gradation using a U.S.A. Standard Sieve conforming to

ASTM E 11-81. Recommended Gradation must be in compliance with Table 4-3 Expanded Sand Gradation Standards.

WASHED SAND GRADATION SPECIFICATIONS

Sieve Designation	<u>% Passing by Weight</u>		
#8	100		
#30	20-50		
#80	0-2		

Annual orders for sand quantities will be placed no later than June 30. Final stockpile shall be completed no later than August 15 of each year, If the Contractor is unable to produce the required amount of sand by the August 15 deadline, the Contractor will be require to purchase the balance of the sand for delivery of DOT/PF within the specified time frame from other sources. Deliveries shall be completed no later than September 15 of each year. As-needed orders shall be delivered within thirty (30) days after receipt of an order. The Contractor is required to contact Nick Ebell @ (907) 226-2425 at the start and end of production.

When the contracted quantity of sand is completed and stockpiled, prior to contacting the state to set up delivery the Contractor shall provide a minimum of four (4) gradation test results from the stockpile by an independent AASHTO Accredited Laboratory performed in accordance with WAQTC FOP for AASHTO T27/T11. Sampling and testing shall be performed by a WAQTC Qualified Technician. Each sample for gradation testing shall be taken from a separate quadrant of the stockpile, sealed in a container and sent to an AASHTO Accredited Laboratory and WAQTC Qualified technical personal to perform specified testing requirements. The Contractor will notify the Department's Contract Project Manager, as to which AASHTO Accredited Laboratory and WAQTC Qualified Technical Personnel are to be used to accomplish the specified testing requirements.

The gradation test results shall be delivered to the State's representative on or before **August 20**. If the sand is otherwise within specifications but the gradation tests are not provided in full compliance with the terms of this contract there will be a 5% price reduction levied on the total contract price. Any sample that is out of specification on the #8 sieve will be cause for rejection of the entire stockpile. The results of the gradation tests for the other specification sieves will be averaged to represent the sand in the stockpile. If the sand is out of specification on either the #30 or #80 sieves, the total contract price will be reduced by 2% for every 1% the material is out of specification on each sieve.

The sand shall have a moisture content of **5%** or less as determined by WAQTC FOP for AASHTO T255. When directed by the State, the Contractor shall provide a test result from samples taken during delivery by the same independent AASHTO Accredited Laboratory that performed the gradation testing. Three (3) samples shall be taken and tested from three (3) different delivery trucks and averaged to determine the moisture content. Sampling and testing shall be performed by a WAQTC Qualified Technician. For every 1% the moisture content of the sand is above the specification limit of **5%**, the total dollar amount of the order will be reduced by 2%.

STATE OF ALASKA - INVITATION TO BID (ITB) 2523C050

TITLE: Airport Runway & Highway Sand - TSAIA

The State reserves the right to take material samples of the stockpiles prior to acceptance for delivery. The samples will be taken from random locations throughout the piles. Samples may also be taken randomly throughout the delivery process. These samples will be taken to the Department of Transportation & Public Facilities Statewide Materials Testing Laboratory (or another certified testing lab of the state's choice) these samples will be taken at the contractor's expense. Any samples taken by the state will be taken at the state's expense.

Sand is to be delivered in 20 CY trucks or larger at a reasonable rate to be accepted by the maintenance foreman or superintendent. Delivery is to be made between 8:00am-4:00pm Monday through Friday. Call two (2) working days in advance with delivery date.

Item #2: <u>Highway</u> Maintenance Sand (Traction Sand) Ted Stevens Anchorage International Airport

Maintenance sand shall be produced by crushing and/or processing stones or gravel. It shall be free from clay balls, muck, frozen material, roots, sticks, deleterious material, and organic matter. It shall comply with the following Gradation requirements as determined in accordance with WAQTC FOP for AASHTO T27/T11.

Sieve Designation	<u>% Passing by Weight</u>
3/8"	100
#4	70 - 100
#8	0 - 35
#16	0 - 10
#30	0 - 5
#200	0 - 1

SAND GRADATION SPECIFICATIONS

Annual orders for sand quantities will be placed no later than June 30. Final stockpile shall be completed no later than August 15 of each year, If the Contractor is unable to produce the required amount of sand by the August 15 deadline, the Contractor will be require to purchase the balance of the sand for delivery of DOT/PF within the specified time frame from other sources. Deliveries shall be completed no later than September 15 of each year. As-needed orders shall be delivered within thirty (30) days after receipt of an order. The Contractor is required to contact Nick Ebell @ (907) 226-2425 at the start and end of production.

When the contracted quantity of sand is completed and stockpiled, prior to contacting the state to set up delivery the Contractor shall provide a minimum of four (4) gradation test results from the stockpile by an independent AASHTO Accredited Laboratory performed in accordance with WAQTC FOP for AASHTO T27/T11. Sampling and testing shall be performed by a WAQTC Qualified Technician. Each sample for gradation testing shall be taken from a separate quadrant of the stockpile, sealed in a container and sent to an AASHTO Accredited Laboratory and WAQTC Qualified technical personal to perform specified testing requirements. The Contractor will notify the Department's Contract Project Manager, as to which AASHTO Accredited Laboratory and WAQTC Qualified Technical Personnel are to be used to accomplish the specified testing requirements.

The gradation test results shall be delivered to the State's representative on or before **August 20**. If the sand is otherwise within specifications but the gradation tests are not provided in full compliance with the terms of this contract there will be a 5% price reduction levied on the total contract price. Any sample that is out of specification on the 3/8" sieve will be cause for rejection of the entire stockpile. The results of the gradation tests for the other specification sieves will be averaged to represent the sand in the stockpile. If the sand is out of specification on either the #4, #8, #16, #30 or #200 sieves, the total contract price will be reduced by 2% for every 1% the material is out of specification on each sieve.

The State reserves the right to take material samples of the stockpiles prior to acceptance for delivery. The samples will be taken from random locations throughout the piles. Samples may also be taken randomly throughout the delivery process. These samples will be taken to the Department of Transportation & Public Facilities Statewide Materials Testing Laboratory (or another certified testing lab of the state's choice) these samples will be taken at the contractor's expense. Any samples taken by the state will be taken at the state's expense.

The sand shall have a moisture content of **4%** or less as determined by WAQTC FOP for AASHTO T255. When directed by the State, the Contractor shall provide a test result from samples taken during delivery by the same independent AASHTO Accredited Laboratory that performed the gradation testing. Three (3) samples shall be taken and tested from three (3) different delivery trucks and averaged to determine the moisture content. For every 1% the moisture content of the sand is above the specification limit of **4%**, the total contract price will be reduced by 2%.

Sand is to be delivered in 20 CY trucks or larger at a reasonable rate to be accepted by the maintenance foreman or superintendent. Delivery is to be made between 8:00am-4:00pm Monday through Friday. Call two (2) working days in advance with delivery date.

SECTION 4 GENERAL PROCESS & LEGAL INFORMATION

SEC. 4.01 ALASKA BUSINESS LICENSE AND OTHER REQUIRED LICENSES

Prior to the award of a contract, a bidder must hold a valid Alaska business license. However, in order to receive the Alaska Bidder Preference and other related preferences, such as the Alaska Veteran Preference and Alaskans with Disabilities Preference, a bidder must hold a valid Alaska business license prior to the deadline for receipt of bids. Bidders should contact the **Department of Commerce, Community and Economic Development, Division of Corporations, Business, and Professional Licensing, PO Box 110806, Juneau, Alaska 99811-0806**, for information on these licenses. Acceptable evidence that the bidder possesses a valid Alaska business license may consist of any one of the following:

- copy of an Alaska business license;
- certification on the bid that the bidder has a valid Alaska business license and has included the license number in the bid;
- a canceled check for the Alaska business license fee;
- a copy of the Alaska business license application with a receipt stamp from the state's occupational licensing office; or
- a sworn and notarized statement that the bidder has applied and paid for the Alaska business license.

You are not required to hold a valid Alaska business license at the time bids are opened if you possess one of the following licenses and are offering services or supplies under that specific line of business:

- fisheries business licenses issued by Alaska Department of Revenue or Alaska Department of Fish and Game,
- liquor licenses issued by Alaska Department of Revenue for alcohol sales only,
- insurance licenses issued by Alaska Department of Commerce, Community and Economic Development, Division of Insurance, or
- Mining licenses issued by Alaska Department of Revenue.

Prior the deadline for receipt of bids, all bidders must hold any other necessary applicable professional licenses required by Alaska Statute.

SEC. 4.02 EVALUATION OF BIDS

After bid opening, the procurement officer will evaluate the bids for responsiveness. Bids deemed non-responsive will be eliminated from further consideration. An evaluation may not be based on discrimination due the race, religion, color, national origin, sex, age, marital status, pregnancy, parenthood, disability, or political affiliation of the bidder.

SEC. 4.03 EXTENSION OF PRICES

In case of error in the extension of prices in the bid, the **unit prices** will govern; in a lot bid, the lot prices will govern.

SEC. 4.04 NOTICE OF INTENT TO AWARD

After the responses to this ITB have been opened and evaluated, a tabulation of the bids will be prepared. This tabulation, called a Notice of Intent to Award, serves two purposes. It lists the name of each company or person that offered a bid and the price they bid. It also provides notice of the state's intent to award a contract(s) to the bidder(s) indicated. A copy of the Notice of Intent will be mailed to each company or person who responded to the ITB. Bidders identified as the apparent low responsive bidders are instructed not to proceed until a Purchase Order, Contract Award, Lease, or some other form of written notice is given by the procurement officer. A company or person who proceeds prior to receiving a Purchase Order, Contract Award, Lease, or some other form of written notice from the procurement officer does so without a contract and at their own risk.

SEC. 4.05 AUTHORITY

This ITB is written in accordance with AS 36.30 and 2 AAC 12.

SEC. 4.06 COMPLIANCE

In the performance of a contract that results from this ITB, the contractor must comply with all applicable federal, state, and borough regulations, codes, and laws; be liable for all required insurance, licenses, permits and bonds; and pay all applicable federal, state, and borough taxes.

SEC. 4.07 SUITABLE MATERIALS, ETC.

Unless otherwise specified in this ITB, all materials, supplies or equipment offered by a bidder shall be new, unused, and of the latest edition, version, model or crop and of recent manufacture.

SEC. 4.08 ORDER DOCUMENTS

Except as specifically allowed under this ITB, an ordering agency will not sign any vendor contract. The state is not bound by a vendor contract signed by a person who is not specifically authorized to sign for the state under this ITB. Unless otherwise specified in this ITB, the State of Alaska Purchase Order, Contract Award and Delivery Order are the only order documents that may be used to place orders against the contract(s) resulting from this ITB.

SEC. 4.09 HUMAN TRAFFICKING

By signature on their bid, the bidder certifies that the bidder is not established and headquartered or incorporated and headquartered in a country recognized as Tier 3 in the most recent United States Department of State's Trafficking in Persons Report.

The most recent United States Department of State's Trafficking in Persons Report can be found at the following website: <u>http://www.state.gov/j/tip/</u>

Failure to comply with this requirement will cause the state to reject the bid as non-responsive, or cancel the contract.

SEC. 4.10 RIGHT OF REJECTION

Bidders must comply with all of the terms of the ITB, the State Procurement Code (AS 36.30), and all applicable local, state, and federal laws, codes, and regulations. The procurement officer may reject any bid that does not comply with all of the material and substantial terms, conditions, and performance requirements of the ITB.

Bidders may not qualify the bid nor restrict the rights of the state. If a bidder does so, the procurement officer may determine the bid to be a non-responsive counter-offer and the bid may be rejected. Minor informalities that:

- do not affect responsiveness;
- are merely a matter of form or format;
- do not change the relative standing or otherwise prejudice other offers;
- do not change the meaning or scope of the ITB;
- are trivial, negligible, or immaterial in nature;
- do not reflect a material change in the work; or
- do not constitute a substantial reservation against a requirement or provision;

may be waived by the procurement officer.

The state reserves the right to refrain from making an award if it determines that to be in its best interest. A bid from a debarred or suspended bidder shall be rejected.

SEC. 4.11 STATE NOT RESPONSIBLE FOR PREPARATION COSTS

The state will not pay any cost associated with the preparation, submittal, presentation, or evaluation of any bid.

SEC. 4.12 ASSIGNMENTS

Per 2 AAC 12.480, the contractor may not transfer or assign any portion of the contract without prior written approval from the procurement officer. Bids that are conditioned upon the state's approval of an assignment will be rejected as non-responsive.

SEC. 4.13 FORCE MAJEURE (IMPOSSIBILITY TO PERFORM)

The parties to a contract resulting from this ITB are not liable for the consequences of any failure to perform, or default in performing, any of its obligations under the contract, if that failure or default is caused by any unforeseeable Force Majeure, beyond the control of, and without the fault or negligence of, the respective party.

For the purposes of this ITB, Force Majeure will mean war (whether declared or not); revolution; invasion; insurrection; riot; civil commotion; sabotage; military or usurped power; lightning; explosion; fire; storm; drought; flood; earthquake; epidemic; quarantine; strikes; acts or restraints of governmental authorities affecting the project or directly or indirectly prohibiting or restricting the furnishing or use of materials or labor required; inability to secure materials, machinery, equipment or labor because of priority, allocation or other regulations of any governmental authorities.

SEC. 4.14 DISCLOSURE OF BID CONTENTS

All bid prices become public information at the bid opening. After the deadline for receipt of bids, all other bid material submitted become the property of the State of Alaska and may be returned only at the state's option. AS 40.25.110 requires public records to be open to reasonable inspection. All other bid information will be held in confidence during the evaluation process and prior to the time a Notice of Intent to Award is issued. Thereafter, bids will become public information.

The POR, or their designee recognizes that some information an offeror submits might be confidential under the United States or the State of Alaska Constitution, a federal statute or regulation, or a State of Alaska statute: i.e., might be confidential business information (CBI). *See, e.g.*, article 1, section 1 of the Alaska Constitution; AS 45.50.910 – 45.50.945 (the Alaska Uniform Trade Secrets Act); *DNR v. Arctic Slope Regional Corp.*, 834 P.2d 134, 137-39 (Alaska 1991). For POR or their designee to treat information an offeror submits with its bid as CBI, the offeror must do the following when submitting their bid: (1) mark the specific information it asserts is CBI; and (2) for each discrete set of such information, identify, in writing, each authority the offeror asserts make the information CBI. If the offeror does not do these things, the information will become public after the Notice of Intent to Award is issued. If the offeror does these things, POR or their designee reject the assertion, they will, to the extent permitted by federal and State of Alaska law, undertake reasonable measures to give the offeror an opportunity to object to the disclosure of the information.

SEC. 4.15 DEFAULT

In case of default by the contractor, for any reason whatsoever, the state may procurement the goods or services from another source and hold the contractor responsible for any resulting excess cost and may seek other remedies under law or equity.

SEC. 4.16 DISPUTES

If the contractor has a claim arising in connection with the contract that it cannot resolve with the state by mutual agreement, it shall pursue the claim, if at all, in accordance with the provisions of AS 36.30.620 – AS 36.30.632.

SEC. 4.17 SEVERABILITY

If any provision of the contract or agreement is found to be invalid or declared by a court to be illegal or in conflict with any law, the validity of the remaining terms and provisions will not be affected; and, the rights and obligations of the parties will be construed and enforced as if the contract did not contain the particular provision held to be invalid.

SEC. 4.18 CONTRACT CANCELLATION

The state reserves the right to cancel the contract at its convenience upon **30** calendar days written notice to the contractor. The state is only liable for payment in accordance with the payment provisions of this contract for supplies or services provide before the effective date termination.

SEC. 4.19 GOVERNING LAW; FORUM SELECTION

A contract resulting from this ITB is governed by the laws of the State of Alaska. To the extent not otherwise governed by Section 4.02 of this ITB, any claim concerning the contract shall be brought only in the Superior Court of the State of Alaska and not elsewhere.

SEC. 4.20 SOLICITATION ADVERTISING

Public notice has been provided in accordance with 2 AAC 12.220.

SEC. 4.21 QUALIFIED BIDDERS

Per 2 AAC 12.875, unless provided for otherwise in the ITB, to qualify as a bidder for award of a contract issued under AS 36.30, the bidder must:

- 1) Add value in the contract by actually performing, controlling, managing, or supervising the services to be provided; or
- 2) Be in the business of selling and have actually sold on a regular basis the supplies that are the subject of the ITB.

If the bidder leases services or supplies or acts as a broker or agency in providing the services or supplies in order to meet these requirements, the procurement officer may not accept the bidder as a qualified bidder under AS 36.30.

SEC. 4.22 FEDERALLY IMPOSED TARIFFS

Changes in price (increase or decrease) resulting directly from a new or updated federal tariff, excise tax, or duty, imposed after contract award may be adjusted during the contract period or before delivery into the United States via contract amendment.

- Notification of Changes: The contractor must promptly notify the procurement officer in writing of any new, increased, or decreased federal excise tax or duty that may result in either an increase or decrease in the contact price and shall take appropriate action as directed by the procurement officer.
- After-imposed or Increased Taxes and Duties: Any federal excise tax or duty for goods or services covered by this contract that was exempted or excluded on the contract award date but later imposed on the contractor during the contract period, as the result of legislative, judicial, or administrative action may result in a price increase provided:
 - a) The tax or duty takes effect after the contract award date and isn't otherwise addressed by the contract;
 - b) The contractor warrants, in writing, that no amount of the newly imposed federal excise tax or duty or rate increase was included in the contract price, as a contingency or otherwise.
- After-relieved or Decreased Taxes and Duties: The contract price shall be decreased by the amount of any decrease in federal excise tax or duty for goods or services under the contract, except social security or other employment <u>taxes</u>, that the contractor is required to pay or bear, or does not obtain a refund of, through the contractor's fault, negligence, or failure to follow instructions of the procurement officer.
- State's Ability to Make Changes: The state reserves the right to request verification of federal excise tax or duty amounts on goods or services covered by this contract and increase or decrease the contract price accordingly.

Price Change Threshold: No adjustment shall be made in the contract price under this clause unless the amount of the adjustment exceeds \$250.

SEC. 4.23 SITE INSPECTION

The state may conduct on-site visits to evaluate the bidder's capacity to perform the contract. A bidder must agree, at risk of being found non-responsive and having its bid rejected, to provide the state reasonable access to relevant portions of its work sites. Individuals designated by the procurement officer at the state's expense will make site inspection.

SEC. 4.24 PROTEST

AS 36.30.560 provides that an interested party may protest the content of the ITB.

An interested party is defined in 2 AAC 12.990(a) (7) as "an actual or prospective bidder or offeror whose economic interest might be affected substantially and directly by the issuance of a contract solicitation, the award of a contract, or the failure to award a contract."

If an interested party wishes to protest the content of a solicitation, the protest must be received, in writing, by the procurement officer at least ten days prior to the deadline for receipt of bids.

AS 36.30.560 also provides that an interested party may protest the award of a contract or the proposed award of a contract.

If a bidder wishes to protest the award of a contract or the proposed award of a contract, the protest must be received, in writing, by the procurement officer within ten days after the date the Notice of Intent to Award the contract is issued.

A protester must have submitted a bid in order to have sufficient standing to protest the proposed award of a contract. Protests must include the following information:

- the name, address, and telephone number of the protester;
- the signature of the protester or the protester's representative;
- identification of the contracting agency and the solicitation or contract at issue;
- a detailed statement of the legal and factual grounds of the protest including copies of relevant documents; and the form of relief requested.

Protests filed by telex or telegram are not acceptable because they do not contain a signature. Fax copies containing a signature are acceptable.

The procurement officer will issue a written response to the protest. The response will set out the procurement officer's decision and contain the basis of the decision within the statutory time limit in AS 36.30.580. A copy of the decision will be furnished to the protester by certified mail, fax or another method that provides evidence of receipt.

All bidders will be notified of any protest. The review of protests, decisions of the procurement officer, appeals, and hearings, will be conducted in accordance with the State Procurement Code (AS 36.30), Article 8 "Legal and Contractual Remedies."

SEC. 4.25 APPLICATION OF PREFERENCES

Certain preferences apply to all state contracts, regardless of their dollar value. The Alaska Bidder and Alaska Veteran preferences are the most common preferences involved in the ITB process. Additional preferences that may apply to this procurement are listed below. Guides that contain excerpts from the relevant statutes and codes, explain when the preferences apply and provide examples of how to calculate the preferences are available at the following website:

http://doa.alaska.gov/dgs/pdf/pref1.pdf

- Alaska Products Preference AS 36.30.332
- Recycled Products Preference AS 36.30.337
- Local Agriculture and Fisheries Products Preference AS 36.15.050
- Employment Program Preference AS 36.30.321(b)
- Alaskans with Disabilities Preference AS 36.30.321(d)

The Division of Vocational Rehabilitation in the Department of Labor and Workforce Development keeps a list of qualified employment programs and individuals who qualify as persons with a disability. As evidence of a business' or an individual's right to the Employment Program or Alaskans with Disabilities preferences, the Division of Vocational Rehabilitation will issue a certification letter. To take advantage of these preferences, a business or individual must be on the appropriate Division of Vocational Rehabilitation list prior to the time designated for receipt of bids. Bidders must attach a copy of their certification letter to the bid. A bidder's failure to provide this certification letter with their bid will cause the state to disallow the preference.

SEC. 4.26 ALASKA BIDDER PREFERENCE

An Alaska Bidder Preference of 5% will be applied to the total bid price. The preference will be given to a bidder who:

- 1) holds a current Alaska business license prior to the deadline for receipt of bids;
- 2) submits a bid for goods or services under the name appearing on the bidder's current Alaska business license;
- 3) has maintained a place of business within the state staffed by the bidder, or an employee of the bidder, for a period of six months immediately preceding the date of the bid;
- 4) is incorporated or qualified to do business under the laws of the state, is a sole proprietorship and the proprietor is a resident of the state, is a limited liability company (LLC) organized under AS 10.50 and all members are residents of the state, or is a partnership under AS 32.06 or AS 32.11 and all partners are residents of the state; and
- 5) if a joint venture, is composed entirely of ventures that qualify under (1)-(4) of this subsection.

Alaska Bidder Preference Certification Form

In order to receive the Alaska Bidder Preference, the bid must include the Alaska Bidder Preference Certification Form attached to this ITB. A bidder does not need to complete the Alaska Veteran Preference questions on the form if not claiming the Alaska Veteran Preference. A bidder's failure to provide this completed form with their bid will cause the state to disallow the preference.

SEC. 4.27 ALASKA VETERAN PREFERENCE

An Alaska Veteran Preference of 5%, not to exceed \$5,000, will be applied to the total bid price. The preference will be given to a bidder who qualifies under AS 36.30.990(2) as an Alaska Bidder and is a:

- a) sole proprietorship owned by an Alaska veteran;
- b) partnership under AS 32.06 or AS 32.11 if a majority of the partners are Alaska veterans;

- c) limited liability company organized under AS 10.50 if a majority of the members are Alaska veterans; or
- d) corporation that is wholly owned by individuals, and a majority of the individuals are Alaska veterans.

In accordance with AS 36.30.321(i), the bidder must also add value by actually performing, controlling, managing, and supervising the services provided, or for supplies, the bidder must have sold supplies of the general nature solicited to other state agencies, other government, or the general public.

Alaska Veteran Preference Certification

In order to receive the Alaska Veteran Preference, the bid must include the Alaska Bidder Preference Certification Form attached to this ITB. A bidder's failure to provide this completed form with their bid will cause the state to disallow the preference.

SEC. 4.28 USE OF LOCAL FOREST PRODUCTS

In a project financed by state money in which the use of timber, lumber and manufactured lumber is required, only timber, lumber and manufactured lumber products originating in this state from Alaska forests shall be used unless the use of those products has been determined to be impractical, in accordance with AS 36.15.010 and AS 36.30.322.

SEC. 4.29 LOCAL AGRICULTURAL AND FISHERIES PRODUCT PREFERENCE

When agricultural, dairy, timber, lumber, or fisheries products are purchased using state money, a seven percent (7%) preference shall be applied to the price of the products harvested in Alaska, or in the case of fisheries products, the products harvested or processed within the jurisdiction of Alaska, in accordance with AS 36.15.050.

SEC. 4.30 ALASKA PRODUCT PREFERENCE

A bidder that designates the use of an Alaska Product which meets the requirements of the ITB specifications and is designated as a Class I, Class II or Class III Alaska Product by the Department of Community & Economic Development (DCCED) may receive a preference in the bid evaluation in accordance with AS 36.30.332 and 3 AAC 92.010.

To qualify for the preference, the product must have received certification from DCCED, be listed in the current published edition of the Alaska Products Preference List, and the bidder must provide the qualified product on a 100% basis. There are no provisions under Alaska Statutes or Regulations that allow for a product exchanges/substitutions or permit the product to be co-mingled with other products. Rather, AS 36.30.330 provides for a penalty for failing to use the designated Alaska products.

Products are classified in one of three categories:

- Class I products receive a 3% preference.
- Class II products receive a 5% preference.
- Class III products receive a 7% preference.

When the bids are evaluated, the preference percentage will be deducted from the product price. If a bidder fails to specify the brand being offered, no preference will be given. For more information on the Alaska Product Preference and to see the list of products currently on the Alaska Product Preference List, use the following web link:

https://www.commerce.alaska.gov/web/dcra/AlaskaProductPreferenceProgram.aspx

Brand Offered

If offering a product that qualifies for the Alaska Product Preference, the bidder must indicate the brand of product they intent to provide. If a bidder is not offering a product that qualifies for the Alaska Product Preference, the bidder does not need to indicate a product brand.

Brand of Product Changes

During the course of the contract including all renewal options, a contractor that offered a product that qualified for the Alaska Product Preference wishes to change the product brand, the contractor must first provide a written request, along with evidence that the replacement brand also qualifies for the Alaska Product Preference, for approval by the procurement officer. A contract amendment must be issued by the procurement officer to authorize the change.

If a bidder offers a product brand in the original bid that does not qualify for the Alaska Product Preference, a change in the product brand may be made at any time during the course of the contract, including all renewals, as long as the product band continues to meet the required specifications. A contract amendment is not required if the product brand originally offered did not qualify for the Alaska Product Preference.

SEC. 4.31 EMPLOYMENT PROGRAM PREFERENCE

If a bidder qualifies for the Alaska Bidder Preference and is offering goods or services through an employment program as defined under AS 36.30.990(12), an Employment Program Preference of 15% will be applied to the total bid price.

In accordance with AS 36.30.321(i), the bidder must also add value by actually performing, controlling, managing, and supervising the services provided, or for supplies, the bidder must have sold supplies of the general nature solicited to other state agencies, other government, or the general public.

SEC. 4.32 ALASKANS WITH DISABILITIES PREFERENCE

If a bidder qualifies for the Alaska Bidder Preference and is a qualifying entity as defined in AS 36.30.321(d), an Alaskans with Disabilities Preference of 10% will be applied to the total bid price.

In accordance with AS 36.30.321(i), the bidder must also add value by actually performing, controlling, managing, and supervising the services provided, or for supplies, the bidder must have sold supplies of the general nature solicited to other state agencies, other government, or the general public.

SEC. 4.33 PREFERENCE QUALIFICATION LETTER

Regarding the Employment Program Preference and the Alaskans with Disabilities Preference, the Division of Vocational Rehabilitation in the Department of Labor and Workforce Development maintains lists companies who qualify for those preferences. As evidence of a company's right to the preferences, the Division of Vocational Rehabilitation will issue a certification letter. To take advantage of the preferences, a bidder must be on the appropriate Division of Vocational Rehabilitation list at the time the bid is opened and must attach a copy of their certification letter to their bid. The bidder's failure to provide this certification letter with their bid will cause the state to disallow the preference.

SEC. 4.34 METHOD OF AWARD

Award will be made to the lowest responsive and responsible bidder. In order to be considered responsive, bidders must bid on all items.

SECTION 5 ATTACHMENTS

SEC. 5.01 ATTACHMENTS

Attachment A: Bid Schedule

Attachment B: Alaska-Bidder-Preference-Certification Form

BID SCHEDULE

Items # 1-2: Airport Runway Sand & Highway Maintenance Sand F.O.B. Ted Stevens Anchorage International Airport 5740 Dehavilland Avenue, Anchorage, Alaska 99502 POC: Nick Ebell @ (907) 226-2425

ITEMS	DESCRIPTION	ESTIMATED QUANTITY	UNIT	UNIT PRICE	EXTENDED PRICE (QTY x Unit Price)
1	AIRPORT RUNWAY SAND per specification	1,200	Ton	\$	\$
2	HIGHWAY MAINTENANCE SAND per specification	1,200	Ton	\$	\$

BID TOTAL Items 1 & 2 \$_____

GUARANTEED DELIVERY:

Produce Final Sand Stockpile: _

__(date)

Bids which specify production of final sand stockpile after **August 15** may be considered non-responsive and the bids may be rejected. Failure to make an entry in the space provided will be construed as an offer to deliver quantities within the date stated.

Sand Gradation Test: _____(date)

Bids which specify production of a valid sand gradation test after **August 20** may be considered non-responsive and the bids may be rejected. Failure to make an entry in the space provided will be construed as an offer to deliver quantities within the date stated.

Completed stockpile delivered: _____(date)

Bids which specify delivery of completed stockpile after **September 15** may be considered non-responsive and the bids may be rejected. Failure to make an entry in the space provided will be construed as an offer to deliver quantities within the date stated.

BID SCHEDULE cont.

BIDDER'S INFORMATION:

Company Name	Contact
Mailing Address	Phone Number
City, State, Zip	Fax Number

DOCUMENTS REQUIRED AT TIME OF BID OPENING:

- Complete and submit Page 1 of the ITB
- Attachment A Complete and submit Bid Schedule (pages 30 31)
- Attachment B Alaska Bidder & Veteran Preference Form (3-pages)
- All Mandatory Return Amendments (if applicable)
- \$5,000 Bid Guarantee (see ITB page 7)

DOCUMENTS REQUIRED UPON CONTRACT AWARD:

- Alaska Business License (page 20)
- Proof Of Insurance (pages 15 & 16)



ALASKA BIDDER PREFERENCE CERTIFICATION AS 36.30.321(A) / AS 36.30.990(2)

BUSINESS NAME: _____

Alaska Bidder	Preference:	Do you	believe that	your firm	qualifies	for the	Alaska Bid	lder 🗆 Yes	□ No
Preference?									
Alaska Veteran	Preference:	Do you	believe that	your firm	qualifies	for the	Alaska Vete	eran 🗆 Yes	□ No
Preference?									
Please list any a	ditional Alas	ska Prefei	rences below t	that you be	lieve your	firm qua	lifies for.		
1.	2.	3.		4.	5.		6.		

To qualify for and claim the Alaska Bidder Preference you must answer **YES** to all questions below in the Alaska Bidder Preference Questions section. To qualify for and claim the Alaska Veteran Preference, you must answer **YES** to these questions as well as answer **YES** to all the questions in the Alaska Veteran Preference section. A signed copy of this form must be included with your bid or proposal no later than the deadline set for receipt of bids or proposals.

If you are submitting a bid or proposal as a **JOINT VENTURE**, all members of the joint venture must complete and submit this form before the deadline set for receipt of bids or proposals. AS 36.30.990(2)(E)

If the procuring agency is unable to verify a response, the preference may not be applied. Knowingly or intentionally making false or misleading statements on this form, whether it succeeds in deceiving or misleading, constitutes misrepresentation per *AS* 36.30.687 and may result in criminal penalties.

Alaska Bidder Preference Questions:

1)	Does your busi	ness hold a current Alaska business license per AS 36.30.990(2)(A)?
	🗆 YES	
	If YES , enter yo	our current Alaska business license number:
2)	•	s submitting a bid or proposal under the name appearing on the Alaska business license noted in AS 36.30.990(2)(B)?
	□ YES	
3)	•	ess maintained a place of business within the state staffed by the bidder or offeror or an employee or offeror for a period of six months immediately preceding the date of the bid or proposal per <i>AS</i>)?
	□ YES	
	If YES , please c	omplete the following information:
	A. Place of Bu Street Add	

City:	
ZIP:	

"Place of business" is defined as a location at which normal business activities are conducted, services are rendered, or goods are made, stored, or processed; a post office box, mail drop, telephone, or answering service does not, by itself, constitute a place of business per 2 AAC 12.990(b)(3).

Do you certify that the Place of Business described in Question 3A meets this definition?

- B. The bidder or offeror, or at least one employee of the bidder or offeror, must be a resident of the state under AS 16.05.415(a) per 2 AAC 12.990(b)(7).
 - Do you certify that the bidder or offeror OR at least one employee of the bidder or offeror is physically present in the state with the intent to remain in Alaska indefinitely and to make a home in the state per AS 16.05.415(a)(1)?
 □ YES □ NO
 - Do you certify that that the resident(s) used to meet this requirement has maintained their domicile in Alaska for the 12 consecutive months immediately preceding the deadline set for receipt of bids or proposals per AS 16.05.415(a)(2)?
 YES INO
 - 3) Do you certify that the resident(s) used to meet this requirement is claiming residency ONLY in the state of Alaska per AS 16.05.415(a)(3)?
 □ YES □ NO
 - 4) Do you certify that the resident(s) used to meet this requirement is NOT obtaining benefits under a claim of residency in another state, territory, or country per AS 16.05.415(a)(4)?
 □ YES □ NO
- 4) Per AS 36.30.990(2)(D), is your business (CHOOSE ONE):
 - A. Incorporated or qualified to do business under the laws of the state?

If YES, enter your current Alaska corporate entity number: _____

- B. A **sole proprietorship** AND the proprietor is a resident of the state?
- C. A **limited liability company** organized under AS 10.50 **AND** all members are residents of the state?

Please identify each member by name:_____

D. A **partnership** under former AS 32.05, AS 32.06, or AS 32.11 **AND** all partners are residents of the state?

Please identify each partner by name: ______

Alaska Veteran Preference Questions:

- 1) Per AS 36.30.321(F), is your business (CHOOSE ONE):
 - A. A sole proprietorship owned by an Alaska veteran?
 □ YES □ NO

- B. A **partnership** under AS 32.06 or AS 32.11 **AND** a majority of the partners are Alaska veterans?
- C. A limited liability company organized under AS 10.50 AND a majority of the members are Alaska veterans?

 YES
 NO
- D. A corporation that is wholly owned by individuals, AND a majority of the individuals are Alaska veterans?

Per AS 36.30.321(F)(3) "Alaska veteran" is defined as an individual who:

(A) Served in the

- (i) Armed forces of the United States, including a reserve unity of the United States armed forces; or
- (ii) Alaska Territorial Guard, the Alaska Army National Guard, the Alaska Air Nations Guard, or the Alaska Naval Militia; and
- (B) Was separated from service under a condition that was not dishonorable.

Do you certify that the individual(s) indicated in **Question 1A, 1B, 1C, or 1D** meet this definition and can provide documentation of their service and discharge if necessary?

SIGNATURE

By signature below, I certify under penalty of law that I am an authorized representative of ______ and all information on this form is true and correct to the best of my knowledge.

Printed Name	
Title	
Date	
Signature	