YKHC Construction
P.O. Box 2265
Bethel, AK 99559-2265
Ph : 907-543-6050

# PURCHASE ORDER

**To:** ST FABRICATION, INC.
35703 16th Avenue South
Federal Way, WA 98003

**CST #:** 16036
**Date:** 3/7/2018
**Job:** 92019-F0551 Kasigluk Foundation

**Quote:** HBH-1

**Notes:** Identify "Kasigluk Foundation"

You are hereby requested to provide the following materials/services to the above named project for the price listed below.

| Ordered By | Ship Via | N.O.A. | Account # | Work Order # |
|---|---|---|---|---|
| Kristopher B | AML | 907-545-0242 | 1-3540 | |

| Description | Quantity | Rate | Amount |
|---|---|---|---|
| Metal Fabrications | 1.00 LS | 5,250.00 | 5,250.00 |

**Total:** **$5,250.00**

Mark P. Hepko
Approved
mhepko@stfab.com
2018.03.09 08:40:34-08'00'

YKHC Construction Date

ST FABRICATION, INC. Date

*Terms: All changes to quantity, specifications or price must be approved in writing. All materials/services must be delivered to job site unless otherwise instructed in writing. Failure to deliver materials or services in a timely fashion will release contractor from any obligation to purchase implied by this order.*

| | |
|---|---|
| DATE: | 2/5/2018 |
| CUSTOMER | YKHC |
| PROJECT NAME: | Kasigluk |
| LOCATION: | Alaska |
| DRAWINGS/DATE: | *Per Sketch provided by Kris Blake* |
| CERTIFICATIONS: | • **AISC Certified (STD)** Steel Fabricator.<br>• Minority Business Enterprise **(MBE)** registered in WA State.<br>• Disadvantaged Business Enterprise **(DBE)** registered with the Federal Government and the Department of Transportation.<br>• **8 (a) / SDB** (Small Disadvantaged Business) registered Contractor.<br>• **SCS** (Small Contractor and Supplier) with King County, WA. |
| QUOTE NUMBER: | HBH-1 |

**SCHEDULE OF VALUES FOR BID ITEMS:**

| ITEM | PRICE | WEIGHT |
|---|---|---|
| Kasigluk - 30 pup assemblies | **$5,250.00** | **3,400 lbs** |
| ADD: Hot Dip Galvanized finish | **$1,200.00** | |

***** PRICES ARE SUBJECT TO CHANGE AT THE TIME OF ORDER DUE TO THE VOLATILITY OF MATERIAL PRICES IN THE CURRENT STEEL MARKET. SEE GENERAL TERMS # 1, 2 AND 3 BELOW.**

**SPECIFIC INCLUSIONS:**

1. Detailed shop fabrication, assembly, and erection drawings as required.
2. Pup Assemblies comprised of the following plates shipped loose:
   a. 4 – PL1/2 x 10 x 1'0", A36 prime painted.
   b. 4 – PL1/2 x 6 x 0'6" gusset, A36, prime painted.
   c. 4 – PL1/2 x 6 x 0'10" with one radiused edge, A36, prime painted.
3. FOB, Lakewood, WA.

**GENERAL TERMS:**

1. Quoted prices are valid for 30 days. Adjustments to quoted prices may be required after 30 days to reflect any cost increases from suppliers, including any additional fuel surcharges.
2. Payment terms are net 30 days after submission of invoices for general conditions, design, engineering, detailing, materials, goods, and / or services.
3. Mill ordered material pricing is subject to increases up to the time of shipment from the mill and payment is due net 30 days from the date materials ship from the mill. Price increases will be added to the base contract plus OH&P. Mill pricing is based upon availability of materials as of the date of this proposal and may be subject to change when the actual order is placed.
4. All work performed in accordance with the latest edition of the American Welding Society Structural Welding Code (AWS D1.1), *2010 Code of Standard Practice for Structural Steel Buildings and Bridges* (AISC 303-10) and the *2010 Specification for Structural Steel Buildings* (ANSI/AISC 360-10).
5. Back charges will not be accepted without prior written authorization from Jabez / ST Fab.
6. Jabez / ST Fab will not be held responsible for any costs associated with transportation delays, mill schedule changes, collective bargaining disputes/delays, weather related delays or any other factors beyond our control.
7. All submittals (Shop drawings, material certifications, etc.) will be by electronic file transfer.
8. Grades of materials, unless otherwise noted otherwise, are as follows: WF = A992; HSS = A500, Grade B; Pipe = A53, Grade B; Angle, channel, plate, flat bar and all others = A36.
9. Shop prime painting, when included, is figured with a standard SSPC-SP3 Power Tool Cleaning and standard red oxide primer (Forrest Paint 16P) unless otherwise noted.
10. Bolts will be supplied for steel to steel and steel to concrete connections required for material supplied by ST Fabrication only.
11. Industry standard wage rates were used in compiling this proposal. Hours of work are 7:00am to 5:30pm Monday through Thursday only. No overtime is included in this proposal.
12. Change orders are billed at cost plus standard overhead @ 10% plus profit @10%.
13. The venue and jurisdiction of fabrication and supply is Washington State.
14. Acceptance of this quotation is an acknowledgment that all of the General Terms, Exclusions and the noted specific scope of supply and / or installation will be included as part of any subsequent contract or purchase order.

**STANDARD EXCLUSIONS:**

1. Taxes, licenses, bonds, or permits.
2. Retention of any type or amount.
3. Engineering or design responsibilities.
4. Testing and / or inspection fees.
5. Product liability, guaranties or warranties.
6. Paper copies of submittals.
7. Finish paint, architectural finishes, galvanizing or primer paint other than our standard are not included unless specifically noted in our listed scope of supply.
8. Concrete, grout, cement, mortar or other masonry products, glue, caulking, sealants, epoxy, and or bonding agents.
9. Gage materials thinner than 1/8".
10. Gutters, downspouts straps for same and waterproofing.
11. Embed placements, anchor bolt layouts or installations.
12. Field erection or installation and any field or site verification of dimensions.
13. Deck cut lengths, fitting, or installation. Decking is provided per shop drawings only, when included.
14. Unloading of materials at job site or trailer demurrage fees.
15. Storage of completed materials.
16. Reduction of Contract value, back charges or liquidated damages due to work schedule changes or delays due to any of the following:
    ***Delays resulting from: incomplete or questionable design drawings, missing or incomplete requests for information, shop drawing approval durations and / or approval of change order requests.
    ***Delays due to weather, disasters, trade embargos and / or labor disputes affecting Jabez / ST Fabrication or their suppliers.
17. Jabez / ST Fabrication will not be liable for delays due the unavailability of materials from our normal suppliers.
18. Uncompensated overtime.
19. Any other items not specifically mentioned in our inclusions.

| *Submitted by:* | *Title:* | *Date:* |
|---|---|---|
| Mark P. Hepko For Approval mhepko@stfab.com 2018.02.05 09:50:32-08'00' | *Project Manager/Estimator* | *2/5/2018* |

# Attachment J

**JUSTIFICATION**
**SINGLE OR SOLE SOURCE REQUEST**

**Dept. Name: Construction Req. Date 3/2/2018, 2018 Cost Control/ Expense Code # 29689**

List technical reasons for issuing a construction purchase order to this subcontractor. Attach this completed form to the Purchase Order.

The product/service listed below is familiar with YKHC needs, which meets the plans and specifications provided, has proven itself to have material fabricated when required to meet the construction and barge shipment schedule for projects, including YKHC Western AK village locations.

Purchase to be made from: St. Fabrication, INC.
35703 16th Avenue South
Federal Way, WA 98003

Dept. Name: Construction, P.O. Box 2265, Bethel, AK 99559, Telephone 907-543-6054

Authorized Dept. Representative: Kris Manke

Signature of Authorized Department Representative:

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**Description**: of unique property, characteristics, functions or features that the subcontractor has proven to provide to the plans & specifications along with a shipment to satisfy the Corporation's needs and all other products or services.

The Director of Purchasing/Construction in his/her sole discretion will determine when it is feasible and in YKHC's best interests to utilize the competitive bidding process. The Director of Purchasing/Construction may, among other factors, consider the following factors as reasons for not utilizing the competitive bidding process (this list is not exhaustive):

- Time is of the essence. Where immediate delivery or performance of the service is necessary, where there is a compelling need or unusual urgency for a supply or service, or where the time delays associated with regular procurement procedures would be contrary to YKHC's best interests.

- Limited source of supply. Where the Director of Purchasing/Construction in his/her sole discretion determines that only a certain number of sources of suppliers or services are available or qualified, or if at any point during the procurement process the Director of Purchasing/Construction determines that given the number of price quotes, proposals or bids submitted, competition is inadequate or insufficient to justify continuation of the competitive bidding process.

# Attachment J

- Vendor is a trusted supplier who has delivered quality product in a timely manner for similar other projects in the past to YKHC, Inc.

- Vendor has experience in this area and able to deliver in timely manner in spite of logistic challenges. They are trusted based on their following track record:

    - Deliver quality custom product;
    - Reliable partner to deliver exact complex specifications no other known/available other Vendor can deliver
    - Vendor has already supplied similar Products to other YKHC Facilities, and could be trusted with this project in spite of its complexities

**Describe how the above benefits YKHC**: Per the reasons above.

There were no other qualified Companies with the proper experience in Alaska Bush work that were willing to give quotes on this project so rather than get a bid from a sub-par company that may or may not be able to perform we decided to go with a Company that we know from past experience will perform and will also stand behind their work if the need arises.