


IMPACT STATEMENT

Legislation title: Accept bid of Duke Construction & Excavation, LLC for the Argay Park Tennis Court Improvements Project for \$581,192.73 (Procurement Report - Bid No. 00000530)
Contact name: Christine Moody, Chief Procurement Officer 
Contact phone: 503-823-1095
Presenter name: Christine Moody, Chief Procurement Officer

Purpose of proposed legislation and background information:

The purpose of this legislation is to authorize the Chief Procurement Officer to execute a construction contract for the Argay Park Tennis Court Improvements Project for \$581,192.73

In November 2014, 74% of voters supported the sale of up to \$68 million in general obligation bonds to finance a portion of the needed urgent capital repairs to parks and park facilities. Replacement of the tennis courts at Argay Park was identified as a project to be funded under the bond.

The improvements that will be constructed under this contract will address the failing tennis court infrastructure at Argay Park. The Project will include the replacement of the tennis courts' surfacing, lighting, fencing, nets, stanchions, benches, and the drinking fountain located south of the courts. The Project will also make ADA improvements to the pathway leading up to the tennis courts.

Ordinance No. 188138 was approved by City Council on December 14, 2016 authorizing the Chief Procurement Officer to issue a competitive solicitation for the Argay Park Tennis Court Improvements Project on behalf of Portland Parks & Recreation (PP&R). The construction cost based on bids received is \$581,192.73

No revenues will be impacted by this legislation.

This legislation does not change existing City policy.

Financial and budgetary impacts:

The engineer's estimate for this project was \$500,000.00 and the confidence level was medium. Based on bids received, Portland Parks & Recreation (PP&R) anticipates the construction contract cost to be \$581,192.73 which is 16.24% over the engineer's estimate.

PP&R conducted a bid analysis and determined that the low bid was over the Engineer's Estimate due to the high labor demand currently prevailing within the commercial construction market. Building contractors and construction materials are currently in high demand throughout the entire Pacific Northwest, but most specifically in the Portland market. This shortage of labor and materials creates an adverse relationship between the true market cost and the accuracy of project estimating.

Funds are available in PP&R's Owner Cost Centers P30100.

No present positions will be created, eliminated or re-classified as a result of this legislation.

Community impacts and community involvement:

The construction contracting community, including contractors certified with the State of Oregon as Disadvantaged, Minority, Women, or Emerging Small Businesses became involved when the Chief Procurement Officer advertised and publically noticed the project on the City’s Online Procurement System on February 23, 2017.

Potential bidders were able to review the competitive solicitation, attend a pre-bid meeting, ask questions, provide comments and submit a bid in response to the Invitation to Bid (ITB). Bids received resulted in the award of the construction contract. Procurement Services managed the procurement process. No protests were received.

No known persons or groups will be testifying.

No future public involvement is anticipated or necessary for this request.

Budgetary Impact Worksheet

Does this action change appropriations?

- ☐ **YES:** Please complete the information below.
- ☒ **NO:** Skip this section

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount