

## CITY OF PORTLAND

### OFFICE OF MANAGEMENT AND FINANCE

Ted Wheeler, Mayor Tom Rinehart, Chief Administrative Officer Ken Rust, Director, Bureau of Revenue and Financial Services Christine Moody Chief Procurement Officer Procurement Services

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#### REGULAR CALENDAR

June 21, 2017

#### TO THE COUNCIL:

On December 14, 2016, Council approved Ordinance Number 188148 for Procurement Services to competitively solicit the Greenleaf Pump Station in accordance with PCC 5.34. The Chief Procurement Officer has advertised and received bids for Bid Number 00000581 on behalf of the Portland Water Bureau (PWB) with a project construction estimate of \$1,275,000.00. Water Bureau rated the project estimate confidence level as Moderate.

Bids were opened on May 2, 2017, and five (5) bids were received. The low bid from TEK Construction, Inc., was responsive to the solicitation requirements, thus it is recommended that the bid be accepted at the estimated unit prices quoted for a total bid amount of \$1,286,550.00.

The City, identified an aspirational goal for D/M/W/ESB subcontractor and supplier utilization at 20% of the hard construction costs for the project.

TEK Construction, Inc., acting as the prime contractor identified the following areas as opportunities for subcontracting: CMU walls, fire extinguishers, electrical, HVAC, and coatings. There is \$303,380.00 (23.6%) D/M/W/ESB utilization identified towards the goal. DBE subcontractor/supplier participation represents 20.2% of the total bid amount and M/W/ESB subcontractor/supplier participation represents 3.4% apportioned as follows:

- DBE \$260,120 performing electrical
- MBE \$1,000 supplying fire extinguishers
- ESB \$42,260 performing CMU walls

TEK Construction, Inc., is located in Bellingham, WA, and is not a State Certified M/W/ESB Contractor. They have a current City of Portland Business Tax Registration and EEO Certification, and are in Full Compliance with the Equal Benefits Program.

Funds are available for this project under Owner Cost Center W01446.

It is recommended that a Performance Bond and Payment Bond each at 100% of the contract amount be furnished by the Contractor. Further, it is also recommended that a two (2) year Maintenance/Warranty Bond for 20% of the final contract amount be furnished by the Contractor before final payment is released.

The bid sureties of the remaining bidders should be returned immediately in compliance with Section 5.34.410D of the City Code.

Recommended by:

Christine Moody

Chief Procurement Officer

CM:mss

# Agenda No. **REPORT**

Title

Accept bid of TEK Construction, Inc., for the Greenleaf Pump Station project for \$1,286,550,00 (Procurement Report - Bid No. 00000581)

INTRODUCED BY Commissioner/Auditor: Mayor Wheeler	CLERK USE: DATE FILED JUN 13 2017
COMMISSIONER APPROVAL  Mayor—Finance & Administration - Wheeler  Position 1/Utilities - Fritz  Position 2/Works - Fish  Position 3/Affairs - Saltzman  Position 4/Safety - Eudaly	Mary Hull Caballero Auditor of the City of Portland  By:  Deputy  ACTION TAKEN:
BUREAU APPROVAL  Bureau: OMF/BRFS/Procurement Bureau Head: Christine Moody	JUN 2 1 2017 ACCEPTED PREPARE CONTRACT
Prepared by: Mahn Saechao Date Prepared: 5/31/17	
Impact Statement Completed ⊠ Amends Budget □	
City Auditor Office Approval: required for Code Ordinances	
City Attorney Approval: required for contract, code. easement, franchise, charter, Comp Plan	
Council Meeting Date June 21, 2017	

AGENDA		
TIME CERTAIN  Start time:		
Total amount of time needed: (for presentation, testimony and discussion)		
<u>consent</u> □		
REGULAR  Total amount of time needed:  minutes (for presentation, testimony and discussion)		

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAŞ	NAYS
1. Fritz	1. Fritz	'\/,	
2. Fish	2. Fish	V	
3. Saltzman	3. Saltzman		
4. Eudaly	4. Eudaly	V,	
Wheeler	Wheeler		