

IMPACT STATEMENT

Legislation title: Accept bid of Moore Excavation, Inc. for the Wheeler Reconstruction and Green Street project for \$7,886,940.00 (Procurement Report - Bid No. 00000607)

Contact name: Larry Pelatt, Interim Chief Procurement Officer

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Presenter name: Larry Pelatt, Interim 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 Wheeler Reconstruction and Green Street project for \$7,886,940.00.

The Bureau of Environmental Services (BES) identified in their 2012 Systems Plan a need to replace undersized sewers in the Wheeler Basin. Eight Vegetated Green Street Facilities will reduce the need to replace some of these sewers. Approximately 9,344 linear feet of combined sewer pipe will be replaced by this project with pipe of adequate capacity (8-30 inches in diameter), and 2,100 linear feet of new sanitary or storm sewer pipe will be installed (8-24 inches in diameter). Also, approximately 6,500 linear feet of six-inch sewer service laterals will be replaced from the sewer to curb with this project.

Ordinance No. 188271 was approved by City Council on March 8, 2017 authorizing the Chief Procurement Officer to issue a competitive solicitation for the Richmond-South Tabor Sewer Rehabilitation project on behalf of Bureau of Environmental Services (BES). The construction cost based on bids received is \$7,886,940.00.

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 \$7,033,000 and the confidence level was high. Based on bids received, the Bureau of Environmental Services (BES) anticipates the construction contract cost to be \$7,886,940.00 which is 10.8% over the engineer's estimate. Additional work was added for the Water Bureau prior to the packet being routed for bid. This work amounted to \$270,000 in the bid by the Contractor. This work was not included in the Engineer's Estimate. A 60% set of plans and specs was provided prior to bid packet routing with 90% plans and specs issued by Addendum. The estimate was not updated before the bid for the changes made between the 60% and 90% plans.

Funds are available in the Sewer System Operating Fund, FY2018-FY2019 CIP, Bureau of Environmental Services, WBS E10219.C60.

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 publicly noticed the project on the City's Online Procurement System on May 10, 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.

We do not anticipate anyone, or group will be testifying.

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