


## IMPACT STATEMENT

**Legislation title:** Accept bid of James W. Fowler Co. for the Citywide Sewer Rehabilitation Project for \$8,925,000 (Procurement Report - Bid No. 00000648)

**Contact name:** Larry Pelatt, Interim Chief Procurement Officer 

**Contact phone:** 503-823-2506

**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 Citywide Sewer Rehabilitation Project for \$8,925,000.

The Bureau of Environmental Services (BES) identified a need to rehabilitate or replace approximately 20,100 feet of combined sewer pipe, manholes, service laterals, inlets and inlet leads that are currently in severely deteriorated condition in isolated areas throughout the city. BES has prepared plans and specifications for replacing and rehabilitating the deteriorated sewer pipe.

Ordinance No. 188395 was approved by City Council on May 24, 2017 authorizing the Chief Procurement Officer to issue a competitive solicitation for the Citywide Sewer Rehabilitation Project on behalf of Bureau of Environmental Services (BES). The construction cost based on bids received is \$8,925,000.

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 \$7,800,000 and the confidence level was high. Based on bids received, the Bureau of Environmental Services (BES) anticipates the construction contract cost to be \$8,925,000 which is 12.74% over the engineer's estimate.

Funds are available in the Sewer System Operating Fund, FY2018-FY2019 CIP, Bureau of Environmental Services, WBS E10562.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 26, 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<br>Item | Functional Area | Funded Program | Grant | Sponsored<br>Program | Amount |
|------|-------------|--------------------|-----------------|----------------|-------|----------------------|--------|
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