## **IMPACT STATEMENT**

Legislation title: Accept bid of James W. Fowler Co. for the NW Industrial St. and NW 28th Ave Sewer Rehabilitation project for \$2,114,949.00 (Procurement Report - Bid No. 00000826)

Contact name:Larry Pelatt, Interim Chief Procurement OfficerContact phone:503-823-2506Presenter 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 NW Industrial St. and NW 28th Ave Sewer Rehabilitation project for \$2,114,949.00.

The Bureau of Environmental Services (BES) needs to replace approximately 582 feet of combined sewer pipe on NW Industrial St. between NW 26th and NW 28th Ave. that is 93 years old and in failing condition due to age. The project will install new public sewers, storm drains and manholes in an industrial district within the Northwest Industrial Neighborhood. These sewer replacements will increase sewer capacity and reduce the risk of street flooding and sewage releases to buildings and streets, thereby protecting public health, water quality and the environment.

Ordinance No. 188363 was approved by City Council on May 10, 2017 authorizing the Chief Procurement Officer to issue a competitive solicitation for the NW Industrial St. and NW 28th Ave Sewer Rehabilitation project on behalf of BES. The construction cost based on bids received is \$2,114,949.00.

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 \$2,000,000.00 and the confidence level was high. Based on bids received, BES anticipates the construction contract cost to be \$2,114,949.00 which is 5.7% over the engineer's estimate.

This project is funded under BES's approved Sewer System Operating Fund, FY 2018 and 2019 CIP. The WBS Element for this project is E10782.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 January 31, 2018. A public notice was also posted in the Daily Journal of Commerce on January 31, 2018.

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 known person 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