


IMPACT STATEMENT

Legislation title: Accept bid of Landis & Landis Construction, LLC for the Montavilla North Sewer Rehabilitation project for \$7,537,078.00 (Procurement Report – Bid No. 00000858)

Contact name: Larry Pelatt, Procurement Manager 

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Presenter name: Larry Pelatt, Procurement Manager

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 Montavilla North Sewer Rehabilitation project for \$7,537,078.00.

The Bureau of Environmental Services (BES) needs to rehabilitate, replace, and/or construct approximately 15,700 feet of sewer main line in the northeast neighborhood of Montavilla.

Ordinance No. 188745 was approved by City Council on December 20, 2017 authorizing the Chief Procurement Officer to issue a competitive solicitation for the Montavilla North Sewer Rehabilitation project on behalf of BES. The construction cost based on bids received is \$7,537,078.00.

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 \$6,225,000.00 and the confidence level was high. Based on bids received, BES anticipates the construction contract cost to be \$7,537,078.00 which is 21% over the engineer's estimate.

This project is funded under BES' s approved Sewer System Operating Fund, FY 2018. The WBS Element for this project is E10385.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 February 6, 2018. A public notice was also posted in the Business Tribune on February 6, 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