

## CITY OF PORTLAND

OFFICE OF MANAGEMENT AND FINANCE

Ted Wheeler, Mayor Tom Rinehart, Chief Administrative Officer Jennifer Cooperman, Director, Bureau of Revenue and Financial Services

Lester Spitler Chief Procurement Officer Procurement Services 1120 S.W. Fifth Avenue, Rm. 750 Portland, Oregon 97204-1912 (503) 823-5047 FAX (503) 865-3455 TTY (503) 823-6868

**REGULAR CALENDAR** 

June 27, 2018

TO THE COUNCIL:

On February 28, 2018, Portland City Council approved Ordinance Number 188832 for Procurement Services to competitively solicit the Peninsula Park Community Center Pool Improvements Project in accordance with PCC 5.34. The Chief Procurement Officer has advertised and received bids for Bid Number 00000890 on behalf of Portland Parks & Recreation (PPR) with an initial project construction estimate included in the Authorizing Ordinance of \$2,000,000. PPR rated the project estimate confidence level as Medium.

Bids were opened on May 1, 2018, and one (1) bid was received. The low bid from 2KG Contractors, Inc. was responsive to the solicitation requirements, thus it is recommended that the bid be accepted at the estimated lump sum prices quoted for a total bid amount of \$3,679,000, which includes the base bid of \$3,350,000 and additive bid alternates in the amount of \$329,000.

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.

2KG, Contractors, Inc. acting as the prime contractor identified the following areas as opportunities for subcontracting: roofing, plumbing, HVAC, electrical and masonry. There is \$223,718 (6.68%) D/M/W/ESB utilization identified towards the goal.

• MBE - \$223,718 1 firm performing shoring work

2KG Contractors, Inc. is located in Portland, Oregon, and is a not State Certified DMWESB Contractor. They have a current City of Portland Business Tax Registration and are in Full Compliance with all City contracting requirements.

Funds are available for this project under Owner Cost Centers P30128.CON-EXT and P10482.CON-EXT .

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.

An Equal Opportunity Employer

To help ensure equal access to programs, services and activities, the Office of Management & Finance will reasonably modify policies/procedures and provide auxiliary aids/services to persons with disabilities upon request.

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

Recommended by:

Eig Slatt

Larry Pelatt Purchasing Manager

LP:cek

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## Agenda No. **REPORT** Title

Accept bid of 2KG Contractors, Inc. for the Peninsula Park Community Center Pool Improvements Project for \$3,679,000.00 (Procurement Report - Bid No. 00000890)



AGENDA	FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
TIME CERTAIN Start time:			YEAS	NAYS
Total amount of time needed: (for presentation, testimony and discussion)	1. Fritz	1. Fritz	$\checkmark$	
	2. Fish	2. Fish	$\checkmark$	
CONSENT	3. Saltzman	3. Saltzman	$\checkmark$	
REGULAR X Total amount of time needed: 3 min (for presentation, testimony and discussion)	4. Eudaly	4. Eudaly	$\checkmark$	
	Wheeler	Wheeler		

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