

IMPACT STATEMENT

Legislation title: Authorize three (3) Price Agreements for Asphalt Concrete Supply, each with a contractual term of five (5) years, totaling \$18,500,000. (Procurement Report - Project #122426)

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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 three (3) Price Agreements for the purchase of Asphaltic Concrete (AC) materials on an as-needed basis over five (5) years, for the Portland Bureau of Transportation (PBOT). These price agreements will provide the materials necessary for road maintenance projects within the city of Portland, Oregon.

The City performs road maintenance and pavement preservation work on our roadways annually and utilizes unit-priced supply contracts with various AC mix plant suppliers for AC materials. Multiple suppliers are necessary for efficient and timely supply to work sites located citywide.

This legislation does not change any City policies.

Financial and budgetary impacts:

City Council passed Ordinance No. 189076 on July 18, 2018, authorizing the Chief Procurement Officer to issue a competitive solicitation for the supply of asphaltic concrete for an estimated amount of \$15,500,000.

It is recommended that Council authorize three (3) Price Agreements with the following firms for the stated not-to-exceed annual amounts:

Company Name	Annual Not-to Exceed Amount
Baker Rock Resources	\$200,000/year
Lakeside Industries, Inc.	\$2,600,000/year
Porter W. Yett, Co.	\$900,000/year

Based on historical usage, and PBOT's forecasted usage of asphaltic concrete materials, the Bureau's confidence in the contractual values of the Price Agreements with these firms is "High".

Costs for materials provided under the Price Agreements will be paid against approved PBOT capital and operating budgets.

No positions will be created, eliminated or re-classified as a result of this legislation.

Community impacts and community involvement:

On July 18, 2018 City Council passed Ordinance No. 189076 authorizing the Chief Procurement Officer to issue a competitive solicitation for the supply of asphaltic concrete. The goods and services contracting community, including contractors certified with the State of Oregon COBID office as Disadvantaged, Minority owned, Woman owned, Emerging Small Businesses, and Service Disabled Veteran owned enterprises became involved when the solicitation was publicly advertised on the City's online procurement system on September 5, 2018, and a prebid meeting was held open to the public on September 12, 2018. Potential offerors were invited to review the competitive solicitation, ask questions, provide comments and submit bids.

On October 11, 2018, four (4) bids were received, and all were deemed responsive to the solicitation requirements. The City issued a Notice of Intent to Negotiate and Award Price Agreements on November 8, 2018. No protests were received.

No known persons or groups will be testifying.

No future public involvement is anticipated or necessary for this request.

100% Renewable Goal:

Electronic systems utilized for performing services under this Price Agreement are 100% powered by renewable energy sources.

This action does not increase or decrease the City's current total energy use.

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