

## IMPACT STATEMENT

**Legislation title:** \*Authorize contract with Just Bucket Excavating, Inc. for Springwater Corridor Bridge #48 Replacement for \$1,169,669 (Ordinance - Bid No. 00001123)

**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 Springwater Corridor Bridge #48 Replacement for \$1,169,668.67.

The project involves the removal and replacement of Springwater Corridor Bridge #48.

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 \$930,000.00 and the confidence level was high. Based on bids received, PP&R anticipates the construction contract cost to be \$1,169,668.67 which is 25% over the engineer's estimate.

PP&R conducted a bid analysis and concluded that the low bidder was over the Engineer's Estimate due to the high labor demand currently prevailing within the commercial construction market, and the expedited completion time for this project. Building contractors and construction materials are currently in high demand throughout the entire Pacific Northwest, but most specifically in the Portland market, as is the specialized nature of the required sub-contractors. In addition, recent steel tariffs imposed on steel imports have resulted in rapidly increasing and volatile steel prices. These combined forces are resulting in higher prices for labor, equipment, and materials.

Funding for this project is included in the FY 18/19 budget allocated through the 2014 Parks Replacement Bond.

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

### **Community impacts and community involvement:**

This project was bid to the Prime Contractor Development Program (PCDP) participants. The construction contracting community, including contractors certified with the State of Oregon as Disadvantaged, Minority, Women, or Emerging Small Businesses became involved during enrollment in the PCDP. Projects bid to PCDP are not bid to the open market and are only available for participants in PCDP.

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.

No known person or group will be testifying.

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

**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