

## IMPACT STATEMENT

**Legislation title:** Accept bid of Granite Construction, Inc. for the SW Capitol HWY - SW 36th Ave to SW Texas St Pavement Rehabilitation Project for \$1,787,787 (Procurement Report - Bid No. 00001159)

**Contact name:** Lester Spitler, Chief Procurement Officer

**Contact phone:** 503-823-1095

**Presenter name:** Lester Spitler, 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 services contract to Granite Construction, Inc. for the SW Capitol HWY - SW 36th Ave. to SW Texas St. Pavement Rehabilitation Project for \$1,787,787.00 (Procurement Report - Bid No. 00001159).

As part of the Fixing Our Street (FOS) program, Portland Bureau of Transportation (PBOT) will construct pavement maintenance work on SW Capitol Highway from SW Multnomah Blvd. to SW Texas St.

The pavement condition on SW Capitol Highway has deteriorated to a point that sections of it requires full-depth repair and other sections require a minimum of 2.5 grind and overlay.

Grinding and Paving 2.5 to 4.5 inches meets PBOT's Pavement Management Strategy of performing pavement maintenance earlier in the pavement lifecycle. Sections with damage sub-base will be reconstructed to PBOT's current pavement standard.

Ordinance No. 189317 was approved by City Council on December 19, 2018 authorizing the Chief Procurement Officer to issue a competitive solicitation for the SW Capitol HWY - SW 36th Ave. to SW Texas St. Pavement Rehabilitation Project on behalf of the Portland Bureau of Transportation. Procurement Services issued the solicitation and bids were received and opened on February 19, 2019. The construction cost based on bids received is \$1,787,787.00.

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 \$2,024,646.00 and the confidence level was moderate. Based on bids received, PBOT anticipates the construction cost to be \$1,787,787.00 which is 11.7% under the engineer's estimate.

The project is funded with Fixing Our Street funds and is budgeted in FY 2018-19 and FY 2019-20.

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 which are State of Oregon COBID certified businesses became involved when the Chief Procurement Officer advertised and publicly noticed the project on the City's Online Procurement System on January 23, 2019. A public notice was also posted in the Daily Journal of Commerce once on January 25, 2019.

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