

## IMPACT STATEMENT

**Legislation title:** Accept Guaranteed Maximum Price of \$17,989,637 from MWH Constructors, Inc. for the construction of the Corrosion Control Improvements Project (Procurement Report - RFP No. 00001107)

**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:**

Accept Guaranteed Maximum Price of \$17,989,637 from MWH Constructors, Inc. for the design and construction of the Corrosion Control Improvements Project

The Corrosion Control Improvements Project (Project) is required to maintain compliance with the Lead and Copper Rule (LCR) and meet Oregon Health Authority's (OHA) compliance schedule to implement improved corrosion control treatment. The goal of the Corrosion Control Improvements Project (Project) is to design and construct a corrosion control treatment facility at Water Bureau's Lusted Hill Facility. The Project will include a new building to house the new corrosion control treatment system, a new utility water pump station, and associated piping and support systems.

Ordinance Number 188621 passed by Council on September 27, 2017 authorized Procurement Services to use an alternative contracting method to select a CM/GC for the Corrosion Control Improvements Project. The Chief Procurement Officer advertised Request for Proposals (RFP) Number 00001107 on December 21, 2018, for pre-construction services and construction of the Corrosion Control Improvements Project with a combined pre-construction and construction services estimate of \$11,000,000. The Portland Water Bureau rated the project estimate confidence level as Low at that time.

This legislation does not change any City policy

No revenues will be impacted by this legislation

**Financial and budgetary impacts:**

Based on the Guaranteed Maximum Price received, The Portland Water Bureau anticipates the construction contract cost to not exceed \$17,989,637. Funding has been approved in the FY 2020-21 Budget and will be requested in the FY 2021-22 and FY 2022-23 Budgets.

Funds are available in PWB's Owner Cost Center W02190.

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

**Community impacts and community involvement:**

The public, construction contracting community, including contractors certified as State of Oregon disadvantaged, minority, women, and emerging small businesses became involved when the Chief Procurement Officer and PWB advertised a notice of public hearing on the DJC on September 6, 2017 to welcome the public's comments on the findings and recommendation to exempt the project from the requirement of competitive bidding during Councils presentation on September 20, 2017. Procurement Services also advertised and publicly noticed the project on the City's Online

Procurement System and the Business Tribune on December 21, 2018 to welcome proposals from the contracting community. No further outreach was performed.

Potential proposers were able to review the competitive solicitation, attend a pre-proposal meeting, ask questions, provide comments and submit a proposal in response to the Request for Proposals (RFP). Proposals received resulted in the award of the CM/GC Pre-Construction Services contract. Procurement Services managed the procurement process. No protests were received.

No known persons or groups 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

| <b>Fund</b> | <b>Fund Center</b> | <b>Commitment Item</b> | <b>Functional Area</b> | <b>Funded Program</b> | <b>Grant</b> | <b>Sponsored Program</b> | <b>Amount</b> |
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