

IMPACT STATEMENT

Legislation title: Accept bid of \$2,553,920 from Rio Underground Construction, LLC for the SE 19th Ave. and SE Lambert St. Water Mains Project (Procurement Report - ITB No. 00001811)

Contact name: Jodie Inman, Chief Engineer

Contact phone: 503-823-1289

Presenter name: Biko Taylor, Chief Procurement Officer

Purpose of proposed legislation and background information:

Authorize the Chief Procurement Officer to execute a construction contract for the SE 19th Ave. and SE Lambert St. Water Mains Project (Project) to Rio Underground Construction, LLC. The construction cost based on bids received is \$2,553,920.

The Portland Water Bureau has approximately 2,250 miles of pipe in its system ranging in size, material, and condition. Much of the pipe is aging leading to increased leaks and breaks and reduction in flow capacity. This Project will install approximately 5,000 feet of new Ductile Iron water main. Included in the Project is the renewal of 68 household water services and installation of six new fire hydrants. Additionally, 12 new Americans with Disabilities Act (ADA) ramps will be installed in the sidewalk adjacent to the Project, forwarding the City's goal of improved mobility for all persons.

Ordinance No. 190561 was approved by City Council on September 22, 2021, authorizing the Chief Procurement Officer to issue a competitive solicitation for the 4 SE 19th and SE Lambert St Water Mains Project on behalf of the Portland Water Bureau.

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 \$2,600,000 and the confidence level was High. Based on the bids received, the Portland Water Bureau anticipates the construction contract cost to not exceed \$2,553,920 which is 1.7% under the engineer's estimate.

The Portland Water Bureau has funds budgeted FY 2021-22 for construction, inspection, and management of the Project including contingency.

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

Community impacts and community involvement:

The newly installed water mains and appurtenances will serve residents along SE 19th Avenue and SE Lambert Street. The increased performance and resiliency of the new

infrastructure will also serve the greater Sellwood and adjacent neighborhoods as the overall water system is made more efficient and effective. The Project will ensure public health and economic viability by improving the maintenance, operability, and water quality of the existing water system in the Project area. The Project will be physically located in the Right of Way, generally in the main roadway along SE 19th Avenue from SE Marion Street to SE Lambert, and on SE Lambert Street to SE Milwaukie Avenue. Impacts to local residents and car, bike and pedestrian traffic will be minimized to the extent possible. Notifications to residents, including mailers, signs, flyers, social media posts and presentations at neighborhood meetings began over six months ago and will continue through the duration of the Project. Limits included in the contract documents on the amount of street area impacted at any given time will help decrease direct, daily neighborhood disruption and provide shorter detours for all traffic types around the active construction area.

The Project was one identified and listed by the Portland Water Bureau on the Construction Forecast, which is posted on the City Procurement website and was also provided to the Fair Contracting Forum prior to bid advertisement.

The construction contracting community, including contractors certified with the State of Oregon as minority, women, and emerging small businesses became involved when the Chief Procurement Officer advertised and publicly noticed the project on the City's Online Procurement System on January 26, 2022.

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.

The City's equity in contracting aspirational goal of 20% of the hard construction costs for subcontractor and supplier utilization of firms certified by the State's Certification Office for Business Inclusion and Diversity (COBID) applies to this project. Rio Underground Construction, LLC. **has committed to subcontract 20.87% to COBID Certified firms as follows:**

Subcontractor	Certification	Area of Work	Ownership	Amount
Brothers Concrete Cutting, Inc.	MBE	Saw Cutting	Native American/Male	\$20,000
Chick of All Trades, LLC.	DMWBE	Flagging	Hispanic/Female	\$25,000
JNM Services, LLC	WBE	Traffic Control	Caucasian/Female	\$25,000
JTWA Trucking, LLC.	MBE	Trucking	African America/Male	\$50,000
Kodiak Pacific Construction Co.	WBE	Asphalt/Paving	Caucasian/Female	\$281,400
LCP, LLC.	DWBE	Erosion Control	Caucasian/Female	\$31,597
TTE, Inc.	ESB	Concrete	Caucasian/Male	\$100,000
Total				\$532,997

Rio Underground Construction, LLC. acting as the prime contractor intends to self-perform 79.13% of the work.

There are no significant objections or concerns related to this Project. No known persons or groups will be testifying.

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

100% Renewable Goal:

This Project neither contributes nor takes away for the City's goal of meeting 100 percent community-wide energy needs with renewable energy by 2050.

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