

IMPACT STATEMENT

Legislation title: Accept bid of Stettler Supply Company dba Stettler Supply & Construction for the Well Sites Improvement Project for \$640,945. (Procurement Report – Bid No. 117396)

Contact name: Christine Moody, Chief Procurement Officer 

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Presenter name: Christine Moody, Chief Procurement Officer

Purpose of proposed legislation and background information:

Authorize the Chief Procurement Officer to execute a contract for the Well Sites Improvement Project. The construction cost based on bids received is \$640,945.

The Water Bureau requires construction services to rehabilitate pumps and motors for the completion of well improvements at production wells 5, 6, and 13. The work will improve water service to customers by enhancing reliability and reducing risk of failure of three groundwater production wells. Pump and motor rehabilitative work will extend the expected life of the existing equipment. The modifications to Production 6 Well will improve finished water quality by reducing sand intrusion. The work also includes the installation of new flow meters and motor protection relays/power monitoring at various well sites. These new controls and flow meters will increase operational efficiency and reduce reactive maintenance.

Ordinance No. 186809 was approved by City Council on September 17, 2014 authorizing the Chief Procurement Officer to issue a competitive solicitation and execute a contract for the Well Sites Improvement Project on behalf of the Portland Water Bureau.

A competitive Invitation to Bid (ITB) was issued on October 29, 2014 in accordance with PCC 5.34. Due to the very specialized nature of the work involved in this project, a special prequalification application process was required and one bid was received and opened on December 4, 2014. The low bid from Stettler Supply Company dba Stettler Supply & Construction was deemed responsive to the requirements of the solicitation. On December 18, 2014, the City issued a Notice of Intent to Award a contract to Stettler Supply Company dba Stettler Supply & Construction.

It is recommended that the bid from Stettler Supply Company dba Stettler Supply & Construction be accepted at the unit prices as quoted in their bid for a total estimated amount of \$640,945.00. With the specialized work, only one division of work was identified within the ITB as a subcontract opportunity and this resulted in \$13,200 awarded to an MWESB certified firm. Stettler Supply Company dba Stettler Supply Construction will be doing all of the other specialized work associated with the project. This specialized work is outside of the regular classes of work for the City of Portland.

No revenues will be impacted by this legislation.

This legislation does not change existing City policy.

Financial and budgetary impacts:

Based on bids received, Portland Water Bureau anticipates the construction contract cost to be \$640,945. The engineer's estimate for this project was \$750,000 and the confidence level was Optimal. Funds are available in PWB's FY 2014- 2015 Budget and 2015 – 2016 Budget.

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 certified with the State of Oregon as minority, women, and emerging small businesses became involved when the public notice was posted on the City's Online Procurement System on October 29, 2014.

Potential bidders were able to review the competitive solicitation, attend a pre-bid meeting, visit the project site, ask questions, provide comments and submit a bid in response to the Invitation to Bid. Procurement Services managed the procurement process and no protests were received.

No known persons or groups will be testifying.

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