

IMPACT STATEMENT

Legislation title: Accept bid of 3 Kings Environmental, Inc for the SW Stephenson & SW Hamilton Drainage and Road Shoulder Improvements for \$623,497.00. (Procurement Report – Bid No. 00000009)

Contact name: Christine Moody, Chief Procurement Officer *CM*

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Presenter name: Christine Moody, Chief Procurement Officer

Purpose of proposed legislation and background information:

The purpose of the proposed legislation is to authorize a contract with the lowest responsible bidder to construct the SW Stephenson & SW Hamilton Drainage and Road Shoulder Improvements project. This project will improve watershed health within the Tryon and Fanno Watersheds as recommended by goals, objectives and strategies of the Fanno and Tryon Creeks Watershed Management Plan (BES 2005). The project is located in SW Stephenson Street between SW 35th Avenue and SW Boones Ferry Road and SW Hamilton Street between SW Shattuck Road and SW Dosch Road. The need of this project is to prevent further erosion of ditches without curbs and decrease pollutants and sediment loads to downstream aquatic habitat.

Ordinance No. 187163 was approved on June 3, 2015 and authorized the Chief Procurement Officer to issue a competitive solicitation and the Commissioner in Charge to authorize and execute a contract for the SW Stephenson & SW Hamilton Drainage and Road Shoulder Improvements on behalf of the Bureau of Environmental Services (BES).

No revenues will be impacted by this legislation.

This legislation does not change existing City policy.

Financial and budgetary impacts:

Based on bids received, the Bureau of Environmental Services anticipates the construction contract cost to be \$623,497.00. The engineer's estimate for this project was \$560,000.00 and the confidence level was High. Funds are available in Sewer System Operating Fund FY15- FY16 Budgets, Bureau of Environmental Services, WBS E10131.C60.

There are a number of aspects pertaining to this project that contribute to the engineer's estimate being exceeded. Increased flagger hours, traffic control and mobilization due to the fact that the work is spread out over a large area. Also, additional roadway base and asphalt quantities increased in order to pave up to a 4" shoulder over proposed pipe to better allow for shoulder continuity. The engineer's estimate for Bid Item 5 – Check Dam was low due to the fact that very little cost value data exists. Also, the landscape architect suggested using a much longer lasting juniper instead of cedar which also affected this value. In addition, the contaminated media disposal has historically been estimated at \$30/TON, however this bid item came in 67% higher at \$50/TON.

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 April 29, 2015.

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 (ITB). Bids received resulted in the award of the construction 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

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount