

IMPACT STATEMENT

Legislation title: Accept bid of Just Bucket Excavating, Inc. for the NW Cornell Rd Services – Macleay Park Project. for \$720,400.53 (Procurement Report - Bid No. 00000493)

Contact name: Christine Moody, Chief Procurement Officer

Contact phone: 503-823-1095

Presenter name: Christine Moody, 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 contract for the NW Cornell Rd Services – Macleay Park Project for \$720,400.53

A temporary 2-inch water main currently serves eight customers along NW Cornell Road. The main is located in the trail corridor through natural areas in Macleay Park. The current temporary main has poor access for equipment, is in poor condition and must be replaced to meet current Portland Water Bureau standards.

The Water Bureau requires construction services to construct the replacement for the temporary water main. The construction work includes installation of 7,100 feet of new water main and appurtenances in NW Cornell Road beginning at NW Eloise Lane and ending near 5240 NW Cornell Road.

Ordinance No. 188024 was approved by City Council on October 06, 2016 authorizing the Chief Procurement Officer to issue a competitive solicitation for the NW Cornell Rd Services – Macleay Park Project on behalf of the Portland Water Bureau. The construction cost based on bids received is \$720,400.53.

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 \$600,000 and the confidence level was high. Based on bids received, the Water Bureau anticipates the construction contract cost to be \$720,400.53 which is 20% over the engineer's estimate.

The Water Bureau conducted a bid analysis and determined that the low bid is within the level of confidence assigned in the ordinance documents. The high confidence level was selected because the PWB is not familiar with this work and had a previous project bid higher than expected for the HDD portion. The High level of confidence allows for a 20-30% range in the estimated cost and this project came in 20% over the estimate but within the level of confidence selected.

Funds are available in Water Bureau's Owner Cost Centers W01682.

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 Disadvantaged, Minority, Women, or Emerging Small Businesses became involved when the Chief Procurement Officer advertised and publically noticed the project on the City's Online Procurement System on December 21, 2016.

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.

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