

## IMPACT STATEMENT

**Legislation title:** Accept bid of Duke Construction & Excavation, LLC for the Ventura Park Play Area Improvements & Loo Project for \$764,991.00 (Procurement Report - Bid No. 00000603))

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

**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 Ventura Park Play Area Improvements & Loo Project for \$764,991.00

In November 2014, 74% of voters supported the sale of up to \$68 million in general obligation bonds to finance a portion of the needed urgent capital repairs to parks and park facilities. The Ventura Park Play Area Improvements & Loo Project was identified as a project to be funded under the bond.

This project will include removal and replacement of existing play equipment, installation of safety surfacing, removal of a decommissioned wading pool, and the completion of significant ADA improvements to walkways and a parking area that serves the greater park. The project also includes the installation of a Portland Loo in a heavily-used park currently serviced by portable restrooms. These repairs are an important investment in the surrounding community and will further the Bureau's commitment to providing greater accessibility and inclusive play to our underserved neighborhoods, as supported in the Parks 2020 Vision.

Ordinance No. 188255 was approved by City Council on March 01, 2017 authorizing the Chief Procurement Officer to issue a competitive solicitation for the Ventura Park Play Area Improvements & Loo Project on behalf of Portland Parks & Recreation (PP&R). The construction cost based on bids received is \$764,991.00

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 \$694,807.00 and the confidence level was medium. Based on bids received, Portland Parks & Recreation (PP&R) anticipates the construction contract cost to be \$764,991.00 which is 10% over the engineer's estimate.

PP&R conducted a bid analysis and determined that the low bid was over the Engineer's Estimate due to the high labor demand currently prevailing within the commercial construction market. Building contractors and construction materials are currently in high demand throughout the entire Pacific Northwest, but most specifically in the Portland market. This shortage of labor and materials creates an adverse relationship between the true market cost and the accuracy of project estimating.

Funds are available in PP&R's Owner Cost Centers P30007 and P10477.

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

**Community impacts and community involvement:**

This project was bid to the Prime Contractor Development Program (PCDP) participants. The construction contracting community, including contractors certified with the State of Oregon as Disadvantaged, Minority, Women, or Emerging Small Businesses became involved during enrollment in the PCDP. Projects bid to PCDP are not bid to the open market and are only available for participants in PCDP.

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