

IMPACT STATEMENT

Legislation title: Accept bid of Goodfellow Bros. LLC., for the Road 10 Mile Posts 6.2 to 8.2 Improvements Project for \$2,773,570 (Procurement Report - Bid No. 00001451)

Contact name: Lester Spitler, Chief Procurement Officer

Contact phone: 503-823-1095

Presenter name: Lester Spitler, Chief Procurement Officer

Purpose of proposed legislation and background information:

Authorize the Chief Procurement Officer to execute a construction contract for the Road 10 MP 6.2 to 8.2 Improvements Project to Goodfellow Bros. LLC. The construction cost based on bids received is \$2,773,570.00

The US Forest Service (USFS) Road 10E from milepost 6.2 to 8.2. is part of the primary access to Dam 1 and provides access from Headworks to secondary egress from the watershed. There are several landslides that impact this segment of road, and this project is recommended by the Bull Run Roads Asset Management Plan (August 2012). The Water Bureau will grind existing pavement, restore road subgrade, pave and stripe two miles of Road 10. The road will be brought up to current standards, using fill and walls to add an average of two feet of width to the segment. The Project will replace 24 affected culverts, six of which will provide Aquatic Organisms Passage per current USFS standards.

Ordinance 189866 was approved on February 19, 2020 authorizing the Chief Procurement Officer to issue a competitive solicitation for the Road 10 MP 6.2 to 8.2 Improvements Project on behalf of the Water Bureau.

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 Water Bureau anticipates the construction contract cost to be 2,773,570.00 which is 24% over the engineer's estimate. The engineer's estimate for this project was \$2,220,000.00 and the confidence level was low due to the 60% design. We also received a large number of bids with the less than 3% spread between the two low bidders. Considering the number of bids received, it is unlikely that we would get different results rebidding the project. In addition, most of the additional costs are on items we don't construct regularly in the watershed, so it is harder to estimate the market costs of those items. The total construction cost recommended for bid acceptance is determined to be within a reasonable margin and in keeping with currently prevailing commercial construction market trends.

Funds have been requested as part of the FY 2020-21 Budget and will be requested as part of the FY 2021-22 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 Chief Procurement Officer advertised and publicly noticed the project on the City’s Online Procurement System on March 27, 2020.

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