Agenda No. 88

REPORT

Accept bid of MJ Hughes Construction, Inc. for the Red Electric Trail Project for \$2,328,062 (Procurement Report - Bid No. 00001529)

January 20, 2021

TO THE COUNCIL:

On July 8, 2020, Council approved Ordinance Number 190031 for Procurement Services to competitively solicit the Red Electric Trail Project in accordance with PCC 5.34. The Chief Procurement Officer has advertised and received bids for Bid Number 00001529 on behalf of the Portland Bureau of Transportation (PBOT), with a project construction estimate range of \$2 million to \$5 million. PBOT rated the project estimate confidence level as high.

Bids were opened on November 5, 2020, and six (6) bids were received. The low bid from MJ Hughes Construction, Inc., was responsive to the solicitation requirements, thus it is recommended that MJ Hughes Construction, Inc. bid be accepted at the estimated quoted for a total bid amount of \$2,328,062.

Ordinance No. 179568 authorized PBOT to participate in Oregon Department of Transportations (ODOT) Local Public Agency Certification Program for the delivery of federal-aid projects. On June 29, 2011, ODOT's Director informed the Mayor that PBOT had successfully completed the requirements to become fully certified, and City Council accepted ODOT's certification acknowledgement by Ordinance No. 184710. This is a federal-aid transportation project under the ODOT Federal-Aid Highway Program. Under ODOT's certification, this project will be reviewed and audited by ODOT for federal-aid project compliance. Introduced by

Mayor Ted Wheeler

Bureau Management and Finance

Prepared by Mahn Saechao

Date Prepared December 22, 2020

Requested Council Date February 10, 2021

Requested Agenda Type Regular

15 minutes requested

Date Filed with Clerk

February 2, 2021

Part of the certification is that ODOT shall administer on behalf of the City, ODOT's Disadvantaged Business Enterprise (DBE), Equal Employment Opportunity (EEO), and On-The-Job Training (OJT) programs. As such, ODOT establishes the minimum DBE goals for each federal-aid project in compliance with 49 CFR 26. The criteria used in assigning project goals includes: project location, size, duration, dollar value, and the availability of DBE firms that can perform identified subcontracting opportunities. This project has an 8% DBE goal. ODOT deemed MJ Hughes Construction, Inc. to be responsive to the DBE requirement. MJ Hughes Construction has a committed DBE participation goal of 8.25%. State based certifications other than DBE are not reported in Federal Aid projects.

MJ Hughes Construction, Inc has identified the following COBID firm as a participating company:

| Subcontractor | Certification | Area of Work | Ownership | Amount |
|--|---------------|--------------|----------------------|--------------|
| Fox Erosion Control and Landscape, Inc. | DBE/WBE | Landscaping | Caucasian/ Female | \$215,130.80 |

MJ Hughes Construction, Inc. is located in Vancouver, WA, and a State of Oregon Certified COBID Contractor. They have a current City of Portland Business Tax Registration, EEO Certification, and are in with the City's contracting requirements.

Funds are available for this project under Owner Cost Center T00274.

It is recommended that Performance Bond and Payment Bonds, each at 100% of the contract amount, be furnished by the Contractor.

The bid sureties of the remaining bidders should be returned immediately in compliance with Section 5.34.410D of the City Code.

Recommended by:

Kathleen Brenes-Morúa

Interim Chief Procurement Officer

KBM: mss

Action taken: February 10, 2021 Accepted - Prepare Contract

| Four Fifths Agenda | Commissioners voted as follows: | | | |
|--------------------|---------------------------------|--------------|------|--|
| | | YEAS | NAYS | |
| 1. Rubio | 1. Rubio | \checkmark | | |
| 2. Ryan | 2. Ryan | \checkmark | | |
| 3. Hardesty | 3. Hardesty | \checkmark | | |
| 4. Mapps | 4. Mapps | \checkmark | | |
| Wheeler | Wheeler | \checkmark | | |