AGENDA BILL
Beaverton City Council
Beaverton, Oregon

SUBJECT: Contract Award – SW Chestnut PI Waterline Replacement Project CIP 4152

FOR AGENDA OF: 05-07-19 BILL NO: 19105

MAYOR’S APPROVAL: 

DEPARTMENT OF ORIGIN: Public Works

DATE SUBMITTED: 04-16-19

CLEARANCES: City Attorney Mayor’s Office Purchasing Finance Engineering

PROCEEDING: ACTION ITEM (Contract Review Board)

EXHIBITS: 1. Map & Project Data Sheet
2. Bid Results Summary

BUDGET IMPACT

<table>
<thead>
<tr>
<th>EXPENDITURE REQUIRED</th>
<th>AMOUNT BUDGETED</th>
</tr>
</thead>
<tbody>
<tr>
<td>$339,614 (if awarded to ML Houck)</td>
<td>$1,418,225*</td>
</tr>
<tr>
<td>$377,700 (if awarded to Trench Line)</td>
<td>$0-</td>
</tr>
</tbody>
</table>

*Account No. 501-75-3701-682 Water Fund - Water System Improvement Projects – Construction Account. The FY 2018-19 budget has a remaining unspent appropriation of $1,418,225 that is available for this project.

RECOMMENDED ACTION:
City Council, acting as the Contract Review Board, authorizes the Mayor to sign a contract with ML Houck Construction Company of Salem, Oregon ("ML Houck"), in the amount of $339,613.50 in a form approved by the City Attorney, as the lowest responsive bid received for the SW Chestnut PI Waterline Replacement Project CIP 4152 ("SW Chestnut Place Project").

City Council, acting as the Contract Review Board, may alternatively authorize the Mayor to sign a contract with Trench Line Excavation Company of Corvallis, Oregon ("Trench Line"), in the amount of $377,700.00 as the lowest responsive bid for the SW Chestnut Place Project if it sustains Trench Line’s protest and deems ML Houck’s bid nonresponsive in the separate proceeding on this meeting’s agenda.

HISTORICAL PERSPECTIVE:
This project will consist of the replacement of the existing ductile iron water main. This neighborhood does not have adequate fire protection due to the existing, undersized water main, and the City of Beaverton Engineering and Water Divisions have rated this water main a priority replacement project.

INFORMATION FOR CONSIDERATION:
The SW Chestnut Place Project will involve the construction of approximately 1,250 lineal feet of eight-inch diameter water main on SW Chestnut Place (Exhibit 2). Also included in this project is the relocation of existing water meters and service lines. The water meter relocation work is being done to facilitate access by City staff for reading and maintenance.

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Staff completed the design for CIP 4152 on March 1, 2019, and the project was advertised in the Daily Journal of Commerce on March 8, 2019. The non-mandatory prebid meeting was held on March 15, 2019, and three contractors attended.

The City received three bids at bid opening on April 2, 2019, at 2 p.m. At bid opening, Trench Line appeared to be the apparent low bidder. However, when staff returned to their desks to verify the unit prices and quantities of all bids received, staff realized that ML Houck, not Trench Line, was the apparent low bidder in the City's bid tabulation form. Staff requested clarification from ML Houck as to whether the City's calculated number was the correct total amount for ML Houck. That same day, ML Houck confirmed that amount in writing. Therefore, staff determined that ML Houck Construction Company of Salem, OR was the lowest responsive bidder with its bid amount of $339,613.50.

On April 11, 2019, Trench Line timely filed a letter protesting the City's notice of intent to award the SW Chestnut Place Project to ML Houck. Final resolution of the protest is the subject of a separate proceeding on this meeting's agenda. The contract for this project cannot be awarded until after the Contract Review Board has made a final decision on the merits of Trench Line's protest.

However, staff recommends award of the construction contract for the SW Chestnut Place Project to ML Houck if the Contract Review Board agrees with staff's recommended disposition of the protest.

If the Contract Review Board, however, disagrees with staff's recommended disposition of the protest and sustains Trench Line's protest, the Contract Review Board may alternatively award the contract to Trench Line in the amount described in the Recommended Action.
### Project Information

**Project Number:** 4152  
**Project Name:** Chestnut Pl (BH Hwy-Cypress St) 8-Inch Waterline Replacement  
**Project Description:** Replace existing waterline with 1100 feet of 8-inch ductile iron pipe and associated hydrants and water services.  
**Project Justification:** The replacement of the existing waterline is needed due to age and condition and to improve fire protection in the area.  
**Project Managers:** Aaron Lee  
**Estimated Date of Completion:** December 2020  
**First Year Budgeted:** FY 2017/2018  
**Estimated Project Cost:** $330,000.00  
**New Project:** No

### Funding Data:

<table>
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<tr>
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<th>Fund No.</th>
<th>Fund Name</th>
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### Map:

[Map Image]
City of Beaverton

BID SUMMARY

Project Name: SW Chestnut PI - Waterline Replacement Project, CIP 4152

OPENED ON: April 2, 2019 at 2:00 pm

WITNESSED BY: Terry Muralt

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<tbody>
<tr>
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<td></td>
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The Purchasing process has been confirmed.

Signed: [Signature]
Finance Department, Purchasing Division

The above amounts have been checked: ☒ YES ☐ NO
Date: 4/2/2019

Beaverton OREGON