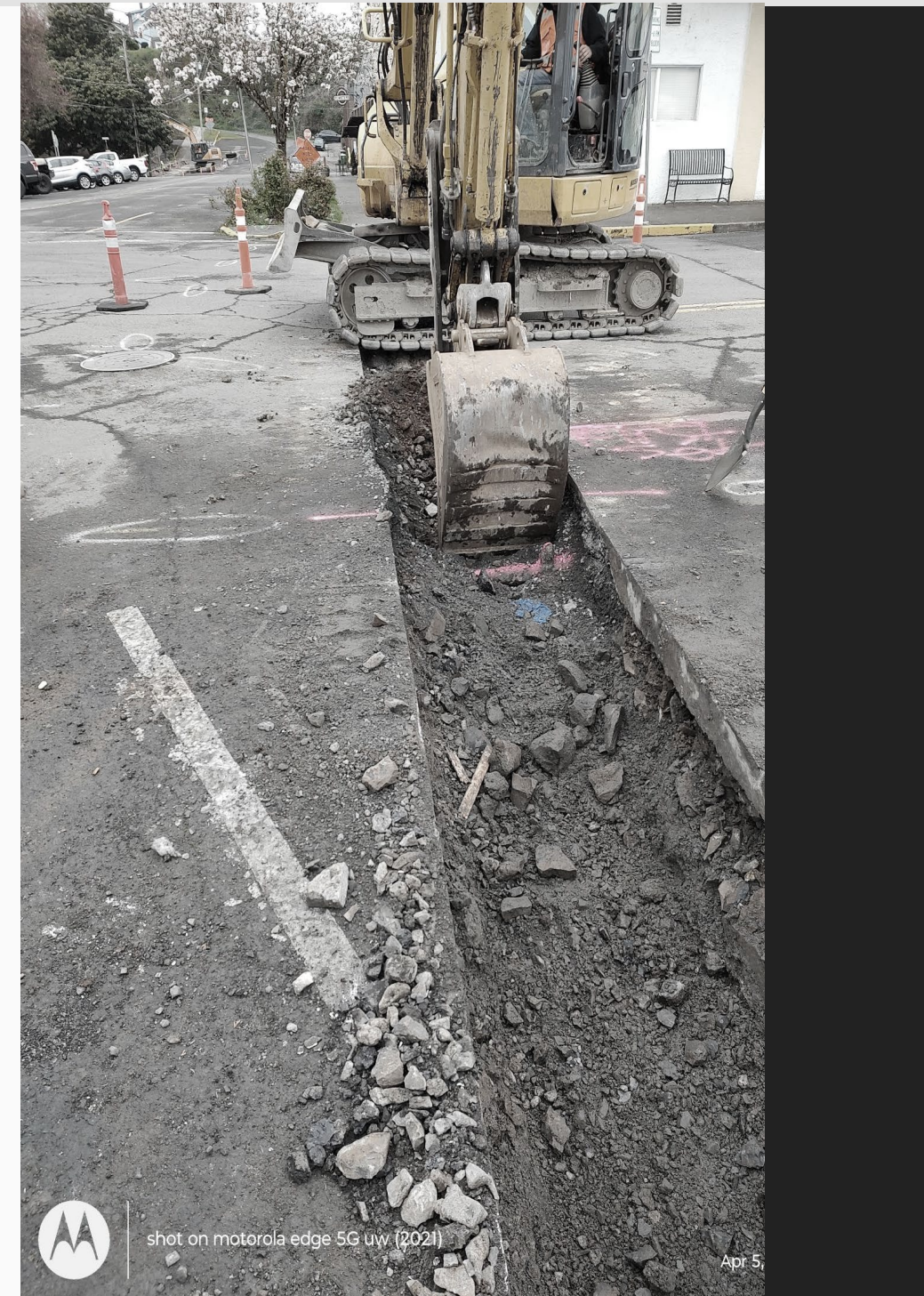


Special Procurement for Undergrounding the Electrical Services on the Waterfront



Mouhamad Zaher, Public Works Director
Sharon Darroux, Engineering Manager

OVERVIEW

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SPECIAL PROCUREMENTS

Special Procurements are allowable by statute in circumstances where **standard procurement methods are not appropriate**. An agency must have delegated authority and must evaluate all other methods of procurement prior to conducting a Special Procurement.

ORS 279B.085 requires findings for Special Procurements meet two conditions,

- 1) the procurement is unlikely to encourage favoritism in the awarding of public contracts or to substantially diminish competition for public contracts and,
- 2) the procurement is reasonably expected to result in substantial cost savings to the contracting agency or to the public





WATERFRONT PROJECT

STATUS



- ✓ SEWER PUMP STATION
- ✓ WATER MAINS
- ✓ SEWER MAINS
- ✓ STORM DRAINS
- ✓ JOINT UTILITY TRENCH
- ✓ BLUFF TRAIL
- ✓ TUALATIN STAIRS



70%
Completion

We're almost there!



- Strand Street Improvements
- S 1st Street Improvements
- Cowlitz Circle
- Completion of all intersection improvements
- Decommissioning of Pump Station #1
- Completion of water quality basins
- Electrical services undergrounding
- Power and Telecommunications Switch Over to JUT

COMING
UP



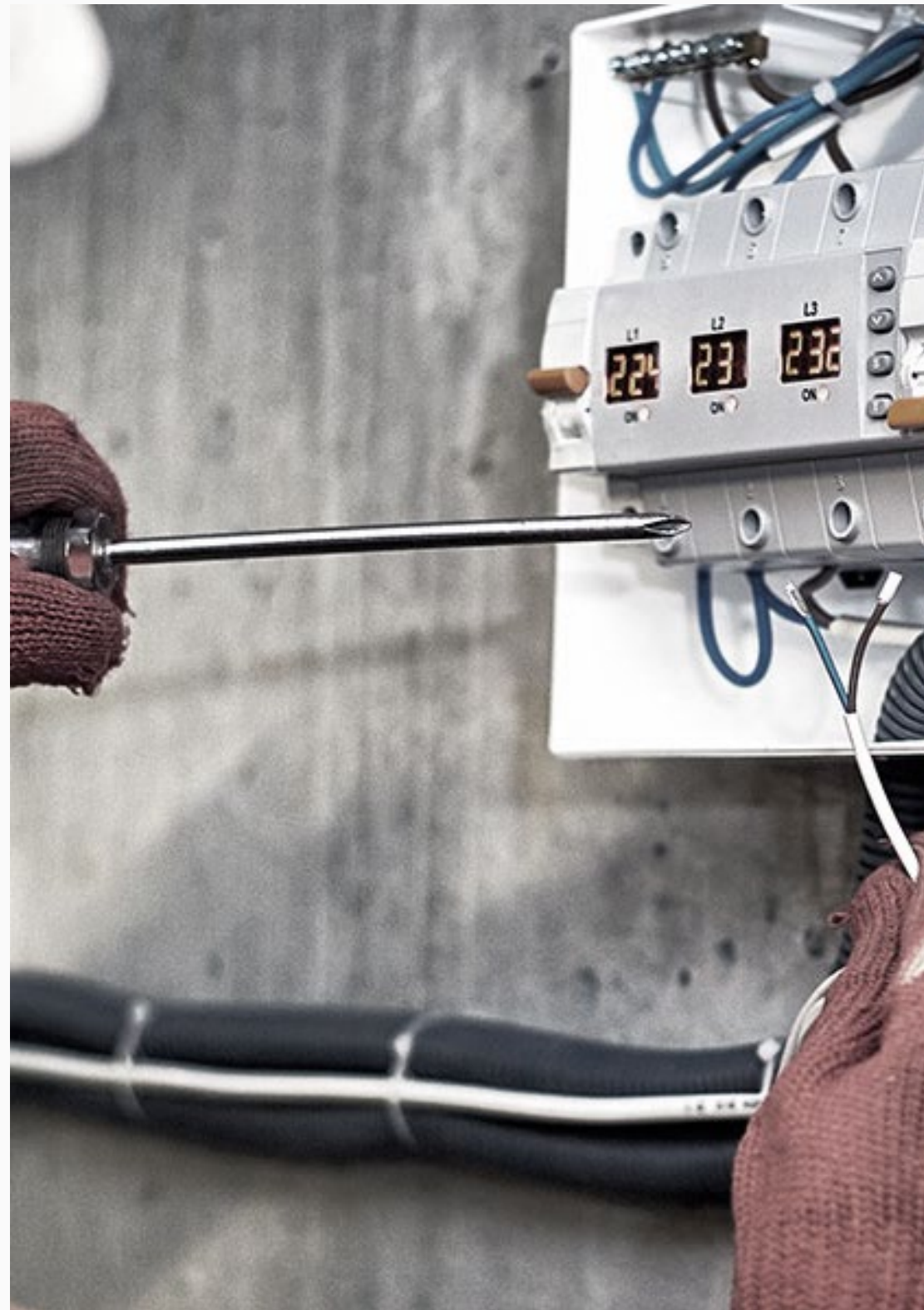


ELECTRICAL SERVICES

PROCUREMENT TIMELINE

SOLUTION

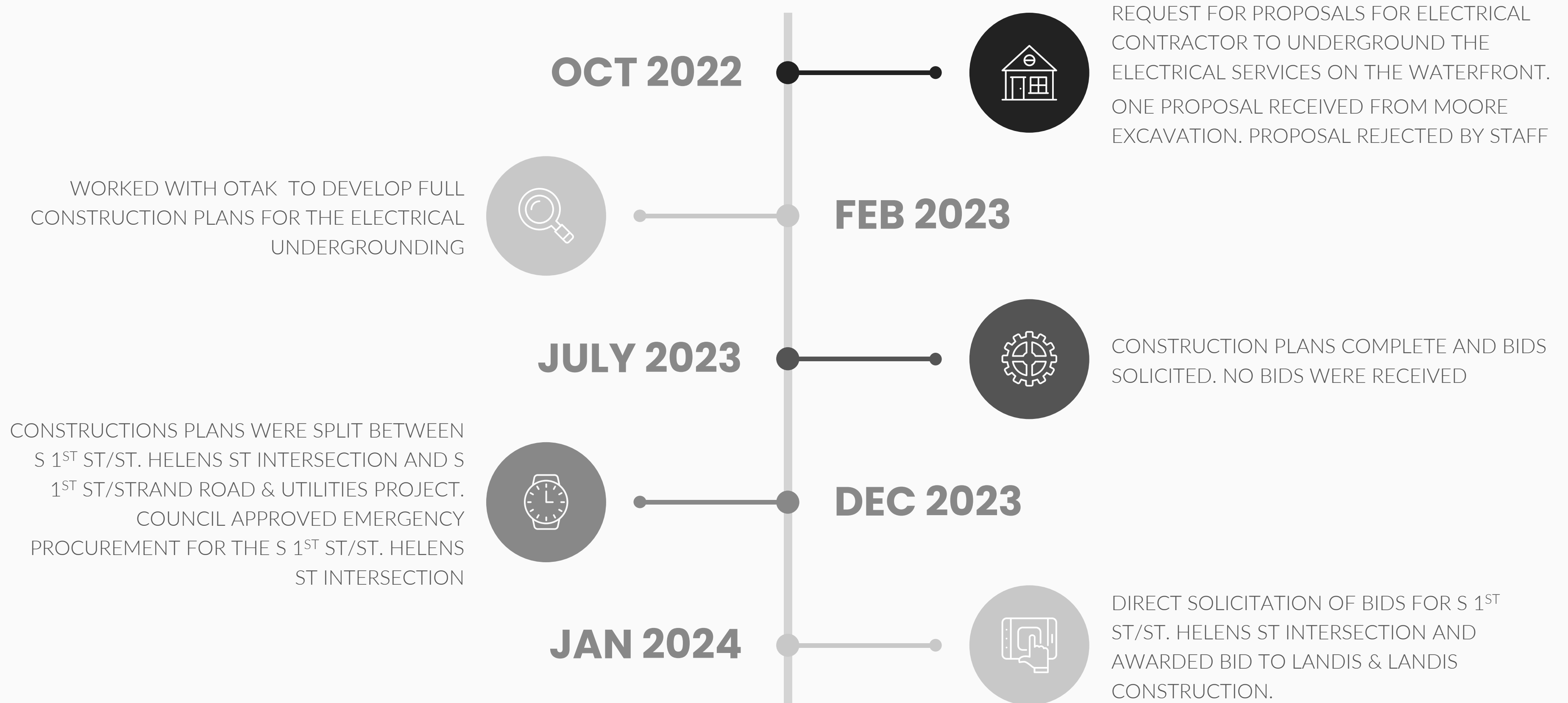
Secure a contractor to underground the electrical services.



PROBLEM

Before the poles can be removed and power switched over to the joint utility trench, the electrical services being fed from those power lines has to be relocated underground.

PROCUREMENT TIMELINE FOR UNDERGROUNDING ELECTRICAL SERVICES





PRICE NEGOTIATIONS

Started at
\$871,726.00

Staff determined certain prices were over three to four times industry standard.

Price Reduced to
\$695,326.00

Staff worked with contractor to lower costs of certain prices even more.

Final Price:
\$602,891.00





FINDINGS FOR SPECIAL PROCUREMENT

SUMMARY OF FINDINGS

1. Competition

Special procurement is unlikely to encourage favoritism in the awarding of public contracts or to substantially diminish competition for public contracts because the City has exhausted all channels to secure competitive bids for this work and has found no other contractor willing to bid or propose on the project except for Moore Excavation Inc.

2. Substantial Cost Savings

Staff has succeeded in working with MEI to lower their bid on the work by over \$260,000. There is substantial cost savings in having the contractor already mobilized on site which will reduce project delays and project startup costs.





STAFF RECOMMENDATION

Staff recommends that the City Council exempt Undergrounding the Electrical Services on the S 1st Street – Strand Street Road and Utilities Extension Project from competitive bidding and approve the use of a Special Procurement method of delivery by directly contracting with Moore Excavation, Inc. to perform the services for the agreed upon price of \$602,891.00 plus standard contingency under a standard public improvement contract at the Regular Council Session this evening.





Any Questions?