



CITY OF BEND

### CITY COUNCIL ISSUE SUMMARY

**MEETING DATE: NOVEMBER 7, 2018**

**SUBJECT:** Authorize an amendment to the Progressive Design-Build agreement with Knife River Corporation for design of Phase 2 of the Empire Corridor Improvements Project (1XECI) in an amount not to exceed \$1,813,062.41.

**STAFF MEMBER:** Sinclair Burr P.E.

**DEPARTMENT:**ENGINEERING & INFRASTRUCTURE PLANNING

**ACTION REQUIRED:**

- Motion
- Public Hearing Date:
- Ordinance 1<sup>st</sup> Reading Date:
- Ordinance 2<sup>nd</sup> Reading Date:
- Resolution
- Information/Direction
- Consent Agenda (*adopted by motion*)

**ADVISORY BOARD/COMMISSION RECOMMENDATION:**

- Approval
  - Denial
  - None Forwarded
  - Not applicable
- Comments:**

**RECOMMENDED MOTION:**

I move to authorize an amendment to the Progressive Design-Build agreement with Knife River Corporation for design of Phase 2 of the Empire Corridor Improvement project in an amount not to exceed \$1,813,062.41, and to authorize the City Manager to sign the contract in substantially the form presented to Council.

**ISSUE / COUNCIL DECISION & DISCUSSION POINTS:**

- The project expenditure is included in the adopted 2017-2019 biennial budget.
- This contract amendment authorizes the commencement of the design for Phase 2 of the Empire Corridor Improvements (1XECI) progressive design-build contract.
- The contractor was selected through a formal procurement process in accordance with the City’s Purchasing Code.
- Council is also considering approval contract amendment for the owner’s representative services for the Empire Corridor Improvements Project at the Nov 7, 2018 Council Meeting

**BACKGROUND:**

The Empire Corridor Improvements Project is a major project in the short-term capital improvement strategy that is focused on using Transportation Fund reserves to relieve

congestion, improve safety, and broaden transportation options in identified priority areas to achieve Council Goal #2: Move people and products around Bend efficiently, safely and reliably.

During a City Council meeting on July 19, 2017, the City Council expressed support for the City to utilize alternative delivery methods for projects whose objectives aligned with the benefits realized through the alternative delivery methods.

A public hearing was held at the City Council meeting on October 18, 2017, on an exemption to allow the use of Design-Build as an alternative competitive procurement process for the Empire Corridor Improvements project. City Council adopted findings and approved the use of the progressive design-build contracting method for this project. This contracting method was selected due to the complex technical nature of the overall project, the compressed schedule required for the Empire/Purcell Roundabout, and the need to develop a comprehensive strategy for sequencing each of the remaining sub-projects.

A selection process for the original contract based on qualifications was advertised on January 3, 2018, and closed on January 31, 2018. Four proposals were received and were scored on February 12, 2018. The Knife River team was the highest scoring proposer.

The Empire Corridor Improvements Project has been divided into two Phases, and six sub-projects that all contribute to improving the safety, efficiency, and reliability of transportation in northeast Bend:

Phase 1 (under construction):

1. Empire/Purcell Roundabout
2. Empire Avenue Modernization (18th to Purcell)
3. Purcell Boulevard Modernization (Rock Park Drive to Canal right-of-way)

Phase 1 of this project began construction on September 4, 2018, and is expected to be complete by June of 2019.

Phase 2:

1. Purcell Boulevard Modernization (Canal right-of-way to Butler Market Road)
2. Empire Avenue Extension (Purcell Boulevard to 27th Street)
3. Purcell Boulevard/Butler Market Road Signal Modernization
4. Empire Avenue/27th Street/Butler Market Road Roundabout

This contract amendment includes scope to complete design, public outreach, permitting, and right-of-way acquisition services for the subprojects included in Phase 2 above. An amendment to this contract is anticipated in the summer of 2019 to procure construction, and engineering during construction services for Phase 2. Include Key Message concepts when possible.

### **CURRENT YEAR BUDGET IMPACTS IDENTIFIED BY DEPARTMENT:**

The amount requested is in the approved 2017-2019 Biennial Budget for the Transportation Construction Fund, and in the City's adopted Capital Improvement Program (CIP).

### **DEPARTMENT DIRECTOR REVIEW**

Reviewed by: Tom Hickmann Date: 10/23/2018

**FINANCIAL REVIEW**

Reviewed by: Camilla Sparks Date: 10/24/2018

**LEGAL REVIEW**

Reviewed by: Elizabeth Oshel Date: 10/24/2018

**COMMUNITY OUTREACH PROCESS AND POTENTIAL IMPACTS:**

Construction of this project will pose a significant temporary impact to adjacent businesses and residences as well as all regular users of this corridor. The City's community outreach to date has included several public outreach meetings, numerous neighborhood meetings, and canvassing of business areas by foot in a door-to-door effort. Additional meetings and in-person visits are planned throughout the course of design and construction.

**ATTACHMENTS:**

- Proposed Contract Amendment