

City of Tacoma

Contract and Award Letter Purchase Resolution - Exhibit "A"

TO:

FROM:

Kurtis D. Kingsolver, P.E., Director/City Engineer, Public Works
Chris Storey Engineering Project 14

Chris Storey, Engineering Project Manager, Public Works

COPY:

City Council, City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and

Doreen Klaaskate, Finance/Purchasing

SUBJECT:

Increase Contract for Fishing Wars Memorial Bridge (formerly the Puyallup River

Bridge) F-16A&B Replacement Design-Build Project.

Specification No. PW16-0302F, Contract No. 4600012633 – August 6, 2019

DATE:

July 23, 2019

RECOMMENDATION SUMMARY:

The Public Works Department requests approval to increase Contract No. 4600012633 with Guy F Atkinson Construction LLC, Renton, WA, by \$1,500,000, for a total of \$33,682,500, plus any applicable taxes, for settlement of outstanding claims against the project and to include an incentive payment for railroad flagging cost savings stipulated in the contract.

STRATEGIC POLICY PRIORITY:

- Strengthen and support a safe city with healthy residents.
- Assure outstanding stewardship of the natural and built environment.

The project will replace the bridge infrastructure and improve the transportation system for pedestrians, bicycles, and vehicles.

BACKGROUND:

The Puyallup Avenue Bridge opened in 1927, spanning the Puyallup River and both the Union Pacific (UPRR) and Burlington Northern Santa Fe (BNSF) railroad mainlines. In 2013, after more than 85 years of nearly trouble-free service, inspections revealed that age and the elements were impacting the structural integrity of the bridge and replacement was becoming necessary. In late 2017, final design for the replacement spans began. In February 2018, construction began on the project with the relocation of utilities to accommodate the new bridge structure. In May 2018, the bridge was closed and replacement work began.

ISSUE: During the development of the Request for Proposals (RFP) and supporting contract documents, the timing of the BNSF and UPRR rail line agreements to work in rail right-of-way was a known risk. Language was included in the contract notifying proposers of this risk and submittal requirements. At the time of publication of the RFP for this design build-project, the City did not have all property rights secured as BNSF and UPRR would not process easements until design was complete. The length of time for railroad negotiations was longer than anticipated in the contract language and resulted in a delay and an increase to the total contract in the amount of \$550,000.

The project team has been working with the Contractor to resolve issues related to the railroad delay including the time extension, impacts on production rates, and additional work over the last several months. Submitted costs for these impacts totaled \$1,670,000. Through negotiations the project team and the Contractor have agreed to a payment of \$950.000 to



close out the project. The project team believes this is an equitable settlement and will allow the project to close out to the satisfaction of both parties.

ALTERNATIVES: The alternative would be to continue negotiations and potentially delay project closeout.

COMPETITIVE SOLICITATION:

In accordance with RCW 39.10.330, a two-phased solicitation approach was utilized to identify the most responsive and best value design-build team. Three companies were invited to submit qualification packages following the advertising process for the Request for Qualifications (RFQ).

Under Public Works Specification No. PW16-0302F Fishing Wars Memorial Bridge (formerly the Puyallup River Bridge) F-16A&B Replacement Design-Build Project, the RFQ portion of the solicitation was opened on October 25, 2016. Ten qualifications packages were received and scored by the Selection Advisory Committee based on the team's organizational structure, key staff, project experience, capability to perform/workload, and Disadvantaged Business Employment (DBE) Management. All ten submittals met the general requirements. The three highest scoring teams were then invited to enter the Proposal phase of the solicitation process.

Requests for Proposals were opened on April 18, 2017, from all three finalists. Proposals were evaluated based on both technical and price criteria. Following review and scoring, Guy F Atkinson Construction LLC was determined to be the most responsive and best value respondent.

CONTRACT HISTORY: In June 2017, Resolution No. 39737 was adopted by the City Council and Public Works entered into a contract with Guy F Atkinson Construction LLC for the Puyallup River Bridge F-16A&B Replacement Design-Build Project, in the amount of \$30,650,000, plus a five percent contingency, for a cumulative total of \$32,182,500.



FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1060-Transportation Capital Projects	PWK-00274-05-02	5330100	\$1,500,000
TOTAL			\$1,500,000

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Federal Grant (BRAC)	PWK-00274-FS-AD-04	4333240	\$1,297,500
Real Estate Excise Tax (REET2)	PWK-00274-FS-AD-02	6311102	\$ 202,500
TOTAL			\$1,500,000

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$1,500,000

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED. N/A