

July 27, 2017

18-017

REJECT THE BIDS RECEIVED FOR THE ROCK CREEK
CAMPUS BOILER REPLACEMENT PROJECT

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FINANCIAL
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REPORT: The College has a need to hire a qualified contractor to provide all labor and materials to replace two (2) existing boilers that serve buildings 1, 2, 3 and 6 for heating at Rock Creek Campus. These boilers are over forty (40) years old and past the 25 year life cycle for this equipment. In addition, the replacement will be an opportunity to purchase new boilers with updated technology and provide much more energy efficient. As part of this project, the existing Victaulic fittings for these buildings that are currently leaking and will be repaired and/or replaced. The estimated cost of the project exceeds the \$150,000 threshold, which requires formal solicitation process and Board of Directors approval.

The Invitation to Bid (ITB) was released on April 24, 2017 and published on Daily Journal of Commerce newspaper, State Oregon ORPIN system, and PCC Solicitation Website. The mandatory pre-bid meeting was held on May 9, 2017 attended by representatives from twelve (12) different vendors. And on the bid deadline, May 31, 2017 at 2:00 P.M., the College received the following bids.

Bidder's Name:	Base Bid:
Hydro-Temp Mechanical, Inc	\$1,188,000
Arctic Mechanical Services	\$2,351,461

Note: No Oregon Certified MWESB vendor submitted a bid.

After careful review, both bids exceeded the allowed budget for this project. PCC Procurement rules, PCC 47-0650, allows the College to reject all offers when the rejection is in

the best interest of the College. FMS staff will review the existing scope and determine if there is a small portion of the work critical to get done now, and will process a separate informal solicitation.

RECOMMENDATION: That the Board of Directors reject bids submitted for the Rock Creek Campus Boiler Replacement Project Invitation to Bid.