



Metropolitan Water Reclamation District of Greater Chicago

100 East Erie Street
Chicago, IL 60611

Legislation Text

File #: 16-0139, **Version:** 1

TRANSMITTAL LETTER FOR BOARD MEETING OF FEBRUARY 18, 2016

COMMITTEE ON PROCUREMENT

Mr. David St. Pierre, Executive Director

Authority to decrease Contract 98-RFP-10 Design, Build, Own Finance, Operate and Maintain a 150 Dry Tons Per Day Biosolids Processing Facility at the Stickney Water Reclamation Plant and Beneficially Use the Final Product for a Period of 20 years, to Metropolitan Biosolids Management, LLC, in an amount of \$1,917,833.04 from an amount of \$210,018,583.69 to an amount not to exceed \$208,100,750.65, Account 101-69000-612590, Purchase Order 5000950

Dear Sir:

On December 21, 2000, the Board of Commissioners authorized the Director of Procurement and Materials Management to award Contract 98-RFP-10 Design, Build, Own Finance, Operate and Maintain a 150 Dry Tons Per Day Biosolids Processing Facility at the Stickney Water Reclamation Plant and Beneficially Use the Final Product for a Period of 20 years, to Metropolitan Biosolids Management, LLC, in an amount not to exceed \$217,169,089.74. The contract expires July 1, 2030.

As of February 2, 2016, the attached list of change orders has been approved. The effect of these change orders resulted in a decrease in an amount of \$7,150,506.05 from the original amount awarded of \$217,169,089.74. The current contract value is \$210,018,583.69. The prior approved change orders reflect a 3.3% decrease to the original contract value.

Due to various factors, including changes to the pellet sizing equipment in 2015, the 2015 production was reduced to only 102 dry tons per day from the expected 135 dry tons per day. A decrease in contract value is being requested at this time because the actual expenditure for 2015 was less than the original 2015 award value.

This change order is in compliance with the Illinois Criminal Code since the change is due to circumstances not reasonably foreseeable at the time the contract was signed, and is in the best interest of the District.

It is hereby recommended that the Board of Commissioners authorize the Director of Procurement and Materials Management to execute a change order to decrease Contract 98-RFP-10 in an amount of \$1,917,833.04 (0.9% of the current contract value) from an amount of \$210,018,583.69 to an amount not to exceed \$208,100,750.65.

Funds will be restored in Account 101-69000-612590.

Requested, Manju Prakash Sharma, Director of Maintenance and Operations, AQ:SO'C:MAG:JR:JK
Recommended, Darlene A. LoCascio, Director of Procurement and Materials Management
Respectfully Submitted, Barbara J. McGowan, Chairman Committee on Procurement
Disposition of this agenda item will be documented in the official Regular Board Meeting Minutes of the Board of Commissioners for February 18, 2016

Attachment