



Metropolitan Water Reclamation District of Greater Chicago

100 East Erie Street
Chicago, IL 60611

Legislation Text

File #: 18-1175, **Version:** 1

TRANSMITTAL LETTER FOR BOARD MEETING OF NOVEMBER 15, 2018

COMMITTEE ON PROCUREMENT

Mr. John P. Murray, Acting Executive Director

Authority to decrease purchase order for Contract 15-632-11, Furnishing and Delivering Sodium Hypochlorite, to K. A. Steel Chemicals, Inc., in an amount of \$18,805.00 from an amount of \$3,333,842.90 to an amount not to exceed \$3,315,037.90, Accounts 101-67000/68000/69000-623560, Purchase Order 3086303

Dear Sir:

On July 9, 2015, the Board of Commissioners authorized the Director of Procurement and Materials Management to issue purchase orders for Contract 15-632-11, Furnishing and Delivering Sodium Hypochlorite, to K. A. Steel Chemicals, Inc., in an amount not to exceed \$8,424,124.00. The contract terminated on July 29, 2018.

As of October 31, 2018, the attached list of change orders has been approved. The effect of these change orders resulted in a decrease in an amount of \$5,090,281.10 from the original amount awarded of \$8,424,124.00. The current contract value is \$3,333,842.90. The prior approved change orders reflect a 60.4% decrease to the original contract value.

A decrease in contract value is being requested because the actual usage of sodium hypochlorite at the Stickney Water Reclamation Plant was less than anticipated for 2018, and to close Stickney's portion of the Contract.

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 15-632-11, in an amount of \$18,805.00 (less than 1% of the current contract value) from an amount of \$3,333,842.90 to an amount not to exceed \$3,315,037.90.

Funds will be restored to Account 101-69000-623560.

Requested, Brian A. Perkovich, Acting Director of Maintenance and Operations, SO'C:MAG:JR:SSG
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 November 15, 2018

Attachment