



Metropolitan Water Reclamation District of Greater Chicago

100 East Erie Street
Chicago, IL 60611

Legislation Text

File #: 19-0890, **Version:** 1

TRANSMITTAL LETTER FOR BOARD MEETING OF SEPTEMBER 19, 2019

COMMITTEE ON PROCUREMENT

Mr. Brian A. Perkovich, 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 \$2,301,917.50 from an amount of \$199,537,840.13 to an amount not to exceed \$197,235,922.63, Account 101-66000-612590, Purchase Order 5000950 (*As Revised*)

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 September 6, 2019, the attached list of change orders has been approved. The effect of these change orders resulted in a decrease to the service portion of the contract in an amount of \$11,582,918.89 from the original amount awarded of \$127,997,551.16. The current contract value of the service portion is \$116,414,632.27. The prior approved change orders reflect a 9.0% decrease to the original value of the service portion of the contract.

A decrease in contract value is being requested due to the 2020 projected production goal of the pelletizing facility that takes into account scheduled shutdowns for maintenance and repairs and the subsequent effect on pellet production.

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 the service portion of Contract 98-RFP-10 in an amount of \$2,301,917.50 (approximately 3.1% of the current purchase order value) from an amount of \$199,537,840.13 to an amount not to exceed \$197,235,922.63.

Funds will be restored to Account 101-66000-612590.

Requested, John P. Murray, Director of Maintenance and Operations, EJS:BK:MAG:JR
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 September 19, 2019

Attachment