



Metropolitan Water Reclamation District of Greater Chicago

100 East Erie Street
Chicago, IL 60611

Legislation Text

File #: 20-0445, **Version:** 1

TRANSMITTAL LETTER FOR BOARD MEETING OF JUNE 4, 2020

COMMITTEE ON PROCUREMENT

Mr. Brian A. Perkovich, Executive Director

Authorization to increase Contract 17-942-11, Job Order Contracting Services, with McDonagh Demolition, Inc., for an additional twelve month period (first term), in an amount not to exceed \$4,000,000.00, from \$8,000,000.00 to \$12,000,000.00, Accounts 101, 201, 401, 501 and 901 Funds

Dear Sir:

On March 1, 2018, the Board of Commissioners authorized the Director of Procurement and Materials Management to award Contract 17-942-11, Job Order Contracting Services, to McDonagh Demolition, Inc. The current contract term is 24 months from the date of award or if the expenditures reach \$8,000,000.00, whichever occurs sooner. The contract also contained a provision for two additional one-year terms in an amount of \$4,000,000.00 per term subject to Board approval. The District has not issued any notice to proceed for pending projects since March 28, 2020.

Since award of Contract 17-942-11, the District has initiated 62 construction projects, for a total dollar value of \$7,292,531.65. Of the total dollar value, McDonagh Demolition, Inc., has utilized 20.36% or \$1,484,949.00 MBE participation, 16.53% or \$1,205,787.00 WBE participation, and 44.49% or \$3,244,121.00 SBE participation.

The Maintenance and Operations, Engineering, and General Administration Departments use JOC and recommend the twelve-month increase and extension in order to get future projects completed.

Due to the effectiveness and the efficiency realized by Job Order Contracting, a competitively bid program, the Director of Procurement and Materials Management recommends that the first option period to extend and increase Contract 17-942-11 be exercised in accordance with the contract documents. This contract will expire on June 4, 2021

In view of the above, it is recommended that the Board of Commissioners authorize the extension and increase of Contract 17-942-11, Job Order Contracting Services, with McDonagh Demolition, Inc., for an additional twelve-month period (first term), in an amount not to exceed \$4,000,000.00, from \$8,000,000.00 to \$12,000,000.00.

Recommended, Darlene A. LoCascio, Director of Procurement and Materials Management, DAL:SEB:cm
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 June 4, 2020

Attachment