



Metropolitan Water Reclamation District of Greater Chicago

100 East Erie Street
Chicago, IL 60611

Legislation Text

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TRANSMITTAL LETTER FOR BOARD MEETING OF JUNE 3, 2021

COMMITTEE ON PROCUREMENT

Mr. Brian A. Perkovich, Executive Director

Authority to award Contract 20-689-12 (Re-Bid), Test and Repair Underground Storage Tanks at Various Locations, to Stenstrom Petroleum Services Group, in an amount not to exceed \$205,560.00, Accounts 101-67000, 68000, 69000-612240, 612490, 623070, 623270, Requisitions 1543344, 1543351, and 1543352

Dear Sir:

On July 16, 2020, the Board of Commissioners authorized the Director of Procurement and Materials Management to advertise for bids, Contract 20-689-11, Test and Repair Underground Storage Tanks at Various Locations.

In response to a public advertisement of October 14, 2020, a bid opening was held on November 10, 2020. All bids were rejected as reported at the Board Meeting of January 7, 2021.

Authorization to amend the contract to adjust the Affirmative Action goals and advertise Contract 20-689-12 was approved at the Board Meeting of April 1, 2021.

In response to a public re-advertisement of April 14, 2021, a bid opening was held on May 4, 2021. The bid tabulation for this contract is:

STENSTROM PETROLEUM SERVICES GROUP	*\$205,560.00
*corrected total	

The Director of Procurement and Materials Management has reviewed the bidders' list for this contract, and is satisfied that the market for this service has been adequately solicited. A planholders' survey revealed the following reasons for not bidding: cannot provide the service. In light of these findings, the Director of Procurement and Materials Management is of the opinion that the bid received is a fair and reasonable price, and nothing would be gained by rejecting the sole bid and re-advertising this contract.

Stenstrom Petroleum Services Group, the lowest responsible bidder, is proposing to perform the contract in accordance with the specifications. The estimated cost for the contract is \$236,800.00, placing the bid of \$205,560.00 approximately 13.2 percent below the estimate.

The Multi-Project Labor Agreement (MPLA) was not included in this contract because the classification of work does not fall within the provisions of the MPLA.

The Affirmative Action goals were not included in this contract because of the lack of availability of MBE/WBE/VBE/SBE participants to perform the required specifications.

The contract will require approximately two (2) people for the services.

The work under this contract shall commence upon approval of the contractor's bond and terminate three years thereafter, or upon expenditure of available funds, whichever occurs sooner.

In view of the foregoing, it is recommended that the Director of Procurement and Materials Management be authorized to award Contract 20-689-12 (Re-Bid) to Stenstrom Petroleum Services Group, in an amount not to exceed \$205,560.00, subject to the contractor furnishing a performance bond in form satisfactory to the Law Department and approved by the Director of Procurement and Materials Management.

Funds for the 2021 expenditure, in the amount of \$74,200.00, are available in Accounts 101-67000, 68000, 69000-612240, 612490, 623070, 623270. The estimated expenditures for 2022 is \$66,550.00, and 2023 is \$64,810.00. Funds for the 2022 and 2023 expenditures are contingent on the Board of Commissioners' approval of the District's budget for those years.

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 3, 2021