



Request for City Council Committee Action From the Department of Public Works

Date: November 15, 2011

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Subject: **Hauling and Disposal of Treatment Residuals – Amendment #2 to Contract with R & R Leasing Inc.**

Recommendation:

Authorize proper city officers to execute amendment #2 to Contract No. C-28855 with R & R Leasing, Inc. from the current contract amount of \$650,000.00 to a revised contract amount of \$890,000.00. Funds are available within operating budget of Water Treatment and Distribution Services. No additional appropriation is needed.

Previous Directives:

- August 19, 2011, The City Council and Mayor approved Amendment #1 to Contract No. C-28855 by increasing the contract by \$150,000 to the present total contract amount of \$650,000.
- January 14, 2010, City Council and Mayor granted approval of low bid by R & R Leasing, Inc. in the amount of \$500,000.00 for treatment residual hauling from centrifuges at Water. (OP# 7365)

Prepared by: Daryoosh Tirandazi, Water Treatment and Distribution Services, 612-661-4912

Approved by:

Steven A. Kotke, P.E., City Engineer, Director of Public Works

Presenters: Dale Folen, P.E.

Reviews

Permanent Review Committee (PRC): Approval NA Date _____

Civil Rights Approval Approval NA Date _____

Policy Review Group (PRG): Approval NA Date _____

Financial Impact

No financial impact

Community Impact

Neighborhood Notification:

City Goals: A SAFE PLACE TO CALL HOME: the city's infrastructure will be well-maintained, people will feel safe in the city.

Comprehensive Plan:

Zoning Code:

Background/Supporting Information

On January 14, 2011, the City Council and Mayor awarded the bid for hauling and disposal of treatment residuals to R & R Leasing for the amount of \$500,000.00. The contract duration was for the whole year 2011, and the budget was set based on hauling from the old centrifuge system for the first half of 2011, until the new filter press system became operational. On August 19, 2011 the City Council and Mayor approved amendment #1 to increase the contract by \$150,000 for the total contract amount of \$650,000 for additional hauling.

Due to contractor delays, operational issues, and needed time to optimize the new filter press system, the flexibility of additional operation of the centrifuges is required. An additional \$240,000 hauling budget is needed to allow the centrifuges to operate in parallel with the Filter Presses through the contract period ending December 31, 2011.

The increased spending for hauling under this contract is being offset by a reduced amount of hauling from the Filter Presses under a separate contract.

cc: Gary Warnberg – Procurement