ORDINANCE No. 189876

Amend contract with McClure and Sons, Inc. for additional compensation to complete additional contract work due to design modifications and changed conditions for the Columbia Boulevard Wastewater Treatment Plant Renewable Natural Gas Facility Project No. E10033 for \$4,452,012 (Ordinance; amend Contract No. 30006166)

The City of Portland ordains:

Section 1. The Council finds:

- 1. In 2017, the City Council authorized Ordinance No. 188322 to solicit competitive bids and award a contract for the construction of the Columbia Boulevard Wastewater Treatment Plant (CBWTP) Renewable Natural Gas (RNG) facility. This contract was awarded to McClure and Sons, Inc. in the amount of \$9,679,676.
- 2. The Bureau of Environmental Services (BES) needs to increase the existing construction contract with McClure and Sons, Inc. by \$4,452,012.
- 3. During construction, design modifications and changed conditions that were unforeseen during design have resulted in additional scope during construction. The changes are needed to have a fully operational and reliable facility that meets the intended use of treating the biogas to meet pipeline specifications for renewable natural gas.
- 4. The estimated cost of these changes is \$4,452,012. The level of confidence is moderate. Funds are available in the Sewer System Operating Fund, FY 19-20 Budget, Bureau of Environmental Services, WBS Element E10033.
- 5. The design modifications and changed conditions for the additional scope bring the estimated contract value to \$14,131,688, which is approximately 146% of the original contract.
- 6. The new RNG facility once operational is projected to provide significant revenue, clean air and climate benefits by generating renewable energy to displace dirty diesel in vehicle fuel.

NOW, THEREFORE, the Council directs:

- a. The Director of the Bureau of Environmental Services or designee is authorized to execute additions to Contract No. 30006166 with McClure and Sons, Inc. for the purpose and amount described in Section 1, up to a revised contract amount of \$14,131,688.00.
- b. The Mayor and City Auditor are hereby authorized to pay for the contract from the Sewer System Operating Fund Budget when demand is presented and approved by the proper authority.

Passed by the Council: MAR 042020 Mayor Ted Wheeler

Prepared by: Paul Suto Date prepared: January 6, 2020

Cost object - E10033

Mary Hull Caballero
Auditor of the City of Portland

Deputy

Agenda No.
ORDINANCE NO.

189876

Amend

Title

Authorize contract amendment with McClure and Sons, Inc. for additional compensation to complete additional contract work due to design modifications and changed conditions for the CBWTP RNG Facility BES Project No. E10033 for \$4,452,012 (Ordinance; amend Contract No. 30006166)

	INTRODUCED BY Commissioner/Auditor: Mayor Ted Wheeler	CLERK USE: DATE FILED FEB 18 2020		
	COMMISSIONER APPROVAL Mayor—Finance and Administration - Wheeler Position 1/Utilities - Fritz	Mary Hull Caballero Auditor of the City of Portland		
	Position 2/Works - Wheeler Position 3/Affairs - Hardesty	By: Deputy		
	Position 4/Safety - Eudaly	ACTION TAKEN:		
6.3	BUREAU APPROVAL Bureau: Environmental Services Bureau Head: Michael Jordan Prepared by: Paul Suto Date Prepared: 4/6/2020 Financial Impact & Public Involvement Statement Completed Amends Budget	FEB 2 6 2020 PASSED TO SECOND READING MAR 0 4 2020 930 A.M.		
	Portland Policy Document If "Yes" requires City Policy paragraph stated in document. Yes No City Auditor Office Approval: required for Code Ordinances City Attorney Approval: required for contract, code, easement, franchise, comp plan, charter Council Meeting Date: February 26, 2020			

- 1			
	AGENDA		
	TIME CERTAIN Start time:		
Total amount of time needed:(for presentation, testimony and discussion) CONSENT			

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz		
2. Vacant	2. Vacant		
3. Hardesty	3. Hardesty	\checkmark	
4. Eudaly	4. Eudaly		8
Wheeler	Wheeler		