



INDIAN RIVER COUNTY
SOLID WASTE DISPOSAL DISTRICT
BOARD MEMORANDUM



Date: February 1, 2019
To: Jason E. Brown, County Administrator
From: Vincent Burke, P.E., Director of Utility Services
Through: Jennifer Hyde, Purchasing Manager
Prepared By: Himanshu H. Mehta, P.E., Managing Director, Solid Waste Disposal District
Subject: Change Order No. 2 to Thalle for Owner Direct Purchase of Materials for the Landfill Construction Project (Bid #2018025)

DESCRIPTIONS AND CONDITIONS:

On April 10, 2018, the Indian River County (IRC) Solid Waste Disposal District (SWDD) awarded Bid No. 2018025 to Thalle Construction Company (Thalle), Inc. of Hillsborough, North Carolina, for the construction of the Landfill Segment 3 Cell 2 Expansion, Segment 2 Partial Closure and Landfill Gas System Expansion project. The total contract price of the award was \$16,034,260.00 and included an Owner Direct Purchase (ODP) provision allowing SWDD to directly purchase materials in order to save taxes.

ANALYSIS:

On January 22, 2019, Thalle and our engineer, CDM Smith, submitted a deductive change order in the amount of \$2,659,127.14 whereby SWDD has realized a net tax savings of \$142,570.31 by purchasing materials directly in accordance with contract documents. Upon Board approval, the adjusted contract price is \$13,375,132.86.

FUNDING:

The Segment 3 Cell 2 Expansion and Segment 2 Partial Closure projects are funded from separate revenue sources; specifically, the closure cost is paid from an escrow account long established per Florida Department of Environmental Protection (FDEP) requirements, and the expansion cost comes from assessment and user fees.

BID NO. 2018025 - THALLE CONSTRUCTION COMPANY, INC.		
DESCRIPTION	ACCOUNT	AMOUNT
Construction – Segment 3 Cell 2 Expansion	411-169000-17025	-\$ 1,285,174.35
Construction – Segment 2 Closure	411-239006 (Escrow)	-\$ 1,373,952.79
Grand Total Base Bid Item Nos. 1 - 7		(\$2,659,127.14)

RECOMMENDATION:

Solid Waste Disposal District staff recommends that its Board approve and authorize the Chairman to execute the change order No. 2 for a deductive change order in the amount of \$2,659,127.14 for the Segment 3 Cell 2 Expansion, Segment 2 Partial Closure and Landfill Gas System Expansion project.

ATTACHMENT:

1. CDM Smith Letter of Recommendation and Change Order Form