

**Metropolitan Domestic Water Improvement District
Board of Directors Meeting**

August 11, 2014

**Amendment of Interim Remedial Action Contract between the Arizona Department of
Environmental Quality and the District for the South Shannon Treatment System**

Synopsis

The Board of Directors is requested to reapprove Amendment No. 27 of the Interim Remedial Action Contract with the Arizona Department of Environmental Quality (ADEQ) on the District's treatment system at the South Shannon Facility. The amendment extends the contract until June 30, 2015. Once ADEQ receives this amendment, ADEQ will then issue Contract Amendment No. 28 to the District for operation and maintenance expenses. ADEQ mistakenly missed their internal procurement deadline for Contract Amendment No. 27 to be both for a time extension and a budgeted amount as originally presented to the Board at the July 14, 2014 meeting.

Issues

The IRA Contract allows the District to annually recover costs for the operational and maintenance (O&M) or improvement costs associated with treatment system. The District Board of Directors approved Contract Amendment No. 27 at their July 14, 2014 meeting. ADEQ had previously informed District staff that Contract Amendment No. 27 would be for the extension of the contract to June 30, 2015 and a budgeted amount of \$91,500. The District received Contract Amendment No. 27 from ADEQ after the Board meeting but the amendment was only for the time extension. The attached e-mail explains the ADEQ Project Manager was unaware of an internal procurement deadline for the contract amendment to include both the time extension and a budgeted amount.

Therefore, ADEQ has requested the District approve and execute the time extension (Contract Amendment No. 27). After ADEQ receives and administratively loads Contract Amendment No. 27 into their procurement system, ADEQ will issue Contract Amendment No. 28 to the District, which will be for the budgeted amount of \$91,500.

Recommendation

Staff recommends that the Board of Directors approve Amendment No. 27 for extending the Interim Remedial Action contract at the South Shannon Facility between the Arizona Department of Environmental Quality (ADEQ) and the Metropolitan Domestic Water Improvement District to an expiration date of June 30, 2015.

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Suggested Motion

I move to approve Amendment No. 27 to extend the Interim Remedial Action Contract at the South Shannon Facility between the Arizona Department of Environmental Quality and the Metropolitan Domestic Water Improvement District with an expiration date of June 30, 2015.

Respectfully Submitted,

Warren Tenney
Assistant General Manager

I concur with this recommendation.

Respectfully submitted,

Joseph Olsen, P.E.
General Manager