

LEE COUNTY BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY **BLUE SHEET NO: 20021365-UTL**

1. REQUESTED MOTION:

ACTION REQUESTED:

Authorize staff to "terminate for convenience" Professional Services Agreement CN-02-05 (Contract No. 2062), OLGA WATER TREATMENT PLANT RESERVOIR & PLANT IMPROVEMENTS, with Parsons Engineering Science, Inc. for Lee County Utilities Division.

WHY ACTION IS NECESSARY:

Pursuant to Lee County policy, termination of a Board approved Agreement requires Board authorization.

WHAT ACTION ACCOMPLISHES:

Terminates current Agreement with Consultant providing professional design services for the Olga WTP Reservoir & Plant Improvements project.

2. DEPARTMENTAL CATEGORY: 10 - UTILITIES
COMMISSION DISTRICT #: 5

CIDA

3. MEETING DATE:

12-10-2002

4. AGENDA:

- CONSENT
- ADMINISTRATIVE
- APPEALS
- PUBLIC
- WALK ON
- TIME REQUIRED: _____

5. REQUIREMENT/PURPOSE:

- (Specify)
- STATUTE _____
 - ORDINANCE _____
 - ADMIN. CODE AC-4-4
 - OTHER PSA Termination

6. REQUESTOR OF INFORMATION:

- A. COMMISSIONER: _____
- B. DEPARTMENT: Lee County-Public Works
- C. DIVISION/SECTION: Utilities Division
- BY: Rick Diaz, Utilities Director
- DATE: 11/25/02


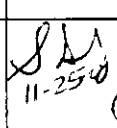
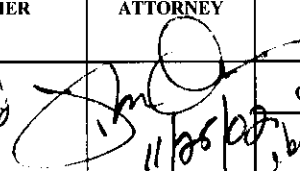

7. BACKGROUND:

On April 16, 2002, the Board of County Commissioners awarded the Professional Services Agreement CN-02-05 (Contract No. 2062), Olga Water Treatment Plant Reservoir & Plant Improvements, to Parsons Engineering Science, Inc.

(CONT'D.)

8. MANAGEMENT RECOMMENDATIONS:

9. RECOMMENDED APPROVAL

| (A) DEPARTMENT DIRECTOR | (B) PURCH. OR CONTRACTS | (C) HUMAN RESOURCES | (D) OTHER | (E) COUNTY ATTORNEY | (F) BUDGET SERVICES | (G) COUNTY MANAGER |
|---|-------------------------------|---------------------------|--|--|--|--|
|  J. Lavender Date: 11-25-02 | C. Logan Date: | N/A Date: |  11-25-02 Date: |  11-25-02 Date: | QA 11-26-02 OM 11/26/02 Risk 11/26/02 GC 11-26-02 |  J. Lavender Date: 11-25-02 |

10. COMMISSION ACTION:

- APPROVED
- DENIED
- DEFERRED
- OTHER

Rec. by CoAtty
 Date: 11/25/02
 Time: 3:28 PM
 Forwarded To:
 11-25-02
 5:00 City Hall

11/26/02
 8:40 AM
 11/26/02

The Consultant has since completed all of the Phase I Tasks, including the following: development of the project management plan, review of past studies and evaluations of the WTP, additional bench scale testing, pilot scale testing, analysis of alternative treatment water supplies, and preparation of the Basis of Design Report (BODR). Phase I has been completed for the contracted amount of \$198,956.00.

Future Phase II Tasks have not been negotiated nor authorized by Lee County. Phase II Tasks were to include the following: final development of the 30% design plans, followed by 60%, 90% and final design, permitting, and limited construction engineering & inspection services. Future Phase II services were to be provided under Change Order to this Agreement.

The capital costs to improve the facility while gaining some additional treatment capacity have been estimated by the Consultant to be between \$11 million and \$20 million to gain between 1.3 MGD (million gallons per day) and 5 MGD additional treatment capacity, respectively. However, the capital improvement budget for this project is approximately \$9.3 million.

In reviewing the Basis of Design Report and these preliminary capital cost estimates in relation to the current project budget, Lee County Utilities has reconsidered action on the above referenced project, and is evaluating other options to complete the project improvements within budget while still gaining treatment capacity.

The Consultant has failed to meet its original goal for the facility improvements to be within the County budget and still gain additional treatment capacity. LCU staff will complete the final design of the project with savings estimated at approximately \$750,000 to \$1.0 million by taking this action. Therefore, Lee County Utilities is requesting authorization from the Board to terminate the Agreement with the Consultant at this time.

Attachments: Copy of "Suspension of Work" Letter

BOARD OF COUNTY COMMISSIONERS

Writer's Direct Dial Number: _____

(CERTIFIED MAIL, RETURN RECEIPT REQUESTED)

Bob Janes
District One

November 18, 2002

7002 0860 0002 2733 0318

Douglas R. St. Cerny
District Two

Jorge Chaves
PARSONS ENGINEERING

Ray Judah
District Three

3450 Buschwood Park Dr.

Andrew W. Coy
District Four

Suite 345

John E. Albion
District Five

Tampa, FL 33618

Donald D. Stiwell
County Manager

**SUBJECT: OLGA WTP RESERVOIR AND PLANT IMPROVEMENTS
CONTRACT NO. 2062, SUSPENSION OF WORK
CIP NO. 7265**

James G. Yaeger
County Attorney

Diana M. Parker
County Hearing
Examiner

Dear Mr. Chaves:

In reviewing the Basis of Design Report and associated preliminary capital and O&M cost estimates for the Olga WTP facility improvements in relation to the current project budget, Lee County Utilities has reconsidered action on the above referenced project, and is seriously evaluating other options.

In accordance with Article 21 of our Professional Services Agreement, Lee County Utilities hereby notifies Parsons Engineering Science to immediately suspend any and all work on this project. In suspending any further work under this Agreement, payment will only be made in accordance with Article 5.05 of our Professional Services Agreement.

LCU appreciates your prompt attention to this matter.

Cordially,

LEE COUNTY UTILITIES


Rick Diaz, P.E.
Director

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cc: David Owen, Chief Asst. County Attorney
Jim Lavender, Public Works Director
Cindy Logan, Contracts
Ivan Velez, LCU Deputy Director
✓ Tom Mamott, LCU