

RESOLUTION NO. 2015-141

A RESOLUTION AUTHORIZING THE ISSUANCE OF AMENDATORY SUPPLEMENTAL CHANGE ORDER NO. 14, TO CONTRACT NO. RES09-623, ISSUED TO SIEMENS ENERGY, INC., ORLANDO, FL (FORMERLY ROLLS-ROYCE ENERGY, MOUNT VERNON, OH), IN THE AMOUNT OF \$882,367.05.

WHEREAS, the City Council of the City of Vineland, on November 24, 2009, adopted Resolution No. 2009-623, entitled "A RESOLUTION AWARDED A CONTRACT TO ROLLS-ROYCE ENERGY SYSTEMS INC., MOUNT VERNON, OH, FOR THE COMPLETION OF VMEU SIMPLE CYCLE TURBINE GENERATOR WITH SELECTIVE CATALYTIC REDUCTION"; and

WHEREAS, N.J.A.C. 5:30-11.9 sets forth the procedures for processing change orders which exceed the 20 percent limitation; and

WHEREAS, the Director of Municipal Utilities has requested a change order to contract to Siemens Energy Inc., Orlando, FL, (formerly Rolls-Royce Energy Systems, Inc., Mount Vernon, OH) for the Completion of VMEU Simple Cycle Turbine Generator with Selective Catalytic Reduction as authorized by Resolution No. 2009-623; said change order is necessary to incorporate the following modification:

1. Purchase of an additional 3,766.5 on-site Technical Direction of Installation (TDI) man-hours as detailed in Siemens Change Order Proposal #79. The cost of these additional TDI man-hours is \$1,054,620.00. Change Order Proposal #79 also reflects a deduction for an overpayment of \$172,252.95 on the H.M. Down Unit #1 portion this contract. Thus, Change Order Proposal #79 results in a net contract price increase of \$882,367.05; and

WHEREAS, the City of Vineland desires to comply with said requirements of N.J.A.C. 5:30-11.1, et seq., and to that end herewith files with the governing body a report stating the facts involved and indicating that the proposed change order may be allowed under these regulations; and

WHEREAS, the City Comptroller has certified the availability of funds for the amendatory supplemental change order for which authorization is requested in the amount of ; now, therefore,

BE IT RESOLVED by the Council of the City of Vineland that said amendatory supplemental change order #14 to Contract No. RES09-623, issued to Siemens Energy Inc., Orlando, FL, (formerly Rolls-Royce Energy Systems, Inc., Mount Vernon, OH), in the amount of \$882,367.05, be and the same is hereby ratified and approved.

Adopted:

President of Council

ATTEST:

City Clerk



March 17, 2015

REPORT

TO: THE MAYOR AND COUNCIL

RE: Reduction Change Order No. 14
Contract No RES09-623
VMEU Simple Cycle Turbine Generator with Selective Catalytic Reduction
Siemens Energy Inc., Orlando, FL, (formerly Rolls-Royce
Energy Systems, Inc., Mount Vernon, OH)

Dear Mayor and Members of Council:

We are requesting that an amendatory supplemental change order be issued for Contract No. RES09-623, to Siemens Energy Inc., Orlando, FL, (formerly Rolls-Royce Energy Systems, Inc., Mount Vernon, OH) for the Completion of VMEU Simple Cycle Turbine Generator with Selective Catalytic Reduction. This contract was authorized by Resolution No. 2009-623, adopted by City Council on November 24, 2009, in the amount of \$26,925,000.00.

The change order requested is necessary to incorporate the following modification:

1. Purchase of an additional 3,766.5 on-site Technical Direction of Installation (TDI) man-hours as detailed in Siemens Change Order Proposal #79. The cost of these additional TDI man-hours is \$1,054,620.00. Change Order Proposal #79 also reflects a deduction for an overpayment of \$172,252.95 on the H.M. Down Unit #1 portion this contract. Thus, Change Order Proposal #79 results in a net contract price increase of \$882,367.05.

This change order increases the current revised contract amount of \$58,184,181.83 to 59,066,548.88.

The amendatory supplemental change order which exceeds the 20% limitation, for which authorization is herein requested, may be authorized in accordance with N.J.A.C. 5:30-11.9.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "RD", is written over the typed name.

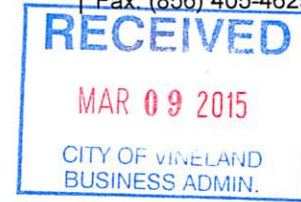
Robert Dickenson
Assistant Business Administrator

RD/wr
Encl.



Peter J. Kudless
Project Manager
Clayville Unit #1
pkudless@vinelandcity.org
www.vinelandcity.org

211 N. West Ave
Vineland, NJ 08362-1508
Phone: (856) 794-4000
Extension: 4380
Fax: (856) 405-4625



REQUEST FOR CHANGE ORDER
FOR:

VMEU Simple Cycle Turbine Generator With Selective Catalytic Reduction
PROJECT NAME

TO: BUSINESS ADMINISTRATION

DEPARTMENT: VMEU Generation Engineering FROM: Pete Kudless, Project Manager

This is a request for change order # 14 to Contract # RES09-623 for:

Project Name: VMEU Simple Cycle Turbine Generator With Selective Catalytic Reduction

Name/Address of Contractor: Siemens Energy, Inc.
105 N. Sandusky St.
Mount Vernon, OH 43050

This change order is necessary to incorporate the following modification to this contract (Resolution 2009-623 attached):

- 1) Purchase of an additional 3,766.5 on-site Technical Direction of Installation (TDI) man-hours as detailed in Siemens Change Order Proposal #79 (attached). The cost of these additional TDI man-hours is \$1,054,620.00. Change Order Proposal #79 also reflects a deduction for an overpayment of \$172,252.95 on the H.M Down Unit #11 portion of this contract. Thus, Change Order Proposal #79 results in a net contract price increase of \$882,367.05.
- 2) Change Order #13 and Authorizing Resolution 2014-340 (both attached) include contract price reductions totaling \$893,952.00. These funds were encumbered with Change Order #6 (attached), and have not been unencumbered. Please utilize \$882,367.05 of the already encumbered \$893,952.00 to fund this Change Order #14.

TOTAL AMOUNT OF CHANGE ORDER #14 **\$ 882,367.05**





Peter J. Kudless
Project Manager
Clayville Unit #1
pkudless@vinelandcity.org
www.vinelandcity.org

211 N. West Ave
Vineland, NJ 08362-1508
Phone: (856) 794-4000
Extension: 4380
Fax: (856) 405-4625

Original Contract Amount: \$ 26,925,000.00
 Amount of This Change Order: \$ 882,367.05
 Previous Change Orders: \$ 31,259,181.83
 Total Revised Amount: \$ 59,066,548.88



APPROVED BY: Joseph Isabella
Print/Type


Signature

NOTE:
CHANGE ORDERS CANNOT EXCEED 20% OF THE ORIGINAL CONTRACT AMOUNT

Please provide the account number that the change order will be charged to:

Account # 022-0-00-00-0000-2-7511600 E343Y

CC: Purchasing Division
 Gus Foster 
 Pete Kudless
 Jeff Davis 



SIEMENS

Change Order Proposal

CO No.

| |
|-------|
| 79 |
| Rev 0 |

Date: 6-March-15

Project No: MA916

Project Name: Clayville Unit 1

Change Order Title: Additional TDI hours

Source of CO Request: Email

Reason for Change: To provide VMEU with full Technical Direction and Instruction (TDI) through the commissioning of Clayville Unit 1, which is currently scheduled to be operational June 10, 2015

Description of Change: Based on Siemens projected manpower forecast, 3786.5 additional hours of TDI are required to support the commissioning of VMEU's Clayville Unit 1. Schedule extensions have resulted in additional TDI being required to ensure the project is fully supported through to commercial operation. This Change Order will ensure VMEU are fully supported through a commissioning scheduled to be completed by June 10, 2015. The pricing model for this Change Order includes travel, expenses, overtime and weekend work (if required).

VMEU has an overpayment of \$172,252.95 on Howard M. Down Unit#11. The Change Order price below reflects a deduction of that amount.

Bld Currency: USD

CO Price: \$882,367.05 Current Total Contract Price:

Rev Total Contract Price:

Invoice for Change Order to be issued:

Delivery Impact: 0 days, valid if customer signs and returns this document by: 20-March-2016

Submitted by: Sonny Harlanto

Date: 6-March-15

Project Manager

Customer Approval: Approved Rejected

Reason for Rejection:

Note: Subject to Vineland City Council approval for Contract Change Order

Approved By: [Signature]
Name

JMD Peter J. Kudler
Name

Company / Title / Date

On behalf of City of Vineland

VMEU / Project Mgr / 3/6/15
Company / Title / Date

Approved By: [Signature]

Date: 3/10/15

PROJECT MANAGER

On behalf of Siemens Energy Inc