

**AGENDA**



**Recommendation for Council Action (Purchasing)**

<b>Austin City Council</b>	<b>Item ID:</b>	37349	<b>Agenda Number</b>	44.
<b>Meeting Date:</b>	November 6, 2014			
<b>Department:</b>	Purchasing			
<b>Subject</b>				
<p>Authorize award and execution of a 24-month requirements supply contract with DPC INDUSTRIES COMPANY for the supply of liquid chlorine for the Austin Water Utility in an amount not to exceed \$1,100,840, with two 12-month extension options in an amount not to exceed \$550,420 per extension option, for a total contract amount not to exceed \$2,201,680.</p>				
<b>Amount and Source of Funding</b>				
<p>Funding in the amount of \$321,078 is available in the Fiscal Year 2014 – 2015 Operating Budget of the Austin Water Utility. Funding for the 17 months of the original contract period and extension options is contingent upon available funding in future budgets.</p>				
<b>Fiscal Note</b>				
<p>There is no unanticipated fiscal impact. A fiscal note is not required.</p>				
<b>Purchasing Language:</b>	Sole bid received.			
<b>Prior Council Action:</b>	█			
<b>For More Information:</b>	Steve Aden, Purchasing Manager, 512-972-0047			
<b>Boards and Commission Action:</b>	October 8, 2014 – Recommended by the Water and Wastewater Commission on a 6-0 vote.			
<b>Related Items:</b>				
<b>MBE / WBE:</b>	This contract will be awarded in compliance with City Code Chapter 2-9D (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore no goals were established for this solicitation.			

Additional Backup Information

This contract establishes a requirements supply contract to provide liquid chlorine in bulk truckload quantities to the Austin Water Utility's Ullrich Water Treatment Plant. The City uses liquid chlorine to disinfect the drinking water. The chlorine will be supplied on an as-needed basis in truckloads and stored in three chlorine storage tanks at the facility.

The product complies with the American National Standards Institute/American Water Works Association Standard B301-10, which is the standard for chlorine used for the treatment of drinking water. It also meets the American National Standard Institute/National Sanitation Foundation Standard 60, which governs the use of direct and indirect additives for the treatment of drinking water.

MBE/WBE solicited: 3/4

MBE/WBE bid: 0/0

**BID TABULATION**  
IFB No. STA1135  
BULK LIQUID CHLORINE  
(650 Tons)

<b><u>VENDOR</u></b>	<b><u>UNIT PRICE</u></b>	<b><u>TOTAL BID</u></b>
DPC Industries Company Cleburne, TX	\$846.80	\$550,420.00

A complete copy of the bid tabulation is on file in the Purchasing Office and is on the City of Austin, FSD Purchasing Office website.

**PRICE ANALYSIS**

- a. Sole bid received.
- b. 44 notices were sent, including three MBE and four WBE firms. One bid was received, with no MBE or WBE firms responding.
- c. The pricing offered represents a 12% decrease from the previous contract awarded February 2011. Unable to determine why there is a decrease from the previous contract, when review of the Producer Price Index revealed a 2% increase in the product cost.
- d. DPC Industries Company is the current provider of this product to the AWU and has been the sole bidder since December 2006.

**APPROVAL JUSTIFICATION**

- a. Sole bid received.

- b. The Purchasing Office concurs with the Austin Water Utility's recommended award.
- c. Advertised in the Austin American Statesman and on the Internet.