



Recommendation for Action

File #: 19-1414, **Agenda Item #:** 19.

4/25/2019

Posting Language

Authorize award of two multi-term contracts with DPC Industries Company and DXI Industries, Inc., to provide liquid chlorine, for up to five years for a total contract amount not to exceed \$5,760,000 divided between the contractors.

(Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Water.

Fiscal Note

Funding in the amount of \$480,000 available in the Fiscal Year 2018-2019 Operating Budget of Austin Water. Funding for the remaining contract terms are contingent upon available funding in future budgets.

Purchasing Language:

The Purchasing Office issued an Invitation for Bids (IFB) 2200 GLB1010 for these goods. The solicitation issued on November 12, 2018 and it closed on November 29, 2018. Of the four offers received, the recommended contractors submitted the only responsive offers. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=126852)
<https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=126852>.

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>>

NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Person: Georgia Billela, at 512-974-2939 or Georgia.billela@austintexas.gov <<mailto:Georgia.billela@austintexas.gov>>.

Council Committee, Boards and Commission Action:

April 10, 2019 - Recommended by the Water and Wastewater Commission on a 9-0 vote, with Commissioner Schmitt absent.

Additional Backup Information:

These contracts will provide for the supply of liquid chlorine to be used at various water and wastewater

treatment plants owned and operated by Austin Water. Chlorination is the process of adding chlorine to drinking water to disinfect it and kill germs. It is also added to wastewater and reclaimed water for the disinfection of pathogens. The solution is the commercial form of liquefied elemental chlorine gas. The product complies with the American Water Works Association Standard B301-18 and National Sanitation Foundation Standard 60, which governs additives for the treatment of drinking water.

These contracts will replace two contracts which expire May 24, 2019. The requested authorization amount was determined using estimates of increased annual usage and historical spend.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	2 yrs.	\$2,304,000
Optional Extension 1	1 yr.	\$1,152,000
Optional Extension 2	1 yr.	\$1,152,000
Optional Extension 3	1 yr.	\$1,152,000
TOTAL	5 yrs.	\$5,760,000

Note: Contract Authorization amounts are based on the City's estimated annual usage.