



## Recommendation for Action

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**File #: 22-1307, Agenda Item #: 13.**

**3/3/2022**

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### **Posting Language**

Authorize an amendment to the contract with Nalco Company LLC d/b/a Nalco Company for continued specialty chemical water treatment services, in an amount of \$3,500,250 and to extend the term by one year, for a total contract amount not to exceed \$14,687,500.

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

### **Lead Department**

Financial Services Department.

### **Client Department(s)**

Austin Energy, Austin Convention Center Department, Austin Public Library, Aviation, Building Services Department, Parks and Recreation Department.

### **Fiscal Note**

Funding in the amount of \$2,333,500 is available in the Fiscal Year 2021-2022 Operating Budgets of various City departments. Funding for the remaining contract term is contingent upon available funding in future budgets.

### **Purchasing Language:**

Contract Amendment.

### **Prior Council Action:**

February 2, 2017 - Council approved the original contract, item 28, on a 10-0 vote with Council Member Casar off the dais.

December 3, 2020 - Council approved an amendment, item 29, on an 11-0 vote.

### **For More Information:**

Inquiries should be directed to Julia Finn, at 512-322-6060 or [Julia.Finn@austintexas.gov](mailto:Julia.Finn@austintexas.gov) [<mailto:Julia.Finn@austintexas.gov>](mailto:Julia.Finn@austintexas.gov).

### **Council Committee, Boards and Commission Action:**

February 14, 2022 - Recommended by the Electric Utility Commission on an 8-0 vote with Vice Chair Tuttle and Commissioner Ferchill absent and one vacancy.

### **Additional Backup Information:**

The proposed amendment will provide City departments additional funding for continued specialty chemical

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water treatment services. These specialty chemicals protect assets such as chilled water loops, power boilers, and condenser water loops. These chemicals are specifically blended and designed to prevent hazardous public health issues and reduce or eliminate corrosion and erosion within the different piping loops located at various City facilities including the power plants, chilled water plants, City office buildings, as well as the airport.

The original funding request was based on a five-year forecast for several City departments. This request will provide continued services until a new contract is established.

**Contract Detail:**

<b><u>Contract Term</u></b>	<b><u>Length of Term</u></b>	<b><u>Current Contract Authorization</u></b>	<b><u>Requested Additional Authorization</u></b>	<b><u>Revised Total Authorization</u></b>
Initial Term	2 yrs.	\$ 3,536,000		\$ 3,536,000
Extension Option 1	1 yr.	\$ 1,768,000		\$ 1,768,000
Extension Option 2	1 yr.	\$ 1,768,000		\$ 1,768,000
Extension Option 3	1 yr.	\$ 1,829,000		\$ 1,829,000
Contract Amendment		\$ 2,286,250		\$ 2,286,250
Proposed Amendment	1 yr.		\$3,500,250	\$ 3,500,250
<b>TOTAL</b>	<b>6 yrs.</b>	<b>\$11,187,250</b>	<b>\$3,500,250</b>	<b>\$14,687,500</b>

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

**Strategic Outcome(s):**

Safety, Government that Works for All, Health and Environment.