



## Recommendation for Action

**File #: 23-1766, Agenda Item #: 16.**

**5/18/2023**

### **Posting Language**

Authorize an amendment to a contract for specialty chemical water treatment services with Nalco Company LLC d/b/a Nalco Company, to increase the amount by \$3,922,500 and to extend the term by one year for a revised total contract amount not to exceed \$18,610,000.

[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 solicitation, there were insufficient subcontracting opportunities; therefore, no subcontracting goals were established].

### **Lead Department**

Financial Services Department.

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

All City Departments.

### **Fiscal Note**

Funding in the amount of \$1,307,500 is available in the Fiscal Year 2022-2023 Operating Budget 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

March 3, 2022 - Council approved an amendment, item 13, on a 10-0 vote with Mayor Adler absent.

### **For More Information:**

Direct questions regarding this Recommendation for Council Action to the Financial Services Department - Central Procurement at: [FSDCentralProcurementRCAs@austintexas.gov](mailto:FSDCentralProcurementRCAs@austintexas.gov) or <mailto:FSDCentralProcurementRCAs@austintexas.gov> or 512-974-2500.

### **Additional Backup Information:**

The proposed amendment will provide City departments additional expenditure authorization for continued specialty chemical water treatment services. The 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

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pipng loops located at various City facilities including the power plants, chilled water plants, various City office buildings, and the airport.

This request will allow sufficient funding to support City departments' needs until a replacement contract can be 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
Extension Option 4	1 yr.	\$3,500,250		\$3,500,250
Proposed Amendment	1 yr.		\$3,922,500	\$3,922,500
<b>TOTALS</b>	<b>7 yrs.</b>	<b>\$14,687,500</b>	<b>\$3,922,500</b>	<b>\$18,610,000</b>

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