

Mayor and Council Communication

DATE: 05/14/24

M&C FILE NUMBER: M&C 24-0379

LOG NAME: 13PAMEND ITB 22-0084 BULK WATER TREATMENT CHEMICALS AO WATER

SUBJECT

(ALL) Authorize Amendment to Non-Exclusive Agreements with Multiple Vendors to Increase the Authorized Amount by \$5,873,476.70 for a New Combined Annual Amount Up to \$29,367,383.50 for Water Treatment Chemicals for the Water Department

RECOMMENDATION:

It is recommended that the City Council authorize the execution of amendments to non-exclusive agreements with PVS DX Inc., HD Supply Facilities Maintenance, Ltd. dba USABluebook, Brenntag Southwest Inc., Texas Lime Company, Pennco Inc., Lhoist North America of Texas LLC, Chemtrade Chemicals US LLC, Univar Solutions USA LLC, Linde Inc., G2O Technologies LLC, Polydyne Inc., and Ineos Calabrian Corporation to increase the authorized amount by \$5,873,476.70 for a new combined annual amount of \$29,367,383.50 for water treatment chemicals for the Water Department.

DISCUSSION:

On May 24, 2022, City Council approved Mayor and Council Communication (M&C) 22-0374, which authorized non-exclusive purchase agreements with PVS DX Inc., HD Supply Facilities Maintenance, Ltd. dba USABluebook, Brenntag Southwest Inc., Texas Lime Company, Pennco Inc., Lhoist North America of Texas LLC, Chemtrade Chemicals US LLC, Univar Solutions USA LLC, Linde Inc., G2O Technologies LLC, Polydyne Inc., and Ineos Calabrian Corporation for the purchase of bulk water treatment chemicals through Invitation To Bid (ITB) No. 22-0084.

The Water Department approached the Purchasing Division to increase the aggregate annual authorized amount for the agreements by \$5,873,476.70, 25% of the original annual amount, for a new annual amount up to \$29,367,383.50 due to an increase in water consumption within the last 2 years.

Agreement Terms: The current term of this will expire on September 30, 2024, with two one-year renewal options remaining thereafter.

DVIN-BE: The DVIN-BE has granted approval for a waiver of the Business Equity subcontracting requirement, as per the Business Equity Ordinance. This is due to the procurement of goods or services from vendors where subcontracting or supplier opportunities are minimal.

The maximum amount allowed under this agreement will be \$29,367,383.50; however, the actual amount used will be based on the needs of the department and the available budget.

Funding is budgeted in the Wastewater Department within the Water & Sewer Fund, as appropriated.

This amendment will not change any other agreement terms.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that upon approval of the recommendation, funds are available in the current operating budget, as previously appropriated, in the Water & Sewer Fund. Prior to an expenditure being incurred, the Water Department has the responsibility to validate the availability of funds.

<u>Submitted for City Manager's Office by:</u>	Reginald Zeno	8517
	Fernando Costa	6122
<u>Originating Business Unit Head:</u>	Reginald Zeno	8517
	Christopher Harder	5020
<u>Additional Information Contact:</u>	Jo Ann Gunn	8525
	Aiyanna Owens	8317