

## A G E N D A



## Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	18486	Agenda Number	39.
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Meeting Date:	October 11, 2012
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Department:	Purchasing
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## Subject

Authorize award and execution of a 24-month requirements supply contract with AIRGAS SPECIALTY PRODUCTS, for the purchase of anhydrous ammonia for the Austin Water Utility in an estimated amount not to exceed \$760,000, with one 24-month extension option in an estimated amount not to exceed \$760,000, for a total estimated contract amount not to exceed \$1,520,000.

## Amount and Source of Funding

Funding in the amount of \$32,000 is available in the Fiscal Year 2012-2013 Operating Budget of the Austin Water Utility. Funding for the remaining 23 months of the original contract period and extension option is contingent upon available funding in future budgets.

## Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	Sole bid received.
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Prior Council Action:	
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For More Information:	Steve Aden, Corp. Purchasing Manager, 972-4040
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Boards and Commission Action:	Recommended by the Water and Wastewater Commission.
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MBE / WBE:	This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore no goals were established for this solicitation.
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Related Items:	
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## Additional Backup Information

This contract establishes an annual requirements supply agreement to provide anhydrous ammonia for the Austin Water Utility and will be purchased on an as needed basis. Anhydrous ammonia is mixed into chlorinated water to form chloramines, the secondary disinfectant utilized in the potable drinking water treatment. The anhydrous ammonia will be delivered to and used at the water treatment plants. This product complies with the National Sanitation Foundation (NSF) Standard 60 which governs the use of direct and indirect additives for the treatment of drinking water.

MBE /WBE solicited: 0/1

MBE /WBE bid: 0/0

**BID TABULATION**

IFB NO. STA0275  
(Qty. – 475,000 lbs.)

<b><u>VENDOR</u></b>	<b><u>Unit Price/per/lb</u></b>	<b><u>Total Price □ 12- Mo.</u></b>
Airgas Specialty Products, Inc. Lawrenceville, GA	\$0.80	\$380,000

**PRICE ANALYSIS**

- Sole bid received. Airgas Specialty Products has been the sole bidder for the last two contracts.
- Ten notices were sent including one WBE firm. There are no known MBEs available for this commodity. One bid was received.
- The pricing offered represents a 6% increase to the last contract awarded in November 2008.

**APPROVAL JUSTIFICATION**

- Sole bid received. Airgas Specialty Products Inc. is the current provider.
- The Purchasing Office concurs with the Austin Water Utility's recommended award.
- Advertised in the Austin American-Statesman and Internet.