

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	23526	Agenda Number	33.
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Meeting Date:	April 25, 2013
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Department:	Purchasing
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Subject

Authorize award and execution of a 24-month requirements supply contract with U.S. PEROXIDE, LLC., for the purchase of hydrogen peroxide for use by Austin Water Utility for the treatment of wastewater in an estimated amount not to exceed \$275,800, with three 12-month extension options in an estimated amount not to exceed \$137,900 per extension option, for a total estimated contract amount not to exceed \$689,500.

Amount and Source of Funding

Funding in the amount of \$68,950 is available in the Fiscal Year 2012-2013 Operating Budget of Austin Water Utility. Funding for the remaining eighteen months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note

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

Purchasing Language:	Lowest bid received.
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Prior Council Action:	
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For More Information:	Gage Loots, Senior Buyer /512-972-4009
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Boards and Commission Action:	April 10, 2013 - Approved by the Water & Wastewater Commission on a 5-0 vote.
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Related Items:	
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MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9D (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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Additional Backup Information

This contract is to provide Austin Water Utility with hydrogen peroxide to be purchased on an as-needed basis. Hydrogen peroxide is used for the treatment of wastewater to remove hydrogen sulfide thereby preventing odor and corrosion within wastewater collection and treatment systems. The product will be applied at a diversion box located at the former Govalle Wastewater Treatment Plant. The diversion box is the discharge point for the Boggy Creek Lift Station force main. The hydrogen peroxide is intended to treat the high concentrations of hydrogen sulfide in wastewater coming from the force main before it flows into the downstream collection system. In addition to supplying the hydrogen peroxide, the contractor will provide the equipment used to apply the chemical as well as maintenance services to ensure that the equipment functions optimally.

MBE/WBE solicited: 1/1

MBE/WBE bid: 0/0

BID TABULATION

IFB No. GAL0046

50% Hydrogen Peroxide Solution
(2 – line items)

<u>Vendor</u>	<u>Total Bid Amount</u> <input type="checkbox"/> <u>12 months</u>
U.S. Peroxide, LLC. Atlanta, GA	\$137,900
Siemens Industry, Inc. Sarasota, FL	\$162,000

A complete bid tabulation is on file in the Purchasing Office and is on the City of Austin, FASD Purchasing Office website.

PRICE ANALYSIS

- Adequate competition.
- One-hundred nine notices were sent, including one MBE and one WBE. Two bids were received, with no response from the MBE/WBE.
- The pricing offered represents a 1.1% decrease to the last contract award made March 2010.

APPROVAL JUSTIFICATION

- Lowest bid. U.S. Peroxide, LLC. is the current provider of these goods.
- The Purchasing Office concurs with Austin Water Utility's recommended award.
- Advertised in the Austin American Statesman and on the Internet.