A U S T I N C I T Y C O U N C I L A G E N D A					
Recommendation for Council Action (Purchasing)					
Austin City Council		Item ID:	37682	Agenda Number	62.
Meeting Date:	November 20, 2014				
Department:	Purchasing				
Subject					
Authorize award and execution of a 24-month requirements supply contract with DXI INDUSTRIES COMPANY to provide liquid chlorine cylinders for the Austin Water Utility in an amount not to exceed \$835,652, with two 12-month extension options in an amount not to exceed \$417,826 per extension option, for a total contract amount not to exceed \$1,671,304. <u>Amount and Source of Funding</u> Funding in the amount of \$278,550 is available in the Fiscal Year 2014-2015 Operating Budget of the Austin Water Utility. Funding for the remaining 17 months of the original contract period and extension options are contingent upon available funding in future budgets.					
Fiscal Note					
There is no anticipated fiscal impact. A fiscal note is not required.					
Purchasing Language:	Lowest bid received.				
Prior Council Action:					
For More Information:	Steve Aden, Purchasing Manager, 512-972-0047				
Boards and Commission Action:	November 12, 2014 – Recommended by the Water and Wastewater Commission on 6-0 vote.				
Related Items:					
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. Additional Backup Information				

This contract will provide for a readily available supply of liquid chlorine in one ton and 150 lb. cylinders for the Austin Water Utility. The one ton cylinders will be delivered to Davis, Walnut Creek and River Place plants and the 150 lb. cylinders will be delivered to the Govalle, Anderson Mill, River Place and Lost Creek plants. The City uses liquid chlorine to disinfect the water and wastewater of the City.

The products comply with the American National Standards Institute/American Water Works Association Standard B301a-99, which is the standard for chlorine used in the treatment of water and wastewater. It also meets the American National Standard Institute/National Sanitation Foundation Standard 60 and 61, which governs the use of direct and indirect additives for the treatment of drinking water.

MBE/WBE solicited: 3/5

### BID TABULATION IFB No. STA1141 Liquid Chlorine One-Ton and 150 Lb. Cylinders (6 line item)

## TOTAL BID

MBE/WBE bid: 0/0

DXI Industries, Inc. Houston, TX

Brenntag Southwest, Inc. Houston, TX

\$467,896

\$417,826

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

## PRICE ANALYSIS

- a. Adequate competition.
- b. 38 notices were sent, including four MBE and five WBE firms. Two bids were received, with no response from the MBEs/WBEs. One "NO BID" response was received.
- c. The pricing offered represents a 3.5% increase from the last contract awarded February 2011.

## APPROVAL JUSTIFICATION

- a. Lowest bid received. DXI Industries, Inc. is the current provider of this product to the City.
- b. The Purchasing Office concurs with the Austin Water Utility's recommended award.
- c. Advertised in the Austin American Statesman and on the Internet.

# <u>VENDOR</u>