

AGENDA



Recommendation for Council Action

AUSTIN CITY COUNCIL

Regular Meeting: September 20, 2018

Item Number: 031

Purchasing Office

Authorize award and execution of a multi-term contract with U.S. Peroxide, LLC D/B/A USP Technologies, to provide hydrogen peroxide solution, feed system installation, and maintenance services, for up to five years for a total contract amount not to exceed \$1,500,000. (Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods and services required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department	Purchasing Office.
Fiscal Note	Funding in the amount of \$25,000 is available in the Fiscal Year 2017-2018 Operating Budget of Austin Water. Funding for the remaining contract term is contingent upon available funding in future budgets.
Purchasing Language	The Purchasing Office issued an Invitation for Bids (IFB) 2200 SLW1004 for these goods and services. The solicitation issued on May 28, 2018 and it closed on June 19, 2018. Of the two offers received, the recommended contractor submitted the lowest responsive offer. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: Solicitation Documents <https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=124208> .
For More Information	Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov < mailto:AgendaOffice@austintexas.gov > NOTE: Respondents to this solicitation, and their representatives,

	shall continue to direct inquiries to the solicitation's Authorized Contact Persons: Sandy Wirtanen, at 512-974-7711 or sandy.wirtanen@austintexas.gov or Georgia Billela, at 512-974-2939 or georgia.billela@austintexas.gov .
Council Committee, Boards and Commission Action	August 8, 2018 - Approved by the Water and Wastewater Commission on a 7-0 vote, with Commissioners Ho and Parton off the dais and Commissioners Schmitt and Bell absent.
Client Department(s)	Austin Water.

Additional Backup Information:

The contract will provide Austin Water with hydrogen peroxide. Hydrogen peroxide is used for the treatment of wastewater to remove hydrogen sulfide preventing odor and corrosion within wastewater collection and treatment systems. The product will be applied at the Govalle Wastewater Treatment Plant and the Lake Creek Lift Station.

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 the equipment functions optimally.

At each location, hydrogen peroxide is the only chemical that can treat high concentrations of hydrogen sulfide in wastewater coming from the force main before it flows into the downstream collection system. The use of this chemical can lower the hydrogen sulfide level to an average of five parts per million. Without this chemical, the hydrogen sulfide level will increase and there could be complaints to the Texas Commission of Environmental Quality of foul and odorous smells in the neighborhoods.

The previous contract expired August 30, 2018. The requested authorization amount was determined using departmental estimates based on historical spend as well as future additional sites.

Contract Detail:

Contract Term	Length	Contract of Term Authorization
Initial Term	2 yrs.	\$ 600,000
Optional Extension 1	1 yr.	\$ 300,000
Optional Extension 2	1 yr.	\$ 300,000

Optional Extension 3	1 yr.	\$ 300,000
TOTAL	5 yrs.	\$1,500,000

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