



Recommendation for Action

File #: 19-2428, **Agenda Item #:** 41.

8/22/2019

Posting Language

Authorize award of a multi-term contract with Shrieve Chemical Company, to provide anhydrous ammonia, for up to five years for a total contract amount not to exceed \$1,600,000.

(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 required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Water.

Fiscal Note

Funding in the amount of \$53,333 is available in the Fiscal Year 2018-2019 Operating Budget of Austin Water. Funding for the remaining contract terms are contingent upon available funding in future budgets.

Purchasing Language:

The Purchasing Office issued an Invitation for Bids (IFB) 2200 GLB1020REBID for these goods. The solicitation issued on May 6, 2019 and it closed on May 30, 2019. The recommended contractor submitted the only responsive offer. A complete solicitation package, including a tabulation of the bid received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](#).

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 Person: Osiris Valdez, at 512-974-2965 or Osiris.Valdez@austintexas.gov <<mailto:Osiris.Valdez@austintexas.gov>>.

Council Committee, Boards and Commission Action:

July 10, 2019 - Recommended by the Water and Wastewater Commission on a 6-0 vote, with Commissioners Williams, Michel and Turrieta absent; and Commissioners Ho and Parton off the dais.

Additional Backup Information:

The contract will provide anhydrous ammonia for Austin Water plants. Anhydrous ammonia is mixed into chlorinated water to form chloramines, the secondary disinfectant utilized in potable drinking water treatment at the water treatment plants. The use of chloramines as the secondary disinfectant is required to limit the formation of byproducts in the disinfection process. This product complies with National Sanitation Foundation

Standard 60 which governs the use of direct additives for treatment of drinking water.

This contract will replace a current contract which expires September 9, 2019. The requested authorization amount was determined using estimates of increased annual usage and historical spending. The recommended contractor is the current provider for these goods.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	2 yrs.	\$ 640,000
Optional Extension 1	1 yr.	\$ 320,000
Optional Extension 2	1 yr.	\$ 320,000
Optional Extension 3	1 yr.	\$ 320,000
TOTAL	5 yrs.	\$1,600,000

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