

ACTION FORM BRYAN CITY COUNCIL

DATE OF COUNCIL MEETING: September 9, 2014		DATE SUBMITTED: August 28, 2014	
DEPARTMENT OF ORIGIN: Water Services		SUBMITTED BY: J. Barfknecht	
MEETING TYPE:	CLASSIFICATION:	ORDINANCE:	STRATEGIC INITIATIVE:
<input type="checkbox"/> BCD	<input type="checkbox"/> PUBLIC HEARING	<input type="checkbox"/> 1ST READING	<input checked="" type="checkbox"/> PUBLIC SAFETY
<input type="checkbox"/> SPECIAL	<input checked="" type="checkbox"/> CONSENT	<input type="checkbox"/> 2ND READING	<input checked="" type="checkbox"/> SERVICE
<input checked="" type="checkbox"/> REGULAR	<input type="checkbox"/> STATUTORY		<input checked="" type="checkbox"/> ECONOMIC DEVELOP.
<input type="checkbox"/> WORKSHOP	<input type="checkbox"/> REGULAR		<input checked="" type="checkbox"/> INFRASTRUCTURE
			<input type="checkbox"/> QUALITY OF LIFE
AGENDA ITEM DESCRIPTION: Consider approving the first extension of an annual price agreement for purchase of chlorine gas with Brenntag Southwest, Inc. of Houston, Texas in an amount not to exceed \$102,250.00.			
SUMMARY STATEMENT: The City of Bryan and the City of College Station joined in a joint bid hosted by the City of Bryan for each city's annual requirements for chlorine gas. On August 13, 2013, two (2) sealed bids were received and opened for chlorine gas. The bid providing the best value to the City of Bryan was the lowest bid as submitted by Brenntag Southwest, Inc. (\$102,250.00).			
Chlorine gas is used by both water production and wastewater treatment facilities for disinfection purposes. The Texas Commission on Environmental Quality (TCEQ) requires the use of chlorine in the treatment of water for potable use. TCEQ also requires treated effluent from a wastewater treatment plant undergo disinfection from an approved method before being released into the waterways of Texas. The City currently uses chlorine gas to meet this permit requirement (Burton Creek and Still Creek WWTPs). This contract is for the annual estimated needs of both departments.			
Historical purchases for chlorine gas are as follows: Current BPO #131195 (\$72,324.00), BPO #131072/#121099 (\$78,208.86), BPO #111145 (\$153,073.05), BPO #101118 (\$150,520.29), and BPO #091286 (\$120,707.10).			
Water Services respectfully request the City Council approve the first extension of an annual price agreement for purchase of chlorine with Brenntag Southwest, Inc. in an amount not to exceed \$102,250.00. The City of Bryan has the option of extending this price agreement, subject to approval of funding and review of the service provided by the vendor, for one (1) additional one (1) year term. The agreement allows for a price escalation, capped at 8% over the two (2) additional one (1) year extension periods; however, no change in pricing was requested by the vendor for this extension.			
STAFF ANALYSIS AND RECOMMENDATION: Water Services respectfully request the City Council approve this price agreement with Brenntag Southwest, Inc. of Houston, Texas in an amount not to exceed \$102,250.00. Chlorine is a critical component in the disinfection of drinking water and wastewater treatment effluent. The Texas Commission on Environmental Quality (TCEQ) requires the use of chlorine in the treatment of water for potable use. TCEQ also requires treated effluent from a wastewater treatment plant undergo disinfection from an approved method before being released into the waterways of Texas. The City currently uses chlorine gas to meet this permit requirement (Burton Creek and Still Creek WWTPs).			
OPTIONS (In Suggested Order of Staff Preference):			
1. Approve price extension with Brenntag Southwest, Inc.			

2. Do not approve price extension with Brenntag Southwest, Inc.
3. Re-bid.
4. Provide staff other direction.

ATTACHMENTS:

1. Bid Tab
2. Renewal Extension Letter

FUNDING SOURCE: Water/Wastewater Operating Fund

APPROVALS: Jayson E. Barfknecht 08/28/14; Hugh R. Walker, 08/29/2014

APPROVED FOR SUBMITTAL: CITY MANAGER Kean Register, 09-02-2014

APPROVED FOR SUBMITTAL: CITY ATTORNEY Janis K. Hampton, 09/02/2014

Revised 04/2013

All bids submitted are reflected on this bid tab sheet. However, the listing of a bid should not be construed as any indication that the City accepts such bid as responsive. The City will notify the successful bidder upon award of contract.				Brenntag Southwest, Inc.		DXI Industries	
Certification from bid package (Y/N)				Y		Y	
Acknowledged Addendum #1 (Y/N)				Y		Y	
Prompt Payment Discount:				N		N	
References (Y/N)				Y		Y	
ITEM	QTY	UNIT	DESCRIPTION	UNIT PRICE	EXTENDED AMOUNT	UNIT PRICE	EXTENDED AMOUNT
CITY OF COLLEGE STATION							
1	120	cyl	One (1) ton cylinders of chlorine	\$406.00	\$48,720.00	\$433.00	\$51,960.00
CITY OF COLLEGE STATION TOTAL BID AMOUNT				\$48,720.00		\$51,960.00	
CITY OF BRYAN							
1	235	cyl	One (1) ton cylinders of chlorine	\$406.00	\$95,410.00	\$433.00	\$101,755.00
2	90	cyl	150 pound cylinders of chlorine	\$76.00	\$6,840.00	\$74.00	\$6,660.00
CITY OF BRYAN TOTAL BID AMOUNT				\$102,250.00		\$108,415.00	



July 30, 2014

Brenntag Southwest Inc.
Gayle Tullier
1632 Haden Road
Houston, TX 77015

RE: 1st Extension of Contract No. 13-054 entitled "Annual Price Agreement for Liquid Chlorine"

Dear Ms. Tullier:

Please be advised that the above referenced contract will expire on September 24, 2014, and it is our intent to recommend extending said contract for one (1) additional period of one (1) year, beginning the day following the expiration date of said contract.

If your company is willing and able to extend Contract No. 13-054 under the same prices, terms, conditions and provisions as those contained in the original contract, please complete the following information and return this original within ten (10) days from the date of this notification.

I, James H. Taylor President
Name Title
Of Brenntag Southwest, Inc.
Company Name

agree to extend Contract No. 13-054 with the City of Bryan, under the same prices, terms, conditions and provisions as those contained in the original contract, for a period of one (1) year beginning September 24, 2014 and expiring September 23, 2015.

Signed By: James Taylor Date 08/20/14

Karen Sonley
Karen Sonley, Purchasing Supervisor
City of Bryan - Purchasing Department