



**PURCHASING ITEM
FOR
COUNCIL AGENDA
Memo No. MUA15-081**

1. Agenda Item Number: 25
2. Council Meeting Date: June 11, 2015

TO: MAYOR & COUNCIL

3. Date Prepared: May 27, 2015

THROUGH: CITY MANAGER

4. Requesting Department: Municipal Utilities

5. SUBJECT: Amendment No. 1 to Contract No. MU5-885-3431 for GE Chemicals, for the Ocotillo Brine Reduction Facility

6. RECOMMENDATION: Staff recommends City Council approve Amendment No. 1 to Contract No. MU5-885-3431 with GE Betz, Inc., for GE Chemicals, for a one-year term, in an amount not to exceed \$120,000.

7. BACKGROUND/DISCUSSION: The Ocotillo Brine Reduction Facility, located at 3737 S. Price Road, completed a major plant expansion. As part of the expansion, all new equipment and processes were installed. The new processes require the use of specific chemicals. GE Betz, Inc., supplies the necessary proprietary chemicals for the lime softening process and Brine Concentrator. These chemicals provide the desired results the facility requires. The use of other chemical types will cause damage to the new equipment.

The cost for this purchase will be reimbursed by Intel.

8. EVALUATION PROCESS: On September 11, 2014, City Council approved a contract with GE Betz, Inc., for GE Chemicals for a one-year term with the option to extend for up to four (4) additional one-year terms. GE Betz, Inc., has agreed to extend for one (1) additional year under the same terms, conditions and pricing.

Staff recommends extension of this contract. The term of this amendment is from September 17, 2015, through September 16, 2016. This is the first extension of the original contract.

9. FINANCIAL IMPLICATIONS:

Cost: \$ 120,000

Savings: N/A

Long Term Savings: N/A

Fund Source:

<u>Acct. No.:</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Amount:</u>
616.3930.0000.5318	WW Ind. Treatment, Reverse Osmosis	Chemicals	No	\$120,000

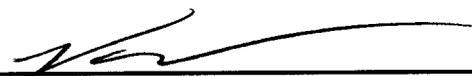
10. PROPOSED MOTION: Move City Council approve Amendment No. 1 to Contract No. MU5-885-3431 with GE Betz, Inc., for GE Chemicals, for a one-year term, in an amount not to exceed \$120,000.

Attachments: Amendment

APPROVALS

11. Requesting Department

13. Department Head



Kim Neill, Utility Operations Manager



Dave Siegel, Municipal Utilities Director

12. Procurement Officer

14. Acting City Manager



Mike Mandt, CPPB



Marsha Reed

AMENDMENT NUMBER ONE
TO CONTRACT BETWEEN THE CITY OF CHANDLER
AND
GE BETZ, INC.
FOR GE CHEMICALS FOR OBRF
CONTRACT NO. MU5-885-3431

This Amendment No. one to that certain Contract Between the City of Chandler (City) and GE Betz, Inc. (Contractor) for chemicals for OBRF dated, September 17, 2014 is entered into this ____ day of _____, 2015.

WHEREAS, the contract was for a one year term with provisions to extend for up to four additional one year periods,

WHEREAS, the parties have agreed to extend for the first year;

NOW THEREFORE, the parties agree as follows:

1. This Contract is extended for a one-year period, September 17, 2015 through September 16, 2016.
2. All other terms and conditions of the above referenced Contract shall remain unchanged and in full force and effect. All terms and conditions in the original Contract not specifically amended herein shall be incorporated by reference in its entirety and shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this ____ day of _____, 2015.

CITY OF CHANDLER:

By: _____
Mayor

APPROVED AS TO FORM:

City Attorney *CH*

ATTEST:

City Clerk

CONTRACTOR:

By: *William J. ...*
Title: *General Contractor*

ATTEST: (If corporation)

Asst. Secretary *Kare De Angelo*

Secretary

WITNESS: (If individual or Partnership)

[SEAL]