



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:
23

2. Council Meeting Date:
January 25, 2007

TO: MAYOR & COUNCIL

THROUGH: CITY MANAGER

3. Date Prepared: December 26, 2006

4. Requesting Department: Municipal Utilities/Community Svcs.

5. SUBJECT: Approval of a one-year extension of contract MU6-505-2185 for various water treatment, wastewater treatment, and swimming pool chemicals with Thatcher Company of Arizona, Hill Brothers Chemical Company, DPC Enterprises, Commercial Pool Repair, Brenntag Chemical Company, Hasa, Inc., Basic Chemical Solutions, LLC, Siemens Corporation, Calgon Carbon Corporation, Polydyne, Inc., Salt Works, Chalum, Inc., Kemira Water Solutions, and Occidental Chemical Corporation in an amount not to exceed \$2,712,936.

6. RECOMMENDATION: Recommend approval of a one-year extension of contract MU6-505-2185 for various water treatment, wastewater treatment, and swimming pool chemicals with Thatcher Company of Arizona, Hill Brothers Chemical Company, DPC Enterprises, Commercial Pool Repair, Brenntag Chemical Company, Hasa, Inc., Basic Chemical Solutions, LLC, Siemens Corporation, Calgon Carbon Corporation, Polydyne, Inc., Salt Works, Chalum, Inc., Kemira Water Solutions, and Occidental Chemical Corporation in an amount not to exceed \$2,712,936.

7. HISTORICAL BACKGROUND/DISCUSSION: The Municipal Utilities Department uses this contract for water and wastewater treatment, while Community Services utilizes it for pool chemicals. Chandler cooperatively advertised this bid for several public entities that use water treatment chemicals. The participating agencies are Chandler, Tempe, Glendale, Mesa, Gilbert, Surprise, El Mirage, Peoria, Yuma, and the Superstition Mountains Community Facilities District. A total of 36 items were bid, but Chandler only uses 16 of those items.

8. EVALUATION PROCESS: In January 2006, Council awarded a one-year contract for various water treatment, wastewater treatment, and swimming pool chemicals. The contractors have agreed to extend the contracts for the first of three additional one-year periods with a six percent price increase. Not all contract items are affected by the requested price increase. Staff has reviewed the price increase and found it acceptable in current market conditions.

9. FINANCIAL IMPLICATIONS:

Costs: \$2,712,936
Savings: N/A
Long Term Costs: N/A

Fund Source:

<u>Acct. No.:</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Funds:</u>
101.4520.0000.5318	General, Aquatics	Chemicals	N/A	\$ 140,000
605.3830.0000.5318	Water Operating, Water Treatment	Chemicals	N/A	\$ 828,922
605.3860.0000.5318	Water Operating, Water Production Facilities	Chemicals	N/A	\$ 390,000
615.3940.0000.5318	WW Operating, WW Treatment	Chemicals	N/A	\$ 600,000
615.3960.0000.5318	WW Operating, AWRF	Chemicals	N/A	\$ 600,000
616.3930.0000.5318	WW Ind. Treatment, Reverse Osmosis	Chemicals	N/A	\$ 154,014
			Total	\$ 2,712,936

10. PROPOSED MOTION: Move to approve a one-year extension of contract MU6-505-2185 for various water treatment, wastewater treatment, and swimming pool chemicals with Thatcher Company of Arizona, Hill Brothers Chemical Company, DPC Enterprises, Commercial Pool Repair, Brenntag Chemical Company, Hasa, Inc., Basic Chemical Solutions, LLC, Siemens Corporation, Calgon Carbon Corporation, Polydyne, Inc., Salt Works, Chalum, Inc., Kemira Water Solutions, and Occidental Chemical Corporation in an amount not to exceed \$2,712,936.

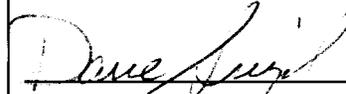
APPROVALS

11. Requesting Department



Robert Mulvey, Assistant Municipal Utilities Director

13. Department Head



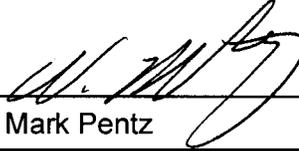
Dave Siegel, Municipal Utilities Director

12. Buyer/Contract Admin.



Carolee Stees, Procurement Officer

14. City Manager



W. Mark Pentz

Updated 01/09/07