

**MEETING DATE/TYPE: VOTING MEETING 7-9-19**

**DEPARTMENT: Public Works**

**AGENDA ITEM:** Approval of City Contract No. 2019-133A1 with Charlie Pepper, Inc., an amendment to extend the contract for the purchase of sodium chloride (salt) for the Airport Water Reclamation Facility, in an amount not to exceed \$50,000.00 annually. Funding is available in the Wastewater Fund.

**FUNDING SOURCE:** Wastewater Fund

**Approved By:** Michael Lamar, City Manager

### **Item Summary**

This item is for approval to amend City Contract 2019-133 with Charlie Pepper, Inc., utilizing the cooperative purchasing agreement within the City of Chandler Contract No. WA8-885-3868. The amendment will extend the existing City Contract for additional fiscal years in an amount not to exceed \$50,000.00 annually.

### **Background**

The Airport Water Reclamation Facility utilizes an on-site sodium hypochlorite generation system to produce liquid chlorine for the disinfection process. Effluent disinfection is a requirement of the plant's Aquifer Protection Permit (APP) as the final stage of the treatment process to reduce pathogens. Producing liquid chlorine on-site provides a cost effective method of disinfection while eliminating the inherent hazards of chlorine gas or high strength liquid chlorine, which would both be produced offsite.

### **Procurement**

The City of Chandler currently utilizes Contract No. WA8-885-3868 with Charlie Pepper, Inc. of Mesa, Arizona for the purchase of water treatment chemicals (see Exhibit A). The contract, in effect since June 18, 2018 contains a 'Cooperative Use of Agreement' clause which will be utilized for this procurement. The City of Chandler's contract was approved for a one year extension beginning July 1, 2019 and ending June 30, 2020. The cost of delivered salt will be as follows:

Salt (per ton):	\$127.50
Delivery (per truck):	\$550.00

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The delivery cost to the City of Prescott is greater than the delivery cost to the City of Chandler due to time and distance considerations.

### **Financial Impact**

FY20 funding in the amount of \$50,000.00 is available in the Wastewater Fund for this contract. Funding in subsequent fiscal years will be based on Council approval.

### **Attachments**

1. Signed and Approved Amendment with City of Chandler

**Recommended Action: MOVE** to approve amendment A1 to City Contract No. 2019-133, extending term of contract one (1) year to June 30, 2019 in an amount not to exceed \$50,000.00.