EWEB Board Consent Calendar Request

For Contract Awards, Renewals, and Increases

The Board is being asked to approve a price agreement with **Solvay USA Inc.** for delivery of **Aluminum Sulfate** to the Hayden Bridge Water Filtration Plant for water treatment.

		Action Requested:	
Board Meeting Date: May 6, 2	2014	·	
Project Name/Contract#: Aluminum Sulfate, Price Agreement #1019-2014		X Contract Award Contract Renewal	
Primary Contact: <u>Brad Ta</u>	ylor Ext. 7385	Contract Increase Other	
Purchasing Contact: <u>Tracy Da</u>	avis Ext. 7468	Other	
Contract Amount: Original Contract Amount: Additional \$ Previously Approved: Invoices over last approval: Percentage over last approval:	\$ 573,000 over 5 years \$ N/A N/A %	Funding Source: X	
Amount this Request:	\$573,000		
Resulting Cumulative Total:	\$ 573,000 over 5 years	Form of Contract:	
Contracting Method: Method of Solicitation: If applicable, basis for exemption: Term of Agreement: Option to Repew?	May 8, 2014 – May 7, 2019	Single Purchase Services Personal Services Construction IGA X Price Agreement Other	
Option to Renew?	Yes. Renewable annually for up to 5 years		
Approval for purchases "as neede	d" for the life of the contract Yes		

NARRATIVE:

The Board is being asked to approve a price agreement with **Solvay USA Inc.** (formerly Rhodia, Inc.) for delivery of **Aluminum Sulfate** to the Hayden Bridge Water Filtration Plant for water treatment.

EWEB's Water Filtration Plant requires the provision of a coagulant product that will aid in clean water production; water cannot be treated without Aluminum Sulfate. The coagulant of choice for EWEB is Aluminum Sulfate; other aluminum coagulants may have unexpected consequences in the distribution system.

In the past, EWEB has experienced undesirable results with other coagulant treatment chemicals. Because EWEB's ability to successfully treat water is related to public safety, the Board approved an exemption for the purchase of Treatment Chemicals and Media for use at the Water Filtration Plant without competitive bidding. Staff has standardized on Solvay USA Inc. Aluminum Sulfate to assure consistency in treatment.

If approved, the price agreement will be for one-year with an option, at EWEB's discretion, to renew for four additional one-year periods (total potential term: 5 years). This material will be purchased on an "as needed" basis to replenish stock. Exact purchase amounts are unknown and no guarantee has been made with any supplier to purchase any specific annual quantity. Historical procurement data indicates that EWEB will purchase approximately 320 tons per year for a potential annual amount of \$114,436. However, this is a requirements contract (price agreement); exact total amount of this contract is based on need and not on any specific dollar amount.

ACTION REQUESTED:

Management requests Board approve a price agreement with **Solvay USA Inc.** for delivery of **Aluminum Sulfate** to the Hayden Bridge Water Filtration Plant for water treatment. Funds for this purchase were budgeted for 2014 and will be budgeted annually.

Revised 4-4-13 Page 1

SIGNATURES:	
Project Coordinator:	
LT Manager:	
Purchasing Manager:	
General Manager:	
Board Approval Date:	
Secretary/Assistant Secretary ve	erification:

Revised 4-4-13 Page 2