



COUNCIL AGENDA ITEM MEMORANDUM

DEPT./DIVISION SUBMISSION & REVIEW:

Don Bond, Director of Public Works

Kenton Moffett, Assistant Director of Public Works

ITEM DESCRIPTION: Consider adopting a resolution authorizing an annual contract with Chameleon Industries, Inc. of Mesquite for liquid ammonium sulfate in the estimated amount of \$212,000.

BACKGROUND: Approval of this item will allow for the purchase of liquid ammonium sulfate for the City's Conventional and Membrane Water Treatment Plants during FY 2022 and FY 2023 from Chameleon Industries, Inc. Liquid ammonium sulfate is used in the treatment of potable water.

Invitation to Bid (ITB) #51-09-22 was issued to procure liquid ammonium sulfate. As shown on the attached bid tabulation, two responsive bids were received from the following vendors: Chemtrade Chemicals US, LLC of Parsippany, NJ and Chameleon Industries, Inc. The low bid was received from Chameleon Industries, Inc. in the amount of \$0.24 per wet pound. It is anticipated that approximately 333,333 wet pounds will be needed for the rest of FY 2022 and 550,000 wet pounds for FY 2023, for a total estimated expenditure of \$212,000. The contract will include a price adjustment clause that allows the contracted vendor to submit requests for price adjustments 30 calendar days prior to the anticipated implementation. The City will consider the price adjustment if the change does not exceed the original margin of the bid price. The annual contract will commence upon Council approval and will continue through September 30, 2023. The contract can be extended for four additional one-year periods, if agreeable to both parties.

ALIGNMENT WITH ADOPTED PLANS:

Plan	Comments
Strategic Plan	This item supports the City of Temple's Strategic Plan goal of "Infrastructure and systems that support exceptional services and community growth" and the Strategic Plan commitment of "Plan for, design, construct, and maintain high quality water, wastewater, and drainage infrastructure, systems, and services that meet the needs of the community now and in the future."

STAFF RECOMMENDATION: Adopt resolution as presented in item description.

BOARDS & COMMISSIONS RECOMMENDATION: This item was not reviewed by any of the official boards and commissions.

FISCAL IMPACT: Funding for liquid ammonium sulfate from Chameleon Industries, Inc. in an estimated amount of \$80,000 for the remainder of FY 2022 is included in the adopted FY 2022 Budget within account 520-5100-535-2118.

The FY 2023 Proposed Budget will include funding in the amount of \$132,000 for the purchase of liquid ammonium sulfate from Chameleon Industries, Inc.

ATTACHMENTS:

Resolution

Bid Tabulation