



AGENDA MEMORANDUM

Action Item for the City Council Meeting July 19, 2022

DATE: July 19, 2022

TO: Peter Zaroni, City Manager

FROM: Gabriel Ramirez, Interim Director of Corpus Christi Water
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| <p align="center">Service Agreement for Preventative Maintenance and Parts for the Chlorine Dioxide System at the O.N. Stevens Water Treatment Plant</p> |
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CAPTION:

Resolution authorizing a three-year service agreement, with two one-year options, with International Dioxide, Inc., of North Kingstown, Rhode Island, in an amount not to exceed \$111,900.00 and a potential amount not to exceed \$192,500.00 if the options are exercised, for preventative maintenance and parts for the chlorine dioxide system at the O. N. Stevens Water Treatment Plant, with FY 2022 funding of \$12,033.36 from the Water Fund.

SUMMARY:

This service agreement will provide monthly preventative maintenance, inspections, repairs and the purchase of parts and materials for the Chlorine Dioxide System at the O.N. Stevens Water Treatment Plant.

BACKGROUND AND FINDINGS:

The O. N. Stevens Water Treatment Plant is equipped with a chlorine dioxide system. This system generates chlorine dioxide for the O.N. Stevens Water Treatment Plant to treat drinking water.

The preventative maintenance for the chlorine dioxide system consists of cleaning, testing and installation of equipment to maintain the system. This will include labor and materials to maintain the generation equipment and the generation efficiency of the units for the O. N. Stevens Water Treatment Plant.

PROCUREMENT DETAIL:

This is a sole source purchase. International Dioxide is the only factory-trained and certified manufacturer authorized to distribute, repair, replace and install these products. In 2019, the City awarded this item to the same vendor and paid \$11,700.00 less than this contract in 2022 for preventative maintenance.

ALTERNATIVES:

An alternative to awarding this service agreement is to reject the bid and not enter into a service agreement, which would require staff to solicit quotes each time the need for service arises. Since this is a monthly preventative maintenance service agreement, having to solicit quotes as needed would not be feasible and would result in a time delay due to the procurement process.

FISCAL IMPACT:

The fiscal impact for FY2022 is \$12,033.36.

FUNDING DETAIL:

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|------------------------|--|
| Fund: | 4010 Water |
| Organization/Activity: | 31010 O.N. Stevens Water Treatment Plant |
| Mission Element: | 062 Treat Water |
| Project # (CIP Only): | N/A |
| Account: | 530230 Equipment Maintenance |

RECOMMENDATION:

Staff recommends approval of this resolution authorizing the service agreement for preventative maintenance and purchase of parts for the chlorine dioxide system as presented.

LIST OF SUPPORTING DOCUMENTS:

Price Sheet
Resolution
Service Agreement