

SAINT PETERSBURG CITY COUNCIL

Consent Agenda

Meeting of June 18, 2009

To: The Honorable Jeff Danner, Chair and Members of City Council

Subject: Accepting a proposal from Premier Chemicals, LLC, a sole source supplier, for wastewater odor control services for the Water Resources Department at an estimated annual cost of \$500,000.

Explanation: The city received a proposal for chemicals and equipment for injection of Thioguard® (Magnesium Hydroxide) into the city's water reclamation process to control odors caused by hydrogen sulfide. The Water Resources Department has conducted intensive tests of several processes for treating hydrogen sulfide, one of the major causes of undesirable odors and corrosion in the wastewater facilities and found Thioguard® to be the best product. Thioguard® is patented by and available solely through Premier Chemicals, therefore a sole source procurement is recommended.

The Purchasing Department, in cooperation with the Water Resources Department, recommends approval:


Premier Chemicals, LLC	232,560 gal @ \$2.15	\$500,000
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This purchase is made in accordance with Section 2-232 (d) of the Sole Source Procurement of the Procurement Code, which authorizes City Council to approve the purchase of a supply or service over \$100,000 without competitive bidding if it has been determined that the supply or service is available from only one source. The blanket purchase agreement will be binding only for actual quantities purchased and will be effective from date of award though June 30, 2010.

Cost/Funding/Assessment Information: Funds have been previously appropriated in the Water Resources Operating Fund (4001), Lift Station Maintenance (4202205).

Attachments: Sole Source Justification
Resolution

Approvals:



Administrative



Budget

CITY OF ST. PETERSBURG
REQUEST FOR SOLE SOURCE

Department: Water Resources Requisition No. TBD

Check One: Sole Source Proprietary Specifications

Proposed Vendor: Premier Chemicals

Estimated Total Cost: \$500,000

Description of Items (or Services) to be purchased: "Thioguard"

Magnesium Hydroxide

Purpose of Function of items: _____

Thioguard® is a chemical patented for controlling hydrogen sulfide in wastewater. Hydrogen sulfide is one of the major causes of undesirable odors and corrosion in wastewater facilities such as plants, sewer pipes and pump stations.

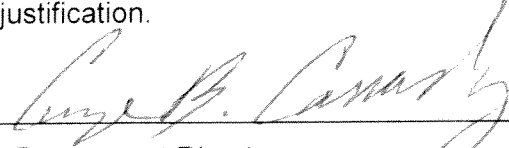
Justification for Sole Source of Proprietary specification: _____

This product has been effective in reducing odors at the locations where it has been applied. This product is patented and can not be purchased through any other supplier for this use.

The sulfides released by waste water produce sulfuric acid. The acid attacks the surfaces it comes in contact with.

We have found this product to be effective in reducing acid production. Attached are a letter from the vendor and patent information.

I hereby certify that in accordance with Section 2-232(d) of the City of St. Petersburg Purchasing Code, I have conducted a good faith review of available sources and have determined that there is only one potential source for the required items per the above justification.



Department Director

4/9/09


Date



Administrator/Chief

4-16-09

Date



Louis Moore, Director
Purchasing and Materials Management

5/7/09

Date

A RESOLUTION DECLARING PREMIER CHEMICALS, LLC TO BE A SOLE SOURCE SUPPLIER; ACCEPTING THE PROPOSAL AND AWARDING AN AGREEMENT (BLANKET AGREEMENT) TO PREMIER CHEMICALS, LLC FOR WASTEWATER ODOR CONTROL SERVICES FOR THE WATER RESOURCES DEPARTMENT AT AN ANNUAL COST NOT TO EXCEED \$500,000; AUTHORIZING THE MAYOR OR MAYOR'S DESIGNEE TO EXECUTE ALL DOCUMENTS NECESSARY TO EFFECTUATE THIS TRANSACTION; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City has utilizes Magnesium Hydroxide in it's reclamation process to control odors caused by hydrogen sulfide; and

WHEREAS, the City has determined that Thioguard®, (Magnesium Hydroxide) is a patented product, available solely through Premier Chemicals, LLC is the best product for this purpose; and

WHEREAS, the City received a proposal for Thioguard® from Premier Chemicals, LLC for wastewater odor control services; and

WHEREAS, Section 2-232(d) of the City Code provides requirements for sole source procurement; and

WHEREAS, the Purchasing Department recommends acceptance of the proposal from Premier Chemiclas, LLC as a sole source supplier; and

WHEREAS, the Mayor or his designee has prepared a written statement to the City Council certifying the condition and circumstances for this sole source purchase.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of St. Petersburg, Florida, that Premier Chemicals, LLC is a sole source supplier; and

BE IT FURTHER RESOLVED that the proposal and award of an agreement to Premier Chemicals, LLC for wastewater odor control services for the Water Resources Department at a total estimated annual cost not to exceed \$500,000 is hereby approved and the Mayor or the Mayor's designee is authorized to execute all necessary documents to effectuate this transaction.

BE IT FURTHER RESOLVED that this agreement will be effective from the date of award through June 30, 2010.

This resolution shall become effective immediately upon its adoption.

Approved as to Form and Substance:



City Attorney (Designee)