



# City Council Report

**Date:** February 27, 2017  
**To:** City Council  
**Through:** Mike Kennington, Chief Information Officer  
**From:** Edward Quedens, MPA, C.P.M., CPPO, Business Services Director  
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator  
**Subject:** One-Year Term Contract for Repair and Maintenance Parts for De Nora Chlorine System for the Water Resources and Parks, Recreation and Community Facilities Departments (Sole Source) **(Citywide)**

## Purpose and Recommendation

Council is requested to approve the Term Contract for Repair and Maintenance Parts for De Nora Chlorine System as recommended.

The Water Resources, and Parks, Recreation and Community Facilities (PRCF) Departments, and Purchasing recommend awarding the contract to the sole source vendor, McCarthy Integrated Systems LLC, at \$215,000.00 for the one-year contract term.

## Background / Discussion

This contract provides repair and maintenance parts for the De Nora (formerly Severn Trent) chlorine system at the Brown Road Water Treatment Plant (estimated at \$50,000.00), remote Water Facilities (estimated at \$115,000.00) and Aquatics Facilities (estimated at \$50,000.00) throughout the City.

Water Resources and PRCF utilize a chlorine system manufactured by De Nora for water disinfection in order to be compliant with county, state, and federal regulations related to the Safe Drinking Water Act. The Brown Road Water Treatment Plant, remote Water facilities and Aquatics public pools utilize this equipment for water sanitation. In using chlorine as the disinfection agent, facilities are required to maintain a Risk Management Plan (RMP) pursuant to EPA (40CFR68) and OSHA (CFR29 1910.119) regulations. As per 40 CFR68 §68.73, maintenance and repair parts must be maintained on site in order to ensure mechanical integrity of the process. This Contract (No. 2017137) will replace Contract (No. 2016138).

De Nora Water Technologies (formerly Severn Trent) named McCarthy Integrated Sales as the sole distributor and exclusive authorized service provider for De Nora Water Technologies gas feed and instrumentation products in Arizona. These parts cannot be purchased through any other source.

## Alternatives

Council may choose not to award the contract.

## **Fiscal Impact**

The annual amount is available in the Water Resources Department operating budget through the Enterprise Fund – Water Sub-Fund (\$165,000.00), and Parks, Recreation and Community Facilities Department operating budget (\$50,000.00).

## **Coordinated With**

Water Resources  
Parks, Recreation and Community Facilities  
Purchasing

## **PURCHASING INFORMATION**

Action: Initial Award  
Procurement Type: Sole Source  
Contract Number: 2017137  
Contract Term: 3/1/2017 through 2/28/2018

**AWARD RECOMMENDATION**  
***McCarthy Integrated Systems LLC***  
**Wickenburg, AZ**

Description
Repair and Maintenance Parts for the De Nora (formerly Severn Trent) Chlorine System per Contract No. 2017137
<b>Annual Contract Amount: <u>\$215,000.00</u></b>