



Request for Council Action

Originator Purchasing	Item Quicklime for Water Treatment - Award Contract
Agenda Section Consent Business	Date 2/22/2016

Description

Council is requested to award a 3 year contract for the purchase of quicklime for use at the Bloomington Water Treatment Plant. The contract allows for a 2 year contract extension with Council approval as well as allowing the contractor to request an annual price adjustment. The price adjustment request may not exceed the U. S. Department of Labor, Bureau of Labor Statistics' Producer Price Index for Chemicals and allied product, Lime average percent change for the 12 months prior to the price adjustment request. Any request for price adjustment will be subject to final approval and acceptance by the City Council. Annual usage for fiscal year 2016 is estimated at 3600 tons.

Funding for this contract is budgeted annually in the Water Supply and Treatment 665503-56990.

The following bids were received:

	<u>Quicklime</u>	<u>Base Freight</u>	<u>Total Cost</u>
Graymont (WI) LLC Superior, WI	\$164.35/ton	\$0/ton	\$164.35/ton
Univar Kent, WA	\$294.58/ton	\$0/ton	\$294.58/ton

Both vendors included the base freight cost within the cost of the quicklime. Contract pricing from 2013 through 2015 was as follows: 2013 - \$143.00 per ton; 2014 - \$146.25 per ton; 2015 - \$154.00 per ton.

Requested Action

Award a contract to Graymont (WI) LLC to furnish and deliver quicklime for use at the Bloomington Water Treatment Plant during 2016-2018 at a cost of \$164.35 per ton for a not-to-exceed annual contract amount of \$591,660.00.

Attachments: