

# Agenda Report

To: City Council

Date: July 11, 2005

From : City Manager

Subject: Authorization to enter into a contract with GE Betz, Inc. to Provide Water Treatment Programs and Chemicals for the Broadway and Glenarm Power Plants

## RECOMMENDATION:

It is recommended that the City Council authorize the City Manager to enter into a contract with GE Betz, Inc. to provide water treatment programs and chemical products for the Broadway and Glenarm Power Plants for an amount not-to-exceed \$83,000. The proposed contract is exempt from competitive bidding pursuant to City Charter Section 1002 (f), contracts for professional or unique services.

## BACKGROUND:

The proposed contract is to provide water treatment programs and chemical products intended for treating high-pressure boiler, cooling towers, closed cooling water systems, and water conditioning units in the Broadway and Glenarm Power Plants. The treatment programs include handling, monitoring and injecting the right amount of chemicals to plant process water in order to minimize problems associated with metal corrosion, mineral scale deposits, and microbiological growth to equipment. This service will ensure efficient and reliable operation of the power generating units.

A Request for Proposal (RFP) to provide these kinds of services was issued on January 6, 2005. Five firms responded to the City's RFP. Three city staff independently evaluated the five proposals received based on the criteria stated in the RFP and the evaluation yielded the following scores:

<u>BIDDERS</u>	<u>EVALUATED SCORE</u>
GE Betz, Inc	76
ChemTreat Inc.	75
San Joaquin Chemicals, Inc.	71
Aqua Serv Engineers, Inc	68
Nalco Company	63

(Attachment A is a summary table of the evaluation.)

GE Betz, Inc. met the requirements of the RFP, received the highest evaluated score, and is therefore recommended for the award of the proposed contract.

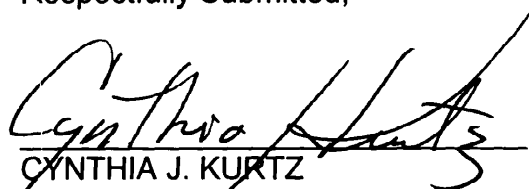
The proposed contract amount of not-to-exceed \$83,000 includes the estimated cost of \$75,733 for the contractor-recommended water treatment programs and associated chemical products during the initial one-year period and a contingency amount of \$7,267 (approximately 10%) to accommodate any extra work, as needed. The contract has three one-year extension options with prices tied to increases in the consumer price index. Each extension option will require the approval of the City Manager.

The proposed contract complies with the Competitive Bidding and Purchasing Ordinance, Pasadena Municipal Code, Chapter 4.08 and the Living Wage Ordinance, Pasadena Municipal Code 4.11.

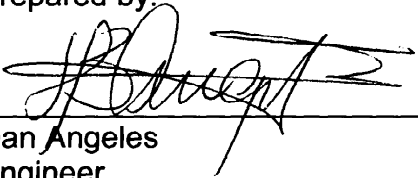
FISCAL IMPACT:

Funding is available from the Power Fund, Operating Budget Account Numbers 8101-401-841200-0548 (70%), and 8101-401-841200-0505 (30%).

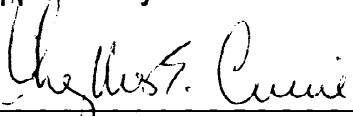
Respectfully Submitted,

  
CYNTHIA J. KURTZ  
City Manager

Prepared by:

  
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Approved by:

  
Phyllis E. Currie  
General Manager  
Pasadena Water and Power

**REQUEST FOR PROPOSAL  
WATER TREATMENT PROGRAM AND CHEMICALS**

**PROPOSALS EVALUATION SUMMARY**

EVALUATION CRITERIA	MAX. POINTS	BIDDERS				
		GE Betz, Inc	ChemTreat, Inc	San Joaquin Chemicals, Inc.	Nalco Company	Aqua-Serv Engineers, Inc
Safety of product, handling, and chemical inventory	10	9	8	8	6	8
Field service support, accountability, and analytical report	10	9	8	7	8	7
Water treatment methodology and recommended treatment levels	35	31	30	21	28	21
Total annual cost of water treatment program	35	27	29	35	21	32
Local Pasadena business preference	5	0	0	0	0	0
Small or micro business	5	0	0	0	0	0
<b>EVALUATED SCORES</b>		76	75	71	63	68