



City of Hallandale Beach City Commission Agenda Cover Memo

Meeting Date:		File No.:	Item Type:		1 st Reading	2 nd Reading
5/21/2025		25-137	<input checked="" type="checkbox"/> Resolution <input type="checkbox"/> Ordinance <input type="checkbox"/> Other	Ordinance Reading	N/A	N/A
				Public Hearing	<input type="checkbox"/>	<input type="checkbox"/>
				Advertising Required	<input type="checkbox"/>	<input type="checkbox"/>
				Quasi-Judicial:	<input type="checkbox"/>	<input type="checkbox"/>
Fiscal Impact (\$):		Account Balance (\$):		Funding Source:	Project Number:	
\$163,582.15		\$213,093.00		3320W-546080	N/A	
Contract/P.O. Required		RFP/RFQ/Bid Number:		Sponsor Name:	Department:	
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	N/A		Jeffrey Towne- Interim Director	Public Works	
Strategic Plan Focus Areas:						
<input type="checkbox"/> Fiscal Stability		<input type="checkbox"/> Resident Services		<input type="checkbox"/> Public Safety	<input checked="" type="checkbox"/> Infrastructure & Mobility	<input type="checkbox"/> Economic Development & Affordable Housing
Implementation Timeline:						
Estimated Start Date: 7/1/2025				Estimated End Date: 9/30/2025		

SHORT TITLE:

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF HALLANDALE BEACH, FLORIDA, AUTHORIZING AGREEMENT WITH CROM, LLC., DBA CROM COATINGS & RESTORATIONS TO REPAIR THE EASTERN 1-MILLION-GALLON RESERVOIR GROUND STORAGE TANK DURING FOR A COST OF ONE HUNDRED, SIXTY-THREE THOUSAND, FIVE HUNDRED, EIGHTY-TWO DOLLARS AND FIFTEEN CENTS (\$163,582.15), PLUS A CONTINGENCY OF SIX THOUSAND, FIVE HUNDRED DOLLARS (\$6,500), FOR A TOTAL NOT TO EXCEED AMOUNT OF ONE HUNDRED, SEVENTY THOUSAND, EIGHTY TWO DOLLARS AND FIFTEEN CENTS (\$170,082.15); AND PROVIDING FOR AN EFFECTIVE DATE.

STAFF SUMMARY:

Summary:

Staff seeks the City Commission approval of the attached resolution authorizing the City Manager to purchase the sole-source services from CROM, LLC., dba Crom Coatings & Restorations for the repair of the 1-million-gallon Reservoir Ground Storage Tank, a drinking water storage asset. The total cost for these services shall not exceed \$163,582.15 for Fiscal Year 2024-2025.

Background:

CROM, LLC., dba Crom Coatings & Restorations built the Eastern most 1-million-gallon (1-MG) Ground Storage Tank (GST) in 1960, since then the tank has been subjected to the repeated 5-year Florida Department of Environmental Protection (FDEP) professional internal cleaning and required internal/external inspections and has successfully passed without concern.

Our Western most 1-million-gallon (1-MG) GST was built by CROM, LLC., dba Crom Coatings & Restorations in 1968 and does not show any signs that internal/external repairs will be required anytime soon.

Current Situation:

There is blistering/peeling on the external surface coating of the Eastern most 1-million-gallon GST which indicates leakage through the concrete wall and requires the entire external surface to be stripped/repared and properly resurfaced for the GST to remain a viable drinking water storage asset.

All GST's are subject to the FDEP Cleaning and inspections every five (5) years and must pass a performance integrity test that includes investigating for water passage through concrete drinking water storage structures. Repairs must be performed to remain in regulatory compliance.

Why Action is Necessary:

Procurement Code of Ordinances, Chapter 23, Section 23-8, (3) Non-competitive supplies. Noncompetitive supplies, available only from one source, such as unique, patented or franchised supplies, are exempt. The City Manager is authorized to purchase and contract for noncompetitive supplies in excess of \$50,000, provided authorized funds are available in the annual budget and records of purchases exceeding \$50,000.00 are available for review in the procurement department.

Cost Benefit:

To mitigate operational expenses, it is essential to maintain a balanced water demand and production at our water plant. Therefore, we must keep our Ground Storage Tank (GST) capacity at a minimum of 4-million gallons, which includes two (2) 1-million-gallon GST's and one (1) 2-million-gallon GST.

Reducing storage capacity by allowing a 1-million-gallon GST to be removed from service would result in equipment over working driving energy costs up. Additionally, this would

increase the frequency of equipment repairs and replacements, further escalating costs. More frequent equipment failures could also result in disruption to the City's drinking water production, affecting service reliability.

PROPOSED ACTION:

The City Commission considers the attached Resolution.

ATTACHMENT(S):

Exhibit 1 – Resolution

Exhibit 2 – Proposal 20250061 from Crom, LLC., dba Crom Coatings & Restorations

Prepared By: *John Fawcett*
John Fawcett
Operations Manager

Reviewed By: *Jeffrey Towne*
Jeffrey Towne
Interim Director of Public Works

Reviewed By: *Noemy Sandoval*
Noemy Sandoval
Assistant City Manager