

City of Hallandale Beach City Commission Agenda Cover Memo

Meeting Date:		Item Type:			1st Reading		5	2 nd Reading
10/14/2020		⊠Resolution □Ordinance	Ordinance Reading		Click or tap to enter a date.			Click or tap to enter a date.
			Public Hearing					
File No.:		□Other	Advertis	ing Required	d 🗆			
20-322			Quasi-Ju	dicial:				
Fiscal Impact (\$):		Account Balance (\$):	Funding	Source:	Pro		Proj	ect Number:
\$265,000		\$547,388	Water Fund, Production Divisio Chemical and Lab Supplies 490-3320W-552060					
Contract/P.O. Required		RFP/RFQ/Bid Number:	Sponsor Name:			Department:		
⊠ Yes	□ No	City of Tamarac ITB # 20-21B Furnish, Deliver and Discharge of Quicklime	James Sylvain, Directo		or	Public Works		
Strategic Plan Focus Areas:								
⊠Financial		☐ Organizational Capacity	☐ Organizational Capacity		☐ Infrastructure		☐ Development, Redevelopment and Economic Development	
Implementation Timeline								
Estimated Start Date: 10/1/2020 Estimated End Date: 9/30/2021								

SHORT TITLE:

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF HALLANDALE BEACH, FLORIDA, AUTHORIZING THE CITY MANAGER TO UTILIZE THE SOUTHEAST FLORIDA GOVERNMENTAL PURCHASING COOPERATIVE GROUP CONTRACT PURSUANT TO BID #17-22B BETWEEN THE CITY OF TAMARAC AND LHOIST NORTH AMERICA OF ALABAMA, LLC FOR THE PURCHASE OF QUICKLIME IN AN AMOUNT NOT TO EXCEED TWO HUNDRED SIXTY-FIVE THOUSAND (\$265,000) DOLLARS AS PROVIDED FOR IN THE FISCAL YEAR 2020-2021 BUDGET; AND PROVIDING FOR AN EFFECTIVE DATE.

STAFF SUMMARY:

Summary:

Staff seek the City Commission's approval of the attached Resolution authorizing the City Manager to purchase quicklime utilizing contract #20-21B between the City of Tamarac and Lhoist North America of Alabama, LLC in the total amount not to exceed the budgeted amount for Quicklime for fiscal year 2020-2021 (\$265,000) and authorizing the City Manager to execute all related documents to effectuate the purchase of Quicklime for FY 2020-2021.

Background:

The City of Hallandale Beach participates in the Southeast Florida Governmental Purchasing Cooperative Group (Co-op), which is comprised of governmental entities from Broward, Miami-Dade and Palm Beach Counties. Participation in this Group provides cost savings and cost avoidances to member entities by utilizing the buying power of combined requirements for common basic items.

The City of Hallandale Beach, as well as nineteen other governmental agencies that participate in the Co-op, presently purchases Quicklime via the Co-op. The City of Hallandale Beach has been actively participating in the Co-op in order to provide cost savings and cost avoidances that would be impossible for a City our size to accomplish without such an economy of scale

The City of Tamarac, acting as the lead agency for the Co-op, solicited bids through Bid #20-21B to furnish, deliver and discharge Quicklime for the purpose of water treatment. Five vendors were solicited. Two completed bids were opened and reviewed to determine cost and responsiveness. Lhoist North America of Alabama, LLC submitted the lowest delivered price per ton. On September 8, 2020, the Commission for the City of Tamarac approved Resolution # R-2020-095 to enter into an agreement (Exhibit 2) with Lhoist North America of Alabama, LLC awarding Bid #20-21B (Exhibit 3).

This contract is for a term of three (3) years and expires on October 31, 2023.

Current Situation:

Staff anticipates the expenditure for FY20-21 will reach \$265,000. Additionally, as the City Water Demands increase with continued development, we expect the Expenditure for the purchase of Quick-Lime to increase as well.

The following values detail the amount expended for Quicklime during the previous two and current fiscal years.

- FY 17-18: Total Expenditure \$232,707
- FY 18-19: Total Expenditure \$243,134
- FY 19-20: \$197,786 (Expenditure as of 08/21/20)

Why Action is Necessary:

Pursuant to Chapter 23, Section 23-8 Exception to Bid Requirements, (6) Bids and Contracts from Other entities, and Section 23-9 Cooperative Purchasing, the City Manager is authorized to procure all supplies, materials, equipment and services from other governmental units, when the best interests of the City would be served subject to the requirement that any purchase in excess of \$50,000 requires City Commission approval.

Cost Benefit:

The two (2) competitors in the South Florida Market place for supplying quicklime (Calcium Oxide/CaO) have been Carmeuse and Lhoist, both companies have bid on the Southeast Co-Op Invitation to Bid. Lhoist has repeatedly won the bid. The Southeast Co-Op is composed of nineteen participating municipalities. The City uses the discounted buying power of the Co-Op to save money on an annual basis.

The Southeast Co-Op contract does allow for a quarterly price increase/decrease in every Fiscal Year and any increase or decrease in price is driven both by the Producer Price Indexes (PPI's) performance and any truck/rail fuel surcharge changes.

PROPOSED ACTION:

The City Commission consider the attached Resolution authorizing the City Manager to purchase Quicklime utilizing contract #20-21B between the City of Tamarac and Lhoist North America of Alabama, LLC in the total amount not to exceed the budgeted amount for Quicklime for fiscal year 2020-2021 (\$265,000) and authorizing the City Manager to execute all related documents to effectuate the purchase of Quicklime for FY 2020-2021.

ATTACHMENT(S):

Exhibit 1 – Proposed Resolution

Exhibit 2 – Lhoist Contract terms and City of Tamarac Resolution

Exhibit 3 - City of Tamarac – ITB-20-21B