



CITY COMMISSION

STAFF REPORT

DEPARTMENT: NMB Water

Agenda Title: Resolution Approving and Authorizing a Contract Extension & Increase of \$300,000 with Prolime Corporation.

BACKGROUND OF ITEM:

At its January 19, 2021, City Commission Meeting the City Commission approved and awarded ITB-20-049-DR Loading, Hauling and Disposal of Liquid Lime Sludge to Prolime Corporation via Resolution R2021-07. Subsequently, the City and the Contractor entered into an agreement for a five-year term and 180 day administrative extension, expiring August 30, 2026.

Sludge is the byproduct generated from coagulation and disinfection treatment process. The safe Loading, hauling and disposal of liquid sludge is crucial to maintain continuous plant operations, prevent equipment blockages, and comply with environmental regulations.

This contract increase is required to process a purchase order change order of \$300,000.00 to cover Loading Hauling and Disposal of Liquid Lime Sludge for the remainder of the fiscal year. The current purchase order #260208 was approved for \$996,000.00 but \$887,983.84 has been expensed.

The City receives approximately 4 truckloads daily, for an estimated 3,100 tons each month, at a rate of \$48 per ton. Considering current operations and anticipation of increased customer usage, additional funds are needed to facilitate these critical services.

Contract # 600 has an available balance of \$39,773.54 therefore, an increase to the contract is necessary to process the PO change order.

The City will be resoliciting the services and will be taking the item back before the Commission in October 2026.

ANALYSIS:

- **Vendor:** Prolime Corporation



- **Contract Source:** #600 CNMB#ITB-20-049-DR
- **Purpose:** Contract increase to process PO #260208 change order
- **System Function:** Prevent equipment blockage, maintain plant efficiency, regulatory compliance, and public health safety.

Strategic Value: Supports the City's strategic objective of maintaining a high-performing utility delivering safe, reliable, and compliant potable water.

FISCAL IMPACT:

<u>General Ledger Acct. Number</u>	<u>Budgeted Amount</u>	<u>Available Amount</u>	<u>Available After Budget Transfer</u>	<u>New Request Amount</u>	<u>Remaining Amount</u>
410904-533507	\$1,370,000	\$374,000	N/A	\$300,000	\$74,000

RECOMMENDATION:

Staff recommends that the City Commission authorize the increase of contract #600 by \$300,000.00 for Loading Hauling and Disposal of Liquid Lime Sludge for the Norwood Water Treatment Plant.

ATTACHMENTS:

- Contract Change Order Form