

# COUNCIL COMMUNICATION

**From:** The City Manager

**Subject:** Hydrogen Peroxide

**Manager's Recommendation:**

I recommend that the low quote from PVS-Nolwood Chemicals be accepted and a purchase order be issued to them in the amount of \$19,500.00 for the purchase of hydrogen peroxide for fiscal year 2009, and a second purchase order be issued to them in the amount of \$19,500.00 for fiscal year 2010.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for this purchase are budgeted in the Sewer Operation and Maintenance Fund Supplies/Chemicals Account No. 590-4835-861.73-02 for fiscal year 2009 and will be budgeted in the same account for fiscal year 2010.

**Justification:**

Hydrogen Peroxide is injected at the Northwest Utilities flow metering station to prevent the formation of hydrogen sulfide gas. Northwest Utilities is charged on a yearly basis for this chemical. Due to the volatile nature of processing and transportation costs, no vendors were willing to commit to a long-term firm cost. The following is a tabulation of the quotes received:

PVS-Nolwood Chemicals Detroit, MI	\$19,500.00	price good for 2 yrs. with quarterly reviews
Brenntag Chemical Grand Rapids, MI	\$20,625.00 (+ \$90/load fuel)	price good for 2 mos.
Alexander Chemical Corp. Downers Grove, IL	\$26,250.00 (+\$62.50/load fuel)	price good for 2 mos.

**Council Action:**

Council \_\_\_\_\_ moved that the recommendation of the City Manager be approved.