
**CITY OF TEMPE
REQUEST FOR COUNCIL ACTION****Council Meeting Date: 10/27/2016****Agenda Item: 5B16**

ACTION: Award a one-year contract with four, one-year renewal options to Charlie Pepper Inc. dba Salt Works for the purchase of sodium chloride to be used by the Water Utilities Division for the production of drinking water.

FISCAL IMPACT: Total cost of this contract will not exceed \$100,000. Sufficient funds have been appropriated in the Water/Wastewater Fund – cost centers 3013 (Johnny G. Martinez Plant) and 3014 (South Tempe Water Plant) – for the anticipated expenditures.

RECOMMENDATION: Award the contract.

BACKGROUND INFORMATION: (17-022) The City of Tempe issued an Invitation for Bid (IFB) to establish a contract for the purchase of sodium chloride.

Sodium chloride is used during the processing of drinking water.

Review of Submittals

Two submittals were received and reviewed by Public Works Staff.

Firm	Cost per Ton	Specifications Met
Charlie Pepper Inc. dba Salt Works	\$122	Yes
Morton Salt, Inc.	\$132	Yes

Recommendation

It is the recommendation of the reviewers that a contract be awarded to Charlie Pepper Inc. dba Salt Works who has submitted the lowest cost.

This contract will generate savings of \$3 per ton compared to our current contract

ATTACHMENTS: 17-056 Vendor Offer Page

STAFF CONTACT(S): Brad Fuller, Interim Deputy Public Works Director – Water Utilities, (480) 350-2601

Department Director: Renie Broderick, Internal Services Director

Legal review by: David Park, Assistant City Attorney

Prepared by: Tony Allen, CPPB, Procurement Officer