

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: September 14, 2011

Board Item: V-A-6

Authorization of Additional Funds for Liquid Aluminum Sulfate

Action by Consent

Action

Information

Liquid aluminum sulfate is the primary coagulant used in the water treatment process. The Board entered into Contract No. 10585A with General Chemical Performance Products LLC (General Chemical) to provide liquid aluminum sulfate on January 1, 2007. The original contract period is January 1, 2007 through December 31, 2011, for a total contract amount not to exceed \$12,000,000.00.

General Chemical is the sole-source provider of liquid aluminum sulfate within a 500-mile radius of Denver. Denver Water and General Chemical have mutually agreed upon a contract extension date of December 31, 2012 and a \$10.00 per dry ton price increase for calendar year 2012. This price increase is a 2.9% increase over the current contract price of \$345.00 per dry ton. The extension date and \$10.00 per dry ton price increase are expected to increase the overall compensation needed under the contract.

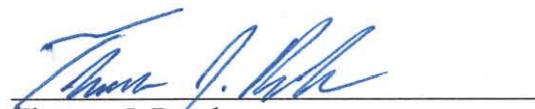
Funds are included in the 2011 and 2012 budget for these expenditures.

Recommendation:

It is recommended that the Board authorize the additional funds for Contract No. 10585A to General Chemical Performance Products LLC, for an additional contract amount of \$2,700,000.00 for a total contract amount not to exceed \$14,700,000.00 and extend the contract completion date to December 31, 2012.

Approvals:

Respectfully submitted,



Thomas J. Roode
Director of Operations & Maintenance



James S. Lochhead
CEO/Manager



Angela C. Bricmont
Director of Finance