

306820

RESOLUTION NUMBER R-306820
DATE OF FINAL PASSAGE JUN 02 2011

A RESOLUTION APPROVING EXECUTION OF A ONE-YEAR OPTION TO EXTEND THE CONTRACT WITH OLIN CHLOR, INC. FOR SODIUM HYPOCHLORITE AT THE POINT LOMA WASTEWATER TREATMENT PLANT, A 10% PRICE INCREASE, AND TAKING RELATED ACTIONS.

WHEREAS, the Council of the City of San Diego (Council), by Resolution R-305840, adopted May 27, 2010, approved a phase-funded contract with Olin Corporation dba Olin Chlor Alkali Products (Olin) for the provision of sodium hypochlorite at the Point Loma Wastewater Treatment Plant for the purpose of wastewater disinfection and odor control for an amount not to exceed \$3,905,000 (Contract); and

WHEREAS, the Contract includes four options to extend the contract term, each option for an additional year, and also allows for annual per unit cost increases, where no increase may exceed 20%; and

WHEREAS, Resolution R-305840 requires the City's Public Utilities Department (Department) to obtain Council authorization prior to exercising an option to extend the Contract and allowing an increase in the per unit cost; and

WHEREAS, both the Department and Olin desire to extend the Contract by an additional year, and Olin has requested a price increase of 10% over the first contract year, which will increase the contract price by \$381,000, for a total not to exceed compensation amount of \$4,286,000; NOW THEREFORE,

BE IT RESOLVED, by the Council, as follows:

1. That the Mayor, or his designee, is authorized to establish contract funding phases and exercise the first option under the Contract with Olin to extend the Contract for one year, from April 1, 2011 to March 31, 2012, and with a 10% price increase over the first contract year, contingent upon the City Comptroller furnishing one or more certificates certifying that the funds necessary for expenditure under established contract funding phases are, or will be, on deposit with the City Treasurer.

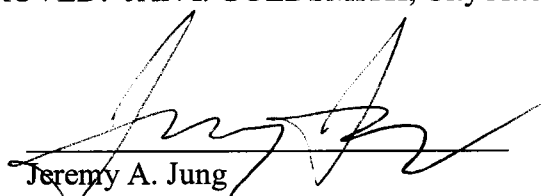
2. That the Chief Financial Officer is authorized to appropriate and expend an amount not to exceed \$381,000 from the Public Utilities Wastewater Operating Fund 700001 for the purpose of funding the first option year to the Contract, in the following amounts for the corresponding phases, contingent upon the City Comptroller furnishing one or more certificates certifying that the funds necessary for expenditure are, or will be, on deposit with the City Treasurer and contingent upon the Council approving sufficient funding in each fiscal year:

Phase 1 (Fiscal Year 2011): \$95,000

Phase 2 (Fiscal Year 2012): \$286,000.

APPROVED: JAN I. GOLDSMITH, City Attorney

By


Jeremy A. Jung
Deputy City Attorney

JAJ:cla
5/6/2011
Or.Dept: Public Utilities – Wastewater

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of ~~MAY 24 2011~~.

ELIZABETH S. MALAND
City Clerk

By *Maui Yamaya*
Deputy City Clerk

Approved: 6.2.11
(date)

J.S.
JERRY SANDERS, Mayor

Vetoed: _____
(date)

JERRY SANDERS, Mayor