A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO INCREASE THE ATTACHED BLANKET PURCHASE ORDER, B002566, BETWEEN AIR LIQUIDE INDUSTRIAL U.S. LP AND THE CITY OF HOLLYWOOD FOR THE EMERGENCY SUPPLY OF LIQUID OXYGEN BY AN ESTIMATED ADDITIONAL ANNUAL EXPENDITURE OF \$300,000.00 FOR TOTAL ESTIMATED ANNUAL EXPENDITURE OF \$454,620.00.

WHEREAS, the Department of Public Utilities operates and maintains an oxygen generation cryogenic plant as an integral and necessary part of operating the Southern Regional Wastewater Treatment Facility; and

WHEREAS, the Department of Public Utilities required an emergency supply of pure liquid oxygen to continue the wastewater treatment process in the event of mechanical failures resulting in prolonged shutdown of the facility; and

WHEREAS, the City of Fort Lauderdale awarded through the competitive bid process Bid Number 442-11330 for the supply of liquid oxygen to Air Liquide Industrial U.S. LP; and

WHEREAS, Purchasing Ordinance, Section 38.40 (C)(5) allows the Director to procure, without following formal procedures, all goods and services which are subject of contracts with the state, its political subdivisions, the United States government, other governmental entities, or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof, provided however, the goods and services are: (i) the subject of a price schedule negotiated by the state or the United States government, or (ii) the subject of a contract with another governmental entity or a corporation not for profit whose members are governmental entity or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof, which contract is based strictly on competitive bids or competitive proposals and not on any preference; and

WHEREAS, on April 2014, the Hollywood City Commission approved resolution R-2014-80 and authorized the issuance of Blanket Purchase Order B002566 between the City of Hollywood and Air Liquide Industrial U.S. LP for the supply of liquid oxygen for an estimated annual expenditure of \$154,620.00; and

WHEREAS, on October 17, 2014, during routine maintenance operations at the oxygen generation cryogenic plant, a component of the plant malfunctioned which had an impact on the plant's capabilities to produce the necessary liquid oxygen; and

WHEREAS, on October 22, 2014, it was determined that one of the main components, the coldbox, has an internal leak and would significantly increase the need

for an emergency supply of liquid oxygen until emergency repairs could be completed and the oxygen generation plant operations could be fully restored; and

WHEREAS, Air Liquide Industrial U.S. LP has provided the City of Hollywood with pure liquid oxygen in the past with satisfactory results and confirmed that they are capable of meeting the significant increased demand created by this emergency; and

WHEREAS, the Director of Public Utilities and the Director of Procurement Services recommend that the City Commission approve increasing the attached Blanket Purchase Order to Air Liquide Industrial U.S. LP of Orlando, Florida, for the purchase of pure liquid oxygen on an emergency basis by estimated additional annual expenditure of \$300,000.00 for a total estimated annual amount of \$454,620.00; and

WHEREAS, funding for the attached blanket purchase order has been provided for in the fiscal year 2015 budget in the Department of Public Utilities Account Number 42.4041.00000.536.005233;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA:

<u>Section 1:</u> That it hereby approves and authorizes the issuance, by the appropriate City Officials, of the attached revised Blanket Purchase Order, B002566, increasing the total estimated annual expenditure to \$454,620.00 between Air Liquide Industrial U.S. LP and the City of Hollywood, together with such non-material changes as may be subsequently agreed to by the City Manager and approved as to form and legality by the City Attorney.

<u>Section 2:</u> That this resolution shall be in full force and effect immediately upon its passage and adoption.

PASSED AND ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_, 2014.

ATTEST:

PETER BOBER, MAYOR

PATRICIA A. CERNY, MMC, CITY CLERK

APPROVED AS TO FORM AND LEGALITY for the use and reliance of the City of Hollywood, Florida, only.

JEFFREY P. SHEFFEL, CITY ATTORNEY