

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: March 4, 2019

BIS 19 – 109

FILE: TMP-2019-114

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO ISSUE A PURCHASE ORDER TO RANCH CRYOGENICS, INC. FOR SERVICES RELATED TO CRYOGENIC PLANT REBOILER CONDENSER HEAT EXCHANGER REPLACEMENT, LOCATED AT THE SOUTHERN REGIONAL WASTEWATER TREATMENT PLANT, IN THE AMOUNT OF \$683,912.50; AND TO INCREASE THE AMOUNT OF BLANKET PURCHASE ORDER B002566, WITH AIRGAS INC., BY AN ADDITIONAL AMOUNT OF \$300,000.00 FOR LIQUID OXYGEN SUPPLY DURING THE PROJECT; APPROVING AN AMENDMENT TO THE FISCAL YEAR 2019 CAPITAL IMPROVEMENT PROGRAM. (PROJECT NO. 18-9418)

Statement of Budget Impact:

1. No Budget Impact associated with this action;
2. Sufficient budgetary resources identified/available;
3. Budgetary resources not identified/unavailable;
4. Potential Revenue is possible with this action;
5. Will not increase the cost of Housing;
6. May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks authorization for the appropriate City Officials to issue a Purchase Order (PO) to Ranch Cryogenics, Inc. in the amount of \$683,912.50 and to increase the Blanket Purchase Order (BPO) to Airgas, Inc. by \$300,000.00.

Resolution R-2016-329 authorized Solutionwerks, Inc. to perform the mandated five-year turn around maintenance on the Cryogenic Plant at the Southern Regional Wastewater Treatment Plant ("SRWWTP"). A leak was detected and Resolution R-

2018-265 was issued to purchase a reboiler-condenser heat exchanger. On January 3, 2019 bids were advertised for qualified construction services to install the reboiler-condenser heat exchanger. Bids were publicly opened on February 5, 2019 and Ranch Cyrogenics, Inc. was deemed the lowest responsive and responsible bidder in the amount of \$683,912.50. During the downtime as required for the project, additional costs estimated at \$300,000.00 will be required for the purchase of additional LOX thus the necessity to amend the current BPO to Airgas, Inc.

Funding for these services will be provided through the amending of the approved Fiscal Year 2019 Capital Improvement Plan, Resolution R-2018-302, adopted on September 26, 2018, as detailed in the attached Exhibit A.

PREPARED BY: Mac Champion
Management/Budget Analyst

APPROVED BY: Laurette Jean
Budget Division Director