

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

Date: March 31, 2015

File: BIS 15-135

File: TMP-2015-00118

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO ISSUE THE ATTACHED BLANKET PURCHASE ORDER BETWEEN MORTON SALT AND THE CITY OF HOLLYWOOD FOR THE PURCHASE OF SODIUM CHLORIDE (SOLAR SALT) FOR AN ESTIMATED ANNUAL EXPENDITURE OF \$102,150.00.

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:

The Department of Public Utilities Water Treatment Plant requires an agreement for the purchase of sodium chloride (solar salt) used as a part of the sodium hypochlorite generation system. The system manufactures sodium hypochlorite on site, which is used in the disinfection process for the City of Hollywood's finished drinking water.

In April 2013, the City of Boca Raton, Florida, acting as the lead agency for the Southeast Florida Governmental Purchasing Cooperative, awarded Bid Number 2013-038 for the purchase of sodium chloride (solar salt) to Morton Salt of Chicago, Illinois, for one (1) year with an option to renew for three (3) additional one (1) year periods.

On May 15, 2013, the City Commission passed and adopted Resolution Number R-2013-126, which authorized the issuance of a blanket purchase order to Morton Salt for the

supply of Sodium Chloride (solar salt) for an initial one (1) year term with the right to renew for three (3) additional one (1) year periods.

In April 2014, the City of Boca Raton, Florida renewed the contract with Morton Salt of Chicago, Illinois for the first one (1) year period for the supply of sodium chloride (solar salt), accepting the price increase.

On July 2, 2014, the City Commission passed and adopted Resolution Number R-2014-196, authorizing the issuance of a blanket purchase order for the first one (1) year renewal option.

In April, 2015, the City of Boca Raton, Florida renewed the contract with Morton Salt of Chicago, Illinois for the second one (1) year period for the supply of sodium chloride (solar salt), accepting the price increase.

In accordance with the bid, Morton Salt has submitted a request for a price increase based on Consumer Price Index (CPI) adjustments.

The Director of Public Utilities and the Director of Procurement Services recommend that the City Commission approve the issuance of the attached Blanket Purchase Order for the purchase of sodium chloride (solar salt) to Morton Salt for an estimated annual amount of \$102,150.00, pursuant to Section 38.46 of the City of Hollywood's Purchasing Ordinance.

Funding for the attached blanket purchase order has been provided for in the fiscal year 2015 budget in the Water Treatment Plant's Account Number 42.4011.00000.536.005233 and will be budgeted in subsequent fiscal years.

PREPARED BY: Neesha Bajere
Management / Budget Analyst

APPROVED BY: Mirtha Dziedzic
Assistant Director, Budget & Financial Services