



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL

FROM: Douglas Schulze, City Manager

PREPARED BY: Perry Gerdes, Water/Wastewater Superintendent
Art Vela, Director of Public Works

MEETING DATE: September 10, 2024

SUBJECT: Approving Amendment No. 1 to the Purchase Order with Pioneer Americas LLC in the Amount of \$7,500 for a Total Purchase Order Amount of \$32,500

RECOMMENDATION:

Approve Amendment No. 1 to the purchase order with Pioneer Americas of Chicago, Illinois.

BACKGROUND:

The City of Banning owns and operates its own water systems, which includes twenty potable water wells. The City utilizes sodium hypochlorite for disinfection purposes prior to the delivery of potable water to the City's customers.

Over the past summer months, the use of sodium hypochlorite exceeded the original estimated quantities by two additional loads which resulted in exceeding the original contract amount by approximately \$7,500. For the 2024/2025 fiscal year a purchase order was issued to Olin Corporation of Atlanta, Georgia which has changed their name to Pioneer Americas of Chicago, Illinois, a subsidiary of Olin Corporation.

JUSTIFICATION:

This fiscal year's purchase order with Pioneer Americas (Olin Corporation) in the amount of \$25,000 has been exhausted. Amendment No. 1 will amend the purchase order by adding an additional \$7,500 to cover two invoices.

FISCAL IMPACT:

Fiscal Year 2024/2025 purchase order with Pioneer Americas (Olin Corporation) is for an amount of \$25,000. The purchase order currently has balance of \$5,750.16. There are two unpaid invoices totaling \$12,998.18 which leaves the funds short by \$7,248.02.

If approved, Amendment No. 1 will add \$7,500 to it for a total purchase order amount of \$32,500 which will be funded by Account No. 660-6300-471.45.06.

ALTERNATIVES:

Reject staff's recommendation and provide alternative direction.

BUDGETED?:

Yes

CONTRACT/AGREEMENT:

No

ATTACHMENTS:

1. [900401926.pdf](#)
2. [900432158.pdf](#)