REPORT TO THE BOARD OF MAYOR & ALDERMEN

DATE: October 13, 2025

FROM: John Fox, Public Utilities Director

SUBJECT: Contract Renewal for Chlorine Gas

INTRODUCTION:

The purpose of this agenda item is to approve a one-year contract renewal with Brenntag Mid-South Inc. for the purchase of chlorine gas for water and wastewater treatment disinfection.

BACKGROUND:

Utilities currently use approximately 30,000 pounds per year of chlorine gas for water treatment. Chlorine is used to disinfect water produced by the Town's four water treatment plants.

DISCUSSION:

On September 26, 2022, the Board of Mayor and Aldermen approved a contract with Brenntag Mid-South Inc. for the purchase of chlorine gas. The approved contract was for one year with four additional one-year renewals. This will be the Third renewal.

Due to volatility in the chemical market, the approved contract included quarterly price adjustments. On July 24, 2023, the Board of Mayor and Alderman approved a contract amendment for the first quarterly price increase in the amount of \$.33 per pound (from \$1.21 per pound to \$1.243).

There will not be an increase with this contract renewal and pricing will remain at the \$1.243 rate per pound approved in July of 2023.

BUDGET IMPACT:

In the FY26 fiscal year budget \$226,600 was budgeted for the various chemicals used at the four production water treatment plants for water treatment. Of the \$226,600 budgeted, \$37,290 was budgeted for the purchase of chlorine gas. Any additional funds remaining at the end of fiscal year will return to the utility fund.

Fund	Dept.	Obj. Code	Description	Approved Line Item Budget	Previous Expenses	Proposed Expense	Balance	Budget Impact
413	52110	322	Chemicals for four plants	\$226,600.00	\$75,728.00	\$37,290.00	\$113,582.00	N/A

ATTACHMENTS:

GS-23-01304 Renewal Notice #3.pdf

PROPOSED MOTION:

To approve the contract renewal with Brenntag Mid-South Inc. for chlorine gas for an additional year at the current contract pricing of \$1.243 per pound.

Board Action:	Motion By_	Seconded By							
Vote Total	Hall	Jordan	Robbins	Marshall	Stamps	Fraser			
Yes									
No									
Abstain									