



City of Plantation
City Council Chambers

Subject:

Agreement No. 078-22; Purchase and Delivery of Sodium Hypochlorite (Amendment No. 3)

Summary:

Requesting authorization and approval of the following:

To execute the third (3rd) Amendment between the City and Allied Universal Corp for Agreement No. 078-22; Purchase and Delivery of Sodium Hypochlorite amending the agreement expiration date to December 7th, 2026, and allowing for a rate increase.

To continue to issue purchase orders and process payments to Allied Universal Corp. for the "Purchase and Delivery of Sodium Hypochlorite in accordance with Agreement No. 078-22 and any associated amendments.

Procurement:

Agreement No. 078-22; Purchase and Delivery of Sodium Hypochlorite is set to expire December 7th, 2025, if it is not extended/renewed. The Agreement contains a provision for four (4) additional one (1) year periods, provided the Contractor also agrees in writing to extension upon such terms as the City and Contractor agree. The City desires to execute the third of four (4) one (1) renewal/extension options, which includes a price increase of \$0.10 cents per Gallon for FTL deliveries and a \$0.10 cents per Gallon increase for LTL deliveries.

Note: This represents a 6.4% increase (FTL) and 6.2% increase (LTL).

Price increase:

Item No.	Description	Unit	Unit Price
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1	Sodium Hypochlorite (NaOCl, Bleach) as specified herein TANKER LOAD	Gallon	\$1.545-\$1.645
2	Sodium Hypochlorite (NaOCl, Bleach) as specified herein Tanker load is 5,000 gallons (Split between two of Plantation locations)	Gallon	\$1.60-\$1.71

The Utilities Department has determined that the Contractor has performed in accordance with the requirements of the Agreement and wishes to amend the agreement by utilizing the third of four (4) one (1) renewal/extension options, extending the expiration date of the mentioned Agreement to December 7, 2026. The Utilities Department also determined that the proposed price increase is fair and reasonable. If approved, the increased price shall become effective December 8, 2025.

Based upon the foregoing information, the Utilities and Procurement Departments recommend authorization and approval of the following:

- To execute the third (3rd) Amendment between the City and Allied Universal Corp for Agreement No. 078-22; Purchase and Delivery of Sodium Hypochlorite amending the agreement expiration date to December 7th, 2026, and allowing for a rate increase.
- To continue to issue purchase orders and process payments to Allied Universal Corp. for the "Purchase and Delivery of Sodium Hypochlorite in accordance with Agreement No. 078-22 and any associated amendments.

Background:

Strategic Priorities - Proactive and Responsive Asset Management, Safe and Secure

Utilities use Sodium Hypochlorite (Bleach) as a disinfectant in the water and wastewater treatment process.

Proposed price increase is due to increased costs associated with raw materials. labor, trucking. etc. Utilities has budgeted \$475K (combined) for FY25/26.

This item is now ready for City Council consideration.

Funding:

- 440-0100-533-5207
- 440-0200-535-5207

Amount:

Item No.	Description	Unit	Unit Price
	Sodium Hypochlorite (NaOCl, Bleach) as specified herein		
1.	TANKER LOAD		
	Manufacturer offered:	Gallon	-
			\$1.545 \$1.645
	Allied Universal Corp. Sodium Hypochlorite (NaOCl, Bleach) as specified herein		
2.	Tanker load is 5,000 gallons (Split between two of Plantation locations)		
	Manufacturer offered:	Gallon	-
			\$1.61 \$1.71
	Allied Universal Corp.		

Finance Director/Budget Manager Recommendation:

There is no financial impact for this item at this time. However, the purchase and delivery of Sodium Hypochlorite has been budgeted in FY2026 as follows:

Water Services \$300,000
Wastewater Services \$175,000

Prepared By:

Asha Edwards

ATTACHMENTS:

Amendment No. 3 Executed by Vendor.pdf
Increase of Raw Materials.pdf