



CITY OF HOUSTON - CITY COUNCIL

Meeting Date:

ALL

Item Creation Date: 11/2/2023

S28801.A1 - Chemical, Sodium Hypochlorite (DXI Industries, Inc.) - MOTION

Agenda Item#:

Summary:

NOT A REAL CAPTION

AMEND COUNCIL MOTION 2020-0064, passed on February 12, 2020, to extend contract term and increase the spending authority for the purchase of Sodium Hypochlorite chemical awarded to **DXI INDUSTRIES, INC.**, for Houston Public Works - \$7,000,000.00 - Enterprise Fund

Background:

P39-S28801.A1 – Amend Council Motion 2020-0064, passed on February 12, 2020, to extend the award from February 18, 2025 to February 18, 2026 and increase the spending authority from \$29,317,104.47 to \$36,317,104.47 for the purchase of Sodium Hypochlorite chemical awarded to DXI Industries, Inc., for Houston Public Works.

Specific Explanation:

The Director of Houston Public Works (HPW) and the Chief Procurement Officer recommend that City Council amend **Council Motion No. 2020-0064** to extend the award from **February 18, 2025 to February 18, 2026** and increase the spending authority from **\$29,317,104.47 to \$36,317,104.47** for the purchase of Sodium Hypochlorite chemical awarded to **DXI Industries, Inc.**, for Houston Public Works.

This award began February 18, 2020, for a 60-month period, in the amount not to exceed \$29,317,104.47. Expenditures as of November 2, 2023, totaled \$29,315,634.00.

The use of Sodium Hypochlorite is essential for maintaining the safety and well-being of Houston's residents. This product is needed for daily use to disinfect and treat wastewater and drinking water at the HPW's Wastewater Operations and Drinking Water Operations facilities. Approximately 110,000 gallons are used per week; however, due to the addition of various facilities, including Kingwood Central, Kingwood West, Cedar Bayou, Forest Cove, Westlake Houston, and the Northeast Water Purification Plant Expansion, HPW's usage has significantly increased to approximately 174,666 gallons per week, causing a rapid depletion of this contract budget. HPW requires an extension of time and additional funding to continue providing water and wastewater services while the department works on securing a new contract.

MWBE Participation:

This project was awarded with a 3.0% M/WBE participation goal. DXI Industries, Inc., is currently meeting goal credit of 3.21%.

Fiscal Note:

Funding for this item is included in the FY2024 Adopted Budget. Therefore, no Fiscal Note is required as stated in the Financial Policies.

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Jedediah Greenfield, Chief Procurement Officer
Finance/Strategic Procurement Division

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Carol Ellinger Haddock, P.E., Director
Houston Public Works

Estimated Spending Authority

Department	FY2024	Out Years	Total
Houston Public Works	\$7,000,000.00	\$0.00	\$7,000,000.00

Prior Council Action:

Council Motion No. 2020-0064 – Approved by City Council on February 12, 2020.

Amount and Source of Funding:

\$7,000,000.00

Water & Sewer System Operating Fund No.
Fund 8300

Contact Information:

Erika Lawton, Division Manager	HPW/PFW	(832) 395-2833
Brian Blum, Assistant Director	HPW/PFW	(832) 395-2717
Carolyn Hanahan, Assistant Chief Policy Officer	Finance/SPD	(832) 393-9127
Jedediah Greenfield, Chief Procurement Officer	Finance/SPD	(832) 393-9126

ATTACHMENTS:

Description	Type
S28801 Motion 2020-0064	Backup Material
S28801 OWNERSHIP INFO 10-05-2023	Backup Material
S28801 Tax Report DXI Industries Inc 10-16-2023	Backup Material
S28801 - Original RCA	Backup Material
Budget vs Actual	Financial Information
Funding Verification	Financial Information
S28801.A1 - OBO- B2G Report	Backup Material
Funding Verification	Financial Information
Revised Funding - Chemical Sodium Hypochlorite	Financial Information