

Gregory L. Geist Director

Board of County Commissioners Clackamas County

Members of the Board:

Amendment No. 1 to the Agreement between Water Environment Services and <u>Polydyne Inc. for Thickening and Dewatering Polymer</u>

Purpose/Outcomes	Amend the current Contract with Polydyne Inc. to include an updated fee			
	schedule, which reflects current market pricing, and to update the contract to reflect all products used within any/all WES operated facilities.			
Dollar Amount and	Annual increase in funding from \$180,000 to the requested \$420,000 is a			
Fiscal Impact	result of the volatile market of the petroleum industry, which is relied upon for			
	the manufacture of polymer, and to reflect current Polydyne Inc. products			
	consumed at all WES operated facilities.			
Funding Source	50/50 Split 631-01-29100-422000 & 631-01-26100-422000			
Duration	November 22, 2017 through June 30, 2022			
Previous Board	Original Contract for was approved on November 22, 2017.			
Action/Review				
Strategic Plan	1. This project supports the WES Strategic Plan in meeting or exceeding			
Alignment	full compliance with regulatory requirements			
	 This project supports the County Strategic Plan to build a strong infrastructure. 			
Contact Person	Darren Eki – Water Environment Services			
	503-557-2804			

BACKGROUND:

Clackamas County Water Environment Services (WES) provides wastewater services to over 150,000 people in Clackamas County and operates multiple wastewater treatment facilities; all of which produce solids. The solids from all plants are transferred to the Tri-City WRRF where polymer is utilized for dewatering with the end product being biosolids. WES's primary strategy for biosolids management is land application. WES operates a dewatered biosolids program in Sherman County and will occasionally apply liquid biosolids in Clackamas County based on operational needs. At times, WES may require support for the hauling and land application as a result of unplanned events, to include but not limited to plant upset, maintenance/repair, field availability, equipment breakdown, staff availability, and weather.

PROCUREMENT PROCESS:

This project advertised in accordance with ORS 279B and LCRB Rules on March 15, 2017. Proposals were publically opened April 26, 2017. The County received three (3) proposals from BASF, Kemira Water Solutions and Polydyne, Inc. The Polydyne, Inc. proposal was chosen as most complete and comprehensive and was awarded a five (5) year Contract on September 18, 2017.

The original Contract as well as Amendment #1 has been reviewed and approved by County Counsel.

RECOMMENDATION:

The Board of County Commissioners, acting as the governing body of Water Environment Services ("District"), approve Amendment 1 to the agreement between the District and Polydyne, Inc. for an amount not to exceed \$2,100,000.00.

Respectfully submitted,

Greg Geist Director, WES

Placed on the <u>March 14, 2019</u> agenda by Procurement.

AMENDMENT #1

TO THE CONTRACT DOCUMENTS WITH POLYDYNE, INC. FOR THICKENING AND DEWATERING POLYMER

This Amendment #1 is entered into Polydyne, Inc. ("Contractor") and Water Environment Services ("District") and it shall become part of the Contract documents entered into between both parties on November 22, 2017 ("Contract").

The Purpose of the Amendment #1 is to make the following changes to the Contract:

1. ITEM II. SCOPE OF WORK is hereby amended as follows:

Due to the changes related to the TC Solids Upgrade the dry polymer make-up system is being replaced with an emulsion make-up system. The intent of this amendment is to reflect the current Contractor products consumed at all WES operated facilities.

2. ITEM III. <u>COMPENSATION</u> is hereby amended as follows:

Chemical prices were locked into a 5 year price agreement in which District has discovered the volatility of chemical prices and have agreed to adjust the rates to current market value and allow for annual submittal of a current fee schedule. The allocated cost increase is also an accurate reflection of all Contractor products consumed at all WES facilities. The revised fee schedule is attached as **Exhibit "A"** and hereby incorporated by reference. District is requesting to update the annual payments for chemicals from \$180,000.00 to \$420,000.00. This adds an additional **\$1,200,000.00** to the Contract Compensation. The maximum Contract Compensation shall not exceed \$2,100,000.00.

Original Contract	\$ 900,000.00
Amendment #1	\$ 1,200,000.00
Total Amended Contract	\$ 2,100,000.00

Except as expressly amended above, all other terms and conditions of the Contract shall remain in full force and effect. By signature below, the parties agree to this Amendment #1, effective upon the date of the last signature below.

Polydyne, Inc. 1 Chemical Plant Road Riceboro, GA 31323	Water Environment Serv	rices
Authorized Signature	Chair	
Name/ Title (Printed)	Recording Secretary	
Date	Date	
884268-96 FBC / Deleware Oregon Business Registry Number	Approved as to Form:	
	County Counsel	Date