

**AGENDA**



**Recommendation for Council Action (Purchasing)**

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|---------------------|----------|-------|---------------|-----|
| Austin City Council | Item ID: | 21092 | Agenda Number | 44. |
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| Meeting Date: | January 17, 2013 |
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| Department: | Purchasing |
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**Subject**

Authorize award and execution of a 10-month contract through the Texas Local Government Purchasing Cooperative (BuyBoard) with ARNOLD OIL COMPANY and TEX CON OIL CO., for oil, grease, and lubricants in an estimated annual amount of \$252,000 each and combined, with two 12-month extension options in an estimated amount not to exceed \$317,520 each and combined for the first extension option, and \$333,396 each and combined for the second extension option, for a total estimated contract amount not to exceed \$902,916.

**Amount and Source of Funding**

Funding in the amount of \$201,600 is available in the Fiscal Year 2012-2013 Operating Budget of Fleet Services. Funding for the remaining 2 months of the original contract period and extension options is contingent upon available funding in future budgets.

**Fiscal Note**

There is no unanticipated fiscal impact. A fiscal note is not required.

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| Purchasing Language:          | Cooperative Agreement.  |
| Prior Council Action:         |   |
| For More Information:         | Steve Cocke, Buyer II   |
| Boards and Commission Action: |   |
| Related Items:                |   |
| MBE / WBE:                    | This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this contract. |

**Additional Backup Information**

This contract is for lubricating products for the City's fleet of vehicles and equipment. The lubricating products include motor oils, transmission fluids, gear oils, hydraulic oils, and greases.

The lubricants will be used to repair and maintain City vehicles and equipment in the City's fleet. The City has several contracts to recycle oil and lubricant products. Currently, used oil, antifreeze, and solvents (such as those used in brake washing equipment) are recycled.

Arnold Oil and Tex Con Oil are under contract with BuyBoard to supply fleet lubricants statewide as a result of a competitive bidding process. Utilizing the BuyBoard contract provides for volume discount pricing. This supply contract will be provided by contract Automotive Grease, Oils, Lubricants, Etc. # 410-12 that was competitively bid and awarded by the BuyBoard Cooperative Purchasing.