



Recommendation for Action

File #: 19-2102, **Agenda Item #:** 44.

8/8/2019

Posting Language

Authorize negotiation and execution of a multi-term cooperative contract with W W Grainger Inc., to provide industrial supplies, equipment, tools, and services to be used throughout the city, for up to 53 months for a total contract amount not to exceed \$25,702,750.

(Note: This procurement was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this procurement, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

All City departments.

Fiscal Note

Funding in the amount of \$1,302,500 is available in the Fiscal Year 2018-2019 Operating Budget of various City departments. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Multiple cooperative purchase programs were reviewed for these goods. The Purchasing Office has determined this contractor best meets the needs of the departments to provide the goods required at the best value for the City.

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>> or to Sandy Wirtanen, at 512-974-7711 or sandy.wirtanen@austintexas.gov <<mailto:sandy.wirtanen@austintexas.gov>>.

Council Committee, Boards and Commission Action:

July 10, 2019 - Recommended by the Water and Wastewater Commission on a 6-0 vote, with Commissioners Williams, Michel and Turrieta absent; and Commissioners Ho and Parton off the dais.

July 15, 2019 - Recommended unanimously by the Electric Utility Commission on a 10-0 vote, with Chair Ferchill absent.

Additional Backup Information:

The contract will provide a reliable source for the purchase of industrial supplies, equipment, and tools used by various City departments to repair and maintain facilities and equipment throughout the City. Staff will have

quick and reliable access to all products available from W W Grainger's online ordering system. The list of items available to the City include a wide variety of repair and maintenance equipment and supplies that include, but are not limited to: electrical, plumbing, fleet vehicle maintenance shop and testing equipment, heating, ventilation and air conditioning system testing and maintenance equipment, janitorial equipment and cleaning supplies, electrical hand tools, hardware, safety equipment and supplies, small electrical motors and generators, lighting, and test instruments.

The Sourcewell cooperative establishes competitively bid contracts that can be utilized by the State and other government agencies through a cooperative agreement. Cooperative agreements save taxpayer dollars by leveraging volume-buying power to drive down costs on hundreds of contracts through a streamlined cooperative purchasing program.

The current contract expires October 21, 2019. The requested amount was determined using departmental estimates based on historical, current, and projected spending data. The recommended contractor is one of the current providers for these goods.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	41 mos.	\$19,887,750
Optional Extension 1	12 mos.	\$ 5,815,000
TOTAL	53 mos.	\$25,702,750

Note: Contract Authorization amounts are based on the City's estimated annual usage.