



Recommendation for Action

File #: 20-3748, **Agenda Item #:** 45.

1/27/2021

Posting Language

Authorize negotiation and execution of a multi-term cooperative contract with IDSC Holdings LLC D/B/A Snap-On Industrial, for tools and fleet maintenance equipment, for up to 51 months in an amount not to exceed \$1,607,500.

(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)

Citywide.

Fiscal Note

Funding in the amount of \$482,000 is available in the Fiscal Year 2020-2021 Operating Budget of various 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.

Prior Council Action:

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 Marian Moore, at 512-974-2062 or Marian.Moore@austintexas.gov <<mailto:Marian.Moore@austintexas.gov>>.

Council Committee, Boards and Commission Action:

January 14, 2021 - Recommended by the Water and Wastewater Commission on a 7-0 vote, with Commissioners Parton and Williams absent and Commissioner Turrieta off the dais.

Additional Backup Information:

The contract is for the purchase of Snap-On Industrial tools and fleet maintenance equipment. Some of the planned purchases include durable handheld and larger tools, wheel balancers, and tire machines.

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 the cooperative's volume-buying power to drive down costs on hundreds of contracts through a streamlined cooperative purchasing program.

This is a new contract for these products. The requested authorization amounts were determined using departmental estimates based on historical spend for similar products and predictions of future growth.

If the City is unable to secure a contract, City service technicians may not have a reliable source for durable tools and fleet maintenance equipment, and departments will be forced to procure these products on an as needed basis, which may result in higher prices and higher operational costs.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	39 mos.	\$1,257,500
Optional Extension 1	12 mos.	\$ 350,000
TOTAL	51 mos.	\$1,607,500

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

Strategic Outcome(s):

Mobility; Government that Works for All.