

Recommendation for Action

File #: 22-2640, Agenda Item #: 32.

Posting Language

Authorize award of two contracts with Texas Enterprises Inc. d/b/a Allied Sales Co. and HJDJ American Lube Supply, Inc. to provide industrial lubricants, each for a term of five years in an amount not to exceed \$1,980,000 divided between the contractors.

(Note: This solicitation 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 solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Financial Services Department.

Client Department(s)

All City Departments.

Fiscal Note

Funding in the amount of \$33,000 is available in the Fiscal Year 2021-2022 Operating Budget of Austin Water. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

The Financial Services Department issued an Invitation for Bids (IFB) 2200 WJT1013 for these goods. The solicitation was issued on April 4, 2022 and closed on May 5, 2022. The recommended contractors submitted the lowest responsive offers. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: <u>Solicitation Documents <https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?</u> sid=136672>.

For More Information:

Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Person: Billy Toler, at 512-974-2054 or <u>William.Toler@austintexas.gov</u><<u><mailto:William.Toler@austintexas.gov></u>.

Additional Backup Information:

The contracts will provide industrial lubricants and grease for equipment at various water and wastewater treatment plants and industrial facilities throughout the City. The industrial equipment requires lubrication for daily operations and to prevent malfunctions.

The requested amounts were determined by departmental estimates using historical, current, and projected spending data. The contract will replace a contract expiring September 30, 2022. One of the recommended

9/1/2022

contractors is a current provider of these goods.

If the City is unable to secure a contract for these goods, there may be increased downtime for industrial facilities.

Strategic Outcome(s): Health and Enviroment.