

## A G E N D A



## Recommendation for Council Action (Purchasing)

Austin City Council

Item ID:

36825

Agenda Number

20.

Meeting Date:

October 16, 2014

Department:

Purchasing

## Subject

Approve Amendment No. 5 to the contract with GRAINGER, INC., to purchase additional industrial supplies and equipment for various City departments, for an amount not to exceed \$2,000,000, for a revised total contract amount not to exceed \$13,615,360.

## Amount and Source of Funding

Funding in the amount of \$2,000,000 is available in the Fiscal Year 2014-2015 Operating Budgets of various City departments.

## Fiscal Note

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

Purchasing Language:

Contract Amendment.

Prior Council Action:

April 26, 2012 - Awarded additional funding to original contract.

For More Information:

Jonathan Dalchau, Senior Buyer, 512-974-2938

Boards and Commission Action:

September 15, 2014 - Recommended by the Electric Utility Commission on a 7-0 vote.  
October 8, 2014 - Recommended by the Water & Wastewater Commission on a 6-0 vote.  
October 14, 2014 - Recommended by the Austin Airport Advisory Committee on a 5-0 vote.

Related Items:

MBE / WBE:

This contract will be awarded in compliance with City Code Chapter 2-9D (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

On December 16, 2010, a contract with The Cooperative Purchasing Network was established in an amount not to exceed of \$421,875 for a three-month period with four 12-month extension options in an amount not exceed \$1,687,500 per extension option. Additional funding was added on April 26, 2012 bringing the total contract amount to \$11,615,360.

This contract provides a reliable source for the purchase of industrial supplies, equipment, and tools used by various City departments to repair and maintain their facilities and equipment throughout the City. It will be used by most City departments to purchase small equipment and supplies on an as-needed basis for daily operations. Staff will have quick and reliable access to all products available from Grainger's on-line ordering system.

The list of items available to the City encompasses a wide variety of repair and maintenance equipment and supplies, including but not limited to: safety, electrical, plumbing, fleet vehicle maintenance and testing, HVAC testing and maintenance, janitorial and cleaning, electrical hand tools, hardware, small electrical motors and generators, lighting, security, and test instruments.

The recommended Council action is to approve an increase for Option Year 4 in the amount of \$2,000,000 due to an increased use of this contract by departments throughout the City.

**CONTRACT SUMMARY:**

Description	Action	Amount
Original Contract awarded 12/28/2010	Original 3-month contract with four 12-month extension options: \$421,875 (3 months) \$1,687,500 (Option 1) \$1,687,500 (Option 2) \$1,687,500 (Option 3) \$1,687,500 (Option 4)	\$421,875
Amendment No. 1: Option 1 3/19/2011	Added Option 1 funding	\$1,687,500
Amendment No. 2: Option 2 4/26/2012	Added Option 2 funding and additional funding approved by Council: \$3,087,500 (Option 2) \$3,149,250 (Option 3) \$3,212,235 (Option 4)	\$3,087,500
Amendment No. 3: Option 3 12/13/2012	Added Option 3 funding	\$3,149,250
Amendment No. 4: Option 4 11/8/2013	Added Option 4 funding and administrative increase of \$57,000	\$3,269,235
Proposed Amendment:	Increase Option 4 by \$2,000,000 changing the total amount of this period to read \$5,269,235	\$2,000,000