

**AGENDA**



**Recommendation for Council Action (Purchasing)**

<b>Austin City Council</b>	<b>Item ID:</b>	41047	<b>Agenda Number</b>	30.
<b>Meeting Date:</b>	February 26, 2015			
<b>Department:</b>	Purchasing			
<b>Subject</b>				
<p>Authorize award and execution of a 12-month contract through the Texas Local Government Purchasing Cooperative (BuyBoard) with ARNOLD OIL COMPANY OF AUSTIN, LP for oil, grease, and lubricants in an amount not to exceed \$349,031, with two 12-month extension options in a total amount not to exceed \$349,031 per extension option, for a total contract amount not to exceed \$1,047,093.</p>				
<b>Amount and Source of Funding</b>				
<p>Funding in the amount of \$221,354 is available in the Fiscal Year 2014-2015 Operating Budget of the Fleet Services Department. Funding in the amount of \$3,333 is available in the Fiscal Year 2014-2015 Operating Budget of the Austin Fire Department. Funding in the amount of \$6,667 is available in the Fiscal Year 2014-2015 Operating Budget of the Austin Water Utility Department. Funding in the amount of \$1,333 is available in the Fiscal Year 2014-2015 Operating Budget of the Aviation Department. Funding for the remaining four months of the original contract period is contingent upon available funding in future budgets.</p>				
<b>Fiscal Note</b>				
<p>There is no unanticipated fiscal impact. A fiscal note is not required.</p>				
<b>Purchasing Language:</b>	Cooperative Purchase			
<b>Prior Council Action:</b>				
<b>For More Information:</b>	Sandy Wirtanen, Buyer II, 512-974-7711			
<b>Boards and Commission Action:</b>	<p>February 10, 2015 – Recommended by the Austin Airport Advisory Commission on a 5-0 vote.</p> <p>February 11, 2015 – Recommended by the Water &amp; Wastewater Commission on a 7-0 vote.</p>			
<b>MBE / WBE:</b>				
<b>Related Items:</b>	<p>This cooperative 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</p>			

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 grease. These items are essential to maintaining City vehicles in good operating condition keeping maintenance cost down and extend life cycle time when done with quality products and on timely bases. In the last 12 months Fleet services issued 138076 quarts of oil to 11338 work orders.

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 through a separate contract.

Arnold Oil Company is 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. # 484-15 that was competitively bid and awarded by the BuyBoard Cooperative Purchasing.