



# MEMORANDUM

Council Agenda  
Item No. IX. L.1&2  
6/21/2022

## The City of OKLAHOMA CITY

TO: Mayor and City Council

FROM: Craig Freeman, City Manager

1. Renewal of pricing agreement, Tulco Oils, Inc. (R23-C228010), automotive oils and lubricants, estimated cost \$300,000, July 1, 2022 through June 30, 2023; and
2. Resolution authorizing the open market purchase of no bid items and related items not available on a pricing agreement (OM23-C228012), estimated cost \$25,000, July 1, 2022 through June 30, 2023.

### **Purpose:**

To provide for the purchase of automotive oils and lubricants and special hydraulic fluids for various City departments and Trusts.

### **Background:**

This pricing agreement was originally awarded June 22, 2021 (Item No. VII. N.1&2) for the period ending June 30, 2022. This is the first renewal for this commodity. The pricing agreement meets the City's policy on renewal of contracts for goods and services.

Tulco requested a price adjustment as allowed by the agreement. The increase is due to the combination of unprecedented price increases specifically for automotive lubricants which has continued to accelerate supply chain challenges. The contracted vendor(s) will be required to provide the City a copy of their insurance certificate if the need arises for on-site services.

Staff requests open market authority for the purchase of automotive oils and lubricants no bid items and related items not available on a pricing agreement, estimated cost \$25,000, July 1, 2022 through June 30, 2023. Purchases made with this authority will comply with the City's open market procedures.

(R23-C228010)

Tulco Oils, Inc.

All Items as bid.

### **Estimated Cost:**

Pricing Agreement	\$300,000
Open Market Resolution	<u>\$ 25,000</u>
Total	\$325,000

**Source of Funds:**

Various funds and accounts

**Review:**

Finance Department

**Recommendation:** Agreement(s) be approved and Resolution be adopted.