



City of Austin

Recommendation for Action

File #: 26-2719, **Agenda Item #:** 19.

1/22/2026

Posting Language

Authorize a contract for IBAK parts and repairs for equipment used to inspect and investigate sanitary sewer collections systems for Austin Water with Industrial Disposal Supply Co., LLC d/b/a Industrial Disposal Supply Co., for an initial term of three years with up to two one-year extension options in an amount not to exceed \$515,915. Funding: \$77,387 is available in the Fiscal Year 2025-2026 Operating Budget of Austin Water. Funding for the remaining years of the contract is contingent upon available funding in future budgets.

Lead Department

Austin Financial Services.

Client Department(s)

Austin Water.

Fiscal Note

Funding in the amount of \$77,387 is available in the Fiscal Year 2025-2026 Operating Budget of Austin Water.

Funding for the remaining contract term is contingent upon available funding in future budgets.

Procurement Language:

Sole Source.

MBE/WBE:

Sole source contracts are exempt from the City Code Chapter 2-9B (Minority-Owned and Women-Owned Business Enterprise Procurement Program); therefore, no subcontracting goals were established.

For More Information:

Direct questions regarding this Recommendation for Council Action to Austin Financial Services - Central Procurement at: FSDCentralProcurementRCAs@austintexas.gov or 512-974-2500.

Council Committee, Boards and Commission Action:

January 14, 2026 - Recommended by the Water and Wastewater Commission on a 10-0 vote with Commissioner Penn absent.

Additional Backup Information:

The contract will provide the City with original equipment manufacturer (OEM) parts and repair services for IBAK equipment. It aims to expedite repairs of crucial closed-circuit television inspection equipment used for inspecting and investigating Austin Water's entire sanitary sewer collections systems. This will help reduce sanitary sewer overflows and service interruptions.

Industrial Disposal Supply Co is the sole authorized dealer for IBAK equipment parts and services in Texas.

This contract replaces a contract that expired October 10, 2025, as the previous vendor lost their exclusive rights to sell and repair IBAK equipment. The requested authorization amount for this new contract was determined based on departmental estimates, historical spending, and a modest annual increase to account for an expected rise in repairs due to aging equipment.

A delay in contract approval could impact maintenance of the collection system, risking failures in the sanitary sewer collection system.

Contract Details:		
Contract Term	Length of Term	Contract Authorization
Initial Term	3 years	\$309,549
Optional Extension 1	1 year	\$103,183
Optional Extension 2	1 year	\$103,183
Total	5 years	\$515,915

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