



City of Austin

Recommendation for Action

File #: 26-1791, **Agenda Item #:** 32.

5/28/2026

Posting Language

Authorize a contract for oils, greases, lubricants, and parts for all City departments with Arnold Oil Company of Austin LP d/b/a A-Line Auto Parts or Arnold Oil Company of Austin and Lubricant Product & Supplies LLC d/b/a LPS, for an initial term of one year with up to four one-year extension options in an amount not to exceed \$12,444,580. Funding: \$622,229 is available in the Operating Budget of multiple City departments. Funding for the remaining contract term is contingent upon available funding in future budgets.

Lead Department

Austin Financial Services.

Client Department(s)

All City Departments.

Fiscal Note

Funding in the amount of \$622,229 is available in the Fiscal Year 2025-2026 Operating Budget of multiple City departments.

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

Procurement Language:

Multiple cooperative purchase programs were reviewed for these goods. The Financial Services Department Austin Fleet Mobility Services has determined these contractors best meet the needs of the multiple City departments to provide these goods required for the City.

MBE/WBE:

Cooperative Agreement 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.

Additional Backup Information:

These contracts will provide oil, grease, lubricants and parts for City-owned vehicles and equipment. Use of these products helps maintain the vehicles and equipment in good operating condition, lowers maintenance costs, and extends the lifecycle of the vehicles and equipment.

This contract will replace the current contract that will expire on November 30, 2026. The requested authorization amount was determined using departmental estimates based on historical spending, future usage, and anticipated price increases on the fuel, oil, and other fuel indexes.

The BuyBoard Purchasing Cooperative is a cooperative purchasing association recognized under Texas

procurement statutes. Cooperative associations, themselves or using a lead government, competitively solicit and award contracts that are eligible for use by other qualified state and local governments. Due to their substantial volumes, larger than any one government could achieve independently, cooperative contracts routinely include superior terms, conditions, and pricing. Use of cooperative contracts also results in lower administrative costs and time savings.

If the contracts are not secured, the City will not have a reliable source for oils, greases, lubricants and parts for City vehicles and equipment which may delay maintenance.

Contract Details:				
Contract Term	Length of Term			Contract Authorization
Initial Term	1 year			\$2,488,916
Optional Extension 1	1 year			\$2,488,916
Optional Extension 2	1 year	1 year	1 year	\$2,488,916 \$2,488,916
Optional Extension 3				\$2,488,916
Optional Extension 4				
Total	5 years			\$12,444,580

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