



CITY OF HOUSTON - CITY COUNCIL

Meeting Date: 8/23/2022

ALL

Item Creation Date:

E26312.A1 - Maintenance, Repair, Operating Supplies, Industrial Supplies, and Related Products and Services (Home Depot, U.S.A., Inc.) - MOTION

Agenda Item#: 11.

Background:

P06-E26312.A1 - Amend Council Motion 2017-0745, passed December 19, 2017, to increase the spending authority from \$6,219,794.46 to \$7,129,175.25 for the purchase of Maintenance, Repair, Operating Supplies, Industrial Supplies, and Related Products and Services through the Master Intergovernmental Cooperative Purchasing Agreement with OMNIA Partners (formally U. S. Communities) for Various Departments.

Specific Explanation:

The Chief Procurement Officer recommends that City Council amend Council Motion No. 2017-0745 to increase the spending authority from **\$6,219,794.46** to **\$7,129,175.25** for the purchase of Maintenance, Repair, Operating Supplies (MRO), Industrial Supplies, and related products and services awarded to **Home Depot, U.S.A., Inc.** for various city departments.

This award began January 23, 2018 for a 36-month period with two one-year options to renew in the amount not to exceed \$6,219,794.46. Expenditures as of August 9, 2022 totaled \$5,360,059.17. All other terms and conditions shall remain as previously approved by City Council.

Spending authority is being exhausted earlier than anticipated due to the increase in MRO supplies, industrial supplies, and related products and services over the past few years. The additional spending authority will enable the departments to continue to make purchases through the remainder of the current award, which expires January 22, 2023. It is anticipated that a new award will be presented to City Council prior to expiration of the current award.

The MICPA with OMNIA Partners' Lead Public Agency contractor provides MRO supplies, industrial supplies, and related products and services for the City's various departments. The use of the MICPA allows the City to leverage numerous existing U.S. governmental contacts with over 38,000 participating agencies with an estimated purchasing power value of \$1.5 billion annually. By participating in the MICPA, the City will (1) have access to 178 Texas store locations, which include 19 Houston store locations (2) receive volume rebate incentives paid annually (3) have access to the volume pricing program and (4) receive additional deep discounts by leveraging its buying power through Home Depot's pro-bid room.

The City is eligible to participate in the U.S. Communities Purchasing Alliance as set out in Section 791.011 of the Government Code and such purchases satisfy State bid laws as set out in Section 791.025 of the Government Code.

MWBE Participation:

Zero percentage goal-document approved by the Office of Business Opportunity.

Fiscal Note:

Funding for this item is included in the FY2023 Adopted Budget. Therefore, no Fiscal Note is required as stated in the Financial Policies.

Designated By: 
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8/16/2022

Jedediah Greenfield
Interim Chief Procurement Officer

ESTIMATED SPENDING AUTHORITY

Department	FY2023	Out Years	Total
Police	\$100,000.00	\$0.00	\$100,000.00
Fire	\$132,500.00	\$0.00	\$132,500.00
Public Works	\$255,300.00	\$0.00	\$255,300.00
Airport Systems	\$160,000.00	\$0.00	\$160,000.00
Parks & Recreation	\$184,300.00	\$0.00	\$184,300.00
Health	\$ 49,350.00	\$0.00	\$ 49,350.00
Fleet Management	\$ 27,930.79	\$0.00	\$ 27,930.79
Total Amount	\$909,380.79	\$0.00	\$909,380.79

Prior Council Action:

Council Motion No.: 2017-0745 - Approved by City Council on December 19, 2017

Amount and Source of Funding:

\$401,800.00	General Fund (1000)
\$187,400.00	HPW – Water & Sewer System Operating Fund (8300)
\$ 3,000.00	Building Inspection Fund (2301)
\$ 41,200.00	Stormwater Fund (2302)
\$ 23,200.00	Dedicated Drainage and Street Renewal Fund – Metro et al (2312)
\$ 500.00	Houston Transtar Fund (2402)
\$160,000.00	HAS – Revenue Fund (8001)
\$ 10,000.00	Park Special Revenue Fund (2100)
\$ 5,000.00	Park Golf Special Fund (2104)
\$ 49,350.00	Health & Environment Project Fund (1008)
<u>\$ 27,930.79</u>	Fleet Management Fund (1005)
\$909,380.79	

Contact Information:

Desiree Heath	SPD	832-393-8742
David Martinez	SPD	832-393-8797
Brian Blum	HPW	832-395-2717

ATTACHMENTS:

Description	Type
E26312 0% MWDDBE	Backup Material
CM 2017-0745	Backup Material
E26312-A1 Tax Report	Backup Material
Home Depot USA, Inc. Ownership Forms	Backup Material
E26312-A1 HPD Form A	Financial Information
E26312-A1 HFD Form A	Financial Information
E26312-A1 HPW Form A	Financial Information
E26312-A1 HAS Form A	Financial Information
E26312-A1 HPAR Form A	Financial Information
E26312-A1 HHD Form A	Financial Information
E26312-A1 FMD Form A	Financial Information
Funding Verification Form - HPD GF	Financial Information