

**STATEMENT OF BUDGET IMPACT**  
**(Policy Number 94-45)**  
**Budgetary Review of Proposed Resolution &**  
**Ordinances with Financial Implication.**

**Date:** August 6, 2015

**File:** BIS 15 – 242

**File:** TMP-2015-00349

**Proposed Legislation:**

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO ISSUE THE ATTACHED BLANKET PURCHASE ORDER BETWEEN FLAMINGO OIL COMPANY AND THE CITY OF HOLLYWOOD FOR THE SUPPLY AND DELIVERY OF AUTOMOTIVE OILS, LUBRICANTS AND GREASES FOR AN ESTIMATED ANNUAL EXPENDITURE OF \$55,000.00.

**Statement of Budget Impact:**

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

**Explanation:**

This Resolution seeks authorization for the appropriate City Officials to enter into and issue a blanket purchase order to Flamingo Oil Company from the City of Hollywood for the supply and delivery of automotive oils, lubricants, and greases to the City to be used in the maintenance of the City's vehicular and equipment fleet as well as City facilities and various tools and implements used by City staff. Previously on April 12, 2012, the City of Miami, as the lead agency for the Southeast Florida Governmental Cooperative Purchasing Group, awarded a bid designated as Bid Number IFB290252 for the purchase and supply of automotive oils, lubricants, and greases to three (3) vendors for an initial term of one (1) year beginning April 17, 2012 with the option to renew the agreement for three (3) one (1) year renewals. In April 2015, the agreement was renewed for the final one (1) year term expiring on April 16, 2016.

Flamingo Oil Company, "FOC", was one of the three (3) vendors who were awarded the bid by the City of Miami. It has been determined by City staff that FOC offers the lowest price and highest quality product suitable for the operational and maintenance requirements of the various City Departments in need of these products.

Hollywood's Purchasing Ordinance in §34.40(C)(5) provides that when it is in the best interests of the City, the Purchasing Director may procure, without following formal contract procedure, all supplies, materials, equipment and contractual services which are the subject of contracts with the state, its political subdivisions, the United States government, other governmental entities, or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof, provided, however, that this subsection shall apply only if (i) the supplies, materials, equipment or contractual services are the subject of a price schedule negotiated by the state or the United States government, or (ii) the supplies, materials, equipment or contractual services are the subject of a contract with another governmental entity or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof, which contract is based strictly on competitive bids or competitive proposals and not on any preference.

As a member of the Southeast Florida Governmental Cooperative Purchasing Group, the City is able to take advantage of the same terms, conditions and pricing as the City of Miami in purchasing products from FOC. The term of the blanket purchase order will run from August 25, 2015 through April 16, 2016 with an estimated annual expenditure of \$55,000.00 Funding for the cost of automotive oils, lubricants, and greases to be purchased from FOC is available in various departmental line item accounts in the adopted and approved FY 2015 Operating Budget of the Public Works Department's Fleet Maintenance Division as well as other City Departments. Funding for purchases to be made in FY 2016 will be requested as part of the proposed FY 2016 Operating Budget subject to its adoption and approval by the City Commission.

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