



CITY OF SACRAMENTO

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DEPARTMENT OF FINANCE
DIVISION OF PURCHASING

800 TENTH STREET SACRAMENTO, CA 95814
SUITE 3 TELEPHONE (916) 449-5342

HOWARD F. ISHIDA
PURCHASING AGENT

January 7, 1981

City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: Rejection of All Bids for Lube Oils and Greases

SUMMARY AND BACKGROUND INFORMATION

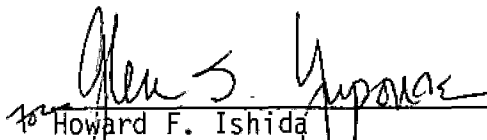
The Equipment Maintenance Division has a six (6) month requirement to purchase various quantities of lube oils and greases for the on-going maintenance of all City vehicles. Formal bids (Bid No. 336) were solicited and received from nine (9) bidders on December 9, 1980; however, five (5) of the nine (9) bidders must be considered non-responsive because their proposals contained an escalation clause. The prices submitted by the lowest responsible bidder are approximately 10% higher than our current costs for this requirement and is thus considered to be excessive. Therefore, in the best interests of the City, it is recommended that the City Council reject all bids received.

RECOMMENDATION


Pursuant to City of Sacramento City Code Section 57.401(b), it is recommended that the City Council reject all bids received for lube oils and greases.

The Purchasing Agent will exercise the option to purchase this requirement from either the "open market" or from "cooperative purchasing programs."

Respectfully Submitted,


Howard F. Ishida
Purchasing Agent

Recommendation Approved:


Walter J. Slize
City Manager

APPROVED
BY THE CITY COUNCIL

JAN 13 1981

OFFICE OF THE
CITY CLERK

HFI:jc

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