

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	27661	Agenda Number	36.
---------------------	----------	-------	---------------	-----

Meeting Date:	October 3, 2013
---------------	-----------------

Department:	Purchasing
-------------	------------

Subject

Authorize award and execution of a 36-month requirements supply contract with LONGHORN INTERNATIONAL TRUCKS LTD to provide OEM Parts and Repair Services for Crane Carrier Car Chassis Trucks in a total amount not to exceed \$349,302, with three 12-month extension options in a total amount not to exceed \$128,165 for the first extension option, \$134,523 for the second extension option, and \$141,200 for the third extension option, for a total contract amount not to exceed \$753,190.

Amount and Source of Funding

Funding in the amount of \$110,850 is available in the Fiscal Year 2013-2014 Operating Budget of the Fleet Services Department. Funding for the remaining twenty four months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	Sole Bid.
----------------------	-----------

Prior Council Action:	
-----------------------	--

For More Information:	Jonathan Dalchau, Buyer II, 512-974-2938
-----------------------	--

Boards and Commission Action:	
-------------------------------	--

Related Items:	
----------------	--

MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9D (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.
------------	--

Additional Backup Information

This contract establishes a reliable source for the annual supply of captive repair parts and services for Crane Carrier manufactured trucks in the City's fleet. The contract will be awarded in order to provide for parts and services on an as needed basis for general routine and preventive maintenance repairs.

The repair services acquired through this contract will be used to supplement the City's vehicle service operation and increase responsiveness to City Departments. This contract is necessary to supply the automotive and equipment fleet service centers with a reliable and continuous source of supply to purchase these parts.

A sole bid was received and accepted from the potential vendor after contacting the manufacture for a list of available authorized vendors in the Central Texas area. The three closest OEM parts and repair dealers for Crane Carrier vehicles were divisions of the same principle company. The next closest provider elected not to bid on the solicitation as it was outside of their service area. To minimize downtime and duplication of vehicles and equipment, the Fleet Department has established a policy to find potential vendors within a specified mileage range from the Texas State Capital.

MBE/WBE solicited: 4/3

MBE/WBE bid: 0/0

BID TABULATION:
IFB (Best Value) JRD0100
OEM Parts and Repair Services for Crane Carrier Trucks
(22 line items)

<u>Vendor</u>	<u>Total Price for List of Sample Parts</u>
Longhorn International Trucks Austin, TX	\$51,560

A complete bid tabulation is on file in the Purchasing Office and is on the City of Austin, FASD Purchasing Office website.

PRICE ANALYSIS

- a. Adequate competition.
- b. Ninety-eight notices were sent, including 4 MBEs and 3 WBEs. One Bid was received with no MBEs/WBEs responding.
- c. The pricing offered reflects a 24% increase when comparing similar items to the last contract award in September 2007. Factors affecting the price increase are increases in the consumer price index by 41%, as well as increases in labor and healthcare benefit rates.

APPROVAL JUSTIFICATION

- a. Sole bid received.
- b. The Purchasing Office concurs with the Fleet Services Division's recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.