

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council		Item ID:	68855	Agenda Number	38.
Meeting Date:		March 23, 2017			
Department:		Purchasing			
Subject					
Authorize award and execution of a 24-month contract with RUSH TRUCK CENTERS OF TEXAS, LP, to provide original equipment manufacturer parts and repair services for Allison transmissions, in an estimated amount of \$312,000 with three 12-month extension options in an estimated amount of \$156,000 per extension option, for a total contract amount not to exceed \$780,000.					
Amount and Source of Funding					
Funding in the amount of \$85,167 is available in the Fiscal Year 2016-2017 Operating Budget of Fleet Services. Funding in the amount of \$5,833 is available in the Fiscal Year 2016-2017 Operating Budget of the Aviation Department. Funding for the remaining 17 months of the original contract period and extension options are contingent upon available funding in future budgets.					
Fiscal Note					
A fiscal note is not required.					
Purchasing Language:	The Purchasing Office issued an Invitation for Bids (IFB) MMO0119 for these goods and services on December 12, 2016 and it closed on January 5, 2017 with two offers received. The recommended offer is the lowest offer submitted by a responsible offeror. Additional information on the solicitation is included below the line. The recommended offeror is not the current provider for these goods and services.				
Prior Council Action:					
For More Information:	Marian Moore, Buyer II, 512-974-2062				
Boards and Commission Action:					
Related Items:					
MBE / WBE:	This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement				

Program. For the goods and services required for this solicitation, there were no subcontracting opportunities identified; therefore, no subcontracting goals were established.

Additional Backup Information

The contract is for the supply of original equipment manufacturer parts and repair services for Allison transmissions. The City currently has over 400 vehicles with Allison transmissions with an additional 17 new vehicles with Allison transmissions planned for purchase this fiscal year. The contractor will provide repair services to supplement the work performed by City technicians.

This contract will replace a contract which expired January 30, 2017. The requested authorization amounts for this contract were determined using departmental estimates and historical spend. The contract will consolidate needs from Fleet Services and the Aviation Department and allow for a small annual increase in parts and repair services requirements associated with aging vehicles and future vehicle acquisitions.

A contract is needed to ensure parts and repair services are available to minimize vehicle down time. If the City is unable to secure a contract, departments will not have a reliable source for parts and repair services for Allison transmissions, and will be forced to procure these requirements on an as needed basis, which may result in higher prices and higher operational costs.

BID TABULATION

IFB MMO0119

OEM Parts & Repair Services for Allison Transmissions

38 Line Items

<u>Vendor</u>	<u>Total Bid</u>
Rush Truck Centers of Texas, LP	\$156,003
Longhorn International Trucks	\$186,445

A complete solicitation package, including a bid tabulation, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: [Solicitation Documents](#)

RUSH TRUCK CENTERS OF TEXAS, LP				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	24	\$ 312,000	n/a	n/a
Extension Option 1	12	\$ 156,000	n/a	n/a
Extension Option 2	12	\$ 156,000	n/a	n/a
Extension Option 3	12	\$ 156,000	n/a	n/a
TOTAL	60	\$ 780,000	\$ -	\$ -