



## Recommendation for Action

**File #:** 23-2739, **Agenda Item #:** 26.

9/21/2023

### **Posting Language**

Authorize execution of two contracts for original equipment manufacturer parts and repair services for City-owned vehicles that have Daimler Trucks of North America components with Lonestar Freightliner Group, LLC d/b/a Lonestar Truck Group Abilene San Angelo Waco Temple Bryan and Doggett Freightliner of South Texas, LLC d/b/a Freightliner of Austin, each for a term of five years for total contract amounts not to exceed \$1,883,500, divided between the contractors.

[Note: 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; therefore, no subcontracting goals were established].

### **Lead Department**

Financial Services Department.

### **Client Department(s)**

Fleet Mobility Services.

### **Fiscal Note**

Funding in the amount of \$31,392 is available in the Fiscal Year 2022-2023 Operating Budget of Fleet Mobility Services. Funding for the remaining contract terms is contingent upon funding in future budgets.

### **Purchasing Language:**

The Financial Services Department issued an Invitation for Bids (IFB) 7800 BRS1070 for these goods and services. The solicitation was issued on March 20, 2023, and closed on April 25, 2023. Of the three offers received, the recommended contractors submitted the lowest responsive offers. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?sid=138647)  
<[https://financeonline.austintexas.gov/afo/account\\_services/solicitation/solicitation\\_details.cfm?sid=138647](https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?sid=138647)>.

### **For More Information:**

Direct questions regarding this Recommendation for Council Action to the Financial Services Department - Central Procurement at: [FSDCentralProcurementRCAs@austintexas.gov](mailto:FSDCentralProcurementRCAs@austintexas.gov)  
<<mailto:FSDCentralProcurementRCAs@austintexas.gov>> or 512-974-2500. Respondents to the solicitation and their Agents should direct all questions to the Authorized Contact Person identified in the solicitation.

### **Additional Backup Information:**

These contracts will provide original equipment manufacturer (OEM) parts and repair services for City-owned vehicles with Daimler Trucks of North America (DTNA) brand components including Freightliner truck cabs and chassis, Detroit diesel engines, and Mercedes diesel engines. The City currently has approximately 129 vehicles with DTNA engines and components used by various departments such as Austin Energy, Austin Water, Emergency Medical Services, the Austin Police Department, and the Transportation and Public Works

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Department. The parts will be used for repair services at Fleet Service Centers and the repair services will supplement the work performed by Fleet technicians.

These contracts will replace contracts that expire October 7, 2023. The requested authorization amount was determined using departmental estimates based on historical spend and includes an annual growth for parts and repair services associated with aging vehicles, future acquisitions, and price increases. The recommended contractors are the current providers of these goods and services.

If the City is unable to secure a contract, the City will not have a reliable and continuous source for purchasing OEM parts and repair services for DTNA brand components. In addition, the City will be forced to procure these goods and services on an as-needed basis, which may result in higher prices and additional operational costs.