

AGENDA



Thursday, August 28, 2008

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**
Item No. 53

Subject: Authorize award and execution of a 36-month requirements supply contract with OPUSKANE VEHICLE SUPPORT SOLUTIONS, San Antonio, TX for the purchase of captive repair parts for Detroit and Mercedes diesel engines in an estimated amount not to exceed \$472,875, with three 12-month extension options in an estimated amount not to exceed \$173,644 for the first extension option, \$182,326 for the second extension option, and \$191,442 for the third extension option, for a total estimated contract amount not to exceed \$1,020,287.

Amount and Source of Funding: Funding in the amount of \$13,136 is available in the Fiscal Year 2007-2008 Operating Budget of the Financial and Administrative Services Department, Fleet Fund. Funding for the remaining 35 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.

For More Information: Steve Cocke, Buyer II/974-2003

Purchasing Language: Lowest bid of three bids received.

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

This contract is for the supply of captive repair parts for Detroit & Mercedes diesel engines in the City's fleet. The contractor will provide these captive repair parts for City-owned EMS and Fire vehicles on an as needed basis.

The parts will be used for the daily operations of general routine repair and maintenance services for EMS and Fire vehicles equipped with Detroit or Mercedes diesel engines. Work is to be performed by City mechanics in five Fleet Service Centers. The City currently has approximately 67 EMS and Fire vehicles in the fleet inventory that are equipped with Detroit or Mercedes diesel engines. This contract is necessary to support the automotive and equipment fleet service centers with a reliable and continuous source of supply to purchase these captive repair parts.

MBE/WBE Solicited: 0/0

MBE/WBE Bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Thirty-eight notices were sent. There are no known MBE/WBEs available for this commodity. Three bids were received.
- c. The pricing offered represents a 6% decrease from previous spot purchases. The decrease in price is due to volume discounts available due to a long-term contract.

APPROVAL JUSTIFICATION

- a. Lowest bid received.

- b. The Purchasing Office concurs with the Fleet Services' recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.