

AGENDA



Thursday, August 28, 2008

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**

Item No. 55

Subject: Authorize award and execution of a 36-month requirements supply contract with SOUTH POINT CHRYSLER DODGE, Austin, TX, for the purchase of captive repair parts for Dodge medium and heavy duty trucks in an estimated amount not to exceed \$315,250, with three 12-month extension options in estimated amounts not to exceed \$115,763 for the first extension option, \$121,551 for the second extension option, and \$127,628 for the third extension option, for a total estimated contract amount not to exceed \$680,192.

Amount and Source of Funding: Funding in the amount of \$8,757 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/512-974-2003

Purchasing Language: Sole bid 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 will provide for the supply of captive repair parts for City-owned Dodge medium and heavy duty trucks. The contractor will provide original manufactured repair parts for Dodge medium and heavy duty trucks on an as needed basis.

The captive repair parts will be used for the daily operations of general routine repair and maintenance services for Dodge medium and heavy duty trucks performed by City mechanics in six automotive Fleet Service Centers. The City currently has 36 Dodge manufactured medium and heavy duty trucks in the Fleet inventory. This contract is necessary to support the automotive and equipment fleet service centers with a reliable and continuous source of supply to purchase these parts.

MBE/WBE solicited: 2/1

MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Sole bid received. Ten other Dodge dealerships were sent notice of this solicitation. Attempts were made to contact the two other local Dodge dealerships with no response. South Point has other supply contracts with local public entities and stated that the other local Dodge dealerships have not bid against them in the past.
- b. Seventy-eight notices were sent, including two MBEs and one WBE. One bid was received, with no response from the MBE/WBEs.
- c. This is the first purchase of its type; therefore, there is no pricing history available.

APPROVAL JUSTIFICATION

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