Thursday, July 23, 2009

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 84

Subject: Authorize award and execution of a 36-month requirements supply contract with ALAMO BMW, Boerne, TX to provide captive repair parts and tires for BMW motorcycles in an estimated amount not to exceed \$1,108,659, with three 12-month extension options in estimated amounts not to exceed \$407,109 for the first extension option, \$427,464 for the second extension option, and \$448,838 for the third extension option, for a total estimated contract amount not to exceed \$2,392,070.

Amount and Source of Funding: Funding in the amount of \$58,613 is available in the Fiscal Year 2008-2009 Operating Budget of the Financial and Administrative Services Department, Fleet Fund. Funding for the remaining 34 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: Colleen Athey, Associate Buyer, 972-4012

Purchasing Language: Lowest bid of two 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 purchase of captive repair parts and tires for BMW motorcycles. The contractor will provide original manufactured repair parts on an as-needed basis for use in the daily operations of general repair and maintenance services performed by City mechanics at Service Center 5. The City currently has 74 BMW Motorcycles that are used by the Austin Police Department. This contract is necessary to support the Fleet Service Center with a reliable and continuous source of supply to purchase these captive repair parts and tires.

MBE/WBE solicited: 0/0 MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate Competition.
- b. Sixteen notices were sent. There are no known MBE/WBEs available for these commodities. Two bids were received.
- c. This is the first contract of its type; therefore, there is no pricing history available.

APPROVAL JUSTIFICATION

- a. Lowest 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.