

## A G E N D A



## Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	26232	Agenda Number	58.
Meeting Date:	August 22, 2013			
Department:	Purchasing			
Subject				
Authorize award and execution of a 36-month requirements service contract with JTSM INC., DBA EAGLE TRANSMISSION SERVICES or one of the other qualified Bidders for IFB-BV LPW0001, for automatic transmission repair services for light and medium-duty vehicles for the Fleet Services Department in an amount not to exceed \$812,725, with three 12-month extension options in an amount not to exceed \$297,606 for the first extension option, \$312,077 for the second extension option, and \$327,270 for the third extension option, for a total contract amount not to exceed \$1,749,678.				
Amount and Source of Funding				
Funding in the amount of \$43,033 is available in the Fiscal Year 2012-2013 Operating Budget of the Fleet Services Department. 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				
Purchasing Language:	Best evaluated bid received.			
Prior Council Action:				
For More Information:	Jonathan Dalchau, Buyer II, 512-974-2938			
Boards and Commission Action:				
Related Items:				
MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9C (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.			
Additional Backup Information				

This contract is for the repair and replacement of remanufactured or rebuilt automatic transmissions from various manufactured brands and types of two-wheel drive light- and medium-duty vehicles. These services will provide automatic transmissions, installation services, OEM parts and exchange services on an as-needed basis for the City's fleet of automotive vehicles. The services are necessary in order to provide the automotive Fleet Service Centers with reliable and continuous supply of remanufactured or rebuilt transmissions. Remanufactured or rebuilt transmissions are cost effective to extend the useful life of the City's light duty vehicles.

In order to determine the best value to the City, evaluation criteria included the labor rate per hour for services provided during normal business hours, replacement parts, flat fee for pickup and delivery, and local presence.

This request allows for the execution of a contract with a bidder, who provides the best value to the City, that Council selects. If this bidder does not execute a contract with the City, staff will return to Council so that Council may select another best value bidder and authorize a contract with this bidder.

MBE/WBE solicited: 2/2

MBE/WBE bid: 0/0

**BID TABULATION**  
IFB (Best Value) No. LPW0001REBID  
Automatic Transmission Repair and/or Replacement

<b><u>Vendor</u></b>	<b><u>Total Price for List of Sample Parts &amp; Labor</u></b>
JTSM, Inc. Austin, TX	\$139,510
Leif Johnson Ford Austin, TX	\$137,681 *
AAMCO Transmission of N. Austin Austin, TX	\$142,460
Jasper Engines and Transmissions Jasper, IN	\$153,845 *
Carters Transmissions Austin, TX	\$174,831 *

\* These vendors offered no bids on one or more of the transmission examples listed affecting the evaluation process. Leif Johnson Ford only bid to repair Ford transmissions and entered no bids for Chevrolet and Dodge transmissions.

The estimated amount of the first twelve months of the contract is \$258,200.

A complete bid tabulation is on file in the Purchasing Office and is on the City of Austin, FASD Purchasing Office website.

**PRICE ANALYSIS**

- a. Adequate competition.
- b. Fifty-nine notices were sent, including 2 MBEs and 2 WBEs. Five bids were received with no MBEs/WBEs responding.
- c. The pricing offered reflects less than 1% increase when comparing similar items to the last contract award in January 2009.

**APPROVAL JUSTIFICATION**

- a. Best evaluated 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.