

**AGENDA**



**Recommendation for Council Action (Purchasing)**

Austin City Council - Commissioner's Court Meeting	<b>Item ID:</b>	34786	<b>Agenda Number</b>	66.
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<b>Meeting Date:</b>	August 28, 2014
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<b>Department:</b>	Purchasing
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**Subject**

Authorize award and execution of a 36-month requirements supply agreement with CUMMINS SOUTHERN PLAINS, LLC to provide parts and repair services for Cummins compressed natural gas engines in an amount not to exceed \$1,561,815, with three 12-month extension options in a total amount not to exceed \$520,605 per extension option, for a total contract amount not to exceed \$3,123,630.

**Amount and Source of Funding**

Funding in the amount of \$86,768 is available in the Fiscal Year 2013-2014 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.

<b>Purchasing Language:</b>	Lowest bid meeting specifications.
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<b>Prior Council Action:</b>	
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<b>For More Information:</b>	Jonathan Dalchau, Senior Buyer, 512-974-2938
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<b>Boards and Commission Action:</b>	
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<b>Related Items:</b>	
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<b>MBE / WBE:</b>	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 contract.
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**Additional Backup Information**

This contract will provide repair services and associated parts for Cummins CNG Engine equipped vehicles in the City Departments. The City's current fleet consists of approximately 50 trucks that are equipped with the Cummins CNG-powered engines. A majority of these vehicles are used for refuse and recycle collection. All CNG engine repairs will be performed by the recommended vendor.

The City of Austin Fleet Services Department is not currently certified to make fuel-related repairs to engines powered by CNG. In order for a facility to be certified for CNG repairs, it must meet ventilation requirements as outlined in the National Fire Protection Association code and City of Austin Fire Department code when handling gases that are lighter than air. In addition, repair technicians must successfully complete mandatory Cummins factory training in order to be authorized to provide warranty repairs. CNG engines offer lower greenhouse gas emissions over conventional fueled vehicles.

MBE/WBE solicited: 5/0

MBE/WBE bid: 0/0

**BID TABULATION:**  
**IFB JRD0017**  
**Repair Services and Associated Parts for Cummins CNG Engines**  
**(23 line items)**

<b><u>Vendor</u></b>	<b><u>Total Price for List of Sample Parts</u></b>
Cummins Southern Plains Austin, TX	\$465,572
Rush Truck Centers Buda, TX	*

\* Rush Truck Centers was deemed non-responsive in the bid evaluation process.

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

**PRICE ANALYSIS**

- a. Adequate competition.
- b. 182 notices were sent, including five MBEs and no WBEs. Two Bids were received with no MBEs/WBEs responding.
- c. This is the first purchase of its type; no pricing history is available.
- d.

**APPROVAL JUSTIFICATION**

- a. Lowest bid meeting specifications.
- b. The Purchasing Office concurs with the Fleet Services Division's recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.