

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council

Item ID:

38117

Agenda Number

76.

Meeting Date:

December 11, 2014

Department:

Purchasing

Subject

Authorize award and execution of a 36 -month requirements service contract with COVERT AUTO INC DBA COVERT CHRYSLER DODGE JEEP RAM to provide original equipment manufacturer Dodge parts and repair services in an amount not to exceed \$698,193, with three 12-month extension options in an amount not to exceed \$232,731 per extension option, for a total contract amount not to exceed \$1,396,386.

Amount and Source of Funding

Funding in the amount of \$193,943 is available in the Fiscal Year 2014-2015 Operating Budget of the Fleet Services Department. Funding for the remaining 26 months of the original contract period and extension options are contingent upon available funding in future budgets.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing
Language:

Lowest bid received.

Prior Council
Action:For More
Information:

Sandy Wirtanen, Buyer II, 512-974-7711

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 supply of repair parts used by Fleet Service Technicians for preventative maintenance and repairs of City-owned Dodge medium and heavy-duty vehicles. The Contractor will also provide repair services on an as-needed basis to ensure the continuity of fleet services to City departments. The repair services will be used to supplement the repairs performed by Fleet Service Technicians at the Fleet Service Center.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0

BID TABULATION

IFB SLW 0101

OEM Parts and Repair Service for Dodge Medium and Heavy Duty Vehicles
(39 Line Items)

<u>Vendor</u>	<u>Total Price for List Of Sample Parts</u>
Covert Chrysler Austin, TX	\$40,442
Nyle Maxwell of Austin Austin, TX	\$41,457
Mac Haik Georgetown, TX	\$43,332

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

PRICE ANALYSIS

- Adequate competition.
- 38 notices were sent including no MBEs/WBEs. Three bids were received with no response from the MBEs/WBEs.
- The pricing offered reflects an 18% increase in the labor rate to the last contract award in August 2010. This is in line with a 19% increase in the consumer price index for motor vehicle maintenance and repair. The hourly labor rate was consistent among all three bids.

APPROVAL JUSTIFICATION

- Lowest bid.
- The Purchasing Office concurs with the Fleet Service Department's recommended award.
- Advertised in the Austin American Statesman and on the Internet.