

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	51898	Agenda Number	46.
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Meeting Date:	November 19, 2015
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Department:	Purchasing
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Subject

Authorize award and execution of a 36-month contract with NUECES POWER EQUIPMENT to provide parts and services for street maintenance equipment in an amount not to exceed \$540,750, with three 12-month extension options in an amount not to exceed \$180,250 per extension option, for a total contract amount not to exceed \$1,081,500.

Amount and Source of Funding

Funding in the amount of \$165,229 is available in the Fiscal Year 2015-2016 Operating Budget of the Fleet Services Department. Funding for the remaining 25-months of the original contract period and extension options are contingent upon available funding in future budgets.

Fiscal Note

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

Purchasing Language:	Lowest bid received.
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Prior Council Action:	
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For More Information:	Sandy Wirtanen, Senior Buyer, 512-974-7711
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Boards and Commission Action:	
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Related Items:	
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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.
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Additional Backup Information

The contract is to provide original equipment manufacturer parts, repair services, and preventative maintenance services for various types of street maintenance equipment to ensure the continuity of fleet services to City departments. The parts will be used for repairs and preventative maintenance services at the Fleet Service Centers, and the services will supplement the repairs and maintenance performed by Fleet Service Technicians. The Contractor will perform preventative maintenance services based on the manufacturers' recommended schedules.

The types of equipment that will be serviced under this contract are rollers, paving machines, and milling machines, which are manufactured by Wirtgen, Vogele and Hamm. This equipment is used for repair and maintenance of street surfaces within Austin. The City currently has three milling machines, four paving machines, and seven roller drum wheel compactors in its fleet inventory.

The current contractor for parts, repair services and preventative maintenance will no longer support the Wirtgen, Vogele and Hamm equipment as of November 30, 2015. Without a contract, Fleet Services will not have a reliable and continuous source for purchasing parts and services to repair or maintain street maintenance equipment. If this contract is not approved, purchase of parts, repair services and preventative maintenance will be on an as needed basis at open market prices which are typically higher than contract pricing.

MBE/WBE solicited: 34/27

MBE/WBE bid: 0/0

BID TABULATION

IFB SLW0116

OEM Parts, Repair Services and Preventative Maintenance for Street Maintenance Equipment

<u>Vendor</u>	<u>Total Bid Sample</u>
<u>Items</u>	
Nueces Power Equipment Converse, TX	\$494,947
Anderson Machinery Austin, Inc. Austin, TX	*

*Vendor was deemed non-responsive.

A complete bid tabulation is on file in the Purchasing Office and is on the City's Financial Services Austin Finance Online website at: https://www.austintexas.gov/financeonline/vendor_connection/solicitation/search.cfm

PRICE ANALYSIS

- Adequate competition.
- 1474 notices were sent including 34 MBEs and 27 WBEs. Two bids were received with no response from the MBEs/WBEs.
- The pricing offered represents no increase to the last purchase made in April 2010.

APPROVAL JUSTIFICATION

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