Recommendation for Council Action (Purchasing)

<table>
<thead>
<tr>
<th>Austin City Council</th>
<th>Item ID:</th>
<th>Agenda Number</th>
<th>54530</th>
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</thead>
<tbody>
<tr>
<td>Meeting Date:</td>
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<td>Department:</td>
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<td>Purchasing</td>
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**Subject**
Authorize award and execution of a 24-month contract with TEXAN WASTE EQUIPMENT INC. DBA HEIL OF TEXAS to provide parts and repairs for Schwarze sweepers in an amount not to exceed $314,388, with four 12-month extension options in an amount not to exceed $157,194 per extension option, for a total contract amount not to exceed $943,164.

**Amount and Source of Funding**
Funding in the amount of $91,697 is available in the Fiscal Year 2015-2016 Operating Budget of the Fleet Services. Funding for the remaining 17 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:** Sole Source

**Prior Council Action:** Sandy Wirtanen, Senior Buyer, 512-974-7711

**For More Information:**

**Boards and Commission Action:**

**Related Items:**

**MBE / WBE:** This contract will be awarded as a sole source and is exempt from City Code 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program.

Additional Backup Information
The contract is to provide original equipment manufacturer parts and repair services for the City's 20 Schwarze street sweepers to ensure the continuity of fleet services to City departments. The parts will be used for repairs and preventive maintenance services at the Fleet Service Centers, and the services will supplement the repairs performed by Fleet Service Technicians. The Fleet Services Technicians will perform preventive maintenance services based on the manufacturers' recommended schedules.

The current contract expires May 9, 2016 with no remaining options. A contract is needed to ensure parts and repair services are available to minimize delays in the maintenance and repairs for street sweepers. If the City is unable to enter into a contract, Fleet Services will not have a reliable and continuous source for purchasing parts and services to repair or maintain street sweepers. In addition, purchase of parts and repair services will be at open market prices which are typically higher than contract pricing.