

**AGENDA**



**Recommendation for Council Action**

**AUSTIN CITY COUNCIL**

**Regular Meeting: June 14, 2018**

Item Number: **048**

**Purchasing Office**

Authorize award and execution of two multi-term contracts with Cleveland Mack Sales Inc. D/B/A Performance Truck and Longhorn International Trucks Ltd. D/B/A Kyrish Truck Centers, to provide parts and repair services for Cummins diesel engines, for up to five years for total contract amounts not to exceed \$2,530,000 divided between the contractors. (Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods and services required for this solicitation, there was an insufficient availability of certified M/WBEs; therefore, no subcontracting goals were established).

<b>Lead Department</b>	Purchasing Office.
<b>Fiscal Note</b>	Funding in the amount of \$168,667 is available in the Fiscal Year 2017-2018 Operating Budget of Fleet Services. Funding for the remaining contract terms are contingent upon available funding in future budgets.
<b>Purchasing Language</b>	The Purchasing Office issued an Invitation for Bids (IFB) 7800 ELL0062 for these goods and services. The solicitation issued on January 15, 2018 and it closed on February 13, 2018. Of the five offers received, the recommended contractors submitted the lowest responsive offers. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City’s Financial Services website, Austin Finance Online. Link: <a href="https://www.austintexas.gov/financeonline/vendor_connection/solicitation/solicitation_details.cfm?sid=122948">Solicitation Documents &lt;https://www.austintexas.gov/financeonline/vendor_connection/solicitation/solicitation_details.cfm?sid=122948&gt;</a> .
<b>For More Information</b>	Inquiries should be directed to the City Manager’s Agenda Office, at 512-974-2991 or <a href="mailto:AgendaOffice@austintexas.gov">AgendaOffice@austintexas.gov</a> < <a href="mailto:AgendaOffice@austintexas.gov">mailto:AgendaOffice@austintexas.gov</a> >

	NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Person: Erika Larsen, at 512-974-3127 or <a href="mailto:Erika.Larsen@austintexas.gov">Erika.Larsen@austintexas.gov</a> <mailto:Erika.Larsen@austintexas.gov>.
<b>Client Department(s)</b>	Fleet Services.

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**Additional Backup Information:**

These contracts are for the supply of original equipment manufacturer (OEM) parts and repair services of Cummins diesel engines. The repair services will be used to supplement the repairs performed by City Service Technicians to increase responsiveness to City departments. Cleveland Mack Sales Inc. D/B/A Performance Truck will provide repair services with associated parts on an as-needed basis to ensure the continuity of fleet services to City departments. Parts will be purchased for maintenance and repairs performed in-house from Longhorn International Trucks Ltd. D/B/A Kyrish Truck Centers.

These contracts will replace an existing contract which expires in November 2018 and are necessary to supply service centers with a reliable supply of OEM parts and continuous repair services in order to minimize delays in maintenance and repairs for City vehicles and equipment with Cummins diesel engines. Cummins diesel engines are in City owned fire apparatus, ambulances, Austin Energy vehicles, Austin Resource Recovery refuse trucks and other service vehicles. The requested authorization amounts were determined using departmental estimates based on historical spend and will allow for a small annual growth for parts and repair services requirements associated with aging vehicles and future vehicle acquisitions.

**Contract Detail:**

<b>Contract Term</b>	<b>Length</b>	<b>Contract of Term Authorization</b>
Initial Term	2 yrs.	\$1,012,000
Optional Extension 1	1 yr.	\$ 506,000
Optional Extension 2	1 yr.	\$ 506,000
Optional Extension 3	1 yr.	\$ 506,000
<b>TOTAL</b>	<b>5 yrs.</b>	<b>\$2,530,000</b>

**Note:**Contract Authorization amounts are based on the City's estimated annual usage.