

## Legislation Text

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File #: 15-18748, Version: 1

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### CATS Gillig Bus Maintenance Parts

#### **Action:**

- A. Approve the purchase of bus maintenance parts by the sole source exemption,
- B. Approve a unit price contract with Gillig LLC for the purchase of bus maintenance parts for the term of three years, and
- C. Authorize the City Manager to renew the contract for up to two, one-year terms with possible price adjustments and to amend the contract consistent with the purpose for which the contract was approved.

#### Staff Resource(s):

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#### **Sole Source Exemption**

- North Carolina General Statute Section 143-129 (e) (6) provides that formal bidding requirements do not apply when:
  - Performance or price competition are not available;
  - A needed product is available from only one source or supply; or
  - Standardization or compatibility is the overriding consideration.
- Sole sourcing is necessary for this contract because there is only one supply source by the original equipment manufacturer.
- City Council approval is required for purchases made under the sole source exception.

#### **Explanation**

- The city uses proprietary original equipment manufacturer (OEM) bus parts in the daily maintenance and repair of the Transit bus fleet.
- The proprietary OEM parts meet the required specifications and standards to keep the buses in the proper operating condition and to maintain bus warranties.
- Bus parts will be ordered on an "as needed" basis. The contract amount is based on prior usage and required inventory stock levels to maintain service fleet availability.
- Gillig LLC will be paid the unit prices set forth in the contract, a copy of which is available upon request.
- Annual expenditures under the contract are estimated to be \$1,000,000.

#### **Disadvantaged Business Enterprise (DBE)**

No goals shall be established on Contracts where: (a) there are no subcontracting opportunities identified for the Contract; or (b) there are no DBEs certified to perform the scopes of work that the city regards as realistic opportunities for subcontracting.

These contracts meet the provisions of (a) - No subcontracting opportunities.

#### **Fiscal Note**

Funding: CATS Operating Budget