



REPORT TO COUNCIL City of Sacramento

915 I Street, Sacramento, CA 95814-2604
www.CityofSacramento.org

CONSENT
January 16, 2007

Honorable Mayor and
Members of the City Council

Title: Agreements: Suspension of Competitive Bidding and Execute Two Non-Professional Services Agreements for BMW Motorcycle Maintenance and Repair Services and Parts – Two Thirds Vote Required

Location/Council District: Citywide

Recommendation: Adopt a **Resolution:** 1) Suspending competitive bidding in the best interests of the City; and 2) award contracts to a) Ozzie's BMW Center for a total amount not to exceed \$100,000; and b) A&S Motorcycle Parts, Inc. for a total amount not to exceed \$250,000 for BMW motorcycle maintenance and repair services and parts.

Contacts: Keith Leech, Fleet Manager, 808-5869, Christopher Stewart, Procurement Services Manager, 808-6202

Presenters: Not Applicable

Department: General Services

Division: Fleet Management

Organization No: 3259

Description/Analysis:

Issue: The Department of General Services, Fleet Management Division, has on-going need to maintain BMW police motorcycles. Fleet Management has identified two original equipment providers (Attachment 1) with the required expertise and capability to provide services and parts within the needed response times. General Services will work with Procurement Services to solicit bids for the FY2007/08 requirements and attempt to locate additional sources of supplies to improve competitive pricing and availability of BMW motorcycle services and parts.

Policy Considerations: The recommendations in this report are in accordance with the provisions of the City Code Section 3.56.230(c), which authorizes suspension of formal competitive bidding upon a two-thirds vote of the City Council.

Committee/Commission Action: Not Applicable.

Environmental Considerations: The current project has been determined to be exempt from the requirements of the California Environmental Quality Act (CEQA), under Sections 15061(b)(3) which states that CEQA applies only to projects which have the potential for causing a significant effect on the environment, and 15301 relating to projects for repairs and maintenance of existing City facilities. The current proposal involves the purchasing of parts and repair services for the repair and maintenance of City vehicles and equipment.

Rationale for Recommendation: Fleet Management is currently using Ozzie's BMW Center and A&S Motorcycle Parts, Inc. for services and parts respectively. These vendors have proven that they can provide the required services and parts that are compatible with Fleet Management's needs. The pricing is based on the vendor expenditure history and current price negotiation with the two vendors. There is a need for continued services while bids are being prepared for formal competitive bidding. Therefore, staff requests that the City Council suspend the City's competitive bidding requirement and execute agreements to Ozzie's BMW Center in an amount not to exceed \$100,000 and A&S Motorcycle Parts, Inc. in an amount not to exceed \$250,000. The award of these two agreements cover the City's anticipated needs for BMW motorcycle repair services and parts for Police BMW motorcycles through June 30, 2007.

Financial Considerations: Sufficient funds for providing repair services and parts on Police BMW motorcycles in an amount not to exceed \$350,000 are available in the Department of General Services, Fleet Management operating budget for FY2006/07.

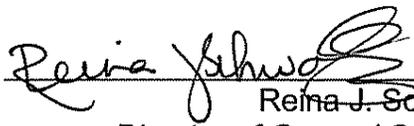
Emerging Small Business Development (ESBD): Ozzie's BMW Center and A&S Motorcycle Parts Inc. are not certified as an Emerging/Small Business Enterprise (ESBE) firm, but Ozzie's BMW Center is a Certified Small Business with the State of California.

Respectfully submitted by:



Christopher Stewart
Procurement Services Manager

Respectfully submitted by: 
Keith Leech
Fleet Manager

Approved by: 
Reina J. Schwartz
Director of General Services

Recommendation Approved:

for 
Ray Kerridge
City Manager

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ATTACHMENT 1

<u>Vendor Name</u>	<u>Address</u>	<u>Telephone</u>
A&S Motorcycle Parts, Inc.	1125A Orlando Avenue Roseville, CA 95661-5264	916-726-7334
Ozzie's BMW Center	2438 Cohasset Road Chico, CA 95926-1318	530-345-4462

RESOLUTION NO. 2007-XXXX

Adopted by the Sacramento City Council

January 16, 2007

SUSPEND COMPETITIVE BIDDING IN THE BEST INTERESTS OF THE CITY AND AWARD CONTRACTS TO OZZIE'S BMW CENTER FOR A TOTAL AMOUNT NOT TO EXCEED \$100,000, AND A&S MOTORCYCLE PARTS, INC. FOR A TOTAL AMOUNT NOT TO EXCEED \$250,000 FOR BMW MOTORCYCLE REPAIR SERVICES AND PARTS FOR POLICE BMW MOTORCYCLES THROUGH JUNE 30, 2007

BACKGROUND

- A. The Department of General Services, Fleet Management Division has on-going need to maintain Police BMW motorcycles.
- B. Fleet Management is currently using Ozzie's BMW Center and A&S Motorcycle Parts, Inc. for services and parts respectively. These vendors have proven that they can provide the required services and parts that are compatible with Fleet's needs.
- C. For the foregoing and above reasons, it is in the best interests of the City to suspend competitive bidding for BMW motorcycle services and parts. General Services will work with Procurement Services to solicit bids for the FY2007/08 requirements and attempt to locate additional sources of supplies to improve competitive pricing and availability of BMW motorcycle services and parts. There is a requirement for continued services while bids are being prepared for formal competitive bidding.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. In the best interests of the City, competitive bidding is hereby suspended for BMW motorcycle maintenance and repair services and parts for Police BMW motorcycles.
- Section 2. The contract for the BMW motorcycle maintenance and repair services and parts is awarded to Ozzie's BMW Center (Exhibit A), 2438 Cohasset Road, Chico, CA 95926-1318 in an amount not to exceed \$100,000

through June 30, 2007.

Section 3 The contract for BMW motorcycle maintenance and repair services and parts is awarded to A&S Motorcycle Parts, Inc. (Exhibit B), 1125A Orlando Avenue, Roseville, CA 95661-5264 in an amount not to exceed \$250,000 through June 30, 2007.

Attachments:

Exhibit A - Ozzie's BMW Agreement

Exhibit B - A&S Motorcycle Agreement

EXHIBIT A

Non-Professional Services Agreement

EXHIBIT B

Non-Professional Services Agreement