

STAFF REPORT

DATE: July 25, 2022
TO: Sacramento Regional Transit Board of Directors
FROM: Carmen Alba, VP, Bus Operations
SUBJ: CONDITIONALLY APPROVING THE CONTRACT FOR ON-CALL CUMMINS CYLINDER HEAD RECONDITIONING SERVICES WITH B & R HEAD & BLOCK REPAIR

RECOMMENDATION

Adopt the Attached Resolution.

RESULT OF RECOMMENDED ACTION

Conditionally approving a Contract for cylinder head reconditioning services with Kutsch, Inc. doing business as B & R Head & Block Repair will allow for continued operation and reliability of Sacramento Regional Transit's (SacRT) 2006 Orion VII, 2008 Orion VII, 2015 Gillig, and 2016 Gillig model year low-floor buses.

FISCAL IMPACT

The price bid for the 3-year contract term is \$233,310, plus applicable sales tax, based on an estimated quantity of 37 cylinder head reconditioning, and 5 direct cylinder head exchanges during the term of the contract.

FY 2023 - \$77,770
FY 2024 - \$77,770
FY 2025 - \$77,770

DISCUSSION

SacRT's current bus fleet includes 40-foot Daimler (Orion) VII low-floor buses (model year numbers 2006 and 2008) and 2015/2016 Gillig buses with Cummins engines. To keep these vehicles in service, cylinder head reconditioning is periodically required.

A Request for Quote (RFQ) for a 3-year contract was released on PlanetBids for the reconditioning service on May 10, 2022 and 24 vendors were notified. Three potential bidders downloaded the solicitation. Only 1 quote was received. The bid was initially deemed to be responsive and Notice of Intent to Award was issued to B&R on June 15, 2022. However, on further review of the bid, a minor irregularity was discovered, so a new

Notice of Intent to Recommend Award was issued, and the protest period has not yet been exhausted.

SacRT Legal and Procurement reviewed the scope of services prior to release of the RFQ to PlanetBids. The scope was not considered restrictive of competition. Consistent with federal procurement requirements, because SacRT received only one bid, on June 1, 2022, Procurement sent a Non-Bidder Status Survey to the prospective bidders that had downloaded the solicitation asking them to provide SacRT the reasons it did not bid. SacRT did not receive any responses. This process was repeated on June 2, 2022, and again, SacRT did not receive a response. Staff has determined that these repair services are specialized with a limited pool of available contractors.

Procurement and Operations staff completed a thorough review of the pricing provided by B & R Head & Block Repair, which shows an approximate price increase of 1.35% from the just-expired contract to the new contract. Based on the review, the pricing was determined fair and reasonable.

RESOLUTION NO. 2022-07-080

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

July 25, 2022

**CONDITIONALLY APPROVING THE CONTRACT FOR ON-CALL CUMMINS
CYLINDER HEAD RECONDITIONING SERVICES WITH B & R HEAD & BLOCK
REPAIR**

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Contract for On-Call Cummins Cylinder Head Reconditioning Services between Sacramento Regional Transit District, therein referred to as "SacRT," and Kutsch, Inc., dba B & R Head & Block Repair, therein referred to as "Contractor," wherein Contractor agrees to provide On-Call Cummins Cylinder Head Reconditioning Services, for an amount not to exceed \$233,310.00, plus applicable sales tax, is hereby approved, conditioned on not receiving a protest during the protest period.

THAT, the General Manager/CEO is hereby authorized and directed to execute the Contract for On-Call Cummins Cylinder Head Reconditioning Services with Kutsch, Inc., dba B & R Head & Block Repair upon satisfaction of the foregoing condition.

STEVE MILLER, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Tabetha Smith, Assistant Secretary