

STAFF REPORT

DATE: June 13, 2022
TO: Sacramento Regional Transit Board of Directors
FROM: Carmen Alba, VP, Bus Operations
SUBJ: APPROVING THE CONTRACT FOR ON-CALL ZF TRANSMISSION OVERHAUL/REBUILD SERVICES WITH HARBOR DIESEL & EQUIPMENT, INC. DOING BUSINESS AS HD INDUSTRIES

RECOMMENDATION

Adopt the Attached Resolution.

RESULT OF RECOMMENDED ACTION

Approving award of a Contract for transmission overhaul/rebuild to Harbor Diesel and Equipment, Inc. dba HD Industries will allow for continued operation and reliability of SacRT's 2008 model year Orion VII low floor buses.

FISCAL IMPACT

The price bid for the 5-year contract is \$743,620.82, plus applicable sales tax, based on an estimated quantity of 34 transmission rebuilds, divided evenly between the smaller-scale "soft rebuild" and larger effort "hard rebuilds," during the term of the contract.

FY 2023 - \$195,988.82
FY 2024 - \$173,247
FY 2025 - \$178,960
FY 2026 - \$96,240
FY 2027 - \$99,185

DISCUSSION

Sacramento Regional Transit's (SacRT) current 2008 model year Orion buses have more than 500,000 miles. The transmissions require rebuilding to allow for the extension of useful service life. There were 91 buses purchased from Orion Industries in 2008 and 60 are currently still in service. These buses will remain in service for up to 5 more years as SacRT seeks funding to replace them with zero emission or CNG buses according to its ICT and Fleet replacement plans.

A Request for Quote (RFQ) for a 3-year contract was released on PlanetBids for this rebuild service on December 5, 2021. Only 1 quote was received, with exceptions to SacRT's contract provisions and scope. The quote was deemed not responsive and on January 14, 2021, a Notice of Non-Responsiveness was issued to the Bidder.

Staff then reviewed the current services and determined that a 5-year contract is more advantageous to SacRT. Staff also made adjustments to the scope of work and contract terms in response to the issues raised in the exceptions for the prior solicitation

An Invitation for Bid (IFB) was released on PlanetBids for this rebuild service on March 16, 2022, and 205 vendors were notified. Five potential bidders downloaded the solicitation. One potential bidder asked for an extension of the bid due date to provide more time to bid, which was granted, but only one bid was received. SacRT determined the bid was responsive and a Notice of Intent to Award was issued on April 21, 2022.

The bid received from Harbor Diesel increases the 2022 pricing roughly 1% from 2021 pricing. Based on the past 3 years of historical data, the pricing is considered fair and reasonable.

RESOLUTION NO. 2022-06-067

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

June 13, 2022

APPROVING THE CONTRACT FOR ON-CALL ZF TRANSMISSION OVERHAUL/REBUILD SERVICES WITH HARBOR DIESEL & EQUIPMENT, INC. DOING BUSINESS AS HD INDUSTRIES

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 ZF Transmission Overhaul/Rebuild Services between Sacramento Regional Transit District, therein referred to as "SacRT," and Harbor Diesel and Equipment, Inc. dba HD Industries, therein referred to as "Contractor," wherein Contractor agrees to provide On-Call ZF Transmission Overhaul/Rebuild Services, for an amount not to exceed \$743,620.82 plus applicable sales tax, is hereby approved.

THAT, the General Manager/CEO is hereby authorized and directed to execute the Contract for On-Call ZF Transmission Overhaul/Rebuild Services with Harbor Diesel & Equipment, Inc. doing business as HD Industries.

STEVE MILLER, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Tabetha Smith, Assistant Secretary