

### DEPARTMENT OF TRANSPORTATION

DATE:

April 29, 2020

TO:

WILMA QUAN, City Manager

Office of the Mayor & City Manager

THROUGH: GREGORY A. BARFIELD, Director

Department of Transportation

FROM:

BRIAN BARR, Assistant Directory

Department of Transportation

SUBJECT:

APPROVAL OF AN EMERGENCY RESOLUTION TO SUSPEND

COMPETITIVE BIDDING OF DRIVER PROTECTION SYSTEM AND

AWARD TO GILLIG LLC

## **Executive Summary**

On Friday, March 27, 2020, the President of the United States signed the Coronavirus Aid, Relief, and Economic Security (CARES) Act into law. The CARES Act provides emergency assistance and health-care response for individuals, families, and businesses affected by the COVID-19 pandemic and provide emergency appropriations to support Executive Branch agency operations during the COVID-19 pandemic.

FAX requires expedient production and installation of a driver protection system on 92 buses as a permanent emergency protective measure to eliminate or lessen threats to public health and safety as a result of COVID-19 to both transit passengers and operators. The use of open competition would create an unacceptable delay and would cause undo harm to the department considering current events.

The FTA circular permits recipients to conduct procurements without providing full and open competition when an emergency exist that will not permit a delay resulting from competitive solicitation for property or services. City of Fresno Charter 1208(a) and Administrative Order 3-2 permits Council to authorize an emergency purchase when it is deemed to be of urgent necessity for the preservation of life, health or property. The COVID-19 pandemic has been declared a federal, state, and local emergency; therefore, it is appropriate and permitted to suspend open competition to expedite the production and installation of a driver protection system. Staff recommends awarding Gillig LLC \$554,753.47 for the production and installation of a driver barrier system on 92 buses.

Wilma Quan, City Manager Memo Re Uniquely Qualified – Gillig April 29, 2020 Page 2 of 5

### **Background**

On Friday, March 27, 2020, the President of the United States signed the Coronavirus Aid, Relief, and Economic Security (CARES) Act into law. The CARES Act provides emergency assistance and health care response for individuals, families and businesses affected by the COVID-19 pandemic and provide emergency appropriations to support Executive Branch agency operations during the COVID-19 pandemic.

The FTA is allocated \$25 billion to recipients of urbanized area and rural area formula funds. Funding will be provided at a 100 percent federal share, with no local match required, and will be available to support capital, operating, and other expenses generally eligible under those programs to prevent, prepare for, and respond to COVID-19.

FAX requires expedient production and installation of a driver protection system on 92 buses as a permanent emergency protective measure to eliminate or lessen threats to public health and safety as a result of COVID-19 to both transit passengers and operators. The use of open competition would create an unacceptable delay and would cause undo harm to the department.

In accordance with Section 1208(a)(5)(v) of the Charter and City of Fresno Administrative Order 3-2, when it is deemed to be of urgent necessity for the preservation of life, health or property, Council can authorize through emergency resolution, the suspension of competitive bidding for emergency purchases. The federal, state, and local authorities have declared states of emergency due to the COVID-19 outbreak in order to preserve the public health, peace, property, and safety of its citizens. Public transportation is a focal point for a large number of people and poses a unique public safety concern for both transit passengers and operators. A driver barrier system provides another layer of protection to eliminate or lessen the threat to safety.

The FTA circular 4220.1F permits recipients to conduct procurements without providing full and open competition when an emergency exist that will not permit a delay resulting from competitive solicitation for property or services. On March 13, 2020, FTA Acting Administrator K. Jane Williams signed a declaration concurring with the Governor of a state that has declared an emergency and that FTA Emergency Relief programs will apply to those emergencies. The COVID-19 pandemic has been declared a federal, state, and local emergency, thus it is appropriate and permitted to suspend open competition to expedite the production and installation of a driver barrier system in order to eliminate or mitigate public safety threats to transit passengers and operators.

Gillig, LLC, (hereafter referred to as Gillig) is a major manufacturer of heavy-duty buses and bus parts within the United States. Gillig has the specifications and dimensions on

Wilma Quan, City Manager Memo Re Uniquely Qualified – Gillig April 29, 2020 Page 3 of 5

a majority of FAX buses as result of a recent pilot program wherein they successfully installed a barrier on a Bus Rapid Transit (BRT) bus. This places Gillig in a position to lessen the time required to produce and install a driver protection system given its knowledge of the FAX fleet.

# **Cost Analysis**

Gillig has presented the following cost breakdown for 92 driver protection barriers:

Per Unit Cost for Gillig 40' Bus Barriers: \$4,690.48 Per Unit Cost for Gillig 29' Bus Barriers: \$9,404.64 Per Unit Cost for New Flyer 40' Bus Barriers: \$4,623.73

Per Unit Cost for Install: \$700 On Site Review: No Charge

Gillig's cost proposal was compared to driver protection systems procured by other transit agencies and a recent purchase by FAX. The breakdowns as follows:

	K	ansas	City Tran	sit Author	rity (2018	<b>Bid Result</b>	s)	
Vendors			Ben Tech		Complete Coach		Prevost	
	UOM	Qty	Unit Cost	Total Cost	Unit Cost	Total Cost	Unit Cost	Total Cost
Barrier 30' Gillig Bus	Each	45	\$2,218	\$99,810	\$6,162	\$277,308	\$4,368	\$196,560
Barrier 40' Gillig Bus	Each	5	\$2,218	\$11,090	\$6,162	\$30,812	\$4,368	\$21,840
Installation	Each	50	\$520	\$26,000	2 lots	\$224,716	\$0	\$0
On Site Review	Sum	1	\$2,600	\$2,600	\$3,929	\$3,929	\$0	\$0

Wilma Quan, City Manager Memo Re Uniquely Qualified – Gillig April 29, 2020 Page 4 of 5

King C	ounty T	ransit (	2017 Bid	Result)		
Ve	ndors	Arrow Global				
	UOM	Qty	Unit Cost	Total Cost		
New Flyer	Each	20	\$3,056	\$61,120		
New Flyer 6819- 6999; 6020-6117	Each	281	\$2,743	\$770,783		
Orion 7000-7199	Each	200	\$2,743	\$548,600		
New Flyer Xcelsior	Each	423	\$2,743	\$1,195,398		
New Flyer Diesel Electric	Each	212	\$2,743	\$581,516		
Installation	Installation Each		No	Charge		
On Site Sum Review		1	No Charge			

Fresno Area Express (2020 Bid Results)						
Vendors			Gillig	LLC	NABI	
	UOM	Qty	Unit Cost	Total Cost	Unit Cost	Total Cost
Barrier 40' Gillig Bus	Each	18	\$4,836	\$87,054	\$4,614	\$83,065
Installation	Each	18	\$700	\$12,600	\$1,018	\$18,338
On Site Review	Sum	1	No Charge		No Charge	

The pricing given by Gillig is similar to that of previous purchases made by FAX and other transit agencies through a competitive bid process. When looking at FAX's recent purchase of driver barriers, the price difference is a 3 percent decrease in per unit cost for 40' buses. Additionally, Kansas City Transit Authority saw similar pricing in 2018 for a similar number of barriers purchased, with a percentage difference between Gillig's quote being approximately 7.4 percent increase compared to the Prevost bid and approximately 23 percent decrease from the Complete Coach Bid.

King County Transit also purchased bus barriers in 2017 that was approximately 71 percent less than what Gillig has quoted FAX; however, the King County Transit purchased was 10 times larger than this emergency purchase, presumably giving King County Transit a competitive advantage for per unit cost.

Wilma Quan, City Manager Memo Re Uniquely Qualified – Gillig April 29, 2020 Page 5 of 5

The \$9,404.64 unit cost for the 29' Gillig buses is likely due to the uncommon dimensions of this particular model, requiring a greater degree of customization.

Given the above information, the price proposed by Gillig LLC is determined to be fair and reasonable.

#### Recommendation

FAX is requesting the City Manager's concurrence for an emergency resolution for the procurement of a driver barrier system in order to preserve life, health, and property per Section 1208(a) of the Charter and lessen the delay in production and installation of said product as an appropriate FTA defined unusual and compelling urgency procurement. The funding for this procurement will be provided by the FTA. FAX will then seek Council award of a driver protection system to Gillig in the amount of \$554,753.47.

Approve as to Form:	. 18
>	4/27/2020
Kristi Costa, Deputy City Attorney	Date '
Approve Request	
Deny Request	11 1
Jelin X	1/30/2008
Wilma Quan, City Manager	/Date /
/ · 1	1