

MR# 23-070

Assigned by Purchasing Div.

MODIFICATION (WAIVER) REQUEST

Requesting Department & Division	Contac	ct Name	Telephone #		
Department Head Signature	Date	Original	Estimated Cost		
		RQ #			
June llas			\$		
Is this Procurement State or Federally funded?	YES	NO			

Reason for Modification Request:

Please complete this form and attach all supporting documents. Give complete, accurate, detailed explanation of your request. Please be specific.

Sole Source: The purchase of a commodity or service from the only known single source. *Attach verification*. **Code Provision:** <u>53.50.090 (c)</u>

Class 2 Emergency: A circumstance that poses a threat to the health, welfare or safety of the public. **Code Provision:** <u>53.50.090 (L)</u>

No Substitute: A request for a specific brand name and model number of a particular item to be purchased. The item must be available from more than one supplier.

Approved By:

Renée Loree	7/15/22	FY	RQ	\$ Amount	PO #	Purchasing Approval
Purchasing Officer	Date					
PAR	07/19/2022					
City Manager	Date					

Purchasing Officer Comments:

Expiration Date:

GILLIG

6/29/2022

Rich Ross Capital Transit – Juneau 10099 Brentwood Place Juneau, AK 99801

Re: Sole Source Vendor

Dear Mr. Ross,

Gillig is a major U.S. manufacturer of purpose-built buses, and we respectfully wish to be classified by Capital Transit as a **sole source supplier of transit bus parts**.

Gillig's transit buses are specifically designed, tested and manufactured to suit the severe duty cycles of transit operation. All the parts used in these buses must meet specific and demanding standards of design, material, tolerance and processing, **in addition** to other normal vehicle standards such as FMVSS and the FTA ADB regulations and standards. Consequently, the performance levels of these parts are significantly superior to non-OEM parts not designed to meet the same demanding requirements.

We believe Gillig is uniquely qualified to supply the proper parts for Gillig buses used in transit service. The purchase and use of non-Gillig parts invalidate any assurance of transit bus performance. Use of non Gillig parts may also void warranties on other related components. Consequently, we request your consideration to recognize that Gillig is the only and proper sole source of uniquely designed Gillig Parts.

Your consideration and approval of our request will be greatly appreciated. If you have any further questions, please do not hesitate to call me at (800) 735-1500.

Sincerely,

25 Kuni

Eiji Kinoshita Director of Sales, Aftermarket Parts

Use of Non-OEM Parts



Use of non-OEM "will-fit" parts can lead to costly failures! For example, a low-cost switch could result in a high-cost fire; a low-cost filter could result in a high-cost transmission rebuild. Please remember that parts of lesser quality often fail, and can lead to costly problems that could compromise the safe operation of the bus.

From:	Rich Ross
То:	Renee Loree; Denise Guizio
Subject:	RE: Req # 9225 MR Bus Parts GILLIG
Date:	Friday, July 15, 2022 1:55:52 PM
Attachments:	Gillig reference.pdf
	Copy of PartsBid.6.22.2022.xlsx
	Copy of PartsBid.6.22.2022.pdf
	FW Quote Request 6-22-2022.msq

Hi Renee,

See my answers below. Let me know if there is more needed.

Have a good weekend!!

Rich

From: Renee Loree <Renee.Loree@juneau.org>
Sent: Friday, July 15, 2022 1:16 PM
To: Denise Guizio <Denise.Guizio@juneau.org>; Rich Ross <Rich.Ross@juneau.org>
Subject: Reg # 9225 MR Bus Parts GILLIG

Hey, I have a few questions considering this is an \$85,000 sole source request.

- Is there a warranty in place that would be voided by using parts other than Gillig? I don't believe there is any remaining warranties.
- If there is a warranty is there any history of using it? We have infrequently used the warranty. Maybe twice
- Is there a reason CBJ thinks that non-OEM parts would lead to costly failures/full stop? Yes. We run into this problem periodically. Most recently we bought a bunch of oil filters that were non OEM and they leaked all over the place (wasted a lot of labor hours cleaning it up). To return the parts would have cost us 5 times the original price just to ship them back to the vendor.
- Has anyone compared the prices of OEM to non-OEM parts? If yes, what is the typical price difference? (None? Double? Triple?) We check every time we place an order. If we can get the parts non-OEM, sometimes there twice as much, sometimes there 3 times cheaper, sometimes its nearly the same. Vendors prices are constantly changing day to day. I have attached our most recent quote request to vendors. Muncie was a vendor that we used to purchase a lot of non-OEM parts from because they were so competitive in pricing but they stopped quoting us for parts. I attached an email with their explanation. Gillig ships all of our parts for free.

Depending on the answers I can add the question and answer to the MR already loaded in the back up. Thanks for the clarification.

Rewée Loree Purchasing Officer City and Borough of Juneau <u>Renee.Loree@juneau.org</u> Phone: 907-586-5215 ext. 4071



John Lowe Capital Transit Juneau, AK 99801 **New Phone 907-789-6901 ext. 4237**

From: Muncie Bid Department <MuncieBidDept@abc-companies.com>
Sent: Thursday, June 23, 2022 9:17 AM
To: John Lowe <John.Lowe@juneau.org>
Subject: RE: Quote Request 6-22-2022

EXTERNAL E-MAIL: BE CAUTIOUS WHEN OPENING FILES OR FOLLOWING LINKS

Hi John,

The reason we are "no bidding" is because of the high freight cost.

If we were to bid we would have to bid so high we would no longer be competitive.

Hope this helps and if you have any further questions please let me know.

Thanks Christina Cravens Bid Coordinator Team Lead / Muncie Transit Supply 3720 South Madison Street / Muncie, IN 47302 765.288.1971 x20201 / Direct 765.216.3280 / Fax 765.216.3526 www.abc-companies.com

Linkedin | Facebook | Instagram | Twitter | YouTube

This e-mail may contain confidential and/or privileged information. If you are not the intended recipient (or have received this e-mail in error) please notify the sender immediately and destroy this e-mail. Any unauthorized copying, disclosure or distribution of the material in this e-mail is strictly forbidden.

From: Muncie Bid Department
Sent: Wednesday, June 22, 2022 1:31 PM
To: 'John Lowe' <<u>John.Lowe@juneau.org</u>>
Subject: RE: Quote Request 6-22-2022

No bid

Thanks Christina Cravens Bid Coordinator Team Lead

/ Muncie Transit Supply 3720 South Madison Street / Muncie, IN 47302 765.288.1971 x20201 / Direct 765.216.3280 / Fax 765.216.3526 www.abc-companies.com

Linkedin | Facebook | Instagram | Twitter | YouTube

This e-mail may contain confidential and/or privileged information. If you are not the intended recipient (or have received this e-mail in error) please notify the sender immediately and destroy this e-mail. Any unauthorized copying, disclosure or distribution of the material in this e-mail is strictly forbidden.

From: John Lowe <<u>John.Lowe@juneau.org</u>>
Sent: Wednesday, June 22, 2022 1:02 PM
Cc: Rich Ross <<u>Rich.Ross@juneau.org</u>>
Subject: Quote Request 6-22-2022

EXTERNAL EMAIL

Greetings,

Please review the attached quote request and respond by 6-29-2022.

Thank you,

John Lowe Capital Transit Juneau, AK 99801 New Phone 907-789-6901 ext. 4237